



QUARTERLY STATEMENT
 AS OF SEPTEMBER 30, 2016
 OF THE CONDITION AND AFFAIRS OF THE
ERIE INSURANCE EXCHANGE

NAIC Group Code 213 213 NAIC Company Code 26271 Employer's ID Number 25-6038677
(Current Period) (Prior Period)

Organized under the Laws of the State of PENNSYLVANIA State of Domicile or Port of Entry PENNSYLVANIA
 Country of Domicile U.S. Incorporated _____ Commenced Business April 20, 1925

Statutory Home Office 100 Erie Insurance Place Erie, PA 16530
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office 100 Erie Insurance Place Erie, PA 16530 814-870-2000
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address 100 Erie Insurance Place Erie, PA 16530
(Street and Number) (City or Town, State and Zip Code)

Primary Location of Books and Records 100 Erie Insurance Place Erie, PA 16530 814-870-2000
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.erieinsurance.com

Statutory Statement Contact Julie Marie Pelkowski 814-870-2000 x2653
(Name) (Area Code) (Telephone Number) (Extension)

Julie.Pelkowski@erieinsurance.com 814-870-4040
(E-Mail Address) (Area Code) (Fax Number)

DIRECTORS⁺

John Ralph Borneman, Jr.	LuAnn Datesh#	Jonathan Hirt Hagen	Thomas Bailey Hagen, Chairman
Charles Scott Hartz	Claude Clifford Lilly, III	George Raymond Lucore#	Thomas Warren Palmer
Martin Paul Sheffield	Richard Louis Stover	Elizabeth Ann Vorsheck	Robert Charles Wilburn

+The individuals listed are directors of Erie Indemnity Company, a Pennsylvania business corporation which acts as attorney-in-fact for the Subscribers of Erie Insurance Exchange.

EXECUTIVE OFFICERS^{*}

Chief Executive Officer:	Timothy Gerard NeCastro#	Executive Vice President	
Executive Vice President		& Chief Financial Officer:	Gregory John Gutting
& General Counsel:	Sean Joseph McLaughlin	Executive Vice President &	
Interim		& Chief Information Officer:	Robert Coleman Ingram, III
Executive Vice President:	Patrick Joseph Burns#	Interim	
		Executive Vice President:	Douglas Edward Smith#

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Senior Vice President & Chief Actuary:	Bradley Clay Eastwood
Senior Vice President & Controller:	Julie Marie Pelkowski
Senior Vice President & Chief Investment Officer:	Bradley G. Postema
Secretary & Senior Counsel:	Brian William Bolash
Vice President & Treasurer:	Robert Wayne McNutt

*The individuals listed are officers of Erie Indemnity Company, a Pennsylvania business corporation which acts as attorney-in-fact for the Subscribers of Erie Insurance Exchange.

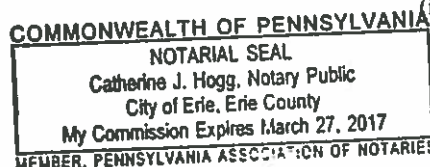
State of Pennsylvania / SS
 County of Erie /

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.

Timothy Gerard NeCastro Chief Executive Officer	Brian William Bolash Secretary & Senior Counsel	Gregory John Gutting Executive Vice President & CFO

Subscribed and sworn to before me this
 8th day of November, 2016.

- (a) Is this an original filing? Yes (X) No ()
- (b) If no: (i) State the amendment number:
- (ii) Date filed:
- (iii) Number of pages attached:



ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds.....	7,923,644,827		7,923,644,827	7,028,237,279
2. Stocks:				
2.1 Preferred stocks.....	133,041,431		133,041,431	224,491,069
2.2 Common stocks.....	3,605,811,482		3,605,811,482	3,530,190,382
3. Mortgage loans on real estate:				
3.1 First liens.....	695,652		695,652	951,480
3.2 Other than first liens.....			0	
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....	101,843,543		101,843,543	98,218,476
4.2 Properties held for the production of income (less \$.....0 encumbrances).....	2,098,275	2,098,275	0	0
4.3 Properties held for sale (less \$.....0 encumbrances).....			0	
5. Cash (\$....(7,258,769)), cash equivalents (\$....2,032,224) and short-term investments (\$....605,689,520).....	600,462,975		600,462,975	700,918,861
6. Contract loans (including \$.....0 premium notes).....			0	
7. Derivatives.....			0	
8. Other invested assets.....	820,236,399		820,236,399	814,961,861
9. Receivables for securities.....	40,781,753		40,781,753	33,653,470
10. Securities lending reinvested collateral assets.....			0	
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	13,228,616,336	2,098,275	13,226,518,062	12,431,622,877
13. Title plants less \$.....0 charged off (for Title insurers only).....			0	
14. Investment income due and accrued.....	84,813,189		84,813,189	83,354,847
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	99,338,583	20,821,670	78,516,913	69,682,204
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	1,455,335,608		1,455,335,608	1,293,990,466
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0).....			0	
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	590,709		590,709	2,350,942
16.2 Funds held by or deposited with reinsured companies.....	2,200,062		2,200,062	2,261,018
16.3 Other amounts receivable under reinsurance contracts.....			0	
17. Amounts receivable relating to uninsured plans.....			0	
18.1 Current federal and foreign income tax recoverable and interest thereon.....			0	35,685,601
18.2 Net deferred tax asset.....			0	
19. Guaranty funds receivable or on deposit.....			0	
20. Electronic data processing equipment and software.....	33,272,209	24,918,682	8,353,528	8,733,648
21. Furniture and equipment, including health care delivery assets (\$.....0).....	11,478,835	11,478,835	0	
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			0	
23. Receivables from parent, subsidiaries and affiliates.....	1,051,650	1,051,650	(0)	314,475
24. Health care (\$.....0) and other amounts receivable.....			0	
25. Aggregate write-ins for other than invested assets.....	5,230,316	1,698,677	3,531,638	2,718,052
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	14,921,927,497	62,067,789	14,859,859,708	13,930,714,129
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
28. Total (Lines 26 and 27).....	14,921,927,497	62,067,789	14,859,859,708	13,930,714,129

DETAILS OF WRITE-INS

1101.....			0	
1102.....			0	
1103.....			0	
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	0	0	0	0
2501. Premium Tax Credits and Other.....	2,473,613		2,473,613	1,698,483
2502. Equities & Deposits in Pools and Associations.....	1,058,026		1,058,026	1,019,568
2503. Prepaid Disbursements.....	1,698,677	1,698,677	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).....	5,230,316	1,698,677	3,531,638	2,718,052

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Losses (current accident year \$.....1,031,413,358).....	3,152,790,040	3,069,863,244
2. Reinsurance payable on paid losses and loss adjustment expenses.....	1,495,487	1,495,487
3. Loss adjustment expenses.....	618,672,525	608,078,939
4. Commissions payable, contingent commissions and other similar charges.....		
5. Other expenses (excluding taxes, licenses and fees).....	8,458,251	7,696,483
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	27,388,285	37,050,473
7.1 Current federal and foreign income taxes (including \$....648,164 on realized capital gains (losses)).....	4,319,203	859,669
7.2 Net deferred tax liability.....	226,457,698	187,161,949
8. Borrowed money \$.....0 and interest thereon \$.....0.....		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$....161,747,305 and including warranty reserves of \$.....0 and accrued accident and health experience rating refunds including \$.....0 for medical loss ratio rebate per the Public Health Service Act).....	2,496,004,156	2,283,914,462
10. Advance premium.....	56,859,352	47,233,345
11. Dividends declared and unpaid:		
11.1 Stockholders.....		
11.2 Policyholders.....	7,652,376	7,031,767
12. Ceded reinsurance premiums payable (net of ceding commissions).....	86,728,343	76,826,304
13. Funds held by company under reinsurance treaties.....	121,004	124,356
14. Amounts withheld or retained by company for account of others.....	26,427,803	26,155,287
15. Remittances and items not allocated.....	1,996,265	1,450,261
16. Provision for reinsurance (including \$.....0 certified).....	3,000	3,000
17. Net adjustments in assets and liabilities due to foreign exchange rates.....		
18. Drafts outstanding.....		
19. Payable to parent, subsidiaries and affiliates.....	3,005,162	1,754,905
20. Derivatives.....		
21. Payable for securities.....	125,942,963	104,239,988
22. Payable for securities lending.....		
23. Liability for amounts held under uninsured plans.....		
24. Capital notes \$.....0 and interest thereon \$.....0.....		
25. Aggregate write-ins for liabilities.....	384,290,171	328,225,924
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25).....	7,228,612,084	6,789,165,845
27. Protected cell liabilities.....		
28. Total liabilities (Lines 26 and 27).....	7,228,612,084	6,789,165,845
29. Aggregate write-ins for special surplus funds.....	0	0
30. Common capital stock.....		
31. Preferred capital stock.....		
32. Aggregate write-ins for other than special surplus funds.....	0	0
33. Surplus notes.....		
34. Gross paid in and contributed surplus.....		
35. Unassigned funds (surplus).....	7,631,247,625	7,141,548,284
36. Less treasury stock, at cost:		
36.10.000 shares common (value included in Line 30 \$.....0).....		
36.20.000 shares preferred (value included in Line 31 \$.....0).....		
37. Surplus as regards policyholders (Lines 29 to 35, less 36).....	7,631,247,625	7,141,548,284
38. Totals (Page 2, Line 28, Col. 3).....	14,859,859,708	13,930,714,129

DETAILS OF WRITE-INS

2501. Compensation Due Attorney-In-Fact.....	384,290,171	328,225,924
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	384,290,171	328,225,924
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page.....	0	0
2999. Totals (Lines 2901 thru 2903 plus 2998) (Line 29 above).....	0	0
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page.....	0	0
3299. Totals (Lines 3201 thru 3203 plus 3298) (Line 32 above).....	0	0

STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct..... (written \$....3,472,576,607).....	3,358,281,477	3,235,097,181	4,305,056,296
1.2 Assumed..... (written \$....1,350,642,605).....	1,238,574,819	1,083,395,960	1,471,098,943
1.3 Ceded..... (written \$....308,399,371).....	294,126,149	277,686,182	370,991,292
1.4 Net..... (written \$....4,514,819,841).....	4,302,730,148	4,040,806,958	5,405,163,947
DEDUCTIONS:			
2. Losses incurred (current accident year \$....2,507,644,080):			
2.1 Direct.....	1,876,601,610	1,859,262,132	2,519,184,409
2.2 Assumed.....	702,226,904	632,866,438	884,732,195
2.3 Ceded.....	142,245,033	144,262,215	187,729,910
2.4 Net.....	2,436,583,481	2,347,866,355	3,216,186,694
3. Loss adjustment expenses incurred.....	406,435,755	389,374,410	534,765,341
4. Other underwriting expenses incurred.....	1,240,290,164	1,168,765,316	1,524,477,746
5. Aggregate write-ins for underwriting deductions.....	738,531	1,109,611	1,520,559
6. Total underwriting deductions (Lines 2 through 5).....	4,084,047,931	3,907,115,693	5,276,950,339
7. Net income of protected cells.....			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7).....	218,682,217	133,691,265	128,213,607
INVESTMENT INCOME			
9. Net investment income earned.....	358,425,125	352,007,170	467,352,751
10. Net realized capital gains (losses) less capital gains tax of \$....27,913,021.....	15,952,033	69,546,122	69,219,974
11. Net investment gain (loss) (Lines 9 + 10).....	374,377,158	421,553,291	536,572,725
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$....11,545,198 amount charged off \$....28,056,801).....	(16,511,603)	(21,462,571)	(28,185,456)
13. Finance and service charges not included in premiums.....			
14. Aggregate write-ins for miscellaneous income.....	1,122,777	1,934,052	2,063,878
15. Total other income (Lines 12 through 14).....	(15,388,826)	(19,528,519)	(26,121,578)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	577,670,548	535,716,038	638,664,754
17. Dividends to policyholders.....	5,978,491	5,638,336	8,068,425
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17).....	571,692,058	530,077,702	630,596,329
19. Federal and foreign income taxes incurred.....	158,092,339	143,209,852	164,970,180
20. Net income (Line 18 minus Line 19) (to Line 22).....	413,599,719	386,867,850	465,626,149
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year.....	7,141,548,284	6,816,564,905	6,816,564,905
22. Net income (from Line 20).....	413,599,719	386,867,850	465,626,149
23. Net transfers (to) from Protected Cell accounts.....			
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$....37,568,092.....	58,775,188	(209,274,644)	(133,919,349)
25. Change in net unrealized foreign exchange capital gain (loss).....	27,476,871	(21,743,119)	(14,432,732)
26. Change in net deferred income tax.....	(1,727,657)	27,169,395	30,089,128
27. Change in nonadmitted assets.....	(8,424,781)	(18,801,555)	(22,923,817)
28. Change in provision for reinsurance.....			544,000
29. Change in surplus notes.....			
30. Surplus (contributed to) withdrawn from protected cells.....			
31. Cumulative effect of changes in accounting principles.....			
32. Capital changes:			
32.1 Paid in.....			
32.2 Transferred from surplus (Stock Dividend).....			
32.3 Transferred to surplus.....			
33. Surplus adjustments:			
33.1 Paid in.....			
33.2 Transferred to capital (Stock Dividend).....			
33.3 Transferred from capital.....			
34. Net remittances from or (to) Home Office.....			
35. Dividends to stockholders.....			
36. Change in treasury stock.....			
37. Aggregate write-ins for gains and losses in surplus.....	0	0	0
38. Change in surplus as regards policyholders (Lines 22 through 37).....	489,699,341	164,217,928	324,983,379
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38).....	7,631,247,625	6,980,782,833	7,141,548,284
DETAILS OF WRITE-INS			
0501. LAD Program Expense.....	738,531	1,109,611	1,520,559
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above).....	738,531	1,109,611	1,520,559
1401. Miscellaneous Income - Reinsurance.....	886,823	1,457,551	1,581,689
1402. Miscellaneous Income.....	226,446	480,776	481,860
1403. Unidentified Claims Reimbursements.....	9,508	(4,276)	329
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	1,122,777	1,934,052	2,063,878
3701.			
3702.			
3703.			
3798. Summary of remaining write-ins for Line 37 from overflow page.....	0	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798) (Line 37 above).....	0	0	0

CASH FLOW

	1 Current Year to Date	2 Prior Year To Date	3 Prior Year Ended December 31
CASH FROM OPERATIONS			
1. Premiums collected net of reinsurance.....	4,362,980,585	4,133,201,548	5,489,567,253
2. Net investment income.....	374,064,486	394,910,388	540,657,765
3. Miscellaneous income.....	(15,388,826)	(19,528,519)	(26,121,578)
4. Total (Lines 1 through 3).....	4,721,656,245	4,508,583,417	6,004,103,440
5. Benefit and loss related payments.....	2,351,835,496	2,295,900,664	3,064,390,561
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			
7. Commissions, expenses paid and aggregate write-ins for deductions.....	1,589,707,036	1,604,097,245	2,035,267,197
8. Dividends paid to policyholders.....	5,357,881	4,487,216	6,668,084
9. Federal and foreign income taxes paid (recovered) net of \$.....22,038,680 tax on capital gains (losses).....	146,860,225	248,164,346	336,017,561
10. Total (Lines 5 through 9).....	4,093,760,638	4,152,649,471	5,442,343,403
11. Net cash from operations (Line 4 minus Line 10).....	627,895,607	355,933,947	561,760,037
CASH FROM INVESTMENTS			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	1,730,035,708	1,438,097,072	1,897,395,545
12.2 Stocks.....	1,007,647,906	980,756,653	1,790,117,935
12.3 Mortgage loans.....	255,840	283,043	381,065
12.4 Real estate.....			
12.5 Other invested assets.....	84,353,585	150,298,009	190,141,394
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....			2,071
12.7 Miscellaneous proceeds.....	21,423,265	36,963,833	84,374,368
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	2,843,716,304	2,606,398,609	3,962,412,378
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	2,599,086,800	1,873,402,041	2,480,990,295
13.2 Stocks.....	805,618,235	932,827,178	1,451,605,293
13.3 Mortgage loans.....			
13.4 Real estate.....	5,452,999	17,601,917	19,492,790
13.5 Other invested assets.....	149,167,480	100,751,010	159,865,905
13.6 Miscellaneous applications.....	7,128,283	34,178,808	30,982,327
13.7 Total investments acquired (Lines 13.1 to 13.6).....	3,566,453,797	2,958,760,953	4,142,936,610
14. Net increase or (decrease) in contract loans and premium notes.....			
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	(722,737,493)	(352,362,345)	(180,524,232)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes.....			
16.2 Capital and paid in surplus, less treasury stock.....			
16.3 Borrowed funds.....			
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....			
16.5 Dividends to stockholders.....			
16.6 Other cash provided (applied).....	(5,614,000)	95,757,114	(18,942,567)
17. Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6).....	(5,614,000)	95,757,114	(18,942,567)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	(100,455,885)	99,328,716	362,293,238
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	700,918,861	338,625,622	338,625,622
19.2 End of period (Line 18 plus Line 19.1).....	600,462,975	437,954,338	700,918,861

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

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