



ANNUAL STATEMENT

For the Year Ended December 31, 2010

OF THE CONDITION AND AFFAIRS OF THE

COOPERATIVA DE SEGUROS DE VIDA DE PR, COSVI

NAIC Group Code	0000 <small>(Current Period)</small>	0000 <small>(Prior Period)</small>	NAIC Company Code	79715	Employer's ID Number	66-0231517
Organized under the Laws of	Puerto Rico		State of Domicile or Port of Entry	Puerto Rico		
Country of Domicile	United States of America					
Incorporated/Organized	12/11/1959		Commenced Business	09/11/1960		
Statutory Home Office	400 Americo Miranda <small>(Street and Number)</small>			San Juan, PR 00936-3428 <small>(City or Town, State and Zip Code)</small>		
Main Administrative Office	400 Americo Miranda <small>(Street and Number)</small>					
	San Juan, PR 00936-3428 <small>(City or Town, State and Zip Code)</small>			(787)751-5656 <small>(Area Code) (Telephone Number)</small>		
Mail Address	P.O Box 363428 <small>(Street and Number or P.O. Box)</small>			San Juan, PR 00936-3428 <small>(City or Town, State and Zip Code)</small>		
Primary Location of Books and Records	400 Americo Miranda <small>(Street and Number)</small>					
	San Juan, PR 00936-3428 <small>(City or Town, State and Zip Code)</small>			(787)751-5656 <small>(Area Code) (Telephone Number)</small>		
Internet Website Address	wwwcosvi.com					
Statutory Statement Contact	Stuart S. Brown <small>(Name)</small>			(787)751-5656-6705 <small>(Area Code)(Telephone Number)(Extension)</small>		
	stuart.brown@cosvi.com <small>(E-Mail Address)</small>			(787)772-4380 <small>(Fax Number)</small>		

OFFICERS

Name	Title
Ricardo A. Rivera Cardona	President
Stuart S. Brown	Finance VP & CFO
Julio Villafañe	VP Insurance Operation

OTHERS

Juan M. Román, Business Expantion & Dev. VP
CPA Gretel L. González, Compl & Audit Director

Evelyn Burgos, Human Resorces VP
Lcdo Delwin Velez, Legal Counselor

DIRECTORS OR TRUSTEES

Joaquin Torres
Santos R. Almodovar
Lissette Rodriguez
Hector L. Rodriguez
Carmen M. Lugo

Lic Sonja Rojas
CPA Carmen M. Pérez
Samuel Borrelli
Luis R. Nieves
José M. Ferrer

State of Puerto Rico
County of San Juan ss

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of the 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.

(Signature)
Ricardo A. Rivera Cardona
(Printed Name)
1.
President
(Title)

(Signature)
Stuart S. Brown
(Printed Name)
2.
Finance VP & CFO
(Title)

(Signature)
Julio Villafañe
(Printed Name)
3.
VP Insurance Operation
(Title)

Subscribed and sworn to before me this _____ day of _____, 2011

- a. Is this an original filing? _____
b. If no, 1. State the amendment number _____
2. Date filed _____
3. Number of pages attached _____

Yes[X] No []

(Notary Public Signature)

DIRECTORS OR TRUSTEES (continued)

Jacinto Laureano
Orlando Torres

Pedro C. Ortiz

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)	305,443,718		305,443,718	272,352,127
2. Stocks (Schedule D)				
2.1 Preferred stocks	149,921		149,921	5,943,532
2.2 Common Stocks	13,367,816		13,367,816	13,134,675
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens	11,851,373		11,851,373	12,323,873
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....13,215,105 encumbrances)	33,433,556		33,433,556	28,270,213
4.2 Properties held for the production of income (less \$.....0 encumbrances)				
4.3 Properties held for sale (less \$.....0 encumbrances)	2,709,700		2,709,700	3,299,671
5. Cash (\$.....5,869,883 Schedule E Part 1), cash equivalents (\$.....9,103,000 Schedule E Part 2) and short-term investments (\$.....0 Schedule DA)	14,972,883		14,972,883	22,247,296
6. Contract loans (including \$.....0 premium notes)	4,181,780		4,181,780	4,157,856
7. Derivatives				
8. Other invested assets (Schedule BA)				
9. Receivables for securities				
10. Securities Lending Reinvested Collateral Assets				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	386,110,747		386,110,747	361,729,243
13. Title plants less \$.....0 charged off (for Title insurers only)				
14. Investment income due and accrued	6,211,440		6,211,440	3,775,889
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	4,434,970	1,115,053	3,319,917	2,498,455
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (Including \$.....0 earned but unbilled premiums)	2,790,446		2,790,446	2,363,104
15.3 Accrued retrospective premiums				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	324,674		324,674	624,056
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts	326,162		326,162	134,590
17. Amounts receivable relating to uninsured plans	67,519	43,366	24,153	454,732
18.1 Current federal and foreign income tax recoverable and interest thereon				
18.2 Net deferred tax asset				
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software	766,034	401,199	364,835	387,245
21. Furniture and equipment, including health care delivery assets (\$.....0)	620,489	620,489		
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates				
24. Health care (\$.....0) and other amounts receivable				
25. Aggregate write-ins for other than invested assets	20,394,083	10,033,043	10,361,040	7,851,425
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	422,046,564	12,213,150	409,833,414	379,818,739
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Lines 26 and 27)	422,046,564	12,213,150	409,833,414	379,818,739
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501. Prepaid Expenses	2,346,016	2,346,016		
2502. Others	14,736,678	7,687,027	7,049,651	4,772,830
2503. Sales of Business Disposal - Discontinued Operation	3,311,389		3,311,389	3,078,595
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	20,394,083	10,033,043	10,361,040	7,851,425

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$.....215,415,008 (Exhibit 5, Line 9999999) less \$.....0 included in Line 6.3 (including \$.....0 Modco Reserve)	215,415,008	190,984,901
2. Aggregate reserve for accident and health contracts (Exhibit 6, Line 17, Column 1) (including \$.....0 Modco Reserve)	9,633,502	9,401,565
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$.....0 Modco Reserve)	77,148,960	70,855,673
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Column 1 less sum of Columns 9, 10, and 11)	5,550,950	5,688,700
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Columns 9, 10, and 11)	4,912,811	4,778,500
5. Policyholders' dividends \$.....0 and coupons \$.....0 due and unpaid (Exhibit 4, Line 10)		1,125,846
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$.....0 Modco)	47,292	52,396
6.2 Dividends not yet apportioned (including \$.....0 Modco)		
6.3 Coupons and similar benefits (including \$.....0 Modco)		
7. Amount provisionally held for deferred dividend policies not included in Line 6		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$.....0 discount; including \$.....958 accident and health premiums (Exhibit 1, Part 1, Column 1, sum of Lines 4 and 14)	235,868	240,829
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts		
9.2 Provision for experience rating refunds, including \$.....0 A & H experience rating refunds		
9.3 Other amounts payable on reinsurance; including \$.....0 assumed and \$.....0 ceded		
9.4 Interest Maintenance Reserve (IMR, Line 6)	3,597,371	3,622,645
10. Commissions to agents due or accrued-life and annuity contracts \$.....0 accident and health \$.....0 and deposit-type contract funds \$.....0		
11. Commissions and expense allowances payable on reinsurance assumed		
12. General expenses due or accrued (Exhibit 2, Line 12, Column 6)	2,573,586	3,311,504
13. Transfers to Separate Accounts due or accrued (net) (including \$.....0 accrued for expense allowances recognized in reserves, net of reinsured allowances)		
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5)	98,887	215,027
15.1 Current federal and foreign income taxes, including \$.....0 on realized capital gains (losses)		
15.2 Net deferred tax liability		
16. Unearned investment income	113,484	113,473
17. Amounts withheld or retained by company as agent or trustee		
18. Amounts held for agents' account, including \$.....0 agents' credit balances		
19. Remittances and items not allocated		
20. Net adjustment in assets and liabilities due to foreign exchange rates		
21. Liability for benefits for employees and agents if not included above	94,516	66,309
22. Borrowed money \$.....0 and interest thereon \$.....0	9,112,751	8,134,251
23. Dividends to stockholders declared and unpaid		
24. Miscellaneous liabilities:		
24.01 Asset Valuation Reserve (AVR, Line 16, Column 7)	3,846,450	2,088,835
24.02 Reinsurance in unauthorized companies		
24.03 Funds held under reinsurance treaties with unauthorized reinsurers		
24.04 Payable to parent, subsidiaries and affiliates		
24.05 Drafts outstanding		
24.06 Liability for amounts held under uninsured plans	99,608	99,608
24.07 Funds held under coinsurance		
24.08 Derivatives		
24.09 Payable for securities	43,399,861	45,981,143
24.10 Payable for securities lending		
24.11 Capital notes \$.....0 and interest thereon \$.....0		
25. Aggregate write-ins for liabilities	9,604,044	9,336,774
26. TOTAL Liabilities excluding Separate Accounts Business (Lines 1 to 25)	385,484,949	356,097,979
27. From Separate Accounts Statement		
28. TOTAL LIABILITIES (Lines 26 and 27)	385,484,949	356,097,979
29. Common capital stock		
30. Preferred capital stock		
31. Aggregate write-ins for other than special surplus funds		
32. Surplus Notes	15,447,000	15,447,000
33. Gross paid in and contributed surplus (Page 3, Line 33, Column 2 plus Page 4, Line 51.1, Column 1)		
34. Aggregate write-ins for special surplus funds	37,814,479	37,812,524
35. Unassigned funds (surplus)	(28,913,014)	(29,538,764)
36. Less treasury stock, at cost:		
36.1 .....0 shares common (value included in Line 29 \$.....0)		
36.2 .....0 shares preferred (value included in Line 30 \$.....0)		
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (Including \$.....0 in Separate Accounts Statement)	24,348,465	23,720,760
38. TOTALS of Lines 29, 30 and 37 (Page 4, Line 55)	24,348,465	23,720,760
39. TOTALS of Lines 28 and 38 (Page 2, Line 28, Column 3)	409,833,414	379,818,739
DETAILS OF WRITE-INS		
2501. Mortgage Funds	4,933,007	4,888,453
2502. Reserve Discontinued Operation	1,237,525	3,289,432
2503. Others	3,433,512	1,158,889
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	9,604,044	9,336,774
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page		
3199. TOTALS (Lines 3101 through 3103 plus 3198) (Line 31 above)		
3401. Funds Contribution Certificates- Common	16,172,729	16,170,774
3402. Funds Contribution Certificates- Common	21,641,750	21,641,750
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page		
3499. TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)	37,814,479	37,812,524

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE COOPERATIVA DE SEGUROS DE VIDA DE PR, COSVI
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)	86,513,518	120,812,453
2. Considerations for supplementary contracts with life contingencies	1,137,744	1,246,903
3. Net investment income (Exhibit of Net Investment Income Line 17)	18,858,522	16,322,601
4. Amortization of Interest Maintenance Reserve (IMR, Line 5)	601,644	303,043
5. Separate Accounts net gain from operations excluding unrealized gains or losses		
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Column 1)		
7. Reserve adjustments on reinsurance ceded		
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts		
8.2 Charges and fees for deposit-type contracts	351,652	310,158
8.3 Aggregate write-ins for miscellaneous income	442,210	273,445
9. TOTALS (Lines 1 to 8.3)	107,905,290	139,268,603
10. Death benefits	16,409,335	16,954,820
11. Matured endowments (excluding guaranteed annual pure endowments)		
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Columns 4 + 8)	134,066	131,289
13. Disability benefits and benefits under accident and health contracts	8,098,187	47,234,840
14. Coupons, guaranteed annual pure endowments and similar benefits		
15. Surrender benefits and other fund withdrawals for life contracts	16,542,523	15,470,451
16. Group conversions		
17. Interest and adjustments on contract or deposit-type contract funds	10,007,857	9,212,807
18. Payments on supplementary contracts with life contingencies	265,203	120,812
19. Increase in aggregate reserves for life and accident and health contracts	24,662,044	16,912,394
20. TOTALS (Lines 10 to 19)	76,119,215	106,037,413
21. Commissions on premiums, annuity considerations, and deposit type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Column 1)	6,981,037	7,808,279
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Column 1)		
23. General insurance expenses (Exhibit 2, Line 10, Columns 1, 2, 3 and 4)	22,777,915	23,944,120
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Columns 1 + 2 + 3)	1,470,557	1,580,607
25. Increase in loading on deferred and uncollected premiums	265,107	127,728
26. Net transfers to or (from) Separate Accounts net of reinsurance		
27. Aggregate write-ins for deductions		
28. TOTALS (Lines 20 to 27)	107,613,831	139,498,147
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	291,459	(229,544)
30. Dividends to policyholders		
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	291,459	(229,544)
32. Federal and foreign income taxes incurred (excluding tax on capital gains)		
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)	291,459	(229,544)
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$.....0 (excluding taxes of \$.....0 transferred to the IMR)	927,606	1,525,837
35. Net Income (Line 33 plus Line 34)	1,219,065	1,296,293
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Column 2)	23,720,760	19,175,018
37. Net Income (Line 35)	1,219,065	1,296,293
38. Change in net unrealized capital gains (losses) less capital gains tax of \$.....0	1,304,006	75,517
39. Change in net unrealized foreign exchange capital gain (loss)		
40. Change in net deferred income tax		
41. Change in nonadmitted assets	122,306	(1,232,848)
42. Change in liability for reinsurance in unauthorized companies		
43. Change in reserve on account of change in valuation basis, (increase) or decrease (Exhibit 5A, Line 9999999, Col. 4)		
44. Change in asset valuation reserve	(1,757,616)	(387,380)
45. Change in treasury stock (Page 3, Lines 36.1 and 36.2 Column 2 minus Column 1)		
46. Surplus (contributed to) withdrawn from Separate Accounts during period		
47. Other changes in surplus in Separate Accounts Statement		
48. Change in surplus notes		
49. Cumulative effect of changes in accounting principles		
50. Capital changes:		
50.1 Paid in		
50.2 Transferred from surplus (Stock Dividend)		
50.3 Transferred to surplus		
51. Surplus adjustment:		
51.1 Paid in		
51.2 Transferred to capital (Stock Dividend)		
51.3 Transferred from capital		
51.4 Change in surplus as a result of reinsurance		
52. Dividends to stockholders		
53. Aggregate write-ins for gains and losses in surplus	(260,057)	4,794,160
54. Net change in capital and surplus for the year (Lines 37 through 53)	627,704	4,545,742
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38)	24,348,464	23,720,760
DETAILS OF WRITE-INS		
08.301. Others	442,210	273,445
08.302.		
08.303.		
08.398. Summary of remaining write-ins for Line 8.3 from overflow page		
08.399. TOTALS (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)	442,210	273,445
2701.		
2702.		
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page		
2799. TOTALS (Lines 2701 through 2703 plus 2798) (Line 27 above)		
5301. Capital Paid in	1,954	4,160
5302. Surplus Notes		4,790,000
5303. Special Surplus Funds Pension Plan	(262,011)	
5398. Summary of remaining write-ins for Line 53 from overflow page		
5399. TOTALS (Lines 5301 through 5303 plus 5398) (Line 53 above)	(260,057)	4,794,160

CASH FLOW

		1	2
		Current Year	Prior Year
Cash from Operations			
1.	Premiums collected net of reinsurance	86,410,095	126,623,579
2.	Net investment income	16,422,982	22,108,711
3.	Miscellaneous income	793,862	583,603
4.	Total (Lines 1 through 3)	103,626,939	149,315,893
5.	Benefit and loss related payments	51,161,228	105,906,064
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7.	Commissions, expenses paid and aggregate write-ins for deductions	33,896,011	32,189,315
8.	Dividends paid to policyholders	1,130,950	339,873
9.	Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses)		
10.	Total (Lines 5 through 9)	86,188,189	138,435,252
11.	Net cash from operations (Line 4 minus Line 10)	17,438,750	10,880,641
Cash from Investments			
12.	Proceeds from investments sold, matured or repaid:		
12.1	Bonds	583,950,509	338,692,178
12.2	Stocks	41,435,208	10,585,936
12.3	Mortgage loans	472,500	1,575,543
12.4	Real estate		49,949
12.5	Other invested assets		
12.6	Net gains or (losses) on cash, cash equivalents and short-term investments		
12.7	Miscellaneous proceeds	1,924,261	45,981,143
12.8	Total investment proceeds (Lines 12.1 to 12.7)	627,782,478	396,884,749
13.	Cost of investments acquired (long-term only):		
13.1	Bonds	611,657,277	400,486,281
13.2	Stocks	37,653,672	9,816,141
13.3	Mortgage loans		490,310
13.4	Real estate	5,596,652	14,556,972
13.5	Other invested assets		
13.6	Miscellaneous applications	5,229,941	4,330,401
13.7	Total investments acquired (Lines 13.1 to 13.6)	660,137,542	429,680,105
14.	Net increase (decrease) in contract loans and premium notes	23,924	59,173
15.	Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(32,378,988)	(32,854,529)
Cash from Financing and Miscellaneous Sources			
16.	Cash provided (applied):		
16.1	Surplus notes, capital notes		4,790,000
16.2	Capital and paid in surplus, less treasury stock		
16.3	Borrowed funds	978,500	5,001,531
16.4	Net deposits on deposit-type contracts and other insurance liabilities	6,293,287	7,164,362
16.5	Dividends to stockholders		
16.6	Other cash provided (applied)	394,038	1,771,225
17.	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	7,665,825	18,727,118
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18.	Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(7,274,413)	(3,246,770)
19.	Cash, cash equivalents and short-term investments:		
19.1	Beginning of year	22,247,296	25,494,066
19.2	End of year (Line 18 plus Line 19.1)	14,972,883	22,247,296

Note: Supplemental Disclosures of Cash Flow Information for Non-Cash Transactions:

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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	86,513,518		9,395,603	35,703,944		12,415,945	11,047,199		4,978,783	79,427	12,892,617	
2. Considerations for supplementary contracts with life contingencies	1,137,744				1,137,744							
3. Net investment income	18,858,522		3,583,119	6,034,727	216,961	2,451,608	867,822	3,583,119	565,756	52,091	1,503,319	
4. Amortization of Interest Maintenance Reserve (IMR)	601,644		109,513	221,386	7,843	65,219	11,477	142,951	5,147	989	37,119	
5. Separate Accounts net gain from operations excluding unrealized gains or losses												
6. Commissions and expense allowances on reinsurance ceded												
7. Reserve adjustments on reinsurance ceded												
8. Miscellaneous Income												
8.1 Fees associated with income from investment mngmt., admin., and contract guarantees (From S.A.)												
8.2 Charges and fees for deposit-type contracts	351,652			143,513				208,139				
8.3 Aggregate write-ins for miscellaneous income	442,210		192,468	66,723	1,148	(21,509)	166,693	30,333	771	134	5,449	
9. TOTALS (Lines 1 to 8.3)	107,905,290		13,280,703	42,170,293	1,363,696	14,911,263	12,093,191	3,964,542	5,550,457	132,641	14,438,504	
10. Death benefits	16,409,335		2,498,442			5,689,297	8,221,596					
11. Matured endowments (excluding guaranteed annual pure endowments)												
12. Annuity benefits	134,066							134,066				
13. Disability benefits and benefits under accident and health contracts	8,098,187								3,345,303	99,902	4,652,982	
14. Coupons, guaranteed annual pure endowments and similar benefits												
15. Surrender benefits and withdrawals for life contracts	16,542,523		1,798,996	14,304,358	439,169							
16. Group conversions												
17. Interest and adjustments on contract or deposit-type contract funds	10,007,857		538,347	5,990,610	199,450			3,279,450				
18. Payments on supplementary contracts with life contingencies	265,203				265,203							
19. Increase in aggregate reserves for life and accident and health contracts	24,662,044		1,209,138	19,953,226	699,824	2,279,921	(24,030)	(492)	150,338	(52,427)	446,546	
20. TOTALS (Lines 10 to 19)	76,119,215		6,044,923	40,248,194	1,603,646	7,969,218	8,197,566	3,413,024	3,495,641	47,475	5,099,528	
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only)	6,981,037		1,803,635	711,598		474,234	463,707	10,281	775,710	430	2,741,442	
22. Commissions and expense allowances on reinsurance assumed												
23. General insurance expenses	22,777,916		2,357,970	1,537,807	84,067	3,280,654	2,152,929	838,618	7,135,846	103,863	5,286,162	
24. Insurance taxes, licenses and fees, excluding federal income taxes	1,470,556		124,286	102,856	4,371	98,571	81,428	17,058	639,962	4,914	397,110	
25. Increase in loading on deferred and uncollected premiums	265,107		265,089								18	
26. Net transfers to or (from) Separate Accounts net of reinsurance												
27. Aggregate write-ins for deductions												
28. TOTALS (Lines 20 to 27)	107,613,831		10,595,903	42,600,455	1,692,084	11,822,677	10,895,630	4,278,981	12,047,159	156,682	13,524,260	
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 - Line 28)	291,459		2,684,800	(430,162)	(328,388)	3,088,586	1,197,561	(314,439)	(6,496,702)	(24,041)	914,244	
30. Dividends to policyholders												
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 - Line 30)	291,459		2,684,800	(430,162)	(328,388)	3,088,586	1,197,561	(314,439)	(6,496,702)	(24,041)	914,244	
32. Federal income taxes incurred (excluding tax on capital gains)												
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)	291,459		2,684,800	(430,162)	(328,388)	3,088,586	1,197,561	(314,439)	(6,496,702)	(24,041)	914,244	
DETAILS OF WRITE-INS												
08.301.	442,210		192,468	66,723	1,148	(21,509)	166,693	30,333	771	134	5,449	
08.302.												
08.303.												
08.398. Summary of remaining write-ins for Line 8.3 from overflow page												
08.399. TOTALS (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)	442,210		192,468	66,723	1,148	(21,509)	166,693	30,333	771	134	5,449	
2701.												
2702.												
2703.												
2798. Summary of remaining write-ins for Line 27 from overflow page												
2799. TOTALS (Lines 2701 through 2703 plus 2798) (Line 27 above)												

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

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	190,334,903		36,840,989	131,492,737	2,244,123	17,983,418	717,974	1,055,662
2. Tabular net premiums or considerations	54,175,458		7,267,688	30,105,419	340,046	7,144,787	9,317,518	
3. Present value of disability claims incurred	82,703		82,703		X X X			
4. Tabular interest	6,952,031		1,696,606	4,172,109	125,860	808,414	139,983	9,059
5. Tabular less actual reserve released	3,181,141		(210,038)	1,083,710	493,223			1,814,246
6. Increase in reserve on account of change in valuation basis								
7. Other increases (net)								
8. Totals (Lines 1 to 7)	254,726,236		45,677,948	166,853,975	3,203,252	25,936,619	10,175,475	2,878,967
9. Tabular cost	20,511,814		5,411,556		X X X	5,705,624	9,394,634	
10. Reserves released by death	139,120		139,120	X X X	X X X			X X X
11. Reserves released by other terminations (net)	18,119,039		1,797,198	14,950,276				1,371,565
12. Annuity, supplementary contract, and disability payments involving life contingencies	541,256		153,864		251,555			135,837
13. Net transfers to or (from) Separate Accounts								
14. Total deductions (Lines 9 to 13)	39,311,229		7,501,738	14,950,276	251,555	5,705,624	9,394,634	1,507,402
15. Reserve December 31, current year	215,415,007		38,176,210	151,903,699	2,951,697	20,230,995	780,841	1,371,565

EXHIBIT OF NET INVESTMENT INCOME

		1 Collected During Year	2 Earned During Year
1.	U.S. Government bonds	(a) 1,199,018	1,558,404
1.1	Bonds exempt from U.S. tax	(a)	
1.2	Other bonds (unaffiliated)	(a) 12,344,378	16,852,260
1.3	Bonds of affiliates	(a)	
2.1	Preferred stocks (unaffiliated)	(b) 18,366	(233,921)
2.11	Preferred stocks of affiliates	(b)	
2.2	Common stocks (unaffiliated)	214,643	162,543
2.21	Common stocks of affiliates		
3.	Mortgage loans	(c) 537,941	136,818
4.	Real estate	(d) 3,350,659	3,415,459
5.	Contract loans	294,223	293,055
6.	Cash, cash equivalents and short-term investments	(e) 254,059	250,668
7.	Derivative instruments	(f)	
8.	Other invested assets	19,568	19,568
9.	Aggregate write-ins for investment income		
10.	Total gross investment income	18,232,855	22,454,854
11.	Investment expenses		(g) 2,492,433
12.	Investment taxes, licenses and fees, excluding federal income taxes		(g) 345,105
13.	Interest expense		(h)
14.	Depreciation on real estate and other invested assets		(i) 758,794
15.	Aggregate write-ins for deductions from investment income		
16.	Total deductions (Lines 11 through 15)		3,596,332
17.	Net Investment income (Line 10 minus Line 16)		18,858,522

DETAILS OF WRITE-INS

0901.			
0902.			
0903.			
0998.	Summary of remaining write-ins for Line 9 from overflow page		
0999.	TOTALS (Lines 0901 through 0903 plus 0998) (Line 9, above)		
1501.			
1502.			
1503.			
1598.	Summary of remaining write-ins for Line 15 from overflow page		
1599.	TOTALS (Lines 1501 through 1503 plus 1598) (Line 15, above)		

- (a) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 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 \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.
- (d) Includes \$.....0 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 \$.....0 interest on surplus notes and \$.....0 interest on capital notes.
- (i) Includes \$.....758,794 depreciation on real estate and \$.....0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1 Realized Gain (Loss) on Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. Government bonds	800,041		800,041		
1.1	Bonds exempt from U.S. tax					
1.2	Other bonds (unaffiliated)	3,199,427		3,199,427		
1.3	Bonds of affiliates					
2.1	Preferred stocks (unaffiliated)	(3,250,198)		(3,250,198)		
2.11	Preferred stocks of affiliates					
2.2	Common stocks (unaffiliated)	1,899,389		1,899,389	1,304,006	
2.21	Common stocks of affiliates					
3.	Mortgage loans					
4.	Real estate					
5.	Contract loans					
6.	Cash, cash equivalents and short-term investments					
7.	Derivative instruments					
8.	Other invested assets		125,317	125,317		
9.	Aggregate write-ins for capital gains (losses)		(1,270,000)	(1,270,000)		
10.	Total capital gains (losses)	2,648,659	(1,144,683)	1,503,976	1,304,006	

DETAILS OF WRITE-INS

0901.			(1,270,000)	(1,270,000)		
0902.						
0903.						
0998.	Summary of remaining write-ins for Line 9 from overflow page					
0999.	TOTALS (Lines 0901 through 0903 plus 0998) (Line 9, above)		(1,270,000)	(1,270,000)		

EXHIBIT 1 - PART 1 - PREMIUMS AND ANNUITY CONSIDERATIONS FOR LIFE AND ACCIDENT AND HEALTH POLICIES AND 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	
FIRST YEAR (other than single)											
1.	Uncollected	20,333		20,333							
2.	Deferred and accrued	1,034,286		1,034,286							
3.	Deferred, accrued and uncollected:										
3.1	Direct	1,054,619		1,054,619							
3.2	Reinsurance assumed										
3.3	Reinsurance ceded										
3.4	Net (Line 1 + Line 2)	1,054,619		1,054,619							
4.	Advance	45,359		45,359							
5.	Line 3.4 - Line 4	1,009,260		1,009,260							
6.	Collected during year:										
6.1	Direct	2,301,968		2,301,968							
6.2	Reinsurance assumed										
6.3	Reinsurance ceded										
6.4	Net	2,301,968		2,301,968							
7.	Line 5 + Line 6.4	3,311,228		3,311,228							
8.	Prior year (uncollected + deferred and accrued - advance)	673,300		673,300							
9.	First year premiums and considerations:										
9.1	Direct	2,637,928		2,637,928							
9.2	Reinsurance assumed										
9.3	Reinsurance ceded										
9.4	Net (Line 7 - Line 8)	2,637,928		2,637,928							
SINGLE											
10.	Single premiums and considerations:										
10.1	Direct										
10.2	Reinsurance assumed										
10.3	Reinsurance ceded										
10.4	Net										
RENEWAL											
11.	Uncollected	4,769,657		123,062	1,134,026	867,386		1,889,695	16,242	739,246	
12.	Deferred and accrued	2,450,820		2,450,820							
13.	Deferred, accrued and uncollected:										
13.1	Direct	7,220,477		2,573,882	1,134,026	867,386		1,889,695	16,242	739,246	
13.2	Reinsurance assumed										
13.3	Reinsurance ceded										
13.4	Net (Line 11 + Line 12)	7,220,477		2,573,882	1,134,026	867,386		1,889,695	16,242	739,246	
14.	Advance	190,509		189,551						958	
15.	Line 13.4 - Line 14	7,029,968		2,384,331	1,134,026	867,386		1,889,695	16,242	738,288	
16.	Collected during year:										
16.1	Direct	84,944,217		7,168,653	35,798,297	11,490,207	11,250,601	5,813,208	81,679	13,341,572	
16.2	Reinsurance assumed										
16.3	Reinsurance ceded	2,002,172		755,065			316,789	474,470		455,848	
16.4	Net	82,942,045		6,413,588	35,798,297	11,490,207	10,933,812	5,338,738	81,679	12,885,724	
17.	Line 15 + Line 16.4	89,972,013		8,797,919	35,798,297	12,624,233	11,801,198	7,228,433	97,921	13,624,012	
18.	Prior year (uncollected + deferred and accrued - advance)	6,096,423		2,040,244	94,353	208,288	753,999	2,249,650	18,494	731,395	
19.	Renewal premiums and considerations:										
19.1	Direct	85,877,762		7,512,740	35,703,944	12,415,945	11,363,988	5,453,253	79,427	13,348,465	
19.2	Reinsurance assumed										
19.3	Reinsurance ceded	2,002,172		755,065			316,789	474,470		455,848	
19.4	Net (Line 17 - Line 18)	83,875,590		6,757,675	35,703,944	12,415,945	11,047,199	4,978,783	79,427	12,892,617	
TOTAL											
20.	TOTAL premiums and annuity considerations:										
20.1	Direct	88,515,690		10,150,668	35,703,944	12,415,945	11,363,988	5,453,253	79,427	13,348,465	
20.2	Reinsurance assumed										
20.3	Reinsurance ceded	2,002,172		755,065			316,789	474,470		455,848	
20.4	Net (Lines 9.4 + 10.4 + 19.4)	86,513,518		9,395,603	35,703,944	12,415,945	11,047,199	4,978,783	79,427	12,892,617	

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

	1	2	Ordinary		5	Group		Accident and Health			11
			3	4		6	7	8	9	10	
	Total	Industrial Life	Life Insurance	Individual Annuities	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business
DIVIDENDS AND COUPONS APPLIED (included in Part 1)											
21.											
22.											
REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED											
23.											
23.1											
23.2											
23.3											
24.											
24.1											
24.2											
24.3											
25.											
25.1											
25.2											
25.3											
26.											
26.1											
26.2											
26.3											
COMMISSIONS INCURRED (direct business only)											
27.	4,962,861		1,547,912	658,045	253,958	252,441		181,467	88	2,068,950	
28.											
29.	2,018,176		255,723	53,553	220,276	211,266	10,281	594,243	342	672,492	
30.											
31.	6,981,037		1,803,635	711,598	474,234	463,707	10,281	775,710	430	2,741,442	

EXHIBIT 2 - GENERAL EXPENSES

	Insurance				5 Investment	6 Total
	1 Life	2 Accident and Health		4 All Other Lines of Business		
		2 Cost Containment	3 All Other			
1. Rent	1,318,930		2,683,892		960,772	4,963,594
2. Salaries and wages	2,633,718		5,359,358		106,009	8,099,085
3.11 Contributions for benefit plans for employees	526,059		1,070,479		21,193	1,617,731
3.12 Contributions for benefit plans for agents	311,486		633,842			945,328
3.21 Payments to employees under non-funded benefit plans						
3.22 Payments to agents under non-funded benefit plans						
3.31 Other employee welfare	25,383		51,653		1,019	78,055
3.32 Other agent welfare	4,989		10,153		201	15,343
4.1 Legal fees and expenses	145,450		295,977		973	442,400
4.2 Medical examination fees	14,652		62,463			77,115
4.3 Inspection report fees	44,603		190,150			234,753
4.4 Fees of public accountants and consulting actuaries	171,256		348,489		1,146	520,891
4.5 Expense of investigation and settlement of policy claims			55,965			55,965
5.1 Traveling expenses	160,235		326,065		1,072	487,372
5.2 Advertising	291,776		518,713			810,489
5.3 Postage, express, telegraph and telephone	836,850					836,850
5.4 Printing and stationery	56,686		115,349		379	172,414
5.5 Cost or depreciation of furniture and equipment	55,922		113,796		374	170,092
5.6 Rental of equipment	929,366		1,891,167		6,219	2,826,752
5.7 Cost or depreciation of EDP equipment and software						
6.1 Books and periodicals	2,506		5,099		16	7,621
6.2 Bureau and association fees	21,005		42,742		141	63,888
6.3 Insurance, except on real estate	217,667		442,931		1,314	661,912
6.4 Miscellaneous losses						
6.5 Collection and bank service charges	66,856		136,046		447	203,349
6.6 Sundry general expenses	1,087,205		1,997,850		268,585	3,353,640
6.7 Group service and administration fees	1,329,444		(3,826,308)			(2,496,864)
6.8 Reimbursements by uninsured plans						
7.1 Agency expense allowance						
7.2 Agents' balances charged off (less \$.....0 recovered)						
7.3 Agency conferences other than local meetings						
9.1 Real estate expenses					879,272	879,272
9.2 Investment expenses not included elsewhere					243,301	243,301
9.3 Aggregate write-ins for expenses						
10. General expenses Incurred	10,252,044		12,525,871		2,492,433	(a) 25,270,348
11. General expenses unpaid December 31, prior year	1,064,804		2,147,355		99,345	3,311,504
12. General expenses unpaid December 31, current year	822,557		1,673,821		77,208	2,573,586
13. Amounts receivable relating to uninsured plans, prior year						
14. Amounts receivable relating to uninsured plans, current year						
15. General expenses paid during year (Lines 10 + 11 - 12 - 13 + 14)	10,494,291		12,999,405		2,514,570	26,008,266

DETAILS OF WRITE-INS

09.301.						
09.302.						
09.303.						
09.398.	Summary of remaining write-ins for Line 9.3 from overflow page					
09.399.	TOTALS (Lines 09.301 through 09.303 plus 09.398) (Line 9.3 above)					

(a) Includes management fees of \$.....0 to affiliates and \$.....0 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				345,105	345,105
2. State insurance department licenses and fees	60,991	124,112			185,103
3. State taxes on premiums					
4. Other state taxes, incl. \$.....0 for employee benefits	32,999	237,034			270,033
5. U.S. Social Security taxes	334,581	680,840			1,015,421
6. All other taxes					
7. Taxes, licenses and fees incurred	428,571	1,041,986		345,105	1,815,662
8. Taxes, licenses and fees unpaid December 31, prior year		215,027			215,027
9. Taxes, licenses and fees unpaid December 31, current year	31,606	64,315		2,966	98,887
10. Taxes, licenses and fees paid during year (Lines 7 + 8 - 9)	396,965	1,192,698		342,139	1,931,802

EXHIBIT 4 - DIVIDENDS OR REFUNDS

	1 Life	2 Accident and Health
1. Applied to pay renewal premiums		
2. Applied to shorten the endowment or premium-paying period		
3. Applied to provide paid-up additions		
4. Applied to provide paid-up annuities		
5. Total (Lines 1 through 4)		
6. Paid-in cash		
7. Left on deposit		
8. Aggregate write-ins for dividend or refund options		
9. Total (Lines 5 through 8)		
10. Amount due and unpaid		
11. Provision for dividends or refunds payable in the following calendar year		
12. Terminal dividends		
13. Provision for deferred dividend contracts		
14. Amount provisionally held for deferred dividend contracts not included in line 13		
15. Total (Lines 10 through 14)		
16. Total from prior year		
17. Total dividends or refunds (Lines 9 + 15 - 16)		

DETAILS OF WRITE-INS

0801.		
0802.		
0803.		
0898.	Summary of remaining write-ins for Line 8 from overflow page	
0899.	TOTALS (Lines 0801 through 0803 plus 0898) (Line 8 above)	

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
Life Insurance (Gross)					
1941 CSO ANB CRVM 2.50%	19,168		19,168		
1941 CSO ANB CRVM 3.00%	51,692		51,692		
1941 CSO ANB Net Single Premium 2.50%	1,818		1,818		
1958 CET ALB Net Single Premium 2.50%	89,929		89,929		
1958 CET ALB Net Single Premium 3.00%	7		7		
1958 CET ALB Net Single Premium 4.00%	13,673		13,673		
1958 CET ALB Net Single Premium 4.50%	735		735		
1958 CET ANB Net Single Premium 2.50%	4,188		4,188		
1958 CET ANB Net Single Premium 3.00%	20,963		20,963		
1958 CET ANB Net Single Premium 3.50%	10,953		10,953		
1958 CSO ALB CRVM 4.50%	5,722,114		5,722,114		
1958 CSO ALB Net Level Premium 2.50%	13,779		13,779		
1958 CSO ALB Net Level Premium 3.00%	646		646		
1958 CSO ALB Net Level Premium 3.50%	570,212		570,212		
1958 CSO ALB Net Level Premium 4.00%	337,673		337,673		
1958 CSO ALB Net Single Premium 2.50%	5,080		5,080		
1958 CSO ALB CRVM 2.50%	6,424		6,424		
1958 CSO ALB Net Level Premium 4.00%	44,791		44,791		
1958 CSO ALB Net Level Premium 4.50%	30,398		30,398		
1958 CSO ANB CRVM 3.00%	24,538		24,538		
1958 CSO JOINT ALB Hold gross unearned 3.50%	19		19		
1958 CSO JOINT ANB Hold gross unearned 4.50%	144		144		
1958 CSO JOINT ANB Hold gross unearned 4.50%	21		21		
1958 CSO MF ALB CRVM 3.00%	53,496		53,496		
1958 CSO MF Unismoke ANB CRVM 3.50%	104,998		104,998		
1958 CSO SINGLE ALB CRVM 2.50%	1,041,513		1,041,513		
1958 CSO SINGLE ALB CRVM 3.00%	11,010		11,010		
1958 CSO SINGLE ALB Graded 2.50%	2,619		2,619		
1958 CSO SINGLE ALB Graded 3.00%	9,826		9,826		
1958 CSO SINGLE ALB Graded 3.25%	26,725		26,725		
1958 CSO SINGLE ALB Net Level Premium 2.50%	195,555		195,555		
1958 CSO SINGLE ALB Net Level Premium 3.00%	1,769		1,769		
1958 CSO SINGLE ALB Net Level Premium 3.50%	287,063		287,063		
1958 CSO SINGLE ALB Net Level Premium 4.50%	10,995		10,995		
1958 CSO SINGLE ANB CRVM 3.50%	31,696		31,696		
1958 CSO SINGLE ANB Graded 3.00%	26,517		26,517		
1958 CSO SINGLE ANB Net Level Premium 2.50%	223,727		223,727		
1958 CSO SINGLE ANB Net Level Premium 3.00%	6,709		6,709		
1958 CSO SINGLE ANB Net Single Premium 4.00%	9,936		9,936		
1980 (50% F 50% M) CRVM 4.50%	34,440		34,440		
1980 (50% F 50% M) CRVM 4.75%	3,970		3,970		
1980 (50% F 50% M) CRVM 5.00%	871		871		
1980 CET (60% M 40% F) Net Single Premium 4.00%	362,717		362,717		
1980 CET (60% M 40% F) Net Single Premium 4.50%	24,670		24,670		
1980 CET ALB Net Single Premium 4.50%	6,784		6,784		
1980 CSO (60% M 40% F) CRVM 4.75%	172,266		172,266		
1980 CSO ALB CRVM 5.00%	269,639		269,639		
1980 CSO (60% M 40% F) CRVM 4.50%	1,704,179		1,704,179		
1980 CSO (60% M 40% F) CRVM 4.00%	561		561		
1980 CSO (60% M 40% F) CRVM 4.50%	276,093		276,093		
1980 CSO (60% M 40% F) Net Level Premium 4.50%	34,182		34,182		
1980 CSO (60% M 40% F) Net Single Premium 3.00%	2,874		2,874		
1980 CSO (60% M 40% F) Net Single Premium 3.50%	833		833		
1980 CSO (60% M 40% F) CRVM 3.00%	1,900		1,900		
1980 CSO (60% M 40% F) CRVM 4.50%	7,416,626		7,416,626		
1980 CSO (60% M 40% F) Net Level Premium 4.50%	6,195		6,195		
1980 CSO (60% M 40% F) Net Single Premium 4.00%	24,221		24,221		
1980 CSO (60% M 40% F) Net Single Premium 4.50%	2		2		
1980 CSO (60% M 40% F) ALB CRVM 4.50%	62,073		62,073		
1980 CSO (60% M 40% F) ALB Net Single Premium 4.50%	4,255		4,255		
1980 CSO (80% M 20% F) CRVM 4.50%	2,401,894		2,401,894		
1980 CSO ALB CRVM 3.00%	8,954		8,954		
1980 CSO ALB CRVM 4.50%	7,737,821		7,737,821		
1980 CSO ALB CRVM 4.75%	899,908		899,908		
1980 CSO ALB CRVM 5.00%	139,442		139,442		
1980 CSO ALB CRVM 5.50%	396,917		396,917		
1980 CSO ALB CRVM-ELRA 4.00%	51,280		51,280		
1980 CSO ALB CRVM-ELRA 4.50%	34,321		34,321		
1980 CSO ALB Net Level Premium 4.50%	103,262		103,262		
2001 CSO Net Level Premium 4.00%	50,317		50,317		
2001 CSO (60% M - 40% F) ANB CRVM 4.00%	552,170		552,170		
2001 CSO (60% M, 40% F) ALB CRVM 4.25%	692,190		692,190		
2001 CSO (60% M, 40% F) ALB CRVM 4.50%	236,090		236,090		
2001 CSO ALB CRVM 4.00%	1,873		1,873		
2001 CSO ALB CRVM 4.75%	19,173		19,173		
2001 CSO ALB CRVM-ELRA 4.00%	828		828		
2001 CSO ALB CRVM-ELRA 4.50%	75,335		75,335		
2001 CSO ALB Net Level Premium 4.50%	2,673		2,673		
2001 CSO ALB Net Single Premium 4.00%	11,415		11,415		
2001 CSO ALB Net Single Premium 4.50%	17,465,313		6,908	17,434,777	23,628
2001 CSO ALB (60% M 40% F) CRVM 4.25%	99,643		99,643		
2001 CSO ALB (60% M 40% F) CRVM 5.50%	21,580		21,580		
2001 CSO ALB CRVM 4.00%	30,525		30,525		
2001 CSO ALB CRVM 4.25%	2,948		2,948		
2001 CSO ALB CRVM 4.50%	1,184,587		1,184,587		
2001 CSO ALB CRVM-ELRA 4.00%	750,391		750,391		
2001 CSO ALB CRVM-ELRA 4.25%	247,056		247,056		
2001 CSO ALB Net Level Premium 4.50%	178		178		
2001 CSO ALB Plan CRVM 4.00%	931,566		931,566		
2001 CSO Ultima ALB (60% M, 40% F) CRVM 4.00%	1,414		1,414		
2001 CSO UNISEX (60% M 40% F) ALB CRVM 4.25%	713,774		713,774		
2001 CSO UNISEX (60% M 40% F) ALB CRVM 4.50%	21,446		21,446		
2001 CSO UNISEX (60% M 40% F) ALB Net Level Premium 4.00%	12,897		12,897		
2001 CSO UNISEX (60% M 40% F) ALB Net Level Premium 4.50%	527		527		
2001 CSO UNISEX (60% M 40% F) ALB Net Single Premium 4.00%	1,396		1,396		
2001 CSO ALB CRVM 4.50%	27,635		27,635		
Unearned Premium	3,710,001		183	2,824,430	885,388
0199997 Subtotal - Life Insurance (Gross)	58,061,210		36,892,987	20,259,207	909,016
0199998 Reinsurance Ceded	225,249		66,854	28,212	130,183
0199999 Totals - (Net)	57,835,961		36,826,133	20,230,995	778,833

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1 Valuation Standard	2 Total	3 Industrial	4 Ordinary	5 Credit (Group and Individual)	6 Group
Annuities (excluding supplementary contracts with life contingencies (Gross))					
UP 1984 6%	1,371,565	X X X	1,371,565	X X X	
INDIVIDUAL RETIREMENT ANNUITIES	151,903,699	X X X	151,903,699	X X X	
0299997 Subtotal - Annuities (excluding supplementary contracts with life contingencies (Gross))	153,275,264	X X X	153,275,264	X X X	
0299998 Reinsurance Ceded		X X X		X X X	
0299999 Totals - (Net)	153,275,264	X X X	153,275,264	X X X	
Supplementary Contracts with Life Contingencies (Gross)					
IAM 1983 ANB 3.0% CRVM	521,760		521,760		
IAM 1983 ANB 3.5% CRVM	1,015,318		1,015,318		
IAM 1983 ANB 4.5% CRVM	58,725		58,725		
IAM 1983 ANB 5.5% CRVM	1,355,894		1,355,894		
0399997 Subtotal - Supplementary Contracts with Life Contingencies (Gross)	2,951,697		2,951,697		
0399998 Reinsurance Ceded					
0399999 Totals - (Net)	2,951,697		2,951,697		
Accidental Death Benefits (Gross)					
1959 ADB 4.50%	19,454		19,454		
1959 ADB 3.50%	24		24		
1959 ADB 4.00%	11,100		11,100		
1959 ADB 4.25%	4,343		4,343		
0499997 Subtotal - Accidental Death Benefits (Gross)	34,921		34,921		
0499998 Reinsurance Ceded					
0499999 Totals - (Net)	34,921		34,921		
Disability-Active Lives (Gross)					
1952 3.50%	20		20		
1952 4.00%	26,177		26,177		
1952 4.25%	328		328		
1952 4.50%	172,910		172,910		
1964 4.00%	3,465		3,465		
1964 4.25%	4,465		4,465		
0599997 Subtotal - Disability-Active Lives (Gross)	207,365		207,365		
0599998 Reinsurance Ceded					
0599999 Totals - (Net)	207,365		207,365		
Disability-Disabled Lives (Gross)					
1952 3.50%	5,624		3,615		2,009
1952 4.00%	3,515		3,515		
1952 4.50%	504,534		504,534		
1964 4.25%	1,363		1,363		
0699997 Subtotal - Disability-Disabled Lives (Gross)	515,036		513,027		2,009
0699998 Reinsurance Ceded					
0699999 Totals - (Net)	515,036		513,027		2,009
Miscellaneous Reserves (Gross)					
MISCELLANEOUS	201,429		201,429		
DEFICIENCY	123,794		123,794		
INMEDIATE PAY. OF CLAIM	252,874		252,874		
CASH VALUE IN EXCESS IN RESERVES	16,667		16,667		
0799997 Subtotal - Miscellaneous Reserves (Gross)	594,764		594,764		
0799998 Reinsurance Ceded					
0799999 Totals - (Net)	594,764		594,764		
9999999 Totals - (Net) -Page 3, Line 1	215,415,008		194,403,171	20,230,995	780,842

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[X] No[] |
| 2.2 If not, state which kind is issued. | |
| 3. Does the reporting entity at present issue or have in force contracts that contain non-guaranteed elements?
If so, attach a statement that contains the determination procedures, answers to the interrogatories and an actuarial opinion as described in the instructions. | Yes[] No[X] |
| 4. Has the reporting entity any assessment or stipulated premium contracts in force?
If so, state: | Yes[] No[X] |
| 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:
Attach statement of methods employed in their valuation. | \$ 0 |
| 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 | |

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	
NONE			
9999999 Total (Column 4 Only)			

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
ACTIVE LIFE RESERVE									
1. Unearned premium reserves	1,072,999	166,736	193,426		514	712,323			
2. Additional contract reserves (a)	8,589,389				43,594	8,545,795			
3. Additional actuarial reserves - Asset/Liability analysis									
4. Reserve for future contingent benefits									
5. Reserve for rate credits									
6. Aggregate write-ins for reserves									
7. Totals (Gross)	9,662,388	166,736	193,426		44,108	9,258,118			
8. Reinsurance ceded	226,902				5,089	221,813			
9. TOTALS (NET)	9,435,486	166,736	193,426		39,019	9,036,305			
CLAIM RESERVE									
10. Present value of amounts not yet due on claims	406,657				406,657				
11. Additional actuarial reserves - Asset/Liability analysis									
12. Reserve for future contingent benefits									
13. Aggregate write-ins for reserves									
14. TOTALS (Gross)	406,657				406,657				
15. Reinsurance ceded	208,641				208,641				
16. TOTALS (Net)	198,016				198,016				
17. TOTAL (Net)	9,633,502	166,736	193,426		237,035	9,036,305			
18. TABULAR FUND INTEREST	402,579				28,086	374,493			
DETAILS OF WRITE-INS									
0601.									
0602.									
0603.									
0698. Summary of remaining write-ins for Line 6 from overflow page									
0699. TOTALS (Lines 0601 through 0603 plus 0698) (Line 6 above)									
1301.									
1302.									
1303.									
1398. Summary of remaining write-ins for Line 13 from overflow page									
1399. TOTALS (Lines 1301 through 1303 plus 1398) (Line 13 above)									

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

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	71,093,043		7,546,126		1,131,054	62,415,863
2. Deposits received during the year	14,095,878		5,813,138		23,734	8,259,006
3. Investment earnings credited to the account	(260,064)		(1,756,733)		(33,435)	1,530,104
4. Other net change in reserves						
5. Fees and other charges assessed						
6. Surrender charges						
7. Net surrender or withdrawal payments	7,779,897		1,426,083		135,045	6,218,769
8. Other net transfers to or (from) Separate Accounts						
9. Balance at the end of current year before reinsurance (Lines 1 + 2 + 3 + 4 - 5 - 6 - 7 - 8)	77,148,960		10,176,448		986,308	65,986,204
10. Reinsurance balance at the beginning of the year						
11. Net change in reinsurance assumed						
12. Net change in reinsurance ceded						
13. Reinsurance balance at the end of the year (Lines 10 + 11 - 12)						
14. Net balance at the end of current year after reinsurance (Lines 9 + 13)	77,148,960		10,176,448		986,308	65,986,204

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 1 - Liability End of Current Year

	1	2	Ordinary			6	Group		Accident and Health		
			3	4	5		7	8	9	10	11
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other
1. Due and Unpaid:											
1.1 Direct	4,904,164		369,149			937,179	1,126,930		1,995,971	34,061	440,874
1.2 Reinsurance assumed											
1.3 Reinsurance ceded	101,221		70,000								31,221
1.4 Net	4,802,943		299,149			937,179	1,126,930		1,995,971	34,061	409,653
2. In course of settlement:											
2.1 Resisted:											
2.11 Direct											
2.12 Reinsurance assumed											
2.13 Reinsurance ceded											
2.14 Net			(b)	(b)		(b)	(b)				
2.2 Other:											
2.21 Direct											
2.22 Reinsurance assumed											
2.23 Reinsurance ceded											
2.24 Net			(b)	(b)		(b)	(b)		(b)	(b)	(b)
3. Incurred but unreported:											
3.1 Direct	5,660,818		328,902			1,405,761	1,453,029		533,131	61,017	1,878,978
3.2 Reinsurance assumed											
3.3 Reinsurance ceded											
3.4 Net	5,660,818		(b)	(b)		(b)	(b)		(b)	(b)	(b)
4. TOTALS:											
4.1 Direct	10,564,982		698,051			2,342,940	2,579,959		2,529,102	95,078	2,319,852
4.2 Reinsurance assumed											
4.3 Reinsurance ceded	101,221		70,000								31,221
4.4 Net	10,463,761	(a)	(a)	(a)		(a)	(a)		(a)	(a)	(a)

(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 \$.....0, are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health \$.....0, Credit (Group and Individual) Accident and Health \$.....0 and Other Accident and Health \$.....0 are included in Page 3, Line 2, (See Exhibit 6, Claim Reserve).

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	25,750,195		2,874,011		265,202	5,720,980	8,258,076	134,066	3,208,553	91,152	5,198,155
1.2 Reinsurance assumed											
1.3 Reinsurance ceded	1,139,358		198,368				60,000		845,542		35,448
1.4 Net (d)	24,610,837		2,675,643		265,202	5,720,980	8,198,076	134,066	2,363,011	91,152	5,162,707
2. Liability December 31, current year from Part 1:											
2.1 Direct	10,564,982		698,051			2,342,940	2,579,959		2,529,102	95,078	2,319,852
2.2 Reinsurance assumed											
2.3 Reinsurance ceded	101,221		70,000								31,221
2.4 Net	10,463,761		628,051			2,342,940	2,579,959		2,529,102	95,078	2,288,631
3. Amounts recoverable from reinsurers December 31, current year	324,674						62,624		259,516		2,534
4. Liability December 31, prior year:											
4.1 Direct	10,644,838		684,259			2,579,692	2,504,739		1,962,318	86,328	2,827,502
4.2 Reinsurance assumed											
4.3 Reinsurance ceded	177,648		80,000						69,632		28,016
4.4 Net	10,467,190		604,259			2,579,692	2,504,739		1,892,686	86,328	2,799,486
5. Amounts recoverable from reinsurers December 31, prior year	624,056						15,000		605,392		3,664
6. Incurred benefits:											
6.1 Direct	25,670,339		2,887,803		265,202	5,484,228	8,333,296	134,066	3,775,337	99,902	4,690,505
6.2 Reinsurance assumed											
6.3 Reinsurance ceded	763,549		188,368				107,624		430,034		37,523
6.4 Net	24,906,790		2,699,435		265,202	5,484,228	8,225,672	134,066	3,345,303	99,902	4,652,982

(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 \$.....0 premiums waived under total and permanent disability benefits.

EXHIBIT OF NONADMITTED 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)			
2. Stocks (Schedule D):			
2.1 Preferred stocks			
2.2 Common stocks			
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens			
3.2 Other than first liens			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income			
4.3 Properties held for sale			
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA)			
6. Contract loans			
7. Derivatives			
8. Other invested assets (Schedule BA)			
9. Receivables for securities			
10. Securities lending reinvested collateral assets			
11. Aggregate write-ins for invested assets			
12. Subtotals, cash and invested assets (Lines 1 to 11)			
13. Title plants (for Title insurers only)			
14. Invested income due and accrued			
15. Premium and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	1,115,053	1,258,169	143,116
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due			
15.3 Accrued retrospective premiums			
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers			
16.2 Funds held by or deposited with reinsured companies			
16.3 Other amounts receivable under reinsurance contracts			
17. Amounts receivable relating to uninsured plans	43,366	373,929	330,563
18.1 Current federal and foreign income tax recoverable and interest thereon			
18.2 Net deferred tax asset			
19. Guaranty funds receivable or on deposit			
20. Electronic data processing equipment and software	401,199	822,996	421,797
21. Furniture and equipment, including health care delivery assets	620,489	624,740	4,251
22. Net adjustment in assets and liabilities due to foreign exchange rates			
23. Receivables from parent, subsidiaries and affiliates			
24. Health care and other amounts receivable			
25. Aggregate write-ins for other than invested assets	10,033,043	9,255,622	(777,421)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	12,213,150	12,335,456	122,306
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
28. Total (Lines 26 and 27)	12,213,150	12,335,456	122,306
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page			
1199. TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above)			
2501. Pre-Paid Expenses	2,346,016	1,945,746	(400,270)
2502. Others	7,687,027	7,309,876	(377,151)
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page			
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	10,033,043	9,255,622	(777,421)

Notes to Financial Statements

Note 1. Summary of Significant Accounting Policies

A. Statutory Accounting Practices

The Statutory Annual Statement of Cooperativa de Seguros de Vida de Puerto Rico (COSVI) has been completed in accordance with accounting practices prescribed or permitted by the Commissioner of Insurance of the Commonwealth of Puerto Rico (the "Commissioner"). The Commissioner has adopted the National Association of Insurance Commissioners (NAIC) Accounting Practices and Procedures Manual as the basis of its statutory accounting practices with some exceptions.

In addition, the Commissioner has the right to permit other specific practices that may deviate from prescribed practices.

- (1) The Commissioner has permitted COSVI to record its home office property at 85% of its estimated fair market value as of December 31, 1999 instead of historical cost, as required by NAIC SSAP 5. This accounting practice increased statutory capital and surplus by \$5.0 million and \$5.2 million at December 31, 2010 and 2009, respectively, over what it would have been had the permitted practice not been allowed.
- (2) The Puerto Rico Insurance Code permits to classify the investment in Mutual Funds that invest 90% or more of its assets in: Preferred Debt and AFICA Debt, as bonds instead of common stocks as required by the SSAP 30 of the Accounting Practices & Procedures Manual of NAIC. This accounting practice was started in 2005 and doesn't have effects in the net income. The Book Value of the investment in such instrument total \$4.6 million.
- (3) The Commissioner has permitted COSVI to record the capitalized dividends that it received for the company's investment in other cooperatives as current dividend income. This practice increases the company dividend income by approximately \$82,000 and \$74,000 in 2010 and 2009 respectively.
- (4) The Commissioner has permitted COSVI to recognize commissions paid in advance for single premium credit life policies. The amount of this non admitted asset totals \$3.8 million for 2010 and \$3.3 for 2009. This practice increases operating income by \$.059 million for 2010 and \$.5 million for 2009.

B. Use of Estimates

The preparation of financial statements in compliance with statutory accounting practices prescribed or permitted by the Commissioner requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Certain significant estimates, including those used in determining life insurance policy liabilities and reserves, are discussed throughout the notes to statutory financial statements. Actual results could differ from those estimates.

C. Summary of Significant Accounting Policies

The company has the policy of applying the accounting practices described in the Policies & Procedures Manual of NAIC.

Premiums are taken into earnings over the premium paying period of the policies. Annuity considerations are recognized as revenue when received. Deposits on deposit-type contracts are entered directly as a liability when received. Health premiums are earned ratably over the terms of the related insurance contracts or policies. Expenses incurred to in connection with acquiring new insurance business, including acquisition costs such as commissions and other costs related to acquiring new business are charged to current operations as incurred.

A small number of policies written by COSVI are participating and the amount of annual dividends is determined by actuarial formulas approved by the Commissioner. The amount of dividends to be paid annually to policyholders is determined by the company Board of Directors. These dividends, at the policyholder's option, can be paid in cash, withheld at interest, apply to premium or capitalized.

- (1) Short-term investments are stated at amortized cost.

Notes to Financial Statements

- (2) An asset valuation reserve (“AVR”) is established in accordance with NAIC requirements to mitigate the effect on the statutory surplus of changes in market value of bonds and stocks. Changes in the AVR are reflected in the statutory statement of changes in capital and surplus. An interest maintenance reserve (“IMR”) is established to mitigate the effect of realized capital gains and losses on sales of fixed income investments resulting from changes in interest rates. Such gains and losses are amortized to income over the estimated remaining life of the securities sold.
- (3) Bonds eligible for amortization under NAIC Accounting Practices & Procedures Manual are stated at amortized cost. Premiums and discounts are amortized using the interest method. Net realized gains and losses on the sale of bonds are determined using the specific-identification method and are accounted for as an increase (decrease) to the IMR. If it is determined that a decline in the fair value of a bond is other than temporary, the cost basis of the bond is written down to fair value as a new cost basis and the amount of the write down is accounted for as a realized loss.
- (4) Common stocks are carried at estimated fair value, unless the fair value is not readily determinable, and are therefore carried at cost. Unrealized gains and losses on common stocks are credited (charged) to surplus. Gains and losses on sale of stocks are credited (charged) to operations. If it is determined that a decline in the fair value of a common stock is other than temporary, the cost basis of the common stocks is written down to fair value as a new cost basis and the amount of the write down is accounted for as a realized loss.
- (5) Preferred stocks are carried at the unit prices reported in the NAIC Valuation of Securities Manual. Gains and losses on sale of preferred stocks are credited (charged) to the IMR. If it is determined that a decline in the fair value of a preferred stock is other than temporary, the cost basis of the preferred stocks is written down to fair value as a new cost basis and the amount of the write down is accounted for as a realized loss.
- (6) Mortgage loans are carried at the unpaid principal balance. If it is determined that a reduction in the fair value of a mortgage loans is other than temporary, the cost basis of the preferred stocks is written down to fair value as a new cost basis and the amount of the write down.
- (7) Mortgage-backed securities are carried at the unpaid balance, net of unamortized premiums and/or discounts. Mortgage-backed securities are revalued to reflect prepayment assumptions using the prospective method. Net realized gains and losses on the sale of mortgage-backed securities are determined using the specific-identification method and are accounted for as an increase (decrease) to the IMR. If it is determined that a decline in the fair value of a mortgage loans is other than temporary, the cost basis of the preferred stocks is written down to fair value as a new cost basis and the amount of the write down is accounted for as a realized loss.
- (8) Investment in Subsidiaries, Controlled and Affiliated Companies: The Company created COSVI Asset Management Corporation (“CAMC”) as a wholly owned subsidiary to provide administration services for the Company’s assets. The payment of fees are the actual expenses for the services and no additional charge is established. COSVI has an investment of \$1,000 as common stocks of this subsidiary. The effect of this relationship is pervasive and disclosure of the relation is the only requirement, per SSAP 25, paragraph 18. The CAMC is currently operating as a cost center from COSVI and not as an independent entity.
- (9) Investments in Joint Ventures, Partnerships and Limited Liability Companies: Not applicable.
- (10) As of December 31, 2010, the company had no investment in derivatives.
- (11) The Company anticipates investment income as a factor in the premium deficiency calculation, in accordance with SSAP No. 54 (paragraph 18), Individual and Group Accident and Health Contracts.
- (12) Liabilities for losses from accident and health contracts are estimated by the Company’s valuation actuary using statistical claim development models to develop best estimates of liabilities for medical expense business and using tabular reserves employing mortality/morbidity tables and discount rates specified by regulatory authorities for disability income business.
- (13) The company capitalization policy is the same of previous years.

Notes to Financial Statements

Note 2. Accounting Changes and Correction of Errors

- A. The Company did not adopt any accounting changes or corrected any errors from previous years.

Note 3. Business Combinations and Goodwill

- A. There were no business combinations

Note 4. Discontinued Operations:

- (1) In August 2008 COSVI management decided to dispose unprofitable Group Health Medical Plan and Individual Health Medicare Advantage lines of business. COSVI healthcare operations generated large operating losses due to pricing pressure in the Puerto Rico healthcare insurance market, higher utilization rates, and increase in maintenance costs. Despite several changes in its health care insurance business, including the implementation of stringent utilization reviews, price increases, lowering of indirect costs and other alternative strategic initiatives, losses continued over the past couple years. Statutory operating results had been negatively affected primarily by continuing adverse morbidity experience in its healthcare operations.
- (2) COSVI entered into an agreement dated March 17, 2009 to sell its Group Health Commercial Medical Plan Groups to MCS Life Insurance Company and the Individual Medicare Advantage Policies to MCS Advantage, Inc. The Commercial Medical Plan Groups were sold for \$1,747,638 in cash and for the Medicare Advantage policies an initial cash payment of \$6,989,000 was received. A maximum final payment for the Individual Medicare Advantage Policies of \$1,000 per member included in the initial payment, that is still enrolled as of December 31, 2009 and reduced by an amount equal to \$100,000 for each ten basis points that the actual Medical Loss Ratio is greater than 92%, COSVI is currently reviewing membership and loss information with MCS and expects final payment of \$3,311,389.
- (3) The sale of the policies was approved by the Office of the Commissioner of Insurance of Puerto Rico. Results of the Discontinued Operations will be included in COSVI Statement of Revenue and Expenses until the sale is completed.
- (4) After the sale, COSVI Group Health Medical Plan and Individual Medicare Advantage operations have been classified as Discontinued Operations and have been reported consistently with COSVI reporting of continuing operations.
- (5) For 2010, COSVI recorded charges to discontinued operations in the amount of \$1,070,204.

Note 5. Investments (see electronic filing only)

A. Mortgage Loans

The minimum and maximum rates of interest on loans acquired were as follows:

- (1) Minimum rate of interest 5.25%
Maximum rate of interest 11.0%
- (2) Mortgages where interest has been reduced, 21 modifications, total \$2.9 million
- (3) Maximum loan-to-value ratio: 80%
- (4) Mortgages more than 180 days past due; 16 cases, total \$2.9 million.
- (5) Taxes, assessments and amounts advanced: Not applicable.
- (6) Impaired loans: None.

Notes to Financial Statements

- (7) Impaired loans without an allowance for credit losses: Not applicable.
- (8) Average recorded investment in impaired loans: Not applicable.
- (9) Interest recognized on impaired loans: Not applicable.
- (10) Interest income recognized on cash-basis: Not applicable.
- (11) Allowance for credit losses on mortgage loans: \$1,077k
- (12) The maximum loan to value rate (80%) was established as a policy to protect the company's assets is a measure of risk which secures the loan. This will require a regular analysis to demonstrate due diligence on this matter and will provide feedback in order to submit recommendations to protect the size of the loan portfolio in protection to the value.

B. Debt Restructuring: Not applicable.

C. Reverse Mortgages: Not applicable.

D. Loan-Backed Securities

- (1) Not applicable.
- (2) Prepayment assumptions for loan-backed securities are obtained from Bloomberg published data.
- (3) Not applicable.
- (4) OTTI recognition; Not applicable.
- (5) OTTI recognition; Not applicable.
- (6) Impaired; Not applicable.
- (7) Additional information; Not applicable.

E. Repurchase Agreements:

- (1) A form of short-term borrowing, parties agrees to buy back the asset at a specific price on a given day, there by servicing the function of a secured loan that meets the lost-term financings needs of both buyer and seller. Prudent management procedures are followed in this administration on any repurchase agreement. A written policy and procedures provides the requirements and limitation for this matter.
- (2) Not applicable.
- (3) Not applicable.

F. Real Estate Investment. None.

- (1) Not applicable.
- (2) The company doesn't have retail land sales operations.
- (3) N/A
- (4) N/A
- (5) N/A

G. Investment in low-income housing tax credits. Not applicable.

Note 6. Joint Ventures, Partnerships and Limited Liability Companies: Not applicable.

Note 7. Investment Income

A. All investment income due and accrued on bonds in or near default, and other amounts that are over 90 days past due, with the exception of mortgage loans in default, are excluded from surplus. Interest income due and accrued on mortgage loans is excluded from surplus when 180 days or more past due.

B. Total amount excluded was \$0.00.

Note 8. Derivative Instruments: Not applicable.

Notes to Financial Statements

Note 9. Income Taxes

The Company is exempt from income taxes by disposition of the Puerto Rico Insurance Code.

Note 10. Related Party Transactions

COSVI's shareholders are cooperatives, mainly credit unions none of which have a controlling interest in COSVI. In the normal course of business COSVI provides various types of insurance products to the cooperatives and their members, mainly Credit Life and Group Life insurance products. In addition, COSVI maintains time deposits in various credit cooperatives. Such time deposits amounted to \$9.1 millions at December 31, 2010 and \$8.9 million at December 31, 2009.

The Commissioner authorized the company the creation of a subsidiary (CAMC). This subsidiary was created to manage the company assets. For 2009 the subsidiary operations was pervasive and its transactions was included with the company operations, per SSAP 25 paragraph 18 transactions.

Note 11. Debt

A. Permanent Debt

- (1) Consists of a mortgage note for the financing of a new Home Office building structure issued on July 2008, due in August 1, 2018.
- (2) Debt consists of a loan with a commercial bank.
- (3) The total face amount of the loan is \$15.0 millions.
- (4) The outstanding balance of the loan at December 31, 2009 was \$11.8 millions.
- (5) The loan bears interest at the rate of 135 basis points over the bank's cost of London Interbank Offered Rate (LIBOR).
- (6) At December 31, 2010 the interest rate on the loan was 1.58% percent.
- (7) The loan will be guaranteed by a first mortgage over the building and land.
- (8) Interest, paid for 2010, \$708,052.
- (9) Debt Terms and Covenants: None significant.
- (10) No, sinking fund is required.
- (11) Extinguishment of Debt: Not applicable.
- (12) No assets have been set aside for satisfying scheduled debt payments.
- (13) Reverse Repurchase Agreements: Not applicable.

Note 12. Retirement Plans, Deferred Compensation, Post employment Benefits and Compensated Absences, and other Postretirement Benefit Plans.

A. Defined Benefit Plan. See electronic filing only pages.

- (1) See electronic filing only pages
- (2) See electronic filing only pages
- (3) See electronic filing only pages
- (4) See electronic filing only pages
- (5) See electronic filing only pages
- (6) See electronic filing only pages
- (7) Amount included un assigned surplus, \$3.8 millions.
- (9) N/A
- (10) N/A
- (14) Contributions for 2010, \$797,000
- (15) The plan assets don't invest in related parties securities.
- (16) Not applicable.
- (17) Not applicable.
- (18) Not applicable.

Notes to Financial Statements

(19) Not applicable.

- B. Not applicable
- C. Not applicable.
- D. Not applicable.
- E. Not applicable.
- F. Not applicable.

Note 13. Capital and Surplus, Shareholder's Restrictions and Quasi Reorganizations

- (1) The members' contributions, including capitalized dividends at December 31, 2009, are as follows:

	Authorized certificates		Members' contributions and capitalized dividends	
	Number	Par value	Number	Par Value
Funds Contribution Certificates- Preferred par Value \$5.00	10,000,000	\$ 50,000,000	4,328,350	\$21,641,750
Funds Contribution Certificates- Common Par Value \$10.00	5,000,000	50,000,000	1,617,077	16,170,774
Funds Contribution Certifies Surplus Notes		15,447,000		15,447,000
		\$ 115,447,000		\$ 53,259,524

- (2) 2001 Preferred Certificates of Contribution \$7,586,774 with annual dividend rate is 5%, payable quarterly, it is entitled to preferences over the Company Common Contribution Certificates in case of liquidation as to par value and dividends. Are redeemable, commencing on the third anniversary of its issuance, at the request of the holder and subject to the approval of the Board of Directors.

2004 Certificates of Contribution \$14,055,250 dividends rate are variable, paying Prime Rate plus 50 base points.

- (3) Dividends on the Preferred Contribution are cumulative for up to three years. Due to the 2008 financial results, in August 2008 COSVI postponed its quarterly dividend to preferred stocks (Series 2001 and 2004), for third and fourth quarters of 2008. For 2009 no dividends were declared.

The Board of Directors may declare the payment of dividends on Capital Contribution Certificates issued and outstanding after providing for all reserves and in accordance with the dividend rates permitted by the Puerto Rico Insurance Commissioner, a maximum of 8% is established.

- (4) Preferred Dividends paid for the first two Quarter of 2008 total \$1,134,372. Common Dividends are capitalized each June, when declared; \$0 dividends were declared for 2009.
- (5) The company has no plans to pay any dividends in 2010 relating to 2009 profits.
- (6) According to SSAP 89, the company recognizes as an Assigned Surplus the Additional Liability of the Unrecognized Prior Service Cost that results from the defined Benefits pensions Plan hard freeze. This amount totals \$3.8 millions.
- (7) Advances to Surplus not Repaid (Mutual Companies): Not applicable
- (8) Common Stock, Preferred Stock, Surplus Notes Held by the Company: None.
- (9) Changes in Balances of Special Surplus Funds:

For September 30, 2008 the Commissioner, in order to clarify the true nature (surplus funds) of items previously presented as Common Stock and Preferred Stock, required a change in the presentation of the company capital and surplus structure. Consistently the company presented the capital structure as Common and Preferred Stocks. With this determination, the following analysis was made:

The Company was organized and is ruled in accordance with the chapter 34 of the Puerto Rico Insurance Code as an insurance cooperative. As an insurance cooperative it requires to maintain in a minimum surplus amount instead of a minimum capital requirement. It establishes that only "bona fide" cooperatives can be members of the Company and need to contribute to its surplus.

Notes to Financial Statements

This contribution is made through Certificates of Contribution. The Certificates of Contribution are classified as Common or Preferred. The Common Certificates of Contribution receive annual dividends when declared by the Board. Also only the Common certificates have voting right but are limited to one vote per member, without taking in consideration the amount of funds contributed. The Preferred Certificates of Contribution receive quarterly dividends; when declared by the Board.

In order to comply with this determination the company Quarterly Statement was modified to present, as special surplus funds, all the Certificate of Contribution in line 34 of the statement.

- (10) The unassigned Surplus included cumulative unrealized gain of \$762,000.
- (11) On October 27, 2008 the Board of Directors approved the issuance of \$12.0 to \$15.0 million in Surplus Notes as a measure to partially offset its operating losses through recapitalization with five-year surplus notes from its cooperative members. Commencing December, 2008 COSVI has been issuing such surplus notes as approved by the Board. At December 31, 2009 COSVI issued \$15,447,000 in surplus notes in consideration of cash. The surplus notes accrue interests at 4.75% redeemable after the fifth year as to principal and interests, subject to the approval of the Board of Directors and the Puerto Rico Insurance Commissioner. The surplus notes are considered capital for statutory purposes due to the aforementioned restrictions on repayment, that upon liquidation, it is payable with the remaining proceeds after all policyholders liabilities and other secured debt are being paid, but prior to any distributions to preferred and common stockholders. No interest was paid during 2010.

(1) Surplus Note Issue to	(2) Issue Date	(3) Interest Rate	(4) Par Value	(5) Carrying Value	(6) (7) (8) Principal/Interest Paid			(9) Maturity Date
					Current	Un-		
					Year	approved	Total	
Banco Cooperativo	12/31/2008	4.75%	\$ 200,000	\$ 200,000	\$ -	\$ -	\$ -	12/31/2010
Coop A/C Abraham Rosa	12/31/2008	4.75%	200,000	200,000	0	0	0	12/31/2010
Coop A/C Adjuntas	12/30/2008	4.75%	300,000	300,000	0	0	0	12/31/2010
Coop A/C del Depto Agricultura	12/29/2008	4.75%	50,000	50,000	0	0	0	12/31/2010
Coop A/C Aguadilla	12/30/2008	4.75%	250,000	250,000	0	0	0	12/31/2010
Coop A/C Aguas Buenas	12/26/2008	4.75%	300,000	300,000	0	0	0	12/31/2010
Coop A/C Aiboniteña	12/26/2008	4.75%	100,000	100,000	0	0	0	12/31/2010
Coop A/C Arecibo	12/8/2008	4.75%	1,000,000	1,000,000	0	0	0	12/31/2010
Coop A/C Cabo Rojo	12/13/2008	4.75%	250,000	250,000	0	0	0	12/31/2010
Coop A/C Camuy	12/30/2008	4.75%	300,000	300,000	0	0	0	12/31/2010
Coop A/C Caparra	12/29/2008	4.75%	100,000	100,000	0	0	0	12/31/2010
Coop A/C Caribe Coop	12/30/2008	4.75%	200,000	200,000	0	0	0	12/31/2010
Coop A/C Casa del Trabajador	12/30/2008	4.75%	50,000	50,000	0	0	0	12/31/2010
Coop Gas Ntra Sra de la Candelaria	12/31/2008	4.75%	50,000	50,000	0	0	0	12/31/2010
Coop A/C Comerieña	12/30/2008	4.75%	40,000	40,000	0	0	0	12/31/2010
Liga de Cooperativas de Puerto Rico	12/23/2008	4.75%	10,000	10,000	0	0	0	12/31/2010
Coop A/C Credicentro	12/29/2008	4.75%	500,000	500,000	0	0	0	12/31/2010
Coop A/C Cupey Alto	12/24/2008	4.75%	150,000	150,000	0	0	0	12/31/2010
Coop A/C del Valenciano	12/30/2008	4.75%	300,000	300,000	0	0	0	12/31/2010
Coop A/C Emp Depto Educación	12/30/2008	4.75%	25,000	25,000	0	0	0	12/31/2010
Coop A/C Federación de Maestros	12/22/2008	4.75%	40,000	40,000	0	0	0	12/31/2010
Coop A/C Empleados FSE	12/23/2008	4.75%	100,000	100,000	0	0	0	12/31/2010
Coop A/C Gas y Serv Buena Vista	12/30/2008	4.75%	5,000	5,000	0	0	0	12/31/2010
Coop A/C Guaynabo	1/2/2009	4.75%	100,000	100,000	0	0	0	12/31/2010
Coop A/C Jesús Obrero	12/29/2008	4.75%	50,000	50,000	0	0	0	12/31/2010
Coop Gas Ntra Sra de la Candelaria	12/30/2008	4.75%	10,000	10,000	0	0	0	12/31/2010
Coop A/C La Puertorriqueña	12/30/2008	4.75%	50,000	50,000	0	0	0	12/31/2010
Farmacia Cooperativa Lares	12/30/2008	4.75%	2,000	2,000	0	0	0	12/31/2010
Coop A/C Manatí	12/26/2008	4.75%	50,000	50,000	0	0	0	12/31/2010
Coop A/C Maunabo	12/31/2008	4.75%	500,000	500,000	0	0	0	12/31/2010
Coop A/C Naguabeña	12/26/2008	4.75%	250,000	250,000	0	0	0	12/31/2010
Coop A/C Oficiales de Custodia	12/31/2008	4.75%	50,000	50,000	0	0	0	12/31/2010
Coop A/C Padre MacDonald	12/31/2008	4.75%	100,000	100,000	0	0	0	12/31/2010
Coop A/C Quebradillas	12/30/2008	4.75%	200,000	200,000	0	0	0	12/31/2010
Coop A/C Cristóbal Rdez Hidalgo	12/30/2008	4.75%	100,000	100,000	0	0	0	12/31/2010
Coop A/C Roosevelt Road	1/2/2009	4.75%	300,000	300,000	0	0	0	12/31/2010
Coop A/C San José	12/29/2008	4.75%	200,000	200,000	0	0	0	12/31/2010
Coop A/C Santa Isabel	12/30/2008	4.75%	150,000	150,000	0	0	0	12/31/2010
Coop A/C Saulo D. Rodríguez	12/30/2008	4.75%	100,000	100,000	0	0	0	12/31/2010
Coop A/C UPR	12/29/2008	4.75%	25,000	25,000	0	0	0	12/31/2010
Coop A/C Vega Alta	12/26/2008	4.75%	1,000,000	1,000,000	0	0	0	12/31/2010
Coop A/C Vegabajeña	12/30/2008	4.75%	300,000	300,000	0	0	0	12/31/2010
Coop A/C Yabucoeña	12/29/2008	4.75%	200,000	200,000	0	0	0	12/31/2010
Coop A/C Yauco	12/29/2008	4.75%	400,000	400,000	0	0	0	12/31/2010

Notes to Financial Statements

Coop de Seguros Múltiples	12/31/2008	4.75%	1,000,000	1,000,000	0	0	0	12/31/20
FIDECOOP	12/31/2008	4.75%	1,000,000	1,000,000	0	0	0	12/31/20
TOTAL 2008			\$ 10,657,000	\$ 10,657,000	\$ -	\$ -	\$ -	
Coop A/C San Blas Illescas	1/14/2009	4.75%	75,000	75,000	0	0	0	12/31/20
Coop A/C La Regla de Oro	1/9/2009	4.75%	50,000	50,000	0	0	0	12/31/20
Coop A/C Caguas	1/010/09	4.75%	50,000	50,000	0	0	0	12/31/20
Coop A/C Empleados Pepsi Cola	12/31/2008	4.75%	10,000	10,000	0	0	0	12/31/20
Cooperativa de Consumo La Rotonda	1/20/2009	4.75%	5,000	5,000	0	0	0	12/31/20
Cooperativa A/C Las Piedras	1/21/2009	4.75%	400,000	400,000	0	0	0	12/31/20
BioPharma Coop	2/2/2009	4.75%	50,000	50,000	0	0	0	12/31/20
Coop A/C José Cortés Cordero	1/30/2009	4.75%	25,000	25,000	0	0	0	12/31/20
Coop A/C Quebrada de Camuy, Quebrada Coop	1/7/2009	4.75%	25,000	25,000	0	0	0	12/31/20
Coop A/C Asociación de Maestros de PR, EDUCOOP	2/17/2009	4.75%	100,000	100,000	0	0	0	12/31/20
Coop A/C Moca	2/24/2009	4.75%	200,000	200,000	0	0	0	12/31/20
Cooperativa A/C Aguada	12/7/2009	4.75%	500,000	500,000	0	0	0	12/31/20
Corporación Pública para la Supervisión y Seguros de Coop de PR, COSSEC	12/22/2009	4.75%	3,300,000	3,300,000	0	0	0	12/31/20
TOTAL 2009			4,790,000	4,790,000	-	-	-	
			\$ 15,447,000	\$ 15,447,000	\$ -	\$ -	\$ -	

(12) Restatements in Quasi-Reorganizations: Not applicable.

(13) Quasi-Reorganizations: Not applicable.

Note 14. Contingencies

A. Contingent Commitments:

Effective January 1, 2008 the Commissioner authorized the company to create two (2) subsidiaries controlled affiliates (SCA). The purposes of those subsidiaries are:

- (1) COSVI Asset Management Corporation (CAMC) was established for the administration of company assets. This relationship is pervasive that disclosure of this relationship is sufficient, per paragraph 18 of SSAP 25.
- (2) Cosvimed Insurance Company (CIC), established to transfer the Medical Insurance business and related risks. The company discontinued the operation of this LOB and the subsidiary is going to be dissolved.

B. COSVI is subject to annual assessments of the Insurance Guaranty Association for Life and Disability. The annual assessments cannot exceed 2 percent of the direct net premiums subscribed by COSVI during the preceding calendar year.

C. Gain Contingencies: None.

D. Extra contractual obligations & Bad faith losses

COSVI is a defendant in various legal actions arising in the ordinary course of business. Management and legal counsel for COSVI are of the opinion, that the ultimate disposition of these matters will not have a material adverse effect on its financial position or the result of its operations.

E. All other contingencies. The company has no assets that it is consider to be impaired

Note 15. Leases

A. Lessee Leasing Arrangements

- (1) The company leases space for Branch Offices, under various cancelable operating leases that expire though 2012. The specific data related to each agreement is summarize in the following tables:
- (2) See electronic filing only pages
- (3) Sales and lease back transactions.

The company entered into various sale-leaseback agreements with various financial institutions covering certain Hardware, System Software, Company Cars and Multifunctional printers.

Notes to Financial Statements

Under the terms of the agreements COSVI sold the items at cost and leased it. The specific data related to each agreement is summarizing in the following tables.

Part I Data

Contract Description	Note Quantity	Residual Value	Origination Date	Termination Date	Payment	
Arecibo	-	-	09/01/07	08/02/12	5,671	
San Juan	-	-	MENSUAL		3,137	
Mayaguez	-	-	MENSUAL		2,329	
Subtotal Ofic Reg					\$ 11,137	
Computer Equipment	196,214	-	05/29/09	05/29/13	4,850	
Computer Equipment	8,820	-	05/29/09	05/29/13	218	
Computer Equipment	10,573	-	05/29/09	05/29/13	261	
Computer Equipment	9,139	-	05/29/09	05/29/13	226	
Computer Equipment	11,970	-	05/29/09	05/29/13	296	
Computer Equipment	10,279	-	05/29/09	05/29/13	254	
Computer Equipment	5,980	-	05/29/09	05/29/13	148	
Subtotal Equipo	\$ 252,975	\$ -			\$ 6,253	
Commercial Bank	\$ 633,860	-	11/30/06	11/30/11	\$ 12,584	
Commercial Bank	1,100,000	-	12/21/07	12/21/12	21,394	
Subtotal	\$ 1,733,860	\$ -			\$ 33,978	
Cooperative Bank	(a)	756,595	-	12/30/09	12/30/13	18,649
Hard & Software	(d)	851,596	-	06/13/08	06/13/12	21,289
Subtotal Sales & Leaseback	\$ 1,608,191	\$ -			\$ 39,938	
Auto 3	24,416	-	05/01/10	04/01/15	467	
Auto 4	41,445	-	05/01/10	04/01/15	792	
Auto 5	61,048	-	06/03/08	06/03/13	1,204	
Auto 6	44,749	-	06/24/08	06/24/13	883	
Auto 7	45,425	-	10/07/08	10/07/13	894	
Subtotal Autos	\$ 217,083	\$ -			\$ 4,240	
Totales					\$ 171,196	
Sales & Leaseback					\$ 63,511	
Other					107,685	
Cancellable					11,137	
NonCancellables					160,059	

Part II Payments

Contract Description	2009	2010	2011	2012	2013
Arecibo	68,052	68,052	68,052	45,368	-
San Juan	18,824	-	-	-	-
Mayaguez	27,948	27,948	-	-	-
Subtotal Ofic Reg	\$ 114,824	\$ 96,000	\$ 68,052	\$ 45,368	\$ -
Computer Equipment	33,950	58,200	58,200	58,200	24,250
Computer Equipment	1,526	2,616	2,616	2,616	1,090
Computer Equipment	1,827	3,132	3,132	3,132	1,305
Computer Equipment	1,582	2,712	2,712	2,712	1,130
Computer Equipment	2,072	3,552	3,552	3,552	1,480
Computer Equipment	1,778	3,048	3,048	3,048	1,270
Computer Equipment	1,036	1,776	1,776	1,776	740

Notes to Financial Statements

Subtotal Equipo		\$ 43,771	\$ 75,036	\$ 75,036	\$ 75,036	\$ 31,265
Commercial Bank		\$ 151,008	\$ 151,008	\$ 138,424	\$ -	\$ -
Commercial Bank		-	-	-	-	-
Commercial Bank		-	-	-	-	-
		256,730	256,730	256,730	256,730	-
Subtotal		\$ 407,738	\$ 407,738	\$ 395,154	\$ 256,730	\$ -
Cooperative Bank	(a)	\$ 180,923	\$ -	\$ -	\$ -	\$ -
	(b)	84,957	-	-	-	-
	(c)	-	223,785	223,785	223,785	223,785
Hard & Software	(d)	255,472	255,472	255,472	127,736	-
Subtotal Sales & Leaseback		\$ 521,353	\$ 479,258	\$ 479,258	\$ 351,522	\$ 223,785
Auto 3		13,203	-	-	-	-
Auto 4		8,400	9,990	-	-	-
Auto 5		14,453	14,453	14,453	14,453	14,453
Auto 6		10,594	10,594	10,594	10,594	10,594
Auto 7		10,729	10,729	10,729	10,729	10,729
Subtotal Autos		\$ 57,380	\$ 45,767	\$ 35,777	\$ 35,777	\$ 35,777
Totales		\$ 1,145,066	\$ 1,103,799	\$ 1,053,277	\$ 764,433	\$ 290,828
Sales & Leaseback		\$ 521,353	\$ 479,258	\$ 479,258	\$ 351,522	\$ 223,785
Other		623,713	624,542	574,019	412,911	67,042
Cancellable		114,824	96,000	68,052	45,368	-
NonCancellables		1,030,242	1,007,799	985,225	719,065	290,828

Note 16. See electronic filing only pages.

Note 17. See electronic filing only pages.

Note 18. See electronic filing only pages.

(3b) Accounted as Deposits-not applicable.

B. Leasing as Part of Business: Not applicable.

Note 19. Direct Premium Written produced by Managing General Agent /TPAs. Not Applicable.

Note 20. Other Items.

A. Extraordinary items. None

B. Troubled debt restructuring: None.

C. Other Disclosure: None.

D. Uncollected premium balances which are over ninety days due, amounting to \$2.8 millions are recorded as no admitted assets. Management is of the opinion that such balances are collectible. However, realization of recorded amounts is dependent on future events and circumstances which are currently not determinable.

E. Business interruption insurance recoveries. None.

F. State transferable tax credits. See electronic filing only pages.

G. Hybrid Securities. See electronic filing only pages.

H. Subprime mortgage. None

I. FHLB Agreement. None

Note 21. Subsequent Events-None

Notes to Financial Statements

Note 22. Reinsurance

A. Ceded Reinsurance Report

Section 1 – General Interrogatories

1. Are any of the reinsures, 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).
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).

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).
2. Does the reporting entity 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 reinsurance policies? Yes () No (X).

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's 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. –None.
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 enforce or which had existing reserves established by the company as of the effective date of the agreement? Yes () No (X).

B. Uncollectible Reinsurance: None.

C. Commutation of Ceded Reinsurance: Not applicable.

Note 23. Retrospectively Rated Contracts & Contracts Subject to Redetermination. None

Note 24. Change in Incurred Losses and Loss Adjustment Expenses. Not applicable

Note 25. Intercompany Pooling Arrangements: None.

Note 26. Structured Settlements. None.

Note 27. Health Care Receivables.

A. Pharmaceutical Rebates. None

B. Risk Sharing Receivables. Not applicable.

Note 28. Participating Policies

For reporting year 2009 participating policies under individual life, is 85% of total policies. The Company accounts for its policyholder dividends based upon the policy contract. The Company doesn't pay any dividends to policyholders during 2009.

Note 29. Premium Deficiency Reserves

Notes to Financial Statements

As of December 31, 2009 the Company does not have liabilities related to premium deficiency reserves in accident & Health contracts.

Note 30. Reserves for Life Contracts and Annuity Contracts

- (1) Waiver of deduction of deferred fractional premium upon the death of insured.

The company waives deduction of deferred fractional premium upon death of insured and returns any portion of the final premium beyond the date of death. A factor is applied against each such block of reserves.

- (2) Method employed in the valuation of substandard policies.

For life contracts, mean reserves are determined by computing the regular mean reserve of the plan. In addition, the company holds $\frac{1}{2}$ of the extra premium charge for the year.

Credit reserve is based on statutory mortality reserves determined by formula. Substandard reserves are reserved for by increasing mortality in proportion to the substandard risk percentage.

- (3) As of December 31, 2009 the company had \$2,982,930 insurance in force for which the gross premiums are less than the net premiums according to the standard of valuation set by the Commonwealth of Puerto Rico.
- (4) The tabular interest, Tabular Less Actual Reserve Released and Tabular Cost have been determined by formulas as described in the instructions.
- (5) The tabular interest of funds not involving life contingencies have been determined by formula as described in the instructions.
- (6) The net other increases is determined as described in the instructions. A voluntary reserve of \$650,000 was establish in Ordinary Life Insurance

Note 31. Analysis of Annuity Actuarial Reserves and Deposits Liabilities. See electronic filing only pages.

Note 32. Premiums and Annuity Consideration Deferred and uncollected. See electronic filling only pages.

Note 33. Separate accounts. N/A

Note 34. Loss/Claim Adjustment

- A. Balance of Group Health loss adjustment Expenses as Liabilities - 0
- B. Incurred – 0
- C. Payments – 0
- D. Estimates of Salvage & Subrogatives - 0

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 [] No[X]
- 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 [] No [] N/A[X]
- 1.3 State Regulating?
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [] No[X]
- 2.2 If yes, date of change:
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2004
- 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. 12/31/2004
- 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). 10/18/2008
- 3.4 By what department or departments?
- 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[X] No [] N/A []
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes[X] No [] N/A []
- 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 [] No[X]
- 7.2 If yes, 0.000%
- 7.21 State the percentage of foreign control
- 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, government, manager or attorney-in-fact)

1 Nationality	2 Type of Entity
.....

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [] No[X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [] No[X]
- 8.4 If response to 8.3 is yes, please provide the names and location (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency [i.e., the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC) and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC
..... Yes [] No[X] ..				

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
RSM ROC & COMPANY P.O Box 10528 San Juan, P.R. 00922-0528
- 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 response to 10.1 is "yes," provide information related to this exemption:
- 10.3 Has the insurer been granted any exemptions to the audit committee requirements as allowed in Section 14H of the Annual Financial Reporting Model Regulation, or substantially similar state law or regulation? Yes [] No[X]
- 10.4 If response to 10.3 is "yes," provide information related to this exemption:
- 10.5 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 17A of the Model Regulation, or substantially similar state law or regulation? Yes [] No[X]
- 10.6 If response to 10.5 is "yes," provide information related to this exemption:
- 10.7 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes[X] No [] N/A []
- 10.8 If the answer to 10.7 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?

GENERAL INTERROGATORIES (Continued)

12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	
12.11 Name of real estate holding company		
12.12 Number of parcels involved		0
12.13 Total book/adjusted carrying value		0
12.2 If yes, provide explanation		\$ 0
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 <input type="checkbox"/> No <input type="checkbox"/> N/A <input checked="" type="checkbox"/>	
13.3 Have there been any changes made to any of the trust indentures during the year?	Yes <input type="checkbox"/> No <input type="checkbox"/> N/A <input checked="" type="checkbox"/>	
13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes?	Yes <input type="checkbox"/> No <input type="checkbox"/> N/A <input checked="" type="checkbox"/>	
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 <input checked="" type="checkbox"/> No <input type="checkbox"/>	
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 <input type="checkbox"/> No <input checked="" type="checkbox"/>	
14.21 If the response to 14.2 is yes, provide information related to amendment(s).		
14.3 Have any provisions of the code of ethics been waived for any of the specified officers?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	
14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).		

BOARD OF DIRECTORS

15. 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 <input checked="" type="checkbox"/> No <input type="checkbox"/>	
16. Does the reporting entity keep a complete permanent record of the proceedings of its Board of Directors and all subordinate committees thereof?	Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>	
17. 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 or is likely to conflict with the official duties of such person?	Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>	

FINANCIAL

18. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	
19.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):		
19.11 To directors or other officers	\$	0
19.12 To stockholders not officers	\$	0
19.13 Trustees, supreme or grand (Fraternal only)	\$	0
19.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):		
19.21 To directors or other officers	\$	0
19.22 To stockholders not officers	\$	0
19.23 Trustees, supreme or grand (Fraternal only)	\$	0
20.1 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 <input type="checkbox"/> No <input checked="" type="checkbox"/>	
20.2 If yes, state the amount thereof at December 31 of the current year:		
20.21 Rented from others	\$	0
20.22 Borrowed from others	\$	0
20.23 Leased from others	\$	0
20.24 Other	\$	0
21.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	
21.2 If answer is yes:		
21.21 Amount paid as losses or risk adjustment	\$	0
21.22 Amount paid as expenses	\$	0
21.23 Other amounts paid	\$	0
22.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	
22.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount:	\$	0

INVESTMENT

23.1 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 23.3)	Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>	
23.2 If no, give full and complete information, relating thereto:		
23.3 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)		
23.4 Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions?	Yes <input type="checkbox"/> No <input type="checkbox"/> N/A <input checked="" type="checkbox"/>	
23.5 If answer to 23.4 is yes, report amount of collateral for conforming programs.	\$	0
23.6 If answer to 23.4 is no, report amount of collateral for other programs.	\$	0
23.7 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract?	Yes <input type="checkbox"/> No <input type="checkbox"/> N/A <input checked="" type="checkbox"/>	
23.8 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%?	Yes <input type="checkbox"/> No <input type="checkbox"/> N/A <input checked="" type="checkbox"/>	
23.9 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities lending Agreement (MSLA) to conduct securities lending?	Yes <input type="checkbox"/> No <input type="checkbox"/> N/A <input checked="" type="checkbox"/>	
24.1 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 20.1 and 23.3).	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	
24.2 If yes, state the amount thereof at December 31 of the current year:		
24.21 Subject to repurchase agreements	\$	0
24.22 Subject to reverse repurchase agreements	\$	0
24.23 Subject to dollar repurchase agreements	\$	0
24.24 Subject to reverse dollar repurchase agreements	\$	0
24.25 Pledged as collateral	\$	0
24.26 Placed under option agreements	\$	0
24.27 Letter stock or securities restricted as to sale	\$	0
24.28 On deposit with state or other regulatory body	\$	0
24.29 Other	\$	0
24.3 For category (24.27) provide the following:		

GENERAL INTERROGATORIES (Continued)

1 Nature of Restriction	2 Description	3 Amount

25.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes[] No[X]
 25.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes[] No[] N/A[X]
 If no, attach a description with this statement.

26.1 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[X]
 26.2 If yes, state the amount thereof at December 31 of the current year. \$ 0

27. 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 I, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes[X] No[]
 27.01 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

27.02 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)

27.03 Have there been any changes, including name changes, in the custodian(s) identified in 27.01 during the current year? Yes[] No[X]
 27.04 If yes, give full and complete information relating thereto:

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

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

1 Central Registration Depository Number(s)	2 Name	3 Address

28.1 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]
 28.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
28.2999 Total		

28.3 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

29. 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.

GENERAL INTERROGATORIES (Continued)

		1	2	3
		Statement (Admitted) Value	Fair Value	Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
29.1	Bonds .....	.....	.....	.....
29.2	Preferred stocks .....	.....	.....	.....
29.3	Totals .....	.....	.....	.....

29.4 Describe the sources or methods utilized in determining the fair values

30.1 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[]

30.2 If the answer to 30.1 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[] N/A[]

30.3 If the answer to 30.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:

31.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes[X] No[]

31.2 If no, list exceptions:

OTHER

32.1 Amount of payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus, if any? \$ 63,888

32.2 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
ACODESE	40,000

33.1 Amount of payments for legal expenses, if any? \$ 442,400

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

1 Name	2 Amount Paid
Antonio Cuevas Delgado	201,875

34.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or department of government, if any? \$ 0

34.2 List the name of 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 department of government during the period covered by this statement.

1 Name	2 Amount Paid
.....

GENERAL INTERROGATORIES (Continued)

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 Current Year	2 Prior Year
2.1 Premium Numerator .....	.....	68,401,024
2.2 Premium Denominator	86,513,518	120,812,453
2.3 Premium Ratio (2.1 / 2.2) .....	.....	0.566
2.4 Reserve Numerator	5,697,306	5,381,683
2.5 Reserve Denominator	234,917,507	209,815,475
2.6 Reserve Ratio (2.4 / 2.5)	0.024	0.026

- 3.1 Does this reporting entity have Separate Accounts? Yes [] No[X]
 3.2 If yes, has a Separate Accounts statement been filed with this department? Yes [] No [] N/A[X]
 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:
 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 [] No[X]
 4.2 Net reimbursement of such expenses between reporting entities:
 4.21 Paid \$ 0
 4.22 Received \$ 0
 5.1 Does the reporting entity write any guaranteed interest contracts? Yes [] No[X]
 5.2 If yes, what amount pertaining to these items 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: \$ 0
 7. Total dividends paid stockholders since the organization of the reporting entity:
 7.11 Cash \$ 0
 7.12 Stock \$ 0
 8.1 Does the company reinsure any Workers' Compensation Carve-Out business defined as: 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. Yes [] No[X]
 8.2 If yes, has the reporting entity completed the WORKERS' COMPENSATION CARVE-OUT SUPPLEMENT to the Annual Statement? Yes [] No [] N/A[X]
 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
8.32 Paid claims
8.33 Claim liability and reserve (beginning of year)
8.34 Claim liability and reserve (end of year)
8.35 Incurred claims

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:

GENERAL INTERROGATORIES (Continued)

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

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 Waiting Period Remaining	4 Account Value Related to Column 3	5 Total Related Account Values	6 Gross Amount of Reserve	7 Location of Reserve	8 Portion Reinsured	9 Reinsurance Reserve Credit
1 Guaranteed Death Benefit	2 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 P&C Insurance Company and Location	2 Statement Value on Purchase Date of Annuities (i.e., Present Value)
.....

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 the funds administered as of the reporting date: \$ 0

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 2010	2 2009	3 2008	4 2007	5 2006
Life Insurance in Force (Exhibit of Life Insurance)					
1. Ordinary - whole life and endowment (Line 34, Column 4)	262,719	209,002	346,357	229,231	236,852
2. Ordinary - term (Line 21, Column 4, less Line 34, Column 4)	1,030,147	988,649	922,276	961,915	993,833
3. Credit life (Line 21, Column 6)	67,614	107,801	149,972	158,385	130,302
4. Group, excluding FEGLI/SGLI (Line 21, Column 9 less Lines 43 & 44, Column 4)	5,090,639	5,002,347	5,368,727	5,900,121	5,658,379
5. Industrial (Line 21, Column 2)					
6. FEGLI/SGLI (Lines 43 & 44, Column 4)					
7. TOTAL (Line 21, Column 10)	6,451,119	6,307,799	6,787,332	7,249,652	7,019,366
New Business Issued (Exhibit of Life Insurance)					
8. Ordinary - whole life and endowment (Line 34, Column 2)	74,588	39,144	38,038	16,155	16,155
9. Ordinary - term (Line 2, Column 4, less Line 34, Column 2)	187,995	222,634	219,968	125,818	125,818
10. Credit life (Line 2, Column 6)	11,368	4,119	17,647		
11. Group (Line 2, Column 9)	301,641	208,133	138,530	200,612	46,715
12. Industrial (Line 2, Column 2)					
13. TOTAL (Line 2, Column 10)	575,592	474,030	414,183	342,585	188,688
Premium Income-Lines of Business (Exhibit 1 - Part 1)					
14. Industrial life (Exhibit 1 - Part 1, Line 20.4, Column 2)					
15.1 Ordinary life insurance (Exhibit 1 - Part 1, Line 20.4, Column 3)	9,395,603	8,610,077	9,001,194	8,061,670	7,037,423
15.2 Ordinary individual annuities (Exhibit 1 - Part 1, Line 20.4, Column 4)	35,703,944	26,747,852	19,600,942	13,690,951	16,648,764
16. Credit life, (group and individual) (Exhibit 1 - Part 1, Line 20.4, Column 5)	12,415,945	11,009,634	11,850,461	14,402,415	13,363,890
17.1 Group life insurance (Exhibit 1 - Part 1, Line 20.4, Column 6)	11,047,199	11,267,069	13,354,920	12,801,357	13,663,851
17.2 Group annuities (Exhibit 1 - Part 1, Line 20.4, Column 7)					
18.1 A & H group (Exhibit 1 - Part 1, Line 20.4, Column 8)	4,978,783	50,295,490	133,883,362	93,897,238	94,693,836
18.2 A & H credit (group and individual) (Exhibit 1 - Part 1, Line 20.4, Column 9)	79,427	157,307	179,121	163,012	297,837
18.3 A & H other (Exhibit 1 - Part 1, Line 20.4 Column 10)	12,892,617	12,725,024	11,381,551	10,065,697	9,928,392
19. Aggregate of all other lines of business (Exhibit 1 - Part 1, Line 20.4, Column 11)					
20. TOTAL	86,513,518	120,812,453	199,251,551	153,082,340	155,633,993
Balance Sheet Items (Pages 2 and 3)					
21. TOTAL Admitted Assets excluding Separate Accounts business (Page 2, Line 26, Column 3)	409,833,414	379,818,739	316,366,759	327,242,844	317,603,373
22. TOTAL Liabilities excluding Separate Accounts business (Page 3, Line 26)	385,484,949	356,097,979	297,191,741	288,456,594	277,708,026
23. Aggregate life reserves (Page 3, Line 1)	215,415,008	190,984,901	174,292,156	160,847,836	155,593,032
24. Aggregate A & H reserves (Page 3, Line 2)	9,633,502	9,401,565	9,181,916	9,241,858	8,602,076
25. Deposit-type contract funds (Page 3, Line 3)	77,148,960	70,855,673	63,691,311	70,206,577	64,260,293
26. Asset valuation reserve (Page 3, Line 24.1)	3,846,450	2,088,835	1,701,457	1,756,500	3,042,510
27. Capital (Page 3, Lines 29 & 30)					36,404,730
28. Surplus (Page 3, Line 37)	24,348,465	23,720,760	19,175,018	38,786,250	3,490,617
Cash Flow (Page 5)					
29. Net Cash from Operations (Line 11)	17,438,750	10,880,641	3,388,084	4,866,164	
Risk-Based Capital Analysis					
30. TOTAL Adjusted Capital	28,218,561	25,835,793	21,012,387	40,900,568	43,222,591
31. Authorized control level risk-based capital	6,779,878	6,896,689	10,026,754	7,164,661	6,784,362
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Column 3) (Line No./Page 2, Line 12, Column 3) x 100.0					
32. Bonds (Line 1)	79.1	75.3	70.7	74.9	72.4
33. Stocks (Lines 2.1 and 2.2)	3.5	5.3	6.9	8.3	8.3
34. Mortgage loans on real estate (Line 3.1 and 3.2)	3.1	3.4	6.2	5.9	6.2
35. Real estate (Lines 4.1, 4.2 and 4.3)	9.4	8.7	6.2	6.0	4.9
36. Cash, cash equivalents and short-term investments (Line 5)	3.9	6.2	8.6	3.5	6.6
37. Contract loans (Line 6)	1.1	1.1	1.4	1.4	1.5
38. Derivatives (Page 2, Line 7)		X X X	X X X	X X X	X X X
39. Other invested assets (Line 8)					
40. Receivables for securities (Line 9)					
41. Securities lending reinvested collateral assets (Line 10)		X X X	X X X	X X X	X X X
42. Aggregate write-ins for invested assets (Line 11)					
43. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0

FIVE - YEAR HISTORICAL DATA (Continued)

	1 2010	2 2009	3 2008	4 2007	5 2006
Investments in Parent, Subsidiaries and Affiliates					
44. Affiliated bonds (Schedule D Summary, Line 12 Column 1)					
45. Affiliated preferred stocks (Schedule D Summary, Line 18, Column 1)					
46. Affiliated common stocks (Schedule D Summary, Line 24, Column 1)					
47. Affiliated short-term investments (subtotal included in Schedule DA Verification, Column 5, Line 10)					
48. Affiliated mortgage loans on real estate					
49. All other affiliated					
50. TOTAL of above Lines 44 to 49					
TOTAL Nonadmitted and Admitted Assets					
51. TOTAL Nonadmitted Assets (Page 2, Line 28, Column 2)	12,213,150	12,335,455	11,102,602	10,978,275	12,572,855
52. TOTAL Admitted Assets (Page 2, Line 28, Column 3)	409,833,414	379,818,739	316,366,759	327,242,844	317,603,373
Investment Data					
53. Net investment income (Exhibit of Net Investment Income)	18,858,522	16,322,601	16,361,794	14,494,585	13,754,444
54. Realized capital gains (losses)					
55. Unrealized capital gains (losses)					
56. TOTAL of Above Lines 52, 53, and 54	18,858,522	16,322,601	16,361,794	14,494,585	13,754,444
Benefits and Reserve Increase (Page 6)					
57. 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 & 11)	33,085,924	32,556,560	28,540,146	28,931,695	37,296,997
58. TOTAL Contract Benefits - A & H (Lines 13 & 14, Columns 9, 10 & 11)	8,098,187	47,234,840	130,916,453	81,217,774	78,879,258
59. Increase in life reserves-other than group and annuities (Line 19, Columns 2 & 3)	1,209,138	974,582	1,233,215	869,217	1,039,298
60. Increase in A & H reserves (Line 19, Columns 9, 10 & 11)	544,457	219,647	(59,942)	639,781	(928,422)
61. Dividends to policyholders (Line 30, Column 1)			202,255	454,762	250,136
Operating Percentages					
62. Insurance expense percent (Page 6, Column 1, Lines 21, 22 & 23 less Line 6) / (Page 6 Column 1, Line 1 plus Exhibit 7, Column 2, Line 2) x 100.00	34.4	26.3	24.1	26.9	25.4
63. Lapse percent (ordinary only) [(Exhibit of Life Insurance, Column 4, Lines 14 & 15) / 1/2 (Exhibit of Life Insurance, Column 4, Lines 1 & 21)] x 100.00	10.0	11.8	16.4	13.9	6.6
64. A & H loss percent (Schedule H, Part 1, Line 5 + Line 6, Column 2)	45.8	69.6	90.3	79.8	75.6
65. A & H cost containment percent (Schedule H, Part 1, Line 4, Column 2)					
66. A & H expense percent excluding cost containment expenses (Schedule H, Part 1, Line 10, Column 2)	95.9	28.1	21.8	26.6	25.4
A & H Claim Reserve Adequacy					
67. Incurred losses on prior years' claims - group health (Schedule H, Part 3, Line 3.1, Column 2)	3,304,276	19,092,499	18,010,131	13,004,085	11,427,450
68. Prior years' claim liability and reserve - group health (Schedule H, Part 3, Line 3.2, Column 2)	1,892,686	18,865,798	14,409,364	13,848,538	11,761,081
69. Incurred losses on prior years' claims - health other than group (Schedule H, Part 3, Line 3.1, Column 1 less Column 2)	1,199,109	3,818,937	3,036,062	2,992,054	2,655,242
70. Prior years' claim liability and reserve - health other than group (Schedule H, Part 3, Line 3.2, Column 1 less Column 2)	3,245,766	3,453,808	3,104,641	2,518,672	3,162,709
Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)					
71. Industrial life (Column 2)					
72. Ordinary - life (Column 3)	2,684,800	1,437,481	539,122	1,509,123	2,074,067
73. Ordinary - individual annuities (Column 4)	(430,162)	(1,117,041)	(752,570)	(167,936)	(945,432)
74. Ordinary - supplementary contracts (Column 5)	(328,388)	54,048	(11,627)	(3,501)	34,028
75. Credit life (Column 6)	3,088,586	408,450	(1,258,002)	1,302,545	2,581,359
76. Group life (Column 7)	1,197,561	881,390	351,992	1,539,726	3,429,412
77. Group annuities (Column 8)	(314,439)	(99,661)	(367,006)	(300,595)	(842,816)
78. A & H - group (Column 9)	(6,496,702)	(3,040,488)	(13,673,336)	(2,771,601)	(1,383,096)
79. A & H - credit (Column 10)	(24,041)	63,714	3,704	(51,229)	293,316
80. A & H - other (Column 11)	914,244	1,182,565	(1,463,853)	(1,421,894)	825,947
81. Aggregate of all other lines of business (Column 12)					
82. TOTAL (Column 1)	291,459	(229,542)	(16,631,576)	(365,362)	6,066,785

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[] N/A[X]

If no, please explain::

EXHIBIT OF LIFE INSURANCE

	Industrial		Ordinary		Credit Life (Group and Individual)		Group			10
	1	2	3	4	5	6	Number of		9	Total Amount of Insurance (a)
	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			19,448	1,197,651	7,195	107,801	706	898,733	5,002,347	6,307,799
2. Issued during year			5,322	262,583	1,202	11,368	149	185,713	301,641	575,592
3. Reinsurance assumed										
4. Revived during year			303	19,320						19,320
5. Increased during year (net)										
6. Subtotals (Lines 2 to 5)			5,625	281,903	1,202	11,368	149	185,713	301,641	594,912
7. Additions by dividends during year	X X X		X X X		X X X		X X X	X X X		
8. Aggregate write-ins for increases										
9. TOTALS (Lines 1 and 6 to 8)			25,073	1,479,554	8,397	119,169	855	1,084,446	5,303,988	6,902,711
Deductions during year:										
10. Death							X X X			
11. Maturity			88	2,144			X X X			2,144
12. Disability			1	100			X X X			100
13. Expiry			340	25,061						25,061
14. Surrender			274	13,845						13,845
15. Lapse			3,007	110,441	2,252	51,555	123	47,293	213,349	375,345
16. Conversion			25	4,197			X X X	X X X	X X X	4,197
17. Decreased (net)										
18. Reinsurance										
19. Aggregate write-ins for decreases			541	30,900						30,900
20. TOTALS (Lines 10 to 19)			4,276	186,688	2,252	51,555	123	47,293	213,349	451,592
21. In force end of year (Line 9 minus Line 20)			20,797	1,292,866	6,145	67,614	732	1,037,153	5,090,639	6,451,119
22. Reinsurance ceded end of year	X X X		X X X	622,693	X X X		X X X	X X X	430,338	1,053,031
23. Line 21 minus Line 22	X X X		X X X	670,173	X X X	(b)	67,614	X X X	4,660,301	5,398,088
DETAILS OF WRITE-INS										
0801.										
0802.										
0803.										
0898. Summary of remaining write-ins for Line 8 from overflow page										
0899. TOTALS (Lines 0801 through 0803 plus 0898) (Line 8 above)										
1901.			541	30,900						30,900
1902.										
1903.										
1998. Summary of remaining write-ins for Line 19 from overflow page										
1999. TOTALS (Lines 1901 through 1903 plus 1998) (Line 19 above)			541	30,900						30,900

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

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

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	X X X		X X X	
25. Other paid-up insurance				
26. Debit ordinary insurance	X X X	X X X		

ADDITIONAL INFORMATION ON ORDINARY 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)
Term Insurance Excluding Extended Term Insurance				
27. Term policies -- decreasing	67	3,613	2,056	127,625
28. Term policies -- other	1,472	184,383	7,580	902,523
29. Other term insurance -- decreasing	X X X		X X X	
30. Other term insurance	X X X		X X X	
31. TOTALS (Lines 27 to 30)	1,539	187,996	9,636	1,030,148
Reconciliation to Lines 2 and 21:				
32. Term additions	X X X		X X X	
33. TOTALS, extended term insurance	X X X	X X X		
34. TOTALS, whole life and endowment	3,783	74,588	11,161	262,719
35. TOTALS (Lines 31 to 34)	5,322	262,584	20,797	1,292,867

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 Non-Participating	2 Participating	3 Non-Participating	4 Participating
36. Industrial				
37. Ordinary	250,290	12,293	1,184,897	107,970
38. Credit Life (Group and Individual)		11,368		67,614
39. Group		301,641		5,090,639
40. TOTALS (Lines 36 to 39)	250,290	325,302	1,184,897	5,266,223

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	X X X		X X X	
42. Number in force end of year if the number under shared groups is counted on a pro-rata basis		X X X		X X X
43. Federal Employees' Group Life Insurance included in Line 21				
44. Servicemen's Group Life Insurance included in Line 21				
45. Group Permanent Insurance included in Line 21				

ADDITIONAL ACCIDENTAL DEATH BENEFITS

46. Amount of additional accidental death benefits in force end of year under ordinary policies (a)	
---	--

BASIS OF CALCULATION OF ORDINARY TERM INSURANCE

47. State basis of calculation of (47.1) decreasing term insurance contained in Family Income, Mortgage Protection, etc., policies and riders and of (47.2) term insurance on wife and children under Family, Parent and Children, etc. policies and riders included above.
47.1
47.2

POLICIES WITH DISABILITY PROVISIONS

Disability Provision	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								
49. Disability Income								
50. Extended Benefits			X X X	X X X				
51. Other								
52. TOTAL		(b)		(b)		(b)		(b)

(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.

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	15	145		
2. Issued during year	4	73		
3. Reinsurance assumed				
4. Increased during year (net)				
5. TOTALS (Lines 1 to 4)	19	218		
Deductions during year:				
6. Decreased (net)	2	37		
7. Reinsurance ceded				
8. TOTALS (Lines 6 and 7)	2	37		
9. In force end of year	17	181		
10. Amount on deposit		(a) 3,233,480		(a)
11. Income now payable				
12. Amount of income payable	(a) 238,493	(a) 1,853,324	(a)	(a)

ANNUITIES

	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year		10,226		85
2. Issued during year		1,415		10
3. Reinsurance assumed				
4. Increased during year (net)				
5. TOTALS (Lines 1 to 4)		11,641		95
Deductions during year:				
6. Decreased (net)		1,141		
7. Reinsurance ceded				
8. TOTALS (Lines 6 and 7)		1,141		
9. In force end of year		10,500		95
Income now payable:				
10. Amount of income payable:	(a)	X X X	X X X	(a) 5,101,345
Deferred fully paid:				
11. Account balance	X X X	(a)	X X X	(a)
Deferred not fully paid:				
12. Account balance	X X X	(a) 153,741,467	X X X	(a) 64,346,833

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	11,310	15,906,744	76	97,146	106,298	16,509,107
2. Issued during year	1,580	856,970	3	3,178	40,518	6,692,383
3. Reinsurance assumed						
4. Increased during year (net)		X X X		X X X		X X X
5. TOTALS (Lines 1 to 4)	12,890	X X X	79	X X X	146,816	X X X
Deductions during year:						
6. Conversions		X X X	X X X	X X X	X X X	X X X
7. Decreased (net)	1,153	X X X		X X X	32,606	X X X
8. Reinsurance ceded		X X X		X X X		X X X
9. TOTALS (Lines 6 to 8)	1,153	X X X		X X X	32,606	X X X
10. In force end of year	11,737	(a) 16,763,714	79	(a) 100,324	114,210	(a) 18,496,506

DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS

	1	2
	Deposit Funds Contracts	Dividend Accumulations Contracts
1. In force end of prior year	194	6,276
2. Issued during year	11	323
3. Reinsurance assumed		
4. Increased during year (net)		
5. TOTALS (Lines 1 to 4)	205	6,599
Deductions during year:		
6. Decreased (net)		135
7. Reinsurance ceded		
8. TOTALS (Lines 6 and 7)		135
9. In force end of year	205	6,464
10. Amount of account balance	(a)	(a) 981,485

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

SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS ALLOCATED BY STATES AND TERRITORIES

	States, Etc.	1 Active Status	Direct Business Only					
			Life Contracts		4 Accident and Health Insurance Premiums Including Policy, Membership and Other Fees	5 Other Considerations	6 Total Columns 2 through 5	7 Deposit-Type Contracts
			2 Life Insurance Premiums	3 Annuity Considerations				
1.	Alabama (AL)	N						
2.	Alaska (AK)	N						
3.	Arizona (AZ)	N						
4.	Arkansas (AR)	N						
5.	California (CA)	N						
6.	Colorado (CO)	N						
7.	Connecticut (CT)	N						
8.	Delaware (DE)	N						
9.	District of Columbia (DC)	N						
10.	Florida (FL)	N						
11.	Georgia (GA)	N						
12.	Hawaii (HI)	N						
13.	Idaho (ID)	N						
14.	Illinois (IL)	N						
15.	Indiana (IN)	N						
16.	Iowa (IA)	N						
17.	Kansas (KS)	N						
18.	Kentucky (KY)	N						
19.	Louisiana (LA)	N						
20.	Maine (ME)	N						
21.	Maryland (MD)	N						
22.	Massachusetts (MA)	N						
23.	Michigan (MI)	N						
24.	Minnesota (MN)	N						
25.	Mississippi (MS)	N						
26.	Missouri (MO)	N						
27.	Montana (MT)	N						
28.	Nebraska (NE)	N						
29.	Nevada (NV)	N						
30.	New Hampshire (NH)	N						
31.	New Jersey (NJ)	N						
32.	New Mexico (NM)	N						
33.	New York (NY)	N						
34.	North Carolina (NC)	N						
35.	North Dakota (ND)	N						
36.	Ohio (OH)	N						
37.	Oklahoma (OK)	N						
38.	Oregon (OR)	N						
39.	Pennsylvania (PA)	N						
40.	Rhode Island (RI)	N						
41.	South Carolina (SC)	N						
42.	South Dakota (SD)	N						
43.	Tennessee (TN)	N						
44.	Texas (TX)	N						
45.	Utah (UT)	N						
46.	Vermont (VT)	N						
47.	Virginia (VA)	N						
48.	Washington (WA)	N						
49.	West Virginia (WV)	N						
50.	Wisconsin (WI)	N						
51.	Wyoming (WY)	N						
52.	American Samoa (AS)	N						
53.	Guam (GU)	N						
54.	Puerto Rico (PR)	L	32,211,429	35,798,297	19,236,459	87,246,185	14,095,878	
55.	U.S. Virgin Islands (VI)	N						
56.	Northern Mariana Islands (MP)	N						
57.	Canada (CN)	N						
58.	Aggregate Other Alien (OT)	X X X						
59.	Subtotal	(a) 1	32,211,429	35,798,297	19,236,459	87,246,185	14,095,878	
90.	Reporting entity contributions for employee benefits plans	X X X						
91.	Dividends or refunds applied to purchase paid-up additions and annuities	X X X						
92.	Dividends or refunds applied to shorten endowment or premium paying period	X X X						
93.	Premium or annuity considerations waived under disability or other contract provisions	X X X						
94.	Aggregate other amounts not allocable by State	X X X						
95.	Totals (Direct Business)	X X X	32,211,429	35,798,297	19,236,459	87,246,185	14,095,878	
96.	Plus Reinsurance Assumed	X X X						
97.	Totals (All Business)	X X X	32,211,429	35,798,297	19,236,459	87,246,185	14,095,878	
98.	Less Reinsurance Ceded	X X X	1,071,854		930,318	2,002,172		
99.	Totals (All Business) less Reinsurance Ceded	X X X	31,139,575	35,798,297	(b) 18,306,141	85,244,013	14,095,878	
DETAILS OF WRITE-INS								
5801.		X X X						
5802.		X X X						
5803.		X X X						
5898.	Summary of remaining write-ins for Line 58 from overflow page	X X X						
5899.	Totals (Lines 5801 through 5803 plus 5898) (Line 58 above)	X X X						
9401.		X X X						
9402.		X X X						
9403.		X X X						
9498.	Summary of remaining write-ins for Line 94 from overflow page	X X X						
9499.	Totals (Lines 9401 through 9403 plus 9498) (Line 94 above)	X X X						

(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 insurance in the state.
 (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 and 10 or with Schedule H, Part 1, Column 1, Line 1. Indicate which.... Exhibit 1, Lines 6.4, 10.4, and 16.4, Cols 8, 9 and 10

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

50 Schedule Y - Part 1 NONE

51 Schedule Y - Part 2 NONE

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