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ANNUAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2011

OF THE CONDITION AND AFFAIRS OF THE

MULTINATIONAL LIFE INSURANCE COMPANY

NAIC Group Code 0343 (Current Period), 0343 (Prior Period) NAIC Company Code 72087 Employer's ID Number 66-0276881

Organized under the Laws of PR, State of Domicile or Port of Entry Puerto Rico

Country of Domicile US

Incorporated/Organized May 8, 1969 Commenced Business July 3, 1969

Statutory Home Office 510 Munoz Rivera Ave., Hato Rey, Puerto Rico 00918
(Street and Number, City or Town, State and Zip Code)

Main Administrative Office 510 Munoz Rivera Ave., Hato Rey, Puerto Rico 00918 (Street and Number, City or Town, State and Zip Code) 787-758-8080 (Area Code) (Telephone Number)

Mail Address P.O. Box 366107, San Juan, Puerto Rico 00936-6107
(Street and Number or P.O. Box, City or Town, State and Zip Code)

Primary Location of Books and Records 510 Munoz Rivera Ave., Hato Rey, Puerto Rico 00918
(Street and Number, City or Town, State and Zip Code)
787-758-8080
(Area Code) (Telephone Number)

Internet Website Address www.multinationalpr.com

Statutory Statement Contact Luis Forteza (Name) 787-758-8080 x-2349 (Area Code) (Telephone Number) (Extension)
luis.forteza@multinationalpr.com (E-Mail Address) 787-754-6399 (Fax Number)

OFFICERS

Tobias Carrero-Nacar# (President)
Luis Manuel Pimentel# (Executive Vice President & CEO)
Ricardo Luis Reguero (Senior V. P. - Sales & Underwriting)
Yolanda Marquez (Vice President - Accounting)

OTHER OFFICERS

Maria Nelly Collazo (Vice President Sales)
Lourdes Guzman (Vice President Sales)
Pedro Medina# (Vice President Sales)
Lius Forteza# (Manager - Finace & Accounting)

DIRECTORS OR TRUSTEES

Tobias Carrero-Nacar#
Carlos Iguina#
Yelitza Cruz#
Tobias Enrique Carrero-Valentiner#
Luis Manuel Pimentel#
Rafael Carrero-Valentiner#
Miguel Vazquez#
Fernando Rivera-Munoz#
Bartolome Gamundi#
Juan Carlos Puig#

State of _____
County of _____ } SS

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Carlos Iguina#	Luis Manuel Pimentel#	Yelitza Cruz#
Vice Chairman	Executive Vice President & CEO	Secretary

Subscribed and sworn to before me this
day of 2012

a. Is this an original filing? Yes (X) No ( )
b. If no: 1. State the amendment number _____
2. Date filed _____
3. Number of pages attached _____

ASSETS

	Current Year 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Column 1 minus Column 2)	Prior Year 4 Net Admitted Assets
1. Bonds (Schedule D)	79,065,628		79,065,628	95,125,776
2. Stocks (Schedule D):				
2.1 Preferred stocks	110		110	143,240
2.2 Common stocks	47,275		47,275	40,642
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 (less $ ..... encumbrances)	12,624,742		12,624,742	12,659,033
4.2 Properties held for the production of income (less $ ..... encumbrances)	471,750		471,750	484,500
4.3 Properties held for sale (less $ ..... encumbrances)				
5. Cash ($ ..... 6,815,642 , Schedule E - Part 1), cash equivalents ($ ....., Schedule E - Part 2) and short-term investments ($ ..... 17,999,780 ,Schedule DA)	24,815,422		24,815,422	1,654,356
6. Contract loans (including $ ..... premium notes)	3,099,695		3,099,695	3,172,437
7. Derivatives (Schedule DB)				
8. Other invested assets (Schedule BA)				
9. Receivables for securities				
10. Securities lending reinvested collateral assets (Schedule DL)				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Line 1 through Line 11)	120,124,622		120,124,622	113,279,984
13. Title plants less $ ..... charged off (for Title insurers only)				
14. Investment income due and accrued	687,084	45,110	641,974	803,858
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	13,036,825	8,505,793	4,531,032	6,421,084
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $ ..... earned but unbilled premiums)	4,284,859		4,284,859	5,321,261
15.3 Accrued retrospective premiums				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	3,097,574		3,097,574	3,255,835
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts				2,790,922
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon				
18.2 Net deferred tax asset	286,541		286,541	
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software	585,422	332,197	253,225	
21. Furniture and equipment, including health care delivery assets ($ .....)	124,719	124,719		
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates	4,375,107	4,375,107		
24. Health care ($ .....) and other amounts receivable				
25. Aggregate write-ins for other than invested assets	6,775,546	3,501,310	3,274,236	3,585,666
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Line 12 to Line 25)	153,378,299	16,884,236	136,494,063	135,458,610
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Line 26 and Line 27)	153,378,299	16,884,236	136,494,063	135,458,610
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. Totals (Line 1101 through Line 1103 plus Line 1198) (Line 11 above)				
2501. Prepaid Expenses - Miscellaneous	202,414	202,414		
2502. Accounts Receivable - Miscellaneous	6,508,132	3,233,896	3,274,236	3,585,666
2503. Deferred Expenses - Miscellaneous	65,000	65,000		
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Line 2501 through Line 2503 plus Line 2598) (Line 25 above)	6,775,546	3,501,310	3,274,236	3,585,666

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts $ 81,655,739 (Exhibit 5, Line 9999999) less $ included in Line 6.3 (including $ Modco Reserve)	81,655,739	88,534,834
2. Aggregate reserve for accident and health contracts (Exhibit 6, Line 17, Column 1) (including $ Modco Reserve)	5,858,617	12,339,568
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Column 1) (including $ Modco Reserve)		
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Column 1 less sum of Columns 9, 10 and 11)	3,804,546	4,892,072
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Columns 9, 10 and 11)	14,874,851	16,235,996
5. Policyholders' dividends $ and coupons $ due and unpaid (Exhibit 4, Line 10)		
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including $ Modco)		
6.2 Dividends not yet apportioned (including $ Modco)		
6.3 Coupons and similar benefits (including $ 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 $ discount; including $ accident and health premiums (Exhibit 1, Part 1, Column 1, sum of Line 4 and Line 14)		
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on cancelled contracts		
9.2 Provision for experience rating refunds, including the liability of $ accident and health experience rating refunds of which $ is for medical loss ratio rebate per the Public health Service Act		
9.3 Other amounts payable on reinsurance, including $ assumed and $ ceded		
9.4 Interest Maintenance Reserve (IMR, Line 6)	2,422,527	951,078
10. Commissions to agents due or accrued-life and annuity contracts $, accident and health $ and deposit-type contract funds $	412,257	328,001
11. Commissions and expense allowances payable on reinsurance assumed		
12. General expenses due or accrued (Exhibit 2, Line 12, Column 6)	1,142,377	1,422,157
13. Transfers to Separate Accounts due or accrued (net) (including $ 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, Column 5)	237,884	220,099
15.1 Current federal and foreign income taxes, including $ on realized capital gains (losses)	351,337	39,251
15.2 Net deferred tax liability		
16. Unearned investment income	113,137	114,198
17. Amounts withheld or retained by company as agent or trustee	276,986	400,789
18. Amounts held for agents' account, including $ 1,560,482 agents' credit balances	1,560,482	1,550,118
19. Remittances and items not allocated	230,693	299,351
20. Net adjustment in assets and liabilities due to foreign exchange rates		
21. Liability for benefits for employees and agents if not included above		
22. Borrowed money $ and interest thereon $		
23. Dividends to stockholders declared and unpaid		
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve (AVR, Line 16, Column 7)	1,307,427	1,341,403
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		
24.07 Funds held under coinsurance	8,115,731	
24.08 Derivatives		
24.09 Payable for securities	1,245,677	15,835
24.10 Payable for securities lending		
24.11 Capital notes $ and interest thereon $		
25. Aggregate write-ins for liabilities	4,453,175	6,870,079
26. Total liabilities excluding Separate Accounts business (Line 1 to Line 25)	128,063,443	135,554,829
27. From Separate Accounts statement		
28. Total liabilities (Line 26 and Line 27)	128,063,443	135,554,829
29. Common capital stock	2,502,910	2,502,910
30. Preferred capital stock	2,238,810	
31. Aggregate write-ins for other than special surplus funds		
32. Surplus notes	5,000,000	5,000,000
33. Gross paid in and contributed surplus (Page 3, Line 33, Column 2 plus Page 4, Line 51.1, Column 1)	16,622,090	3,860,873
34. Aggregate write-ins for special surplus funds		
35. Unassigned funds (surplus)	(17,933,190)	(11,460,002)
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 29 $)		
36.2 shares preferred (value included in Line 30 $)		
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including $ in Separate Accounts Statement)	3,688,900	(2,599,129)
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55)	8,430,620	(96,219)
39. Totals of Lines 28 and 38 (Page 2, Line 28, Column 3)	136,494,063	135,458,610
DETAILS OF WRITE-INS		
2501. Reinsurance Payable	1,809,266	1,070,597
2502. Others Accounts Payable	329,095	1,002,530
2503. Accounts Payable - Miscellaneous	952,185	717,737
2598. Summary of remaining write-ins for Line 25 from overflow page	1,362,629	4,079,215
2599. Totals (Line 2501 through Line 2503 plus Line 2598) (Line 25 above)	4,453,175	6,870,079
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page		
3199. Totals (Line 3101 through Line 3103 plus Line 3198) (Line 31 above)		
3401.		
3402.		
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page		
3499. Totals (Line 3401 through Line 3403 plus Line 3498) (Line 34 above)		

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, Column 1, less Column 11)	44,708,132	74,726,786
2. Considerations for supplementary contracts with life contingencies		
3. Net investment income (Exhibit of Net Investment Income, Line 17)	4,956,006	5,423,162
4. Amortization of Interest Maintenance Reserve (IMR, Line 5)	438,825	170,812
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		
8.3 Aggregate write-ins for miscellaneous income	1,917,875	605,249
9. Totals (Line 1 to Line 8.3)	52,020,838	80,926,009
10. Death benefits	9,571,507	9,435,706
11. Matured endowments (excluding guaranteed annual pure endowments)		
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Column 4 plus Column 8)	296,125	391,270
13. Disability benefits and benefits under accident and health contracts	16,526,773	26,705,966
14. Coupons, guaranteed annual pure endowments and similar benefits		
15. Surrender benefits and withdrawals for life contracts	10,256,621	5,518,588
16. Group conversions		288
17. Interest and adjustments on contract or deposit-type contract funds	8,621	1,800
18. Payments on supplementary contracts with life contingencies		
19. Increase in aggregate reserves for life and accident and health contracts	(6,911,655)	(1,005,586)
20. Totals (Line 10 to Line 19)	29,747,992	41,048,032
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Column 1)	5,094,943	10,989,862
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Column 1)	1,329,873	1,046,635
23. General insurance expenses (Exhibit 2, Line 10, Columns 1, 2, 3 and 4)	19,083,403	26,043,382
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Column 1 plus Column 2 plus Column 3)	741,949	616,851
25. Increase in loading on deferred and uncollected premiums	(1,042)	(33,637)
26. Net transfers to or (from) Separate Accounts net of reinsurance		
27. Aggregate write-ins for deductions		
28. Totals (Line 20 to Line 27)	55,997,118	79,711,125
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	(3,976,280)	1,214,884
30. Dividends to policyholders		
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	(3,976,280)	1,214,884
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)	(3,976,280)	1,214,884
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of $ 25,545 (excluding taxes of $ transferred to the IMR)	406,430	73,764
35. Net Income (Line 33 plus Line 34)	(3,569,850)	1,288,648
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Column 2)	(96,219)	(1,628,910)
37. Net income (Line 35)	(3,569,850)	1,288,648
38. Change in net unrealized capital gains (losses) less capital gains tax of $	(136,520)	2,343,141
39. Change in net unrealized foreign exchange capital gain (loss)		
40. Change in net deferred income tax		
41. Change in nonadmitted assets	(5,617,442)	(1,875,593)
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, Column 4)		
44. Change in asset valuation reserve	33,977	(208,331)
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 effects of changes in accounting principles		
50. Capital changes:		
50.1 Paid in	2,238,810	
50.2 Transferred from surplus (Stock Dividend)		
50.3 Transferred to surplus		
51. Surplus adjustment:		
51.1 Paid in	12,761,217	
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	2,816,647	(15,174)
54. Net change in capital and surplus for the year (Line 37 through Line 53)	8,526,839	1,532,691
55. Capital and surplus, December 31, current year (Line 36 plus Line 54) (Page 3, Line 38)	8,430,620	(96,219)
DETAILS OF WRITE-INS		
08.301. Other Income	1,917,875	605,249
08.302.		
08.303.		
08.398. Summary of remaining write-ins for Line 8.3 from overflow page		
08.399. Totals (Line 08.301 through Line 08.303 plus Line 08.398) (Line 8.3 above)	1,917,875	605,249
2701. Special Service Fee		
2702. Service Agreement		
2703. Miscellaneous		
2798. Summary of remaining write-ins for Line 27 from overflow page		
2799. Totals (Line 2701 through Line 2703 plus Line 2798) (Line 27 above)		
5301. Prior year adjustment		
5302. Prior year adjustment		
5303. Change in Surplus-Pension	2,816,647	(15,174)
5398. Summary of remaining write-ins for Line 53 from overflow page		
5399. Totals (Line 5301 through Line 5303 plus Line 5398) (Line 53 above)	2,816,647	(15,174)

CASH FLOW

	1 Current Year	2 Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	44,908,482	75,940,864
2. Net investment income	7,398,810	6,266,980
3. Miscellaneous income	1,917,875	605,249
4. Total (Line 1 through Line 3)	54,225,167	82,813,093
5. Benefit and loss related payments	45,398,448	38,832,376
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	23,482,801	41,790,630
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) net of $ ..... tax on capital gains (losses)	(25,545)	34,991
10. Total (Line 5 through Line 9)	68,855,704	80,657,997
11. Net cash from operations (Line 4 minus Line 10)	(14,630,537)	2,155,096
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	30,052,013	19,334,350
12.2 Stocks		181,594
12.3 Mortgage loans		4,281
12.4 Real estate		
12.5 Other invested assets		
12.6 Net gains or (losses) on cash, cash equivalants and short-term investments		
12.7 Miscellaneous proceeds	1,338,611	98,058
12.8 Total investment proceeds (Line 12.1 through Line 12.7)	31,390,624	19,618,283
13. Cost of investments acquired (long-term only):		
13.1 Bonds	13,855,368	17,289,214
13.2 Stocks		
13.3 Mortgage loans		
13.4 Real estate	61,728	4,325,581
13.5 Other invested assets		549,933
13.6 Miscellaneous applications		
13.7 Total investments acquired (Line 13.1 through Line 13.6)	13,917,096	22,164,728
14. Net increase (decrease) in contract loans and premium notes	(72,742)	148,983
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	17,546,270	(2,695,428)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes		
16.2 Capital and paid in surplus, less treasury stock	15,000,027	
16.3 Borrowed funds		
16.4 Net deposits on deposit-type contracts and other insurance liabilities		
16.5 Dividends to stockholders		
16.6 Other cash provided (applied)	5,245,306	(281,390)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	20,245,333	(281,390)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17)	23,161,066	(821,722)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	1,654,356	2,476,078
19.2 End of year (Line 18 plus Line 19.1)	24,815,422	1,654,356

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

20.001		
20.002		
20.003		
20.004		
20.005		
20.006		
20.007		
20.008		
20.009		
20.010		

ANALYSIS OF OPERATIONS BY LINES OF BUSINESS

	1	2	Ordinary			6	Group		Accident and Health			12
	Total	Industrial Life	3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts	Credit Life (Group and Individual)	7 Life Insurance (a)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other	Aggregate of All Other Lines of Business
1. Premiums and annuity considerations for life and accident and health contracts	44,708,132		13,904,723	642,018		2,818,691	3,419,790		14,075,249	720,313	9,127,348	
2. Considerations for supplementary contracts with life contingencies												
3. Net investment income	4,956,006		2,907,062	592,981		68,803	68,549		600,586	13,634	704,391	
4. Amortization of Interest Maintenance Reserve (IMR)	438,825		257,733	52,572		6,100	6,048		52,714	1,209	62,449	
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 management, administration and contract guarantees from Separate Accounts												
8.2 Charges and fees for deposit-type contracts												
8.3 Aggregate write-ins for miscellaneous income	1,917,875		36,629	1,562		6,857	973,573		852,960	1,752	44,542	
9. Totals (Line 1 to Line 8.3)	52,020,838		17,106,147	1,289,133		2,900,451	4,467,960		15,581,509	736,908	9,938,730	
10. Death benefits	9,571,507		6,253,223			330,966	2,987,318					
11. Matured endowments (excluding guaranteed annual pure endowments)												
12. Annuity benefits	296,125			296,125								
13. Disability benefits and benefits under accident and health contracts	16,526,773								12,304,472	347,476	3,874,825	
14. Coupons, guaranteed annual pure endowments and similar benefits												
15. Surrender benefits and withdrawals for life contracts	10,256,621		6,691,332	3,565,289								
16. Group conversions												
17. Interest and adjustments on contract or deposit-type contract funds	8,621		131			5,717				1,336	1,437	
18. Payments on supplementary contracts with life contingencies												
19. Increase in aggregate reserves for life and accident and health contracts	(6,911,655)		(2,757,395)	(3,773,141)		(348,557)					(32,562)	
20. Totals (Line 10 to Line 19)	29,747,992		10,187,291	88,273		(11,874)	2,987,318		12,304,472	348,812	3,843,700	
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)	5,094,943		1,334,235	426		842,543	257,802		1,018,207	195,192	1,446,538	
22. Commissions and expense allowances on reinsurance assumed	1,329,873						888,673		441,200			
23. General insurance expenses	19,083,403		5,675,064	165,835		779,041	1,145,326		4,123,773	202,184	6,992,180	
24. Insurance taxes, licenses and fees, excluding federal income taxes	741,949		173,127	4,946		9,893	34,625		301,712	4,947	212,699	
25. Increase in loading on deferred and uncollected premiums	(1,042)		(365)	(10)		(21)	(73)		(115)	(10)	(448)	
26. Net transfers to or (from) Separate Accounts net of reinsurance												
27. Aggregate write-ins for deductions												
28. Totals (Line 20 to Line 27)	55,997,118		17,369,352	259,470		1,619,582	5,313,671		18,189,249	751,125	12,494,669	
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	(3,976,280)		(263,205)	1,029,663		1,280,869	(845,711)		(2,607,740)	(14,217)	(2,555,939)	
30. Dividends to policyholders												
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	(3,976,280)		(263,205)	1,029,663		1,280,869	(845,711)		(2,607,740)	(14,217)	(2,555,939)	
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)	(3,976,280)		(263,205)	1,029,663		1,280,869	(845,711)		(2,607,740)	(14,217)	(2,555,939)	
DETAILS OF WRITE-INS												
08.301. OTHER INCOME	1,917,875		36,629	1,562		6,857	973,573		852,960	1,752	44,542	
08.302.												
08.303.												
08.398. Summary of remaining write-ins for Line 8.3 from overflow page												
08.399. Totals (Line 08.301 through Line 08.303 plus Line 08.398) (Line 8.3 above)	1,917,875		36,629	1,562		6,857	973,573		852,960	1,752	44,542	
2701.												
2702.												
2703.												
2798. Summary of remaining write-ins for Line 27 from overflow page												
2799. Totals (Line 2701 through Line 2703 plus Line 2798) (Line 27 above)												

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

ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR

	1	2	Ordinary			6	Group	
	Total	Industrial Life	3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts	Credit Life (Group and Individual)	7 Life Insurance	8 Annuities
Involving Life or Disability Contingencies (Reserves) (Net of Reinsurance Ceded)								
1. Reserve December 31, prior year	88,534,834		70,675,810	17,276,556		582,468		
2. Tabular net premiums or considerations	20,071,830		17,434,225	533,242		2,104,363		
3. Present value of disability claims incurred	278,356		278,356		XXX			
4. Tabular interest	3,564,378		2,876,358	668,756		19,264		
5. Tabular less actual reserve released								
6. Increase in reserve on account of change in valuation basis								
7. Other increases (net)								
8. Totals (Line 1 to Line 7)	112,449,398		91,264,749	18,478,554		2,706,095		
9. Tabular cost	16,463,086		14,257,550		XXX	2,205,536		
10. Reserves released by death	408,745		408,054	XXX	XXX	691		XXX
11. Reserves released by other terminations (net)	8,767,331		8,142,191	359,183		265,957		
12. Annuity, supplementary contract, and disability payments involving life contingencies	5,154,496		538,541	4,615,955				
13. Net transfers to or (from) Separate Accounts								
14. Total deductions (Line 9 to Line 13)	30,793,658		23,346,336	4,975,138		2,472,184		
15. Reserve December 31, current year	81,655,740		67,918,413	13,503,416		233,911		

EXHIBIT OF NET INVESTMENT INCOME

		1 Collected During Year	2 Earned During Year
1.	U.S. Government bonds	(a) 1,135,124	1,016,551
1.1	Bonds exempt from U.S. tax	(a) 776,167	827,447
1.2	Other bonds (unaffiliated)	(a) 2,709,608	2,617,269
1.3	Bonds of affiliates	(a)	
2.1	Preferred stocks (unaffiliated)	(b)	
2.11	Preferred stocks of affiliates	(b)	
2.2	Common stocks (unaffiliated)		
2.21	Common stocks of affiliates		
3.	Mortgage loans	(c)	
4.	Real estate	(d)	
5.	Contract loans	234,763	233,847
6.	Cash, cash equivalents and short-term investments	(e) 24,442	24,486
7.	Derivative instruments	(f)	
8.	Other invested assets		
9.	Aggregate write-ins for investment income	725,589	794,950
10.	Total gross investment income	5,605,693	5,514,550
11.	Investment expenses		(g)
12.	Investment taxes, licenses and fees, excluding federal income taxes		(g)
13.	Interest expense		(h) 202,837
14.	Depreciation on real estate and other invested assets		(i) 108,769
15.	Aggregate write-ins for deductions from investment income		246,938
16.	Total deductions (Line 11 through Line 15)		558,544
17.	Net investment income (Line 10 minus Line 16)		4,956,006
	DETAILS OF WRITE-INS		
0901.	RENT	725,589	788,521
0902.	REINSURANCE ASSUMED		6,429
0903.			
0998.	Summary of remaining write-ins for Line 9 from overflow page		
0999.	Totals (Line 0901 through Line 0903 plus Line 0998) (Line 9 above)	725,589	794,950
1501.	OTHER INVESTMENT FEES		246,938
1502.			
1503.			
1598.	Summary of remaining write-ins for Line 15 from overflow page		
1599.	Totals (Line 1501 through Line 1503 plus Line 1598) (Line 15 above)		246,938

(a) Includes $ ..... accrual of discount less $ ..... amortization of premium and less $ ..... paid for accrued interest on purchases.
(b) Includes $ ..... accrual of discount less $ ..... amortization of premium and less $ ..... paid for accrued dividends on purchases.
(c) Includes $ ..... accrual of discount less $ ..... amortization of premium and less $ ..... paid for accrued interest on purchases.
(d) Includes $ ..... for company's occupancy of its own buildings; and excludes $ ..... interest on encumbrances.
(e) Includes $ ..... accrual of discount less $ ..... amortization of premium and less $ ..... paid for accrued interest on purchases.
(f) Includes $ ..... accrual of discount less $ ..... amortization of premium.
(g) Includes $ ..... 246,938 investment expenses and $ ..... investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
(h) Includes $ ..... 202,837 interest on surplus notes and $ ..... interest on capital notes.
(i) Includes $ ..... 108,769 depreciation on real estate and $ ..... 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) (Cols. 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. Government bonds	1,803,480		1,803,480		
1.1	Bonds exempt from U.S. tax					
1.2	Other bonds (unaffiliated)	565,777	(26,945)	538,832		
1.3	Bonds of affiliates					
2.1	Preferred stocks (unaffiliated)				(143,130)	
2.11	Preferred stocks of affiliates					
2.2	Common stocks (unaffiliated)	(63)		(63)	6,633	
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					
9.	Aggregate write-ins for capital gains (losses)	(1,910,274)		(1,910,274)		
10.	Total capital gains (losses)	458,920	(26,945)	431,975	(136,497)	
	DETAILS OF WRITE-INS					
0901.	AMORTIZATION OF IMR	(438,825)		(438,825)		
0902.	CHANGE IN IMR RESERVES	(1,471,449)		(1,471,449)		
0903.						
0998.	Summary of remaining write-ins for Line 9 from overflow page					
0999.	Totals (Line 0901 through Line 0903 plus Line 0998) (Line 9 above)	(1,910,274)		(1,910,274)		

EXHIBIT 1 - PART 1 - PREMIUMS AND ANNUITY CONSIDERATIONS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

	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
FIRST YEAR (other than single)											
1. Uncollected	3,759,089		213,640					3,544,534		915	
2. Deferred and accrued											
3. Deferred, accrued and uncollected:											
3.1 Direct	3,759,089		213,640					3,544,534		915	
3.2 Reinsurance assumed											
3.3 Reinsurance ceded											
3.4 Net (Line 1 plus Line 2)	3,759,089		213,640					3,544,534		915	
4. Advance											
5. Line 3.4 minus Line 4	3,759,089		213,640					3,544,534		915	
6. Collected during year:											
6.1 Direct	27,398,262		477,177	4,036	1,212	66,519		23,071,461	304,123	3,473,734	
6.2 Reinsurance assumed	3,046,869					1,844,491		1,202,378			
6.3 Reinsurance ceded	8,434,126		16,616							8,417,510	
6.4 Net	22,011,005		460,561	4,036	1,212	1,911,010		24,273,839	304,123	(4,943,776)	
7. Line 5 plus Line 6.4	25,770,094		674,201	4,036	1,212	1,911,010		27,818,373	304,123	(4,942,861)	
8. Prior year (uncollected plus deferred and accrued minus advance)	262,047		215,395					46,652			
9. First year premiums and considerations:											
9.1 Direct	30,895,304		475,422	4,036	1,212	66,519		26,569,343	304,123	3,474,649	
9.2 Reinsurance assumed	3,046,869					1,844,491		1,202,378			
9.3 Reinsurance ceded	8,434,126		16,616							8,417,510	
9.4 Net (Line 7 minus Line 8)	25,508,047		458,806	4,036	1,212	1,911,010		27,771,721	304,123	(4,942,861)	
SINGLE											
10. Single premiums and considerations:											
10.1 Direct											
10.2 Reinsurance assumed											
10.3 Reinsurance ceded											
10.4 Net											
RENEWAL											
11. Uncollected	6,079,309		4,343,513		231,225	68,914		325,574	159,186	950,897	
12. Deferred and accrued											
13. Deferred, accrued and uncollected:											
13.1 Direct	6,079,309		4,343,513		231,225	68,914		325,574	159,186	950,897	
13.2 Reinsurance assumed											
13.3 Reinsurance ceded											
13.4 Net (Line 11 plus Line 12)	6,079,309		4,343,513		231,225	68,914		325,574	159,186	950,897	
14. Advance											
15. Line 13.4 minus Line 14	6,079,309		4,343,513		231,225	68,914		325,574	159,186	950,897	
16. Collected during year:											
16.1 Direct	39,070,078		14,616,212	637,982	2,878,189	1,757,786		3,718,743	399,643	15,061,523	
16.2 Reinsurance assumed											
16.3 Reinsurance ceded	19,477,763		1,188,916			184,458		17,338,297		766,092	
16.4 Net	19,592,315		13,427,296	637,982	2,878,189	1,573,328		(13,619,554)	399,643	14,295,431	
17. Line 15 plus Line 16.4	25,671,624		17,770,809	637,982	3,109,414	1,642,242		(13,293,980)	558,829	15,246,328	
18. Prior year (uncollected plus deferred and accrued minus advance)	6,471,539		4,324,892		291,935	133,462		402,492	142,639	1,176,119	
19. Renewal premiums and considerations:											
19.1 Direct	38,677,848		14,634,833	637,982	2,817,479	1,693,238		3,641,825	416,190	14,836,301	
19.2 Reinsurance assumed											
19.3 Reinsurance ceded	19,477,763		1,188,916			184,458		17,338,297		766,092	
19.4 Net (Line 17 minus Line 18)	19,200,085		13,445,917	637,982	2,817,479	1,508,780		(13,696,472)	416,190	14,070,209	
TOTAL											
20. Total premiums and annuity considerations:											
20.1 Direct	69,573,152		15,110,255	642,018	2,818,691	1,759,757		30,211,168	720,313	18,310,950	
20.2 Reinsurance assumed	3,046,869					1,844,491		1,202,378			
20.3 Reinsurance ceded	27,911,889		1,205,532			184,458		17,338,297		9,183,602	
20.4 Net (Lines 9.4 plus 10.4 plus 19.4)	44,708,132		13,904,723	642,018	2,818,691	3,419,790		14,075,249	720,313	9,127,348	

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. To pay renewal premiums											
22. All other											
REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED											
23. First year (other than single):											
23.1 Reinsurance ceded											
23.2 Reinsurance assumed	1,329,873					888,673		441,200			
23.3 Net ceded less assumed	(1,329,873)					(888,673)		(441,200)			
24. Single:											
24.1 Reinsurance ceded											
24.2 Reinsurance assumed											
24.3 Net ceded less assumed											
25. Renewal:											
25.1 Reinsurance ceded											
25.2 Reinsurance assumed											
25.3 Net ceded less assumed											
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6)											
26.2 Reinsurance assumed (Page 6, Line 22)	1,329,873					888,673		441,200			
26.3 Net ceded less assumed	(1,329,873)					(888,673)		(441,200)			
COMMISSIONS INCURRED (direct business only)											
27. First year (other than single)	131,993		371,861	5	638	8,272		496,192	105,926	(850,901)	
28. Single											
29. Renewal	4,962,950		962,374	421	841,905	249,530		522,015	89,266	2,297,439	
30. Deposit-type contract funds											
31. Totals (to agree with Page 6, Line 21)	5,094,943		1,334,235	426	842,543	257,802		1,018,207	195,192	1,446,538	

EXHIBIT 2 - GENERAL EXPENSES

	Insurance				5	6
	1	Accident and Health		4		
		2	3			
	Life	Cost Containment	All Other	All Other Lines of Business	Investment	Total
1. Rent	553,403		676,381			1,229,784
2. Salaries and wages	1,578,863		1,929,722			3,508,585
3.11 Contributions for benefit plans for employees	67,863		82,944			150,807
3.12 Contributions for benefit plans for agents	69,008		84,343			153,351
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	203,824		249,118			452,942
3.32 Other agent welfare	57,680		70,498			128,178
4.1 Legal fees and expenses	260,192		318,012			578,204
4.2 Medical examination fees	75,988		92,874			168,862
4.3 Inspection report fees	11,239		13,737			24,976
4.4 Fees of public accountants and consulting actuaries	962,613		1,176,526			2,139,139
4.5 Expense of investigation and settlement of policy claims	496,730		607,116			1,103,846
5.1 Traveling expenses	256,934		314,031			570,965
5.2 Advertising	220,193		269,124			489,317
5.3 Postage, express, telegraph and telephone	141,668		173,149			314,817
5.4 Printing and stationery	215,651		263,573			479,224
5.5 Cost or depreciation of furniture and equipment	316,890		387,310			704,200
5.6 Rental of equipment	93,424		114,184			207,608
5.7 Cost or depreciation of EDP equipment and software						
6.1 Books and periodicals	41,181		50,333			91,514
6.2 Bureau and association fees	833		1,018			1,851
6.3 Insurance, except on real estate	57,687		70,507			128,194
6.4 Miscellaneous losses						
6.5 Collection and bank service charges	163,966		200,402			364,368
6.6 Sundry general expenses	53,548		65,447			118,995
6.7 Group service and administration fees			1,898,442			1,898,442
6.8 Reimbursements by uninsured plans						
7.1 Agency expense allowance						
7.2 Agents' balances charged off (less $ .....recovered)						
7.3 Agency conferences other than local meetings						
9.1 Real estate expenses						
9.2 Investment expenses not included elsewhere						
9.3 Aggregate write-ins for expenses	1,833,856		2,241,378			4,075,234
10. General expenses incurred	7,733,234		11,350,169			(a) 19,083,403
11. General expenses unpaid December 31, prior year	674,410		747,747			1,422,157
12. General expenses unpaid December 31, current year	502,646		639,731			1,142,377
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)	7,904,998		11,458,185			19,363,183
DETAILS OF WRITE-INS						
09.301. COMPUTER SERVICES	571,115		698,029			1,269,144
09.302. DIRECTORS FEES	2,430		2,970			5,400
09.303. PROFESSIONAL SERVICES	433,568		529,916			963,484
09.398. Summary of remaining write-ins for Line 9.3 from overflow page	826,743		1,010,463			1,837,206
09.399. Totals (Line 09.301 through Line 09.303 plus Line 09.398) (Line 9.3 above)	1,833,856		2,241,378			4,075,234

(a) Includes management fees of $ .....to affiliates and $ .....to non-affiliates.

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

	Insurance			4	5
	1	2	3		
	Life	Accident and Health	All Other Lines of Business	Investment	Total
1. Real estate taxes	10,913	13,338			24,251
2. State insurance department licenses and fees	2,376	2,904			5,280
3. State taxes on premiums	29,228	261,418			290,646
4. Other state taxes, including $ 50,865 for employee benefits	22,889	27,976			50,865
5. U.S. Social Security taxes	96,222	117,605			213,827
6. All other taxes	60,963	96,117			157,080
7. Taxes, licenses and fees incurred	222,591	519,358			741,949
8. Taxes, licenses and fees unpaid December 31, prior year	99	220,000			220,099
9. Taxes, licenses and fees unpaid December 31, current year	2	237,882			237,884
10. Taxes, licenses and fees paid during year (Line 7 plus Line 8 minus Line 9)	222,688	501,476			724,164

EXHIBIT 4 - DIVIDENDS OR REFUNDS

	1	2
	Life	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 Line 1 through Line 4		
6. Paid-in cash		
7. Left on deposit		
8. Aggregate write-ins for dividend or refund options		
9. Total Line 5 through Line 8		
10. Amount due and unpaid		
11. Provision for dividends or refunds payable in the following calend		
12. Terminal dividends		
13. Provision for deferred dividend contracts		
14. Amount provisionally held for deferred dividend policies not inclu		
15. Total Line 10 through Line 14		
16. Total from prior year		
17. Total dividends or refunds (Line 9 plus Line 15 minus Line 16)		
DETAILS OF WRITE-INS		
0801.		
0802.		
0803.		
0898. Summary of remaining write-ins for Line 8 from overflow page		
0899. Totals (Line 0801 through Line 0803 plus Line 0898) (Line 8 above)		

NONE

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1 Valuation Standard	2 Total	3 Industrial	4 Ordinary	5 Credit (Group and Individual)	6 Group
(Gross) - Life Insurance					
1980 CSO 3.5% CRVM	2,739,544		2,739,544		
1980 CSO 4-4.5% CRVM	63,201,865		63,201,865		
2001 CSO S&U 4.5%	28,244		28,244		
1980 CSO 4.5%	233,911			233,911	
0199997 - TOTALS (Gross) - Life Insurance	66,203,564		65,969,653	233,911	
0199999 - TOTALS (Net) - Life Insurance	66,203,564		65,969,653	233,911	
(Gross) - Annuities (excluding supplementary contracts with life contingencies)					
BASED ON CARVM FOR IRA CONTRACTS	12,678,660		12,678,660		
BASED ON CARVM FOR IRA CONTRACTS	454,667		454,667		
PREMIUMS BASIC ACCUMULATED AT 5% INTEREST - GAR	370,088		370,088		
0299997 - TOTALS (Gross) - Annuities (excluding supplementary contracts with life contingencies)	13,503,415		13,503,415		
0299999 - TOTALS (Net) - Annuities (excluding supplementary contracts with life contingencies)	13,503,415		13,503,415		
(Gross) - Accidental Death Benefits					
1959 ADB 3% NET LEVEL	163,739		163,739		
0499997 - TOTALS (Gross) - Accidental Death Benefits	163,739		163,739		
0499999 - TOTALS (Net) - Accidental Death Benefits	163,739		163,739		
(Gross) - Disability - Active Lives					
1985 CIDA & 1980 CSO 3% NL	250,737		250,737		
1985 CIDA & 1980 CSO 3%	475,300		475,300		
0599997 - TOTALS (Gross) - Disability - Active Lives	726,037		726,037		
0599999 - TOTALS (Net) - Disability - Active Lives	726,037		726,037		
(Gross) - Disability - Disabled Lives					
1952 SOA 3%	147,102		147,102		
1985 CIDC 3%	911,882		911,882		
0699997 - TOTALS (Gross) - Disability - Disabled Lives	1,058,984		1,058,984		
0699999 - TOTALS (Net) - Disability - Disabled Lives	1,058,984		1,058,984		
9999999 - TOTALS (Net) - Page 3, Line 1	81,655,739		81,421,828	233,911	

EXHIBIT 5 - INTERROGATORIES

1.1 Has the reporting entity ever issued both participating and non-participating contracts? Yes ( ) No (X)

1.2 If not, state which kind is issued.

.....

2.1 Does the reporting entity at present issue both participating and non-participating contracts? Yes ( ) No (X)

2.2 If not, state which kind is issued.

.....

3. Does the reporting entity at present issue or have in force contracts that contain non-guaranteed elements? Yes ( ) No (X)
If so, attach a statement that contains the determination procedures, answers to the interrogatories and an actuarial opinion as described in the instructions.

4. Has the reporting entity any assessment or stipulated premium contracts in force? Yes ( ) No (X)
If so, state:

4.1 Amount of insurance? $ .....

4.2 Amount of reserve? $ .....

4.3 Basis of reserve:

.....

4.4 Basis of regular assessments:

.....

4.5 Basis of special assessments:

.....

4.6 Assessments collected during the year: $ .....

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: $ .....

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.

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: $ .....

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: $ .....

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

EXHIBIT 6 - AGGREGATES RESERVES FOR ACCIDENT AND HEALTH CONTRACTS

	1	2	3	4	Other Individual Contracts				
	Total	Group Accident and Health	Credit Accident and Health (Group and Individual)	Collectively Renewable	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	148,609	38,977	109,632						
2. Additional contract reserves (a)	3,735,880					3,735,880			
3. Additional actuarial reserves - Asset/Liability analysis	356,353					356,353			
4. Reserve for future contingent benefits									
5. Reserve for rate credits									
6. Aggregate write-ins for reserves									
7. Totals (Gross)	4,240,842	38,977	109,632			4,092,233			
8. Reinsurance ceded	280,715					280,715			
9. Totals (Net)	3,960,127	38,977	109,632			3,811,518			
CLAIM RESERVE									
10. Present value of amounts not yet due on claims	11,760,429	11,072,382	1,377			686,670			
11. Additional actuarial reserves - Asset/Liability analysis									
12. Reserve for future contingent benefits									
13. Aggregate write-ins for reserves									
14. Totals (Gross)	11,760,429	11,072,382	1,377			686,670			
15. Reinsurance ceded	9,861,939	9,351,008				510,931			
16. Totals (Net)	1,898,490	1,721,374	1,377			175,739			
17. TOTAL (Net)	5,858,617	1,760,351	111,009			3,987,257			
18. TABULAR FUND INTEREST									
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 Total	2 Guaranteed Interest Contracts	3 Annuities Certain	4 Supplemental Contracts	5 Dividend Accumulations or Refunds	6 Premium and Other Deposit Funds
1. Balance at the beginning of the year before reinsurance						
2. Deposits received during the year						
3. Investment earnings credited to the account						
4. Other net change in reserves						
5. Fees and other charges assessed						
6. Surrender charges						
7. Net surrender or withdrawal payments						
8. Other net transfers to or (from) Separate Accounts						
9. Balance at the end of current year before reinsurance (Lines 1 plus 2 plus 3 plus 4 minus 5 minus 6 minus 7 minus 8)						
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 (Line 10 plus Line 11 minus Line 12)						
14. Net balance at the end of current year after reinsurance (Line 9 plus Line 13)						

NONE

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	8,246,404		1,597,726			62,890	449,769		4,994,323	133,872	1,007,824
1.2 Reinsurance assumed	1,345,392						380,052		965,340		
1.3 Reinsurance ceded	2,473,356		151,631				78,000		1,650,222		593,503
1.4 Net	7,118,440		1,446,095			62,890	751,821		4,309,441	133,872	414,321
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	9,975,802		791,410			30,136	66,501		7,869,610	246,348	971,797
3.2 Reinsurance assumed	1,955,868						913,089		1,042,779		
3.3 Reinsurance ceded	370,713		254,808				2,588		410		112,907
3.4 Net	11,560,957		(b) 536,602	(b)		(b) 30,136	(b) 977,002		(b) 8,911,979	(b) 246,348	(b) 858,890
4. TOTALS 4.1 Direct	18,222,206		2,389,136			93,026	516,270		12,863,933	380,220	1,979,621
4.2 Reinsurance assumed	3,301,260						1,293,141		2,008,119		
4.3 Reinsurance ceded	2,844,069		406,439				80,588		1,650,632		706,410
4.4 Net	18,679,397	(a)	(a) 1,982,697			93,026	(a) 1,728,823		13,221,420	380,220	1,273,211

(a) Including matured endowments (but not guaranteed annual pure endowments) unpaid amounting to $ ..... in Column 2, $ ..... in Column 3 and $ ..... 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 $ ....., Individual Annuities $ ....., Credit Life (Group and Individual) $ ....., and Group Life $ ....., are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health $ ....., Credit (Group and Individual) Accident and Health $ ..... and Other Accident and Health $ ..... 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	2	Ordinary			6	Group		Accident and Health		
	Total	Industrial Life (a)	3 Life Insurance (b)	4 Individual Annuities	5 Supplementary Contracts	Credit Life (Group and Individual)	7 Life Insurance (c)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other
1. Settlements during the year:											
1.1 Direct	37,141,160		7,568,668	296,125		318,670	8,452		19,041,589	168,145	9,739,511
1.2 Reinsurance assumed	6,981,237						2,805,516		4,175,721		
1.3 Reinsurance ceded	15,437,582		(262,500)				43,000		12,356,473		3,300,609
1.4 Net	(d) 28,684,815		7,831,168	296,125		318,670	2,770,968		10,860,837	168,145	6,438,902
2. Liability December 31, current year from Part 1:											
2.1 Direct	18,222,206		2,104,680			93,026	516,270		12,863,933	380,220	2,264,077
2.2 Reinsurance assumed	3,301,260						1,293,141		2,008,119		
2.3 Reinsurance ceded	2,844,069		121,983				80,588		1,650,632		990,866
2.4 Net	18,679,397		1,982,697			93,026	1,728,823		13,221,420	380,220	1,273,211
3. Amounts recoverable from reinsurers December 31, current year	3,097,574		331,000				6,000		1,313,266		1,447,308
4. Liability December 31, prior year:											
4.1 Direct	34,546,534		3,686,096			80,730	780,287		22,571,433	200,889	7,227,099
4.2 Reinsurance assumed	2,103,631						794,101		1,309,530		
4.3 Reinsurance ceded	15,522,097		381,227				67,915		12,121,375		2,951,580
4.4 Net	21,128,068		3,304,869			80,730	1,506,473		11,759,588	200,889	4,275,519
5. Amounts recoverable from reinsurers December 31, prior year	3,255,835		698,500						1,295,069		1,262,266
6. Incurred Benefits:											
6.1 Direct	20,816,832		5,987,252	296,125		330,966	(255,565)		9,334,089	347,476	4,776,489
6.2 Reinsurance assumed	8,178,866						3,304,556		4,874,310		
6.3 Reinsurance ceded	2,601,293		(889,244)				61,673		1,903,927		1,524,937
6.4 Net	26,394,405		6,876,496	296,125		330,966	2,987,318		12,304,472	347,476	3,251,552

(a) Including matured endowments (but not guaranteed annual pure endowments) amounting to $ ..... in Line 1.1, $ ..... in Line 1.4.
$ ..... in Line 6.1 and $ ..... in Line 6.4.

(b) Including matured endowments (but not guaranteed annual pure endowments) amounting to $ ..... in Line 1.1, $ ..... in Line 1.4.
$ ..... in Line 6.1 and $ ..... in Line 6.4.

(c) Including matured endowments (but not guaranteed annual pure endowments) amounting to $ ..... in Line 1.1, $ ..... in Line 1.4.
$ ..... in Line 6.1 and $ ..... in Line 6.4.

(d) Includes $ ..... premiums waived under total and permanent disability benefits.

EXHIBIT OF NONADMITTED ASSETS

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 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		291,098	291,098
7. Derivatives (Schedule DB)			
8. Other invested assets (Schedule BA)			
9. Receivable for securities			
10. Securities lending reinvested collateral assets (Schedule DL)			
11. Aggregate write-ins for invested assets			
12. Subtotals, cash and invested assets (Line 1 to Line 11)		291,098	291,098
13. Title plants (for Title insurers only)			
14. Investment income due and accrued	45,110	44,263	(847)
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	8,505,793	5,778,647	(2,727,146)
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		154,184	154,184
17. Amounts receivable relating to uninsured plans			
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	332,197	875,662	543,465
21. Furniture and equipment, including health care delivery assets	124,719	171,291	46,572
22. Net adjustment in assets and liabilities due to foreign exchange rates			
23. Receivable from parent, subsidiaries and affiliates	4,375,107	9,643	(4,365,464)
24. Health care and other amounts receivable			
25. Aggregate write-ins for other than invested assets	3,501,310	3,942,006	440,696
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Line 12 to Line 25)	16,884,236	11,266,794	(5,617,442)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
28. Total (Line 26 and Line 27)	16,884,236	11,266,794	(5,617,442)
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page			
1199. Totals (Line 1101 through Line 1103 plus Line 1198) (Line 11 above)			
2501. Prepaid Expenses - Miscellaneous	202,414	546,352	343,938
2502. Accounts Receivable - Miscellaneous	3,233,896	3,164,650	(69,246)
2503. Deferred Expenses Miscellaneous	65,000	151,116	86,116
2598. Summary of remaining write-ins for Line 25 from overflow page		79,888	79,888
2599. Totals (Line 2501 through Line 2503 plus Line 2598) (Line 25 above)	3,501,310	3,942,006	440,696

NOTES TO FINANCIAL STATEMENTS

Summary of Significant Accounting Policies

A. Accounting Practices, impact of NAIC /State differences

National Life Insurance Company (the Company) was 48.81% owned by National Insurance Company and 46.64% owned by National Promoters and Services, Inc., which also owned a majority of National Insurance Company. The remaining 4.55% was owned by directors, officers and other individuals.

The Company was incorporated in 1969 under the provisions of the Insurance Code of the Commonwealth of Puerto Rico and its operations consist principally of underwriting individual and group life and credit life insurance, individual annuities and accident and health insurance contracts. Substantially all of the business is conducted in Puerto Rico, which exposes the Company to geographic risk.

On October 11, 2011 and November 11, 2011 Multinational Insurance Group, an insurance company based in Venezuela, acquired the 48.81% and 46.64% previously owned by National Insurance Company and National Promoters and Services, Inc., respectively. Subsequently the name of the Company was changed to Multinational Life Insurance Company (“MLIFE”). Refer to Note 22 for further details.

During 2008, the Office of the Commissioner of Insurance of Puerto Rico permitted the Company to capitalize a market value adjustment as determined by a certified appraiser. During 2009 the Company was not authorized to capitalize the market value adjustment. During 2011 and 2010, authorization was requested and obtained from the Office of the Commissioner of Insurance of Puerto Rico to continue this practice. A reconciliation of the Company’s net income and capital and surplus, between NAIC SAP and practices prescribed and permitted by the Commonwealth of Puerto Rico is shown below:

		2011		2010
Net Income – Puerto Rico Basis		$(3,569,850)		$1,288,648
State Prescribed Practices – None		-		-
State Permitted Practices – None		-		-
Net Income – NAIC SAP		$(3,569,850)		$1,288,648
Statutory Surplus – Puerto Rico Basis		$8,430,620		$(96,219)
State Prescribed Practice – None		-		-
State Permitted Practice – Real Estate booked at Market Value		(2,312,681)		(2,312,681)
Statutory Surplus – NAIC SAP		$6,117,939		$(2,408,900)

B. Use of Estimates in the Preparation of Financial Statements

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

C. Basis of Presentation

The accompanying financial statements have been prepared in conformity with accounting practices prescribed or permitted (“SAP”) by the Commissioner of Insurance of the Commonwealth of Puerto Rico, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America (“GAAP”). Differences between SAP and GAAP arise from:

I. The treatment of acquisition costs, such as commissions, which are charged to current operations as incurred, whereas under GAAP, such costs are capitalized and amortized to operations as the related premiums are earned;

II. The treatment of certain assets designated as “nonadmitted,” which are charged against surplus, whereas under GAAP, these are generally recognized as assets, net of any allowance for uncollectible amounts;

III. The requirement to record a reserve for overdue reinsurance recoverable balances and/or reinsurance not authorized by the Commissioner of Insurance, whereas under GAAP, such liability is not recorded unless the reinsurer is unable to honor its obligations;

IV. The practice of reporting assets and liabilities net of the effects of reinsurance, whereas under GAAP unpaid reinsurance recoverable and prepaid reinsurance premiums are reported as assets;

V. The practice of keeping an asset valuation reserve (AVR) as a liability designed to absorb unrealized gains and losses arising from fluctuations in the market value of investments and an interest maintenance reserve (IMR) where realized gains and losses attributable to interest rate fluctuations are deferred and amortized to income over the stated maturity of the disposed investment. Under GAAP neither an AVR nor an IMR is required;

VI. The practice under statutory accounting practices to carry debt securities generally at amortized cost. Under GAAP, investments in debt securities are classified as held-to-maturity, available-for-sale or trading securities, and the accounting treatment is different for each category. Those securities classified as held-to-maturity are recorded at amortized cost. Those securities classified as available-for-sale are recorded at fair value with unrealized holding gains and losses reported, net of tax, in accumulated other comprehensive income, a separate component of shareholders' equity. Securities classified as trading securities are also recorded at fair value, and unrealized holding gains and losses are recorded in earnings.

VII. Investments in the common stocks of its subsidiaries, controlled or affiliated entities (SCAs) are accounted and reported under the equity method as prescribed by SSAP No. 97, Investments in Subsidiary, Controlled and Affiliated Entities, and valued in accordance with section 3(ii)(D) of the NAIC Valuations Securities manual. Changes in the carrying value of such investments are reflected as unrealized gains or losses in capital and surplus. For any decline in the fair value of an investment in a SCA entity that is other than temporary, the investment shall be written down to fair value as the new cost basis and the amount of the write down shall be accounted for as a realized loss. The new cost basis shall not be changed for subsequent recoveries in fair value. Future declines in fair value, which are determined to be other than temporary shall be recorded as realized losses. An impairment shall be considered to have occurred if it is probable that the reporting entity will be unable to recover the carrying amount of the investment or there is evidence indicating inability of the investee to sustain earnings, which would justify the carrying amount of the investment. A fair value of an investment that is below the carrying amount based on the statutory equity method or the existence of investee operating losses may indicate a loss in value; however, they are not necessarily indicative of a loss in value that is other than temporary.

VIII. Economic transactions between sisters companies, as defined by SSAP 25, result in gain/loss recognition. For GAAP, guidance regarding transaction between parties under common control should be followed.

IX. Under SAP, surplus notes are treated as part of statutory surplus, however, under GAAP such notes are classified as liabilities of the Company.

A. Accounting Policy

I. Non-admitted Assets

Certain assets designated as "nonadmitted" have been excluded from the statutory statement of admitted assets, liabilities, capital and surplus by a charge to surplus.

II. Cash

Cash includes nonnegotiable certificates of deposit with an original maturity of one year or less as well as cash on hand and demand deposits.

III. Investments

Debt and equity securities are valued in accordance with rules promulgated by the National Association of Insurance Commissioners (NAIC). Debt securities eligible for amortization under such rules (including mortgage-backed securities) are stated at amortized cost, net of unamortized premiums and discounts.

Loan backed securities are subject to prepayment and extension risk. The retrospective method is used to value all loan-backed securities, except for interest only securities, SSAP No. 43R, *Loan-backed and Structured Securities* eligible securities or securities where the yield has become negative, which are valued using the prospective method. As of December 31, 2010 and 2009, the Company had no negative yield securities requiring a change from the retrospective to prospective method.

Prepayment assumptions for mortgage-backed securities incorporated in the calculation of their amortized cost are generated using a prepayment model acquired from a vendor. The prepayment model uses a number of factors to estimate prepayment activity including the time of year (seasonality), current levels of interest rates (refinancing incentive), economic activity (including housing turnover) and the term and age of the underlying collateral (burnout,

seasoning). The market value of loan-backed securities was obtained from various independent security dealers.

Publicly traded equity securities (common stock) are stated at quoted market prices. Unrealized gains or losses are presented as a direct credit or charge to surplus. Redeemable preferred stock in good standing is carried at amortized cost. Other preferred stock not in good standing are carried at the lower of amortized cost or fair market value.

Fair value is based on a hierarchy that considers whether the inputs to valuation techniques are observable or unobservable. Observable inputs reflect market data obtained from independent sources, while unobservable inputs reflect the Company's own assumptions about the assumptions market participants would use. The fair value hierarchy includes three levels of inputs that may be used to measure fair value as described below.

Level 1 – Quoted prices in active markets for identical assets or liabilities. Level 1 assets and liabilities include debt and equity securities that are traded in an active exchange markets.

Level 2 – Observable inputs other than Level 1 prices such as quoted prices in active markets for similar assets or liabilities; quoted prices for identical or similar assets or liabilities in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities. Level 2 assets and liabilities include debt securities with quoted prices that are traded less frequently than exchange-traded instruments as well as debt securities and derivative contracts whose value is determined using a pricing model with inputs that are observable in the market or can be derived principally from or corroborated by observable market data.

Level 3 – Unobservable inputs that are supported by little or no market activity and are significant to the fair value of the assets or liabilities. Level 3 includes assets and liabilities whose value is determined using pricing models, discounted cash flow methodologies, or similar techniques reflecting our own assumptions about the assumptions market participants would use as well as those requiring significant management judgment.

Fair value of actively traded debt and equity securities are based on quoted market price fair value of inactively traded debt securities are based on quoted market prices of identical or similar securities or based on observable inputs like interest rates using either a market or income valuation approach and are generally classified as Level 2.

IV. Mortgage loans are stated at their outstanding principal balance up to limitations required by the Commissioner. Policy loans are carried at their aggregate unpaid balance, including accumulated interest, not exceeding their cash surrender values or policy benefit reserves.

V. Short-term investments include all investments whose maturities at the time of acquisition are one year or less.

VI. Net realized gains and losses on the sale of investments are determined on the specific identification method and recorded in accordance with interest maintenance reserve provisions. Investment transactions are recorded on the trade date.

VII. Real Estate-During 2011 and 2011, the Office of the Commissioner of Insurance of Puerto Rico permitted the Company to make an adjustment to the home office real estate investment to market value as determined by a Certified Appraiser. Real estate investments represent properties occupied by the Company and are presented as adjusted by the market value adjustment made under special acceptance by the Office of the Commissioner of Insurance of the Commonwealth of Puerto Rico, net of encumbrances, if any, and the accumulated depreciation of the cost of the property. The useful life of real estate was estimated at approximately 40 years. As of December 31, 2011 and 2010, the Company accounted for its home office building at market value based on updated appraisals obtained and increased the value by $2,312,681.

VIII. Revenue Recognition- Premiums are recognized as income when due from policyholders under the terms of the insurance contract.

IX. Policy and Contract Claims-

Unpaid claims consist of the liability for reported claims and an estimate for claims incurred but not reported based on past experience. While management believes that the

provisions for unpaid claims and claim adjustment expenses are adequate, amounts ultimately paid may differ. Such differences are charged to current operations when estimates change.

The reserves for life policies are stated after deduction of reserves and claims applicable to reinsurance ceded to other companies. The Company, however, is liable for these amounts in the event that the reinsurers are unable to pay their portion of the claims.

X. Future Policy Benefits

Most of the policies in force are under the 1958, 1980 and 2001 CSO mortality table, with interest assumptions ranging from 2 1/2% to 4 3/4%. Approximately 92% of the reserves are calculated on a modified reserve basis and 8% on a net level reserve basis. The effect of the use of a modified reserve basis is to partially offset the effect of immediately expensing acquisition costs by providing a policy reserve increase in the first policy year that is less than the reserve increase in renewal years. These computation methods are in accordance with commonly accepted actuarial standards and principles, and are in accordance with the requirements of the Insurance Code of the Commonwealth of Puerto Rico. The reserve balance relating to individual annuities and deposit–type contracts is determined by contributions plus accrued interest based on contractual provisions less applicable penalties for early retirement or surrender charges. Reserves relating to group policies are determined at an amount equal to unearned premiums.

XI. Asset Valuation Reserve and Interest Maintenance Reserve

An asset valuation reserve is maintained as prescribed by NAIC for the purpose of stabilizing the surplus of the Company against fluctuations in the market value of bonds and stocks held as investments. The asset valuation reserve applies reserve factors to all invested asset categories except cash, policy loans, premium notes, collateral loans, and investment income due and accrued to provide for the inherent credit risk embedded in such invested asset categories.

The interest maintenance reserve captures the realized capital gains and losses on sale of bonds and notes, net of related capital gain taxes for all types of fixed income investments that result from changes in the overall level of interest rates and amortizes these gains or losses into income over the estimated remaining life of the investment sold.

XII. Reinsurance

The Company reinsures certain risks assumed in the normal course of business. Reinsurance arrangements are used to limit maximum loss, provide greater diversification of risk, minimize exposure on larger risks, and to meet certain regulatory ratios. The Company cedes all risks in excess of $250,000 on individual life insurance and $75,000 for Group Life insurance. For accident and health, the Company cedes 85% of the risk for all Long-Term Disability (LTD) policies. For group health, the Company cedes 65% of the risk through a fronting agreement with a reinsurer during the year 2010 and 2011. Presently, the Company is doing business with six reinsurance companies, one of which reinsures exclusively LTD. For the Cancer business the Company ceded 60% of the risk starting on the second quarter of year 2011.

Premiums and commissions related to insurance ceded are accounted for as a reduction of premiums written and acquisition and commission costs, respectively. Reinsurance recoveries are recorded as a reduction of life and accident and health benefits incurred.

XIII. EDP Equipment

EDP equipment is stated at book value. Significant additions are capitalized. Expenditures for maintenance and repairs are charged to expense.

Depreciation of electronic data processing equipment is computed using the straight-line method over the lesser of the estimated useful life of the equipment or three years. Depreciation expense for the year ended December 31, 2011 and 2010 amounted to approximately $670,000 and $708,000, respectively.

XIV. Equipment, Furniture and Fixtures

Equipment, furniture and fixtures are classified as non-admitted assets. Depreciation is provided under the straight-line method over the estimated useful life of the assets. Depreciation expense related to equipment, furniture and fixtures for 2011 and 2010 amounted to approximately $19,000 and $36,000, respectively.

XV. Pension Cost

Pension expense is provided on the basis of contributions made to the pension plan as determined by consulting actuaries.

XVI. Income Taxes

Statement of Statutory Accounting Principles No. 10R, *Income Taxes-Revised, A Temporary Replacement of SSAP No. 10* ("SSAP 10R"), modifies two components of the admission calculation that may be utilized by certain reporting entities subject to RBC requirements that meet certain RBC thresholds: a) an up to three year reversal period for temporary differences instead of one year and b) 15 percent capital and surplus limit instead of 10 percent. Gross DTA are also subject to reduction by a valuation allowance if it is more likely than not that some portion or all of the gross DTA will not be realized. This guidance is effective for 2009, 2010 and 2011 financial statements.

1. Regulatory Matters

The Company's financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the discharge of liabilities in the normal course of business for the foreseeable future. Various matters discussed below have adversely impacted the Company's surplus and capital levels. As discussed below, the Company has assessed its ability to continue as a going concern and has concluded that, based on current and expected capital levels and liquidity needs and sources; management expects the Company to be able to meet its obligations for a reasonable period of time. If unanticipated factors emerge, or if the Company is unable to successfully execute its strategic operating plans, its regulator could take further action, which could include actions that may have a material adverse effect on the Company's business, results of operations and financial position.

A. General

National Insurance Company (NIC) Matters

As a result of NIC's continued financial difficulties, on May 17, 2011, the OCS requested and obtained an order for the rehabilitation of NIC from the Superior Court of Puerto Rico (the "Court"). On May 17, 2011, the OCS was appointed Rehabilitator by the Court. Under the Puerto Rico Insurance Code, the Rehabilitator has broad powers to reform and revitalize the insurer, including but not limited to the cancellation of policies, insurance and reinsurance contracts, surety bonds, surety undertaking or, with the authorization of the Court, the transfer of policies to an assuming solvent insurer. On October 19, 2011, the OCS was appointed Liquidator by the Court upon the issuance of an order of liquidation.

During the rehabilitation process the OCS sold the 48.81% of NALIC shares owned by NIC to Multinational Insurance Company, an insurance company authorized by the OCS to do business in Puerto Rico.

MLIFE Matters

The Company, as a Puerto Rico chartered insurance company, and its former affiliate, NIC, were each subject to the supervision, examination and regulation by insurance departments of the jurisdictions in which they are domiciled or licensed to transact business, mainly Florida and Puerto Rico. State insurance departments have broad administrative power relating to licensing insurers and agents, regulating premium rates and policy forms, establishing reserve requirements, prescribing statutory accounting methods and the form and content of statutory financial reports, regulating certain transactions involving the insurers and prescribing the type and amount of investments.

State insurance law requires insurance companies to maintain specified levels of statutory capital and surplus. Since 2009, Puerto Rico domiciled insurers organizations are required by the Puerto Rico Insurance Code (the "Code") to submit to the Puerto Rico Commissioner of Insurance risk-based capital ("RBC") reports following the NAIC's RBC Model Act and accordingly are subject to certain regulatory actions if their capital levels do not meet minimum specific risk based capital requirements. In February 2010, the Office of the Commissioner of Insurance of Puerto Rico ("OCS") adopted Rule No. 92 (the "Rule") for the purpose of establishing the standards for implementing the provisions related to the RBC's requirements. Specifically, the Rule requires increasing degrees of regulatory oversight and intervention as an insurance company's risk-based capital declines. The level of regulatory oversight ranges from requiring the insurance company to inform and obtain approval from the domiciliary insurance commissioner of a comprehensive financial plan for increasing its risk-based capital to mandatory regulatory intervention requiring an insurance company to be placed under regulatory control, in rehabilitation or liquidation proceeding.

During the years 2010 and 2009, NALIC's RBC ratio had low risk based capital levels. These reduced capital levels were mainly driven by impairments to the Company's investment in NIC (by virtue of the

cross-ownership discussed below), coupled with repayment of certain surplus notes, changes in the Company's non-admitted assets, an error in the determination of the aggregate reserves of multi term life and annuity from 2006 to 2009, and pension plan adjustments to reflect the total plan's liability considering that it was a single employer plan and the other companies participating in the same control group were not considered financially viable to comply with required contributions. As part of its oversight and strategic functions, Management presented a plan aimed at improving the Company risk based capital ratio. Management presented several preliminary business alternatives (hereinafter the "Alternatives"). The pillars of Management's Alternatives are: (1) reduction in net premiums written through quota share reinsurance agreements to improve the Company's RBC ratio and (2) expense reductions to offset the marginal revenue lost through the quota share reinsurance agreements. Management's preliminary analysis has identified the following lines of business as target for reduction through quota-share reinsurance contracts: (1) Cancer, (2) Accident & Health (Option Health Network related business), and (3) Universal Life.

The Company's RBC ratio is below the capital requirements promulgated by Chapter 45 of the Code, for the years ended December 31, 2009 and 2010 and below the minimum capital requirements. As of December 31, 2009 and 2010, the RBC reflects a "Mandatory Control Level" action. At this level, the OCS shall take measures as necessary to exercise regulatory control over the insurer under the rehabilitation and liquidation procedure provided for in Chapter 40 of this Code.

During the first quarter of 2011 the Company lent to NIC $3,550,000 for the payment of NIC's reinsurance and claims, pending the final approval from the OCS to release approximately $15,000,000 of the excess catastrophic reserve fund balance. As of September 30, 2011 the $3,550,000 had not been repaid by NIC. Accordingly, the Company recorded such receivable as a nonadmitted asset on September 30, 2011. The $3,550,000 that NIC owes to the Company constitutes a debt that may be repaid as part of NIC's liquidation process.

On May 17, 2011 the Office of the Commissioner of Insurance of Puerto Rico ("OCS") requested and obtained an order for the rehabilitation of NIC from the Superior Court of Puerto Rico (the "Court"). On May 17, 2011, the OCS was appointed Rehabilitator by the Court. On that same date the OCS issued the Company an order to safeguard assets ("NALIC Order") as a cautionary measure to protect the Company's assets. The NALIC Order did not impose business or product restrictions but required the Company to obtain pre-approvals from the OCS for the sale, liquidation, transfer, exchange or any type of disposition of assets. On October 19, 2011 the OCS obtained an order to place NIC in liquidation and the Court appointed the OCS as Liquidator.

Under the Puerto Rico Insurance Code, the Rehabilitator and/or Liquidator has broad powers including but not limited to the cancellation of policies, insurance and reinsurance contracts, surety bonds, surety undertaking or, with the authorization of the Court, the transfer of policies or sale of assets to an assuming solvent insurer. As a result of NIC's liquidation NALIC's investment in NIC's common stock was completely written-off.

On October 11, 2011 Aseguradora Ancón, S.A., an insurance company authorized to do business in Puerto Rico, purchased the 48.81% of the Company stocks owned by NIC from NIC's Rehabilitator. Previously, on October 8, 2011, Aseguradora Ancón bought 2.23% of the Company's stock from a private stockholder of the Company. Aseguradora Ancón S.A. is a wholly owned subsidiary of Aseguradora Ancón S.A., an insurance company based in Panamá. On October 27, 2011, the OCS approved the change in name of Aseguradora Ancón, S.A. to Multinacional de Seguros and subsequently to Multinational Insurance Company.

On November 10, 2011, Aseguradora Ancón S.A., domiciled in Panamá, bought 47.79% of the Company's stock from National Promoters and Services Corporation, CMB Insurance Agency, Eagle Star Professional Services, Inc., and Carlos M. Benítez Rivera.

On November 14, 2011 the OCS removed the order to safeguard assets imposed to the Company in May 2011. Subsequently, on December 28, 2011, the Company obtained approval from OCS for a solicitation permit to issue 300,000 shares of convertible preferred stock, $10 par value, at a $67.00 purchase price, and 4% annual . On December 28, 2011, 223,881 were issued for a total issuance of $15,000,027. After the impact on capital of such issuance MLIFE met risk based capital requirements under the Code.

2. Business Combinations and Goodwill

Not applicable.

3. Discontinued Operations

Not applicable.

NOTES TO FINANCIAL STATEMENTS

4. Investments

A. Investments in bonds are stated at cost adjusted for amortization of premiums and accrual of discounts. Investments in common stock are reported at market value.

B. $1,600,000 are deposited with the Commissioner of Insurance of the Commonwealth of Puerto Rico and the state of Florida in trust for the protection of the Company's policyholders and creditors, as required by respective insurance codes.

C. Management believes that the unrealized losses in the portfolio at December 31, 2011 are related to market interest rate fluctuations and not deterioration in the creditworthiness of the issuers, as a result, the impairment is considered temporary. The Company has the intention and ability to hold investments until recovery.

D. Loan backed securities are subject to prepayment and extension risk. The retrospective method is used to value all loan-backed securities, except for interest only securities, SSAP No. 43R, *Loan-backed and Structured Securities* eligible securities or securities where the yield has become negative, which are valued using the prospective method. As of December 31, 2010 and 2009, the Company had no negative yield securities requiring a change from the retrospective to prospective method.

E. Prepayment assumptions for mortgage-backed securities incorporated in the calculation of their amortized cost are generated using a prepayment model acquired from a vendor. The prepayment model uses a number of factors to estimate prepayment activity including the time of year (seasonality), current levels of interest rates (refinancing incentive), economic activity (including housing turnover) and the term and age of the underlying collateral (burnout, seasoning). The market value of loan-backed securities was obtained from various independent security dealers.

5. Investment Income

A. Investment income due and accrued over 90 days past due is recognized as non-admitted and excluded from surplus. As of December 31, 2011 investment income due and accrued for $45,109 were recognized as non-admitted.

6. Joint Ventures, Partnerships and Limited Companies

A. Not applicable.

7. Derivative Instruments

The Company does not have derivative instruments.

8. Income Taxes

The Puerto Rico Income tax Code provides that domestic life insurance companies are subject to corporate income tax of 15% solely on realized gains from the sale of investment and property. In addition, domestic life insurance companies are subject to an alternative minimum tax ("AMT").

On July 10, 2009 the Governor of the Commonwealth of Puerto Rico signed into law Puerto Rico's Act No. 37, which requires certain corporations to pay a 5% additional special tax over the tax obligation. The effective tax rate includes the additional special tax, as enacted.

Recently, the Commonwealth of Puerto Rico adopted a comprehensive tax reform in two phases. The first phase of the tax reform was enacted in the last quarter of 2010 and was mostly related to reducing the income tax burden to individuals. In 2010 only, corporations received an income tax credit amounting to 7% of the tax determined, defined as the tax liability less certain credits. The second phase of the report, which was approved on January 31, 2011, provides for the reduction of the AMT rate from 22% to 20%, including the elimination of the above mentioned 5% additional special tax for corporations.

Temporary differences are identified and measured using a "balance sheet" approach whereby statutory and tax balance sheets are compared. Deferred income taxes reflect the tax effects of: (a) temporary differences between carrying amounts of assets and liabilities for both financial reporting and income tax purposes and (b) operating loss and tax credit carryforwards.

9. Information Concerning Parent, Subsidiaries and Affiliates and Other Realated Parties

A. Related Party Transactions

The following is a summary of the most significant transactions with related parties:

The Company's investment in common stock of a former related company consisted of 64,012 shares (approximately 19% of the outstanding shares) of National Insurance Company (NIC) with no equity value as of December 31, 2011 and 2010.

The Company had an agreement with National Promoters, whereby National Promoters provides consulting services to the Company in, among others, the areas of finance, accounting, EDP, reinsurance and human resources. The Company paid National Promoters $1,265,000 and $1,560,000 for these services during 2011 and 2010, respectively. This agreement was cancelled on December 2011.

In addition, the Company had an agreement with an affiliate whereby the affiliate provides services related to claim services and processing, the Company paid this affiliate $1,060,000 and $1,200,000 for those services during 2011 and 2010, respectively. This agreement was cancelled on December 2011.

10. Debt

A. Not applicable.

11. Retirement Benefits, Deferred Compensation, Postemployment Benefits, and Compensated Absences And Other Postretirement Benefits Plans

A. Defined Benefit Plan ("the Plan")

The Company's employees participate in the retirement benefit plan of Carlos M. Benítez, Inc. a former affiliate. The plan is a qualified noncontributory defined benefit pension plan covering substantially all employees who have attained 21 years of age and completed 1,000 hours of service with Carlos M. Benitez, Inc. and its related participating affiliates (Insurance Adjusters and Appraisers, Inc., National Life Insurance Company, National Insurance Company, National Promoters and Services, Inc., Carlos M Benitez, Inc and other related companies). It was organized in 1969 under the laws of the Commonwealth of Puerto Rico and is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA). The Company is required to make annual contributions to the Plan, as determined by consulting actuaries that should be at least the minimum funding requirement of ERISA. The Company made annual contributions amounting to $127,883 and $115,594 for 2011 and 2010, respectively. Plan assets consist mainly of U.S. Government securities, bonds, stocks, cash and cash surrender values on life insurance policies. Separate data for the Company's employees are not available.

Effective December 31, 2004, the Plan was amended as follows: 1) Benefits accruals under the Plan shall be frozen as of December 31, 2004 and there will be no increase in the accrued benefit of any participant after that date. 2) Employees of any of the companies which participate in the Plan who are employed after December 31, 2004 shall not be permitted to participate in the Plan. Notwithstanding, active participants of the Plan as of December 31, 2004 shall continue to accrue years of services of vesting service subsequent to December 31, 2004, for purposes of eligibility for benefits and vesting of accrued benefits under the Plan. Financial statements for the year 2009 were restated in January 20, 2012 as a result of several adjustments required to correct accounting errors on previously issued financials. One of the adjustments recorded was made to correct an error in the accounting and reporting of the defined benefit pension plan. The adjustment was made to record the total unfunded liability of the plan and was presented as an adjustment to the beginning balance of the unassigned surplus in the restated 2009 Statement of Changes in Capital Surplus. Required adjustment to the 2009 pension cost was recorded in the restated statutory statement of income. As previously mentioned, in November 2011 the Company had a change in control. As a result of the change in control and based on a legal opinion obtained on this matter on February 16, 2012, the Plan is a single-employer plan which has three contributing sponsors, of which one is the Company. Accordingly, upon the Plan termination, or upon withdrawal of a substantial employer, the unfunded benefits liability of the Plan, determined under ERISA Section 4062, will be allocated among the contributing sponsors of the Plan using the allocation formulas provided under Sections 4063(b) and 4064(b). This resulted in a $2,816,647 million credit to the change in surplus for the year 2011.

B. Defined Contribution Plan

Effective September 1, 2004, the Company participated in a qualified savings plan under section 1165(e) of Puerto Rico Internal Revenue Code of 1994, as amended. It covers substantially all employees who have completed three months of service and have reached the age of eighteen. For the years ended December 31, 2011 and 2010, the Company made matching contributions that amounted to $40,783, and $43,974, respectively. Effective February 6, 2012 the plan was terminated.

12. Capital and Surplus, Shareholders' Dividend restrictions and Quasi-Reorganization

The Company has 500,000 shares of $10 par value common stock authorized and 250,291 shares issued and outstanding. The Company has 300,000 shares of $10 par value preferred stock authorized. On December 28, 2011 the Company issued 223,881 shares of convertible preferred stock, of $10 par value at a $67 purchase price, 4% annual dividends, for a total issuance of $15,000,027.

Under applicable Puerto Rico insurance laws and regulations, the Company is required to maintain minimum capital and surplus of $2,500,000. Dividends can be paid from unassigned surplus without prior approval of the Office of the Commissioner of Insurance of the Commonwealth of Puerto Rico. As of December 31, 2010 the Company was below the minimum requirements for capital and surplus. As of December 31, 2011 the Company complied with the minimum requirements for capital and surplus.

On March 30, 2005, the Company issued $5.0 million in surplus notes to develop surplus funds for statutory purposes in exchange of cash. The underwriter of these notes was Dekania Capital Management LLC and the trustee is JP Morgan. These notes have been reported as surplus since these are subordinated to policyholders, claimant and beneficiary claims and to all other classes of creditors other than the surplus notes holders. The Office of the Commissioner of Insurance of the Commonwealth of Puerto Rico ("Commissioner") approved the surplus notes as to form and content on March 25, 2005. Although the notes provide a stated interest rate (at 3 month Libor plus 3.7% with a cap of 12.5% on March 30, 2010), the Company is required to request permission to the Commissioner prior to repaying such surplus notes as well as paying interest on them. Accordingly, interest is not recorded as a liability or as an expense until approval for payment of such interest has been granted by the Commissioner.

During 2011, the Company recorded interest expense on surplus notes issued to unrelated parties amounting to $202,837. Approval for such payments was received from the Office of the Commissioner of Insurance of Puerto Rico prior to disbursement.

13. Contingencies

The Company is subject to legal proceedings and claims in the ordinary course of business that has not been finally adjudicated. These actions, when finally concluded, will not, in the opinion of management and its legal counsel, have a material adverse effect upon the financial position or results of operations of the Company.

During April 2010, the Company received a subpoena for documents from the Puerto Rico Department of Justice ("PRDOJ") requesting information principally related to the Asociación de Compañías de Seguros de Puerto Rico, Inc. ("ACODESE" by its Spanish acronym). The Company ceased to be a member of ACODESE, an insurance trade association established in Puerto Rico, in 2007.

The Company believes similar subpoenas and information requests were issued to other member and former member companies of ACODESE in connection with the investigation of alleged payments by the former Executive Vice President of ACODESE to members of the Puerto Rico Legislative Assembly beginning in 2005. The Company, however, has not been informed of the specific subject matter of the investigations being conducted by the PRDOJ. The Company is fully complying with the subpoenas and the request for information and intends to cooperate with any related government investigation.

14. Leases

The Company has an operating lease agreement for office space with a related party which expires on December 31, 2013, with a renewal option for five additional years. In 2011 and 2010, rent expense for this lease amounted to approximately $488,900 and $437,760, respectively.

15. Information About Financial Instruments With Off-Balance Sheet Risk And Financial Instruments With Concentrations Of Credit Risk

Not applicable.

16. Sale, Transfer And Servicing of Financial Assets and Extinguishments of Liabilities

Not Applicable.

17. Gain or Loss to the Reporting Entity from Uninsured Portion of Partially Insured Plans

Not Applicable.

18. Direct Premiums Written/Produced by Management General Agents/Third Party Administrators

Not applicable.

19. Fair Value Measurements

The fair value of financial instruments in the accompanying financial statements was determined as follows:

Cash and Cash Equivalents
The carrying amount approximates fair value because of the short-term nature of those instruments.

Investment in Securities
The fair value of investment in securities is estimated based on quoted market prices for those or similar investments. Additional information pertinent to the estimated fair value of investment in securities is included in Note 1.

20. Other Items

Not applicable.

21. Subsequent Events

Nor applicable

22. Reinsurance

Reinsurance Ceded and Assumed

The Company reinsures certain risks assumed in the normal course of business. Reinsurance arrangements are used to limit maximum loss, provide greater diversification of risk, minimize exposure on larger risks, and to meet certain regulatory ratios. The Company cedes all risks in excess of $250,000 on individual life insurance and $75,000 for Group Life insurance. For accident and health, the Company cedes 85% of the risk for all Long-Term Disability (LTD) policies. For group health, the Company cedes 65% of the risk through a fronting agreement with a reinsurer during the year 2010. Presently, the Company is doing business with six reinsurance companies, one of which reinsures exclusively LTD. For the Cancer business the Company ceded 60% of the risk.

Since 2008, the Company is one of the participants of various pools of reinsurance managed and administered by Redbridge Group (Redbridge), which is an entity that specializes in the management and administration of life and health insurance business. As result, through an underwriting management agreement with Redbridge, the Company assumes group life and health and accident premiums as part of a pool of reinsurers. The management of these pools of reinsurance works through a “Working Fund Withheld” account, in which during the first two years of each pool all the premiums received and claims paid are deposited/withdrawn in/from the account. After two years, each pool is individually analyzed in terms of reserve and funds available to pay claims and based on this analysis Redbridge makes a distribution of earnings or request a cash payment from the pool participants.

23. Retrospectively Rated Contracts & Contracts Subject to Redetermination

Not applicable.

24. Change in Incurred Losses and Loss Adjustment Expenses

Not applicable.

25. Intercompany Pooling Arrangements

Not applicable.

NOTES TO FINANCIAL STATEMENTS

26. Structured Settlements

Not applicable.

27. Health Care Receivables

Not applicable.

28. Participating Policies

Not applicable.

29. Premium Deficiency Reserves

Not applicable.

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30. Reserves for Life Contracts And Deposit-Type Contracts

2009 - $83,893,256
2010 - $92,066,984
2011 - $81,655,739

31. Analysis of Annuity Actuarial Reserves and Deposit Liabilities by Withdrawal Characteristics

Not applicable.

32. Premium and Annuity Considerations Deferred and Uncollected

Life & Annuity Premiums Deferred and Uncollected - $ 4,300,194

33. Separate Accounts

Not applicable.

34. Loss/Claim Adjustment Expenses

A. Accident and Health Unpaid Claims and Claim Adjustment Expenses

As indicated in Note 1 to the financial statements, changes in the ultimate liabilities for insured events may be required as information develops which varies from experience, provides additional data or, in some cases, augments data which previously were not considered sufficient for use in determining loss reserves.

NOTES TO FINANCIAL STATEMENTS - ITEM 1A

1 State Prescribed Practices	2 State of Domicile	3 Current	4 Prior
01A01 - Net Income, state basis (Page 4, Line 35, Columns 1 and 2)		(3,569,850)	1,288,648
Net Income, State Prescribed Practices that increase/(decrease) NAIC SAP			
01A02 - Net Income, State Prescribed Practices that increase/(decrease) NAIC SAP			
01A04 - Net Income, NAIC SAP (Line 1 - Line 2 - Line 3)		(3,569,850)	1,288,648
01A05 - Surplus, state basis (Page 3, Line 38, Columns 1 and 2)		8,430,620	(96,219)
Surplus, State Permitted Practices that increase/(decrease) NAIC SAP	PR	2,312,681	2,312,681
01A07 - Surplus, State Permitted Practices that increase/(decrease) NAIC SAP		2,312,681	2,312,681
01A08 - Surplus, NAIC SAP (Line 5 - Line 6 - Line 7)		6,117,939	(2,408,900)

NOTES TO FINANCIAL STATEMENTS
(Electronic Filing Only)

4. Discontinued Operations

5. The amounts related to Discontinued Operations and the effect on the Company's Balance Sheet and Summary of Operations is as follows:

Balance sheet

NONE

Assets

a.	Line 5	Cash	.....
b.	Line 28	Totals	.....

Liabilities, Surplus and Other Funds

c.	Line 28	Total Liabilities	$.....
d.	Line 37	Surplus	$.....
e.	Line 39	Total	$.....

Summary of Operations

f.	Line 1	Premiums	$.....
g.	Line 19	Increase in Aggregate Reserves for Accident and Health (Current year less prior year)	$.....
h.	Line 32	Federal and Foreign Income Taxes Incurred	$.....
i.	Line 34	Net Realized Capital Gains (Losses)	$.....
j.	Line 35	Net Income	$.....

NOTES TO FINANCIAL STATEMENTS - ITEM 5A

1 Percent Reduced	2 Investment Excluding Accrued Interest	3 Number of Mortgages

NONE

5. Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

	Current Year (Col. 5)	Prior Year (Col. 6)
4. As of year end, the Company held mortgages with interest more than 180 days past due with a recorded investment, excluding accrued interest	$	$
a. Total interest due on mortgages with interest more than 180 days past due	$	$
5. Taxes, assessments and any amounts advanced and not included in the mortgage loan total	$	$
6. Current year impaired loans with a related allowance for credit losses	$	$
a. Related allowance for credit losses	$	$
7. Impaired Mortgage loans without an allowance for credit losses	$	$
8. Average recorded investment in impaired loans	$	$
9. Interest income recognized during the period the loans were impaired	$	$
10. Amount of interest income recognized on a cash basis during the period the loans were impaired	$	$
11. Allowance for credit losses:		
a. Balance at beginning of period	$	$
b. Additions charged to operations	$	$
c. Direct write-downs charged against the allowances	$	$
d. Recoveries of amounts previously charged off	$	$
e. Balance at end of period	$	$

B. Debt Restructuring

For restructured debt in which the company is a creditor, disclose the following:

	Current Year (Col. 5)	Prior Year (Col. 6)
1. The total recorded investment in restructured loans, as of year end	$	$
2. The realized capital losses related to these loans	$	$
3. Total contractual commitments to extend credit to debtors o modified in troubled debt restructurings		$

C. Reverse Mortgages

2)

3. At December 31, the asset value of the group of reverse mo

4. As a result of the re-estimate of the cash flows, the compan

NONE

D. Loan-Backed Securities

2. All securities within the scope of this statement with a recognized other-than-temporary impairment, disclosed in the aggregate, classified on the basis for the other-than-temporary impairment:

	7 Amortized Cost Basis Before Other-than-Temporary Impairment	Other-than-Temporary Impairment Recognized in Loss		10 Fair Value 7 - (8 + 9)
		8 Interest	9 Non-Interest	
OTTI recognized 1st Quarter				
a. Intent to sell				
b. Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis				
c. Total 1st Quarter				
OTTI recognized 2nd Quarter				
d. Intent to sell				
e. Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis				
f. Total 2nd Quarter				
OTTI recognized 3rd Quarter				
g. Intent to sell				
h. Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis				
i. Total 3rd Quarter				
OTTI recognized 4th Quarter				
j. Intent to sell				
k. Inability or lack of intent to retain the investment in the security for a period of time sufficient to recover the amortized cost basis				
l. Total 4th Quarter				
m. Annual Aggregate Total	XXX			XXX

NOTES TO FINANCIAL STATEMENTS - ITEM 5D3

11 CUSIP	12 Book/Adjusted Carrying Value Amortized Cost Before Current Period OTTI	13 Present Value of Projected Cash Flows	14 Recognized Other-Than-Temporary Impairment	15 Amortized Cost After Other-Than-Temporary Impairment	16 Fair Value at Time of OTTI	17 Date of Financial Statement Where Reported

NONE

NOTES TO FINANCIAL STATEMENTS
(Electronic Filing Only)

5. Investments

D. Loan-Backed Securities

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

	2
a. The aggregate amount of unrealized losses:	
1. Less than 12 Months	$
2. 12 Months or Longer	$
b. The aggregate related fair value of securities with unrealized losses:	
1. Less than 12 Months	$
2. 12 Months or Longer	$

E. Repurchase Agreements and/or Securities Lending Transactions

3. Collateral Received

a. Aggregate Amount Cash Collateral (Received)

	10 Fair Value
1. Repurchase Agreement	
a. Open	$
b. 30 Days or Less	$
c. 31 to 60 Days	$
d. 61 to 90 Days	$
e. Greater Than 90 Days	$
f. Sub-Total	$
g. Securities Received	$
h. Total Collateral Received	$
2. Securities Lending	
a. Open	$
b. 30 Days or Less	$
c. 31 to 60 Days	$
d. 61 to 90 Days	$
e. Greater Than 90 Days	$
f. Sub-Total	$
g. Securities Received	$
h. Total Collateral Received	$
3. Dollar Repurchase Agreement	
a. Open	
b. 30 Days or Less	
c. 31 to 60 Days	
d. 61 to 90 Days	
e. Greater Than 90 Days	
f. Sub-Total	
g. Securities Received	
h. Total Collateral Received	

NONE

b. The aggregate fair value of all securities acquired from the sale, trade or use of the accepted collateral (reinvested collateral) $

5. Collateral Reinvestment

a. Aggregate Amount Cash Collateral Reinvested

	4 Amortized Cost	10 Fair Value
1. Repurchase Agreement		
a. Open	$	$
b. 30 Days or Less	$	$
c. 31 to 60 Days	$	$
d. 61 to 90 Days	$	$
e. 91 to 120 Days	$	$
f. 121 to 180 Days	$	$
g. 181 to 365 Days	$	$
h. 1 to 2 Years	$	$
i. 2-3 Years	$	$
j. Greater Than 3 Years	$	$
k. Sub-Total	$	$
l. Securities Received	$	$
m. Total Collateral Received	$	$
2. Securities Lending		
a. Open	$	$
b. 30 Days or Less	$	$
c. 31 to 60 Days	$	$
d. 61 to 90 Days	$	$
e. 91 to 120 Days	$	$
f. 121 to 180 Days	$	$
g. 181 to 365 Days	$	$
h. 1 to 2 Years	$	$
i. 2-3 Years	$	$
j. Greater Than 3 Years	$	$
k. Sub-Total	$	$
l. Securities Received	$	$
m. Total Collateral Received	$	$
3. Dollar Repurchase Agreement		
a. Open	$	$
b. 30 Days or Less	$	$
c. 31 to 60 Days	$	$
d. 91 to 120 Days	$	$
e. 121 to 180 Days	$	$
f. 181 to 365 Days	$	$
g. 1 to 2 Years	$	$
h. 2-3 Years	$	$
i. Greater Than 3 Years	$	$
j. Greater Than 90 Days	$	$
k. Sub-Total	$	$
l. Securities Received	$	$
m. Total Collateral Received	$	$

NOTES TO FINANCIAL STATEMENTS
(Electronic Filing Only)

9. Income Taxes

A. The components of the net deferred tax asset/ (liability) at the end of the reporting period are as follows:

	End of Reporting Period			End of Prior Year			Change		
	10 Ordinary	11 Capital	12 (Col 10+11) Total	13 Ordinary	14 Capital	15 (Col 13+14) Total	16 (Col 10-13) Ordinary	17 (Col 11-14) Capital	18 (Col 16+17) Total
1.									
a. Gross Deferred Tax Assets		286,541	286,541					286,541	286,541
b. Statutory Valuation Allowance Adjustment									
c. Adjusted Gross Deferred Tax Assets (1a - 1b)		286,541	286,541					286,541	286,541
d. Deferred Tax Liabilities									
e. Subtotal (Net Deferred Tax Asset / (Net Deferred Tax Liablilty) (1c - 1d)		286,541	286,541					286,541	286,541
f. Deferred Tax Assets Nonadmitted									
g. Net Admitted Deferred Tax Assets (1e - 1f)		286,541	286,541					286,541	286,541
4.									
Admission Calculation Components SSAP No. 10R, Paragraphs 10.a., 10.b, and 10.c.:									
a. SSAP No. 10R, Paragraph 10.a									
b. SSAP No.10R, Paragraph 10.b. (the lesser of Paragraph 10.b.i. and 10.b.ii. below)									
c. SSAP No.10R, Paragraph 10.b.i.									
d. SSAP No.10R, Paragraph 10.b.ii.	XXX	XXX		XXX	XXX		XXX	XXX	
e. SSAP No.10R, Paragraph 10.c.									
f. Total (4a + 4b + 4e)									
Admission Calculation Components SSAP No.10R,Paragraph 10.e.:									
g. SSAP No.10R, Paragraph 10.e.i.									
h. SSAP No.10R, Paragraph 10.e.ii. (the lesser paragraph of 10.e.ii.a and 10.e.ii.b. below)									
i. SSAP No.10R, Paragraph 10.e.ii.a.									
j. SSAP No.10R, Paragraph 10.e.ii.b.	XXX	XXX		XXX	XXX		XXX	XXX	
k. SSAP No.10R, Paragraph 10.ce.iii.									
l. Total (4g + 4h + 4k)									
Used in SSAP No. 10R, Paragraph 10.d.									
m. Total Adjusted Capital	XXX	XXX		XXX	XXX		XXX	XXX	
n. Authorized Control Level	XXX	XXX		XXX	XXX		XXX	XXX	

	End of Reporting Period			End of Prior Year			Change		
	1 Ordinary Percent	2 Capital Percent	3 (Col 1+2) Total Percent	4 Ordinary Percent	5 Capital Percent	6 (Col 4+5) Total Percent	7 (Col 1-4) Ordinary Percent	8 (Col 2-5) Capital Percent	9 (Col 7+8) Total Percent
5.									
Impact of Tax Planning Strategies									
a. Adjusted Gross DTAs) (% of Total Adjusted Gross DTAs)									
b. Net Admitted Adjusted Gross DTAs (% of Total Net Admitted Adjusted Gross DTAs)									

	End of Reporting Period			End of Prior Year			Change		
	10 Ordinary	11 Capital	12 (Col 10+11) Total	13 Ordinary	14 Capital	15 (Col 13+14) Total	16 (Col 10-13) Ordinary	17 (Col 11-14) Capital	18 (Col 16+17) Total
6.									
SSAP No.10R, Paragraphs 10.a., 10.b, and 10.c.:									
a. Admitted Deferred Tax Assets									
b. Admitted Assets	XXX	XXX		XXX	XXX		XXX	XXX	
c. Statutory Surplus *	XXX	XXX		XXX	XXX		XXX	XXX	
d. Total Adjusted Capital from DTAs	XXX	XXX		XXX	XXX		XXX	XXX	
Increases due to SSAP No.10R, Paragraph 10.e.									
e. Admitted Deferred Tax Assets									
f. Admitted Assets									
g. Statutory Surplus									

* As reported on the statutory balance sheet for the most recently filed statement with the domiciliary state commissioner adjusted in accordance with SSAP No.10R, Paragraph 10bii

NOTES TO FINANCIAL STATEMENTS
(Electronic Filing Only)

9. Income Taxes

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

	19 End of Reporting Period	20 End of Prior Year	21 (Col 19-20) Change
1. Current Income Tax			
a. Federal			
b. Foreign			
c. Subtotal			
d. Federal income tax on net capital gains			
e. Utilization of capital loss carry-forwards			
f. Other			
g. Federal and foreign income taxes incurred			
2. Deferred Tax Assets:			
a. Ordinary			
1. Discounting of unpaid losses			
2. Unearned premium reserve			
3. Policyholder reserves			
4. Investments			
5. Deferred acquisition costs			
6. Policyholder dividends accrual			
7. Fixed assets			
8. Compensation and benefits accrual			
9. Pension accrual			
10. Receivables - nonadmitted			
11. Net operating loss carry-forward			
12. Tax credit carry-forward			
13. Other (including items < 5% of total ordinary t			
99. Subtotal			
b. Statutory valuation allowance adjustment			
c. Nonadmitted			
d. Admitted ordinary deferred tax assets (2a99 - 2b - 2c)			
e. Capital:			
1. Investments			
2. Net capital loss carry-forward			
3. Real estate			
4. Other (including items <5% of total capital tax assets			
99. Subtotal			
f. Statutory valuation allowance adjustment			
g. Nonadmitted			
h. Admitted capital deferred tax assets (2e99 - 2f - 2g)			
i. Admitted deferred tax assets (2d + 2h)			
3. Deferred Tax Liabilities:			
a. Ordinary			
1. Investments			
2. Fixed assets			
3. Deferred and uncollected premium			
4. Policyholder reserves			
5. Other (including items <5% of total ordinary tax liabilities)			
99. Subtotal			
b. Capital:			
1. Investments			
2. Real estate			
3. Other (including items <5% of total capital tax liabilities)			
99. Subtotal			
c. Deferred tax liabilities (3a99 + 3b99)			
4. Net deferred tax assets/liabilities (2i - 3c)			

NONE

NOTES TO FINANCIAL STATEMENTS
(Electronic Filing Only)

11. Debt

	1 Current Year	2 Prior Year
B. FHLB (Federal Home Loan Bank) Agreements		

NONE

2. FHLB stock purchased/owned as part of the agreement	$.....	$.....
3. Collateral pledged to the FHLB	$.....	$.....
4. Borrowing capacity currently available	$.....	$.....
5. Agreement assets and liabilities		
General Account:		
Assets	$.....	$.....
Liabilities	$.....	$.....
Separate Account:		
Assets	$.....	$.....
Liabilities	$.....	$.....

NOTES TO FINANCIAL STATEMENTS
(Electronic Filing Only)

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans

A. Defined Benefit Plan

A summary of assets, obligations and assumptions of the Pension and Other Postretirement Benefit Plans are as follows at December 31, of said year.

	Pension Benefits		Other Benefits	
	Current Year	Prior Year	Current Year	Prior Year
1. Change in benefit obligation				
a. Benefit obligation at beginning of year	$	$	$	$
b. Service cost	$	$	$	$
c. Interest cost	$	$	$	$
d. Contribution by plan participants	$	$	$	$
e. Actuarial gain (loss)	$	$	$	$
f. Foreign currency exchange rate changes	$	$	$	$
g. Benefits paid	$	$	$	$
h. Plan amendments	$	$	$	$
i. Business combinations, divestitures, curtailments, settlements and special termination benefits	$	$	$	$
j. Benefit obligation at end of year	$	$	$	$
2. Change in plan assets				
a. Fair value of plan assets at beginning of year	$	$	$	$
b. Actual return on plan assets	$	$	$	$
c. Foreign currency exchange rate changes	$	$	$	$
d. Employer contribution	$	$	$	$
e. Plan participants' contributions	$	$	$	$
f. Benefits paid	$	$	$	$
g. Business combinations, divestitures and settlements	$	$	$	$
h. Fair value of plan assets at end of year	$	$	$	$
3. Funded status				
a. Unamortized prior service cost	$	$	$	$
b. Unrecognized net gain or (loss)	$	$	$	$
c. Remaining net obligation or net asset at initial date of application	$	$	$	$
d. Prepaid assets or accrued liabilities	$	$	$	$
e. Intangible asset	$	$	$	$
4. Accumulated benefit obligation for vested employees and partially vested employees to the extent vested	$	$	$	$
5. Benefit obligation for non-vested employees				
a. Projected pension obligation	$	$	$	$
b. Accumulated benefit obligation	$	$	$	$
6. Components of net periodic benefit cost				
a. Service cost	$	$	$	$
b. Interest cost	$	$	$	$
c. Expected return on plan assets	$	$	$	$
d. Amortization of unrecognized transition obligation or transition asset	$	$	$	$
e. Amount of recognized gains and losses	$	$	$	$
f. Amount of prior service cost recognized	$	$	$	$
g. Amount of gain or loss recognized due to a settlement or curtailment	$	$	$	$
h. Total net periodic benefit cost	$	$	$	$
7. Amount arising from a change in the additional minimum pension liability recognized is included in unassigned fund			$	

	Current Year (5)	Prior Year (6)
8. Weighted-average assumptions used to determine net periodic benefit cost as of Dec. 31:		
a. Weighted average discount rate		
b. Expected long-term rate of return on plan assets		
c. Rate of compensation increase		
Weighted average assumptions used to determine projected benefit obligations as of Dec. 31:		
d. Weighted average discount rate		
e. Rate of compensation increase		

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

	1 Percentage Point (11) Increase	1 Percentage Point (12) Decrease
a. Effect on total of service and interest cost components	$	$
b. Effect on postretirement benefit obligation	$	$

12. The defined benefit pension plan asset allocation as of the measurement date ..... and the target asset allocation, presented as a percentage of total plan assets were as follows:

	Current Year (7)	Prior Year (8)	(9) Target Allocation (10)
a. Debt Securities	%	%	% to %
b. Equity Securities	%	%	% to %
c. Real Estate	%	%	% to %
d. Other	%	%	% to %
e. Total	100.0 %	100.0 %	

13. The following estimated future payments, which reflect expected future service, as appropriate, are expected to be paid in the years indicated:

	Years	Amount (13)
1.		$
2.		$
3.		$
4.		$
5.		$
6.	Thereafter Total	$

NOTES TO FINANCIAL STATEMENTS - ITEM 13.10

NONE

(10) The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and losses is (2) $ .....

NOTES TO FINANCIAL STATEMENTS - ITEM 13.11

Description of Assets, Holder of Note and Other	3 Date Issued	4 Interest Rate	5 Par Value (Face Amount of Notes)	6 Carrying Value of Note	7 Interest And/or Principal Paid Current Year	8 Total Interest And/or Principal Paid	9 Unapproved Interest And/or Principal	10 Date of Maturity

NONE

NOTES TO FINANCIAL STATEMENTS - ITEM 13.12

1 Year (Starting with Current Year)	11 Change in Year Surplus	12 Change in Gross Paid-in and Contributed Surplus

NONE

NOTES TO FINANCIAL STATEMENTS - ITEM 14A1

NONE

(1) Total SSAP No.97, Investments in Subsidiary, Controlled, and Affiliated Entities, A Replacement of SSAP N... 48, Joint Ventures, Partnerships and Limited Liablility Company contingent liabilities: (2) $ .....

NOTES TO FINANCIAL STATEMENTS - ITEM 14A2

5 Nature and circumstances of guarantee and key attributes, including date and duration of agreement	6 Liability recognition of guarantee. (Include amount recognized at inception. If no initial recognition, document exception allowed under SSAP No. 5R.)	7 Ultimate financial statement impact if action under the guarantee is required	8 Maximum potential amount of future payments (undiscounted) the guarantor could be required to make under the guarantee. If unable to develop an estimate, this should be specifically noted	9 Current status of payment or performance risk of guarantee. Also provide additional discussion as warranted

NONE

NOTES TO FINANCIAL STATEMENTS - ITEMS 14A3 and 14B2

(2)

(3) a. Aggregate Maximum Potential of Future Payments of All Guarantees (undiscounted) the guarantor could be required to make under guarantees. (Should equal total of Column 8 from 14A2) $ .....

b. Current Liability Recognized in F/S:
1. Noncontingent Liabilities $ .....
2. Contingent Liablities $ .....

c. Ultimate Financial Statement Impact if action under the guaran
1. Investments in SCA $ .....
2. Joint Venture $ .....
3. Dividends to Stockholders (capital contribution) $ .....
4. Expense $ .....
5. Other $ .....
6. Total (Should equal (3)a.) $ .....

NONE

B. Assessments
(2) a. Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year-end $ .....

NOTES TO FINANCIAL STATEMENTS - ITEM 14B2

1 Description	2 Amount

NONE

NOTES TO FINANCIAL STATEMENTS - ITEMS 14B2D and 14D

B. Assessments (2)
(2) d. Assets recognized from paid and accrued premium tax offsets and policy surcharges current year-end $ .....

D. Claims related extra contractual obligations and bad faith losses st

The company paid the following amounts in the reporting period to (3)

1. Claims related ECO and bad faith losses paid during the r $ .....

2. Number of claims where amounts were paid to settle clair (4)
from lawsuits during the reporting period.
A) 0-25 Claims .....
B) 26-50 Claims
C) 51-100 Claims
D) 101-500 Claims
E) More then 500 Claims

3. Indicate whether claim count information is disclosed per claim or per claimant.
F) Per Claim .....
G) Per Claimant

NONE

NOTES TO FINANCIAL STATEMENTS
(Electronic Filing Only)

15. Leases

A. Disclose the following items related to lessee leasing arrangements (refer to SSAP No. 22, Leases):

2. For leases having initial or remaining noncancellable lease terms in excess of one year:

a. At January 1, of said year, the minimum aggregate rental commitments are as follows: (whole dollars)

Year Ending December 31	Operating Leases (1)
1.	$
2.	$
3.	$
4.	$
5.	$

B. When leasing is a significant part of the lessor's busines spect to leases:

NONE

1. Lessor Leases:

c. Future minimum lease payment receivables unde llars)

	erating Leases (1)
3.	$
4.	$
5.	$
6. Aggregate Total	$

2. Leveraged Leases:

b. The Company's investment in leveraged leases relates to equipment used primarily in the transportation industries. The component of net income from leveraged leases at December 31, of said year were as shown below:

(whole dollars)	Current Year (2)	Prior Year (3)
1. Income from leveraged leases before income tax including investment tax credit	$	$
2. Less current income tax	$	$
3. Net income from leveraged leases	$	$

c. The components of the investment in leveraged leases at December 31, of said year were as shown below:

(whole dollars)		
1. Lease contracts receivable (net of principal and interest on non-recourse financing)	$	$
2. Estimated residual value of leased assets	$	$
3. Unearned and deferred income	$	$
4. Investment in leveraged leases	$	$
5. Deferred income taxes related to leveraged leases	$	$
6. Net investment in leveraged leases	$	$

16. Information about Financial Instruments with Off-Balance Sl

For financial instruments with off-balance risk, an insur the following information by class of financial instrumen

NONE

1. The table below summarizes the face amount of the

			Liabilities	
			Current Year (3)	Prior Year (4)
a. Swaps				$
b. Futures	$	$	$	$
c. Options	$	$	$	$
d. Total	$	$	$	$

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

C. Wash Sales

2. The details by NAIC designation 3 or below of securi year and reacquired within 30 days of the sale date

NONE

			st of Securities epurchased (3)	Gain (Loss) (4)
Bonds:				
a. NAIC 3				$
b. NAIC 4				$
c. NAIC 5				$
d. NAIC 6				$
Preferred Stock:				
e. NAIC P/RP3	$	$	$	$
f. NAIC P/RP4	$	$	$	$
g. NAIC P/RP5	$	$	$	$
h. NAIC P/RP6	$	$	$	$

NOTES TO FINANCIAL STATEMENTS
(Electronic Filing Only)

18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans

A. ASO Plans:

NONE

The gain from operations from Administrative Services
portion of partially insured plans was as follows during s

		(2) Uninsured Portion of Partially Insured Plans	(3) Total ASO
a. Net reimbursement for administrative expenses (incl administrative fees) in excess of actual expenses		$.....	$.....
b. Total net other income or expenses (including intere to or received from plans)	.....	$.....	$.....
c. Net gain or (loss) from operations	$.....	$.....	$.....
d. Total claim payment volume	$.....	$.....	$.....

B. ASC Plans

The gain from operations from Administrative Services Contract (ASC) uninsured plans and the uninsured portion of partially insured plans was as follows during said year:

	(4) ASC Uninsured Plans	(5) Uninsured Portion of Partially Insured Plans	(6) Total ASC
a. Gross reimbursement for medical cost incurred	$.....	$.....	$.....
b. Gross administrative fees accrued	$.....	$.....	$.....
c. Other income or expenses (including interest paid to or received from plans)	$.....	$.....	$.....
d. Gross expenses incurred (claims and administrative)	$.....	$.....	$.....
e. Total net gain or loss from operations	$.....	$.....	$.....

NOTES TO FINANCIAL STATEMENTS - ITEM 19

Name and Address of Managing General Agent or Third Party Administrator	FEIN Number	Exclusive Contract	Types of Business Written	Type of Authority Granted	Total Direct Premiums Written / Produced By

NONE

NOTES TO FINANCIAL STATEMENTS - ITEM 20A1

Fair Value Measurements at Reporting Date				
1 Description	2 (Level 1)	3 (Level 2)	4 (Level 3)	5 Total

NONE

NOTES TO FINANCIAL STATEMENTS - ITEM 20A2

1 Description	6 Balance at Beginning of Period	7 Transfers in Level 3)	8 Transfer out of Level 3	9 Total gains and (losses) included in Net Income	10 Total gains and (losses) included in Surplus	11 Purchases	12 Issuances	13 Sales	14 Settlements	15 Balance at End of Period

NONE

NOTES TO FINANCIAL STATEMENTS - ITEM 21F

1 Description of State Transferable Tax Credits	2 State	3 Carrying Value	4 Unused Amount

NONE

NOTES TO FINANCIAL STATEMENTS - ITEMS 21G2 and 21G3

21. Other Items

G. Subprime Mortgage Related Risk Exposure:

2. Direct exposure through investments in subprime mortgage loans	(6) Book/Adjusted Carrying Value (excluding interest)	(7) Fair Value	(8) Value of Land and Buildings	(9) Other Than Temporary Impairment Losses Recognized	(10) Default Rate
a. Mortgages in the process of foreclosure				$	%
b. Mortgages in good standing				$	%
c. Mortgages with restructure terms				$	%
d. Total				$	

NONE

3. Direct exposure through other investments	Actual Cost	(6) Book/Adjusted Carrying Value (excluding interest)	Fair Value	(9) Other Than Temporary Impairment Losses Recognized
a. Residential mortgage-backed securities	$	$	$	$
b. Commercial mortgage-backed securities	$	$	$	$
c. Collateralized debt obligations	$	$	$	$
d. Structured securities	$	$	$	$
e. Equity investment in SCAs *	$	$	$	$
f. Other assets	$	$	$	$
g. Total	$	$	$	$

NOTES TO FINANCIAL STATEMENTS - ITEM 21G4

1	11 Losses Paid in the Current Year	12 Losses Incurred in the Current Year	13 Case Reserves at End of Current Period	14 IBNR Reserves at End of Current Period

NONE

NOTES TO FINANCIAL STATEMENTS - ITEMS 21H2 and 21H3

21. Other Items

H. Retained Assets

2.	In Force			
	As of End of Current Year		As of End of Prior Year	
	(15) Number	(16) Balance	(17) Number	(18) Balance
a. Up to and including 12 Months		$		$
b. 13 to 24 Months				$
c. 25 to 36 Months				$
d. 37 to 48 Months				$
e. 49 to 60 Months				$
f. Over 60 Months				$
g. Total				$

NONE

3.	Group			
	(19) Number	(20) Balance/ Amount	(21) Number	(22) Balance/ Amount
a. Number/Balance of Retained Asset Accounts at the beginning of the year		$		$
b. Number/Amount of Retained Asset Accounts Issued/Added during the year		$		$
c. Investment Earnings Credited to Retained Asset Accounts during the year	XXX	$	XXX	$
d. Fees and Other Charges Assessed to Retained Asset Accounts during the year	XXX	$	XXX	$
e. Number/Amount of Retained Asset Accounts Transferred to State Unclaimed Property funds during the year		$		$
f. Number/Amount of Retained Asset Accounts Closed/Withdrawn during the year		$		$
g. Number/Balance of Retained Asset Accounts at the end of the year		$		$

NONE

*Equity investments in subsidiary, controlled or affiliated entities with significant subprime mortgage related risk exposure. (Please provide a general description of the nature and extent of the SCA's exposure in the Notes to Financial Statements custom page)
If a subsidiary company has investments in subprime mortgages, enter the percentage these comprise of the company's invested assets.

NOTES TO FINANCIAL STATEMENTS - ITEM 23

Name of Reinsurer	Amount

NONE

NOTES TO FINANCIAL STATEMENTS
(Electronic Filing Only)

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

D. Medical loss ratio rebates required pursuant to the Public Health Service Act

NONE

				4 Other Categories with rebates	5 Total
Prior Reporting Year					
(1) Medical Loss Ratio Rebates Incurred					
(2) Medical Loss Ratio Rebates Paid					
(3) Medical Loss Ratio Rebates Unpaid					
(4) Plus reinsurance assumed amounts	XXX	XXX	XXX	XXX	
(5) Less reinsurance ceded amounts	XXX	XXX	XXX	XXX	
(6) Rebates Unpaid net of reinsurance	XXX	XXX	XXX	XXX	
Current Reporting Year-to-Date					
(7) Medical Loss Ratio Rebates Incurred					
(8) Medical Loss Ratio Rebates Paid					
(9) Medical Loss Ratio Rebates Unpaid					
(10) Plus reinsurance assumed amounts	XXX	XXX	XXX	XXX	
(11) Less reinsurance ceded amounts	XXX	XXX	XXX	XXX	
(12) Rebates Unpaid net of reinsurance	XXX	XXX	XXX	XXX	

NOTES TO FINANCIAL STATEMENTS - ITEM 27A

27. Structured Settlements

A. Loss Reserves Eliminated by Annuities $ .....
Unrecorded Loss Contingencies $ .....

NONE

NOTES TO FINANCIAL STATEMENTS - ITEM 27B

3 Life Insurance Company and Location	4 Licensed in Company's State of Domicile Yes/No	5 Statement Value (i.e. Present Value) of Annuities

NONE

NOTES TO FINANCIAL STATEMENTS - ITEM 28A

1 Quarter	2 Estimated Pharmacy Rebates as Reported on Financial Statements	3 Pharmacy Rebates as Billed or Otherwise Confirmed	4 Actual Rebates Received Within 90 Days of Billing	5 Actual Rebates Received Within 91 to 180 Days of Billing	6 Actual Rebates Received More Than 180 Days After Billing

NONE

NOTES TO FINANCIAL STATEMENTS - ITEM 28B

7 Calendar Year	8 Evaluation Period Year Ending	9 Risk Sharing Receivable as Estimated in the Prior Year	10 Risk Sharing Receivable as Estimated in the Current Year	11 Risk Sharing Receivable Billed	12 Risk Sharing Receivable Not Yet Billed	13 Actual Risk Sharing Amounts Received in Year Billed	14 Actual Risk Sharing Amounts Received First Year Subsequent	15 Actual Risk Sharing Amounts Received Second Year Subsequent	16 Actual Risk Sharing Amounts Received All Other

NONE

NOTES TO FINANCIAL STATEMENTS
(Electronic Filing Only)

30. Premium Deficiency Reserves

1. Liability carried for premium deficiency reserves	**NONE**	$.....
2. Date of the most recent evaluation of this liability		.....
3. Was anticipated investment income utilized in the calculation?		Yes ( ) No ( )

(Electronic Filing Only)

NOTES TO FINANCIAL STATEMENTS - ITEM 31

1	2	3	ORDINARY			7	GROUP	
			4	5	6		8	9
Item	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life Group and Individual	Life Insurance	Annuities

NONE

NOTES TO FINANCIAL STATEMENTS
(Electronic Filing Only)

32. Analysis of Annuity Actuarial Reserves and Deposit Type Liabilities by Withdrawal Characteristics

A. Subject to discretionary withdrawal:

	(2) General Account	(3) Separate Account with Guarantees	(4) Separate Account Nonguaranteed	(5) Total	(6) % of Total
1. With fair value adjustment	$	$	$	$	%
2. At book value less current surrender charge of 5% or more	$	$	$	$	%
3. At fair value	$	$	$	$	%
4. Total with adjustment or at market value (Total of Line 1 through Line 3)	$	$	$	$	%
5. At book value without adjustment (minimal or no charge or adjustment)	$	$	$	$	%
B. Not subject to discretionary withdrawal	$	$	$	$	%
C. Total (gross: direct plus assumed)	$	$	$	$	100.000 %
D. Reinsurance ceded	$	$	$	$	
E. Total (net)* (Line C minus Line D)	$	$	$	$	

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

F. Life and Accident and Health Annual Statement:

	(1) Amount
1. Exhibit 5, Annuities Section, Total (net)	$
2. Exhibit 5, Supplementary Contracts with Life Contingencies Section, Total (net)	$
3. Exhibit 7, Deposit-Type Contracts, Line 14, Column 1	$
4. Subtotal	$
Separate Accounts Annual Statement:	
5. Exhibit 3, Line 0299999, Column 2	$
6. Exhibit 3, Line 0399999, Column 2	$
7. Policyholder dividend and coupon accumulations	$
8. Policyholder premiums	$
9. Guaranteed interest contracts	$
10. Other contract deposit funds	$
11. Subtotal	$
12. Combined Total	$

G. FHLB (Federal Home Loan Bank) Agreements

	(7) Current Year	(8) Prior Year
2. FHLB stock purchased/owned as part of the agreement	$	$
3. Collateral pledged to the FHLB	$	$
4. Funding capacity currently available	$	$
5. Total reserves related to funding agreement	$	$
6. Agreement assets and liabilities		
General Account:		
Assets	$	$
Liabilities	$	$
Separate Account:		
Assets	$	$
Liabilities	$	$

33. Premiums and Annuity Considerations Deferred and Uncollected

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

Type	(1) Gross	(2) Net of Loading
1. Industrial	$	$
2. Ordinary new business	$ 212,386	$ 212,386
3. Ordinary renewal	$ 4,035,335	$ 4,035,335
4. Credit life	$	$
5. Group life	$	$
6. Group annuity	$	$
7. Totals	$ 4,247,721	$ 4,247,721

NOTES TO FINANCIAL STATEMENTS - ITEM 34A

3 Product/Transaction	4 Legally Insulated Assets	5 Seperate Account Assets (Not Legally Insulated)

NONE

NOTES TO FINANCIAL STATEMENTS - ITEMS 34A3 and 34B

34. Separate Accounts

A. Separate Accounts Activity:

3. To compensate the general account for the risk taken, the separate account has paid risk charges as follows for the past five (5) years:

	(2)
a. 2010	$.....
b. 2009	$.....
c. 2008	$.....
d. 2007	$.....
e. 2006	$.....

B. General Nature and Characteristics of Separate Accounts Business:

NONE

(in thousands)	(6)	(7) Nonindexed	(8) Nonindexed	(9) Nonguaranteed arate ounts	(10) Total
1. Premiums, considerations or deposits for year ended Decemb				.....	$.....
Reserves at December 31					
2. For accounts with assets at:					
a. Fair value				.....	$.....
b. Amortized cost	$.....	$.....	$.....	$.....	$.....
c. Total reserves*	$.....	$.....	$.....	$.....	$.....
3. By withdrawal characteristics:					
a. Subject to discretionary withdrawal:					
b. With FV adjustment	$.....	$.....	$.....	$.....	$.....
c. At book value without FV adjustment and with current surrender charge of 5% or more	$.....	$.....	$.....	$.....	$.....
d. At fair value	$.....	$.....	$.....	$.....	$.....
e. At book value without FV adjustment and with current surrender charge of less than 5%	$.....	$.....	$.....	$.....	$.....
f. Subtotal	$.....	$.....	$.....	$.....	$.....
g. Not subject to discretionary withdrawal	$.....	$.....	$.....	$.....	$.....
h. Total	$.....	$.....	$.....	$.....	$.....

*Line 2c should equal Line 3h.

NOTES TO FINANCIAL STATEMENTS - ITEM 34C

1 Reconciliation Adjustments	2 Amount

NONE

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. 12/31/2010

3.2 State the as of date of 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. 12/31/2009

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). 12/31/2006

3.4 By what department or departments?
OCS-PUERTO RICO

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)

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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 entity, the NAIC company code, and state of domicile 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 (X) No ( )

6.2 If yes, give full information:
LICENSE FOR THE STATE OF FLORIDA WAS SUSPENDED ON 2011 ON 6-28-11 FOR 2 YEARS

7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes (X) No ( )

7.2 If yes,

7.21 State the percentage of foreign control; ..... 47.900 %

7.22 State the nationality(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
PANAMA	INSURANCE COMPANY

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 locations (city and state of the main office) of any 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

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
DELOITTE & TOUCHE LLP, TORRE CHARDON 350 CHARDON AVE. SUITE 700
SAN JUAN, PR 00918-2140

10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes ( ) No (X)

10.2 If the response to 10.1 is yes, provide information related to this exemption:
.....
.....

10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Model Reporting Model Regulation as allowed for in Section 17A of the Model Regulation, or substantially similar state law or regulation? Yes ( ) No (X)

10.4 If the response to 10.3 is yes, provide information related to this exemption:
.....
.....

10.5 Has the reporting entity established an Audit Committee in compliance with domiciliary state insurance laws? Yes (X) No ( ) N/A ( )

10.6 If the response to 10.5 is no or n/a, please explain:
.....
.....

11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
ECKLER LTD. 110 SHEPPARD AVE. EAST SUITE 900 TORONTO ONTARIO CANADA
.....

12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes ( ) No (X)

12.11 Name of real estate holding company
.....
.....

12.12 Number of parcels involved .....

12.13 Total book/adjusted carrying value $ .....

12.2 If yes, provide explanation
.....
.....

13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:

13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
.....
.....

13.2 Does this statement contain all business transacted for the reporting entity through its United States branch on risks wherever located? Yes ( ) No ( )

13.3 Have there been any changes made to any of the trust indentures during the year? Yes ( ) No ( )

13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes ( ) No ( ) N/A (X)

14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes (X) No ( )
(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
(c) Compliance with applicable governmental laws, rules and regulations;
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
(e) Accountability for adherence to the code.

14.11 If the response to 14.1 is No, please explain:
.....
.....

14.2 Has the code of ethics for senior managers been amended? Yes ( ) No (X)

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 ( ) No (X)

14.31 If the response to 14.3 is Yes, provide the nature of any waiver(s).
.....
.....

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance with a NAIC rating of 3 or below? Yes ( ) No (X)

15.2 If the response to 15.1 is yes, indicated the American Bankers Association (ABA) Routing Number and the name of issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

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

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the Board of Directors or a subordinate committee thereof? Yes (X) No ( )

17. Does the reporting entity keep a complete permanent record of the proceedings of its Board of Directors and all subordinate committees thereof? Yes (X) No ( )

18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees, or responsible employees that is in conflict or is likely to conflict with the official duties of such person? Yes (X) No ( )

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes ( ) No (X)

20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):

20.11	To directors or other officers	$ .....
20.12	To stockholders not officers	$ .....
20.13	Trustees, supreme or grand (Fraternal only)	$ .....

20.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):

20.21	To directors or other officers	$ .....
20.22	To stockholders not officers	$ .....
20.23	Trustees, supreme or grand (Fraternal only)	$ .....

21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes ( ) No (X)

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

21.21	Rented from others	$ .....
21.22	Borrowed from others	$ .....
21.23	Leased from others	$ .....
21.24	Other	$ .....

22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes ( ) No (X)

22.2 If answer is yes:

22.21	Amount paid as losses or risk adjustment	$ .....
22.22	Amount paid as expenses	$ .....
22.23	Other amounts paid	$ .....

23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes ( ) No (X)

23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: $ .....

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

INVESTMENT

24.1 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 24.3) Yes ( ) No (X)

24.2 If no, give full and complete information relating thereto:
.....
.....

24.3 For the 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 16 where this information is also provided)
.....
.....

24.4 Does the Company's security lending program meet the requirements for a conforming program as outlined in Risk-Based Capital Instructions? Yes ( ) No ( ) N/A (X)

24.5 If answer to 24.4 is YES, report amount of collateral for conforming programs. $ .....

24.6 If answer to 24.4 is NO, report amount of collateral for other programs. $ .....

24.7 Does your security lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes ( ) No ( ) N/A (X)

24.8 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes ( ) No ( ) N/A (X)

24.9 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending? Yes ( ) No ( ) N/A (X)

25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.3) Yes ( ) No (X)

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

25.21	Subject to repurchase agreements	$ .....
25.22	Subject to reverse repurchase agreements	$ .....
25.23	Subject to dollar repurchase agreements	$ .....
25.24	Subject to reverse dollar repurchase agreements	$ .....
25.25	Pledged as collateral	$ .....
25.26	Placed under option agreements	$ .....
25.27	Letter stock or securities restricted as to sale	$ .....
25.28	On deposit with state or other regulatory body	$ .....
25.29	Other	$ .....

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

INVESTMENT

25.3 For category (25.27) provide the following:

1 Nature of Restriction	2 Description	3 Amount

26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes ( ) No (X)

26.2 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.

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

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

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

INVESTMENT

28. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds, and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III General Examination Considerations, F - Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes (X) No ( )

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

1 Name of Custodian(s)	2 Custodian's Address
CITIBANK NA	PO BOX 70301 SAN JUAN, PR 00936-70301
BANCO POPULAR DE PR TRUST DIVISION	EDIFICIO CALLE POPULAR SUITE 800 153 PONCE DE LEON AVE. SAN JUAN, PR 00917
SANTANDER SECURITIES	B7 CALLE TABONUCO SUITE 1800 GUAYNABO, PR 00968-3028

28.02 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

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

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

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

28.05 Identify all investment advisors, 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

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

INVESTMENT

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

29.2 If yes, complete the following schedule:

1 CUSIP Number	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value

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

1 Name of Mutual Fund (from question 29.2)	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

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

INVESTMENT

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

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds	$ 79,133,042	$ 84,431,250	$ 5,298,208
30.2 Preferred stocks	$ 110	$ 110	$
30.3 Totals	$ 79,133,152	$ 84,431,360	$ 5,298,208

30.4 Describe the sources or methods utilized in determining the fair values:
REFER TO NOTES TO THE FINACIAL STATEMENTS

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

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

31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:
PLEASE REFER TO NOTES TO THE FINANCIAL STATEMENTS- INVESTMENTS

32.1 Have all the filing requirements of the Purposes and Procedures manual of the NAIC Securities Valuation Office been followed? Yes (X) No ( )

32.2 If no, list exceptions:

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

OTHER

33.1 Amount of payments to Trade Associations, service organizations and statistical or Rating Bureaus, if any? $ 17,500

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

1 Name	2 Amount Paid
	$
	$
	$
	$

34.1 Amount of payments for legal expenses, if any? $ 578,171

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

1 Name	2 Amount Paid
	$
	$
	$
	$

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

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

1 Name	2 Amount Paid
	$
	$
	$
	$

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes ( ) No (X)

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

1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? $ .....

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. $ .....

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

1.6 Individual policies:

Most current three years:

1.61 Total premium earned $ .....
1.62 Total incurred claims $ .....
1.63 Number of covered lives .....

All years prior to most current three years:

1.64 Total premium earned $ .....
1.65 Total incurred claims $ .....
1.66 Number of covered lives .....

1.7 Group policies:

Most current three years:

1.71 Total premium earned $ .....
1.72 Total incurred claims $ .....
1.73 Number of covered lives .....

All years prior to most current three years:

1.74 Total premium earned $ .....
1.75 Total incurred claims $ .....
1.76 Number of covered lives .....

2. Health Test

	1 Current Year	2 Prior Year
2.1 Premium Numerator	$	$ .....
2.2 Premium Denominator	$ 44,708,132	$ 74,726,786
2.3 Premium Ratio (Line 2.1 divided by Line 2.2)	.....	.....
2.4 Reserve Numerator	$	$ .....
2.5 Reserve Denominator	$ 106,193,753	$ 121,603,188
2.6 Reserve Ratio (Line 2.4 divided by Line 2.5)	.....	.....

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? $ .....

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)?" $ .....

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 $ .....
4.22 Received $ .....

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 $ .....
5.22 Page 4, Line 1 $ .....

6. For stock reporting entities only:

6.1 Total amount paid in by stockholders as surplus funds since organization of the reporting entity: $ .....

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

7.11 Cash $ .....
7.12 Stock $ .....

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

8.1 Does the company reinsure any Workers' Compensation Carve-Out business defined as: Yes ( ) No (X)

Reinsurance (including retrocessional reinsurance) assumed by life and health insurers of medical, wage loss and death benefits of the occupational illness and accident exposures, but not the employers liability exposures, of business originally written as workers' compensation insurance.

8.2 If yes, has the reporting entity completed the Workers' Compensation Carve-Out Supplement to the Annual Statement? Yes ( ) No (X)

8.3 If Line 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 Line 8.31 and Line 8.34 for Column (1) are:

	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 Line 8.31, Column 1 was assumed from pools? $

9.1 Does the company have variable annuities with guaranteed benefits? Yes ( ) No (X)

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

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

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? $

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. $

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. $

GENERAL INTERROGATORIES (Continued)

Part 2 - LIFE INTERROGATORIES

Line 9.2

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

NONE

Line 10.2

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

NONE

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 2011	2 2010	3 2009	4 2008	5 2007
Life Insurance in Force (Exhibit of Life Insurance)					
1. Ordinary-whole life and endowment (Line 34, Column 4)					
2. Ordinary-term (Line 21, Column 4, less Line 34, Column 4)	3,070,070	3,761,368	5,344,506	5,664,179	4,043,667
3. Credit life (Line 21, Column 6)	81,106	110,213	130,592	147,051	123,000
4. Group, excluding FEGLI/SGLI (Line 21, Column 9 less Line 43 and Line 44, Column 4)	888,311	1,292,577	1,325,572	910,805	706,251
5. Industrial (Line 21, Column 2)					
6. FEGLI/SGLI (Line 43 and Line 44, Column 4)					
7. Total (Line 21, Column 10)	4,039,487	5,164,158	6,800,670	6,722,035	4,872,918
New Business Issued (Exhibit of Life Insurance)					
8. Ordinary-whole life and endowment (Line 34, Column 2)					
9. Ordinary-term (Line 2, Column 4, less Line 34, Column 2)	117,826	430,371	653,201	743,889	1,405,535
10. Credit life (Line 2, Column 6)	3,045	4,348		8,327	8,577
11. Group (Line 2, Column 9)	47,439		16,013	236,952	125,940
12. Industrial (Line 2, Column 2)					
13. Total (Line 2, Column 10)	168,310	434,719	669,214	989,168	1,540,052
Premium Income-Lines of Business (Exhibit 1 - Part 1)					
14. Industrial life (Line 20.4, Column 2)					
15.1 Ordinary life insurance (Line 20.4, Column 3)	13,904,723	17,820,756	17,677,555	20,123,248	19,024,676
15.2 Ordinary individual annuities (Line 20.4, Column 4)	642,018	570,043	966,797	947,429	1,112,443
16. Credit life, (group and individual) (Line 20.4, Column 5)	2,818,691	3,219,209	3,993,680	4,427,796	5,674,197
17.1 Group life insurance (Line 20.4, Column 6)	3,419,790	5,588,697	7,512,277	3,865,572	3,208,966
17.2 Group annuities (Line 20.4, Column 7)					
18.1 A & H-group (Line 20.4, Column 8)	14,075,249	27,880,889	43,981,539	20,997,909	18,729,768
18.2 A & H-credit (group and individual) (Line 20.4, Column 9)	720,313	483,536	383,220	1,106,949	1,021,833
18.3 A & H-other (Line 20.4, Column 10)	9,127,348	19,163,656	20,827,929	20,035,882	11,504,803
19. Aggregate of all other lines of business (Line 20.4, Column 11)					
20. Total	44,708,132	74,726,786	95,342,997	71,504,785	60,276,686
Balance Sheet (Pages 2 and 3)					
21. Total admitted assets excluding Separate Accounts business (Page 2, Line 26, Column 3)	136,494,063	135,458,610	145,308,470	146,587,234	134,974,947
22. Total liabilities excluding Separate Accounts business (Page 3, Line 26)	128,063,443	135,554,829	125,072,286	118,059,817	108,704,629
23. Aggregate life reserves (Page 3, Line 1)	81,655,739	88,534,834	87,652,446	83,893,256	79,693,692
24. Aggregate A & H reserves (Page 3, Line 2)	5,858,617	12,339,568	11,762,081	14,514,170	14,005,179
25. Deposit-type contract funds (Page 3, Line 3)					
26. Asset valuation reserve (Page 3, Line 24.01)	1,307,427	1,341,403	2,278,704	2,513,962	1,101,983
27. Capital (Page 3, Line 29 and Line 30)	4,741,720	2,502,910	2,502,910	2,502,910	2,336,550
28. Surplus (Page 3, Line 37)	3,688,900	(2,599,129)	17,733,274	26,024,507	23,933,768
Cash Flow (Page 5)					
29. Net cash from operations (Line 11)	(14,630,537)	2,155,096	131,378	10,537,627	6,655,212
Risk-Based Capital Analysis					
30. Total adjusted capital	9,738,047	1,245,184	22,514,888	31,041,379	27,372,301
31. Authorized control level risk-based capital	3,530,836	5,283,815	6,492,584	5,723,445	4,018,061
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)	65.8	84.0	80.2	76.6	74.8
33. Stocks (Line 2.1 and Line 2.2)		0.2	5.3	6.1	7.3
34. Mortgage loans on real estate (Line 3.1 and Line 3.2)				0.2	0.3
35. Real estate (Line 4.1, Line 4.2 and Line 4.3)	10.9	11.6	9.7	9.1	5.3
36. Cash, cash equivalents and short-term investments (Line 5)	20.7	1.5	2.1	5.2	9.1
37. Contract loans (Line 6)	2.6	2.8	2.8	2.9	3.1
38. Derivatives (Page 2, Line 7)			XXX	XXX	XXX
39. Other invested assets (Line 8)					
40. Receivables for securities (Line 9)					
41. Securities lending reinvested collateral assets (Line 10)			XXX	XXX	XXX
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 2011	2 2010	3 2009	4 2008	5 2007
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)			5,874,381	7,314,011	8,048,869
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 Line 44 to Line 49			5,874,381	7,314,011	8,048,869
Total Nonadmitted and Admitted Assets					
51. Total nonadmitted assets (Page 2, Line 28, Column 2)	16,884,236	11,266,794	10,644,934	7,209,227	8,134,403
52. Total admitted assets (Page 2, Line 28, Column 3)	136,494,063	135,458,610	145,308,470	146,587,234	134,974,947
Investment Data					
53. Net investment income (Exhibit of Net Investment Income)	4,956,006	5,423,163	5,704,794	5,873,283	5,587,366
54. Realized capital gains (losses) (Page 4, Line 34, Column 1)	406,430			(590,415)	(416,062)
55. Unrealized capital gains (losses) (Page 4, Line 38, Column 1)	(136,520)			951,864	356,561
56. Total of above Lines 53, Line 54 and Line 55	5,225,916	5,423,163	5,704,794	6,234,732	5,527,865
Benefits and Reserve Increase (Page 6)					
57. Total contract benefits - life (Lines 10, 11, 12, 13, 14 and Line 15, Column 1 minus Lines 10, 11, 12, 13, 14 and Line 15, Columns 9, 10 and 11)	20,124,253	15,345,564	18,673,863	12,008,918	14,816,075
58. Total contract benefits - A and H (Line 13 and Line 14, Columns 9, 10 and 11)	16,526,773	26,705,966	41,015,739	24,742,971	12,404,007
59. Increase in life reserves - other than group and annuities (Line 19, Columns 2 and 3)	(2,757,395)	(810,311)	3,680,210	5,078,242	4,140,130
60. Increase in A & H Reserves (Line 19, Columns 9, 10 and 11)	(32,562)	1,305,620	(187,990)	556,993	1,688,645
61. Dividends to policyholders (Line 30, Column 1)					
Operating Percentages					
62. Insurance expense percent (Page 6, Column 1, Line 21, Line 22 and Line 23 less Line 6) / (Page 6, Column 1, Line 1 plus Exhibit 7, Column 2, Line 2) x 100.00	57.1	51.0	36.3	44.1	46.9
63. Lapse percent (ordinary only) [(Exhibit of Life Insurance, Column 4, Line 14 and Line 15) / 1/2 (Exhibit of Life Insurance, Column 4, Line 1 and Line 21)] x 100.00	23.1	22.8	17.1	17.5	17.6
64. A & H loss percent (Schedule H, Part 1, Line 5 and Line 6, Column 2)	67.9	59.2	64.4	57.0	52.0
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)	61.5	53.4	31.0	40.7	49.7
A & H Claim Reserve Adequacy					
67. Incurred losses on prior years' claims - group health (Schedule H, Part 3, Line 3.1, Column 2)	9,707,455	10,839,508	26,196,074	8,434,576	5,175,547
68. Prior years' claim liability and reserve - group health (Schedule H, Part 3, Line 3.2, Column 2)	11,759,588	11,943,023	8,156,044	6,007,634	4,641,925
69. Incurred losses on prior years' claims - health other than group (Schedule H, Part 3, Line 3.1, Column 1 less Column 2)	3,448,926	4,661,843	4,498,684	6,158,647	4,161,138
70. Prior years' claim liability and reserve - health other than group (Schedule H, Part 3, Line 3.2, Column 1 less Column 2)	4,476,408	2,727,799	4,622,777	3,615,279	2,468,069
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)	(263,205)	2,657,091	(3,079,519)	895,707	(1,539,867)
73. Ordinary-individual annuities (Column 4)	1,029,663	(419,782)	(510,952)	(136,922)	(27,095)
74. Ordinary-supplementary contracts (Column 5)					
75. Credit life (Column 6)	1,280,869	1,461,519	743,306	270,834	769,815
76. Group life (Column 7)	(845,711)	1,542,564	(480,447)	136,618	352,004
77. Group annuities (Column 8)					
78. A & H-group (Column 9)	(2,607,740)	970,025	3,468,079	(684,775)	1,716,168
79. A & H-credit (Column 10)	(14,217)	(104,574)	107,712	48,227	189,986
80. A & H-other (Column 11)	(2,555,939)	(4,891,959)	1,267,867	772,868	431,594
81. Aggregate of all other lines of business (Column 12)					
82. Total (Column 1)	(3,976,280)	1,214,884	1,516,046	1,302,557	1,892,605

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

7 2 0 8 7 2 0 1 1 4 3 0 1 0 1 0 0

ANNUAL STATEMENT FOR THE YEAR 2011 OF THE MULTINATIONAL LIFE INSURANCE COMPANY

DIRECT BUSINESS IN THE STATE OF FLORIDA DURING THE YEAR 2011

NAIC Group Code: 0343 NAIC Company Code: 72087

LIFE INSURANCE

DIRECT PREMIUMS AND ANNUITY CONSIDERATIONS	1 Ordinary	2 Credit Life (Group and Individual)	3 Group	4 Industrial	5 Total
1. Life insurance	307,678				307,678
2. Annuity considerations					
3. Deposit-type contract funds		XXX		XXX	
4. Other considerations					
5. Totals (Sum of Line 1 to Line 4)	307,678				307,678
DIRECT DIVIDENDS TO POLICYHOLDERS					
Life Insurance:					
6.1. Paid in cash or left on deposit					
6.2. Applied to pay renewal premiums					
6.3. Applied to provide paid-up additions or shorten the endowment or premium-paying period					
6.4. Other					
6.5. Totals (Sum of Line 6.1 to Line 6.4)					
Annuities:					
7.1. Paid in cash or left on deposit					
7.2. Applied to provide paid-up annuities					
7.3. Other					
7.4. Totals (Sum of Line 7.1 to Line 7.3)					
8. Grand Totals (Line 6.5 plus Line 7.4)					
DIRECT CLAIMS AND BENEFITS PAID					
9. Death benefits					
10. Matured endowments					
11. Annuity benefits					
12. Surrender values and withdrawals for life contracts					
13. Aggregate write-ins for miscellaneous direct claims and benefits paid					
14. All other benefits, except accident and health					
15. Totals					
DETAILS OF WRITE-INS					
1301.					
1302.					
1303.					
1398. Summary of remaining write-ins for Line 13 from overflow page					
1399. Totals (Line 1301 through Line 1303 plus Line 1398) (Line 13 above)					

DIRECT DEATH BENEFITS AND MATURED ENDOWMENTS INCURRED	Ordinary		Credit Life (Group and Individual)		Group		Industrial		Total	
	1 Number	2 Amount	3 Number of Individual Policies and Group Certificates	4 Amount	5 Number of Certificates	6 Amount	7 Number	8 Amount	9 Number	10 Amount
16. Unpaid December 31, prior year										
17. Incurred during current year										
Settled during current year:										
18.1 By payment in full										
18.2 By payment on compromised claims										
18.3 Totals paid										
18.4 Reduction by compromise										
18.5 Amount rejected										
18.6 Total settlements										
19. Unpaid December 31, current year (Line 16 plus Line 17 minus Line 18.6)										
POLICY EXHIBIT					Number of Policies					
20. In force December 31, prior year	239	20,200		(a)					239	20,200
21. Issued during year										
22. Other changes to in force (Net)	(23)	(2,506)							(23)	(2,506)
23. In force December 31 of current year	216	17,694		(a)					216	17,694

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

ACCIDENT AND HEALTH INSURANCE

	1 Direct Premiums	2 Direct Premiums Earned	3 Dividends Paid Or Credited On Direct Business	4 Direct Losses Paid	5 Direct Losses Incurred
24. Group policies (b)					
24.1 Federal Employees Health Benefits Program premium (b)					
24.2 Credit (Group and Individual)					
24.3 Collectively renewable policies (b)					
24.4 Medicare Title XVIII exempt from state taxes and fees					
Other Individual policies:					
25.1 Non-cancelable (b)					
25.2 Guaranteed renewable (b)	3,809	3,809			
25.3 Non-renewable for stated reasons only (b)					
25.4 Other accident only					
25.5 All other (b)					
25.6 Totals (Sum of Line 25.1 to Line 25.5)	3,809	3,809			
26. Totals (Line 24 through Line 24.4 plus Line 25.6)	3,809	3,809			

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

ANNUAL STATEMENT FOR THE YEAR 2011 OF THE MULTINATIONAL LIFE INSURANCE COMPANY

DIRECT BUSINESS IN THE STATE OF PUERTO RICO DURING THE YEAR 2011

NAIC Group Code: 0343 NAIC Company Code: 72087

LIFE INSURANCE

DIRECT PREMIUMS AND ANNUITY CONSIDERATIONS	1 Ordinary	2 Credit Life (Group and Individual)	3 Group	4 Industrial	5 Total
1. Life insurance	14,750,104	2,818,692	1,759,758		19,328,554
2. Annuity considerations	642,017				642,017
3. Deposit-type contract funds		XXX		XXX	
4. Other considerations					
5. Totals (Sum of Line 1 to Line 4)	15,392,121	2,818,692	1,759,758		19,970,571
DIRECT DIVIDENDS TO POLICYHOLDERS					
Life Insurance:					
6.1. Paid in cash or left on deposit					
6.2. Applied to pay renewal premiums					
6.3. Applied to provide paid-up additions or shorten the endowment or premium-paying period					
6.4. Other					
6.5. Totals (Sum of Line 6.1 to Line 6.4)					
Annuities:					
7.1. Paid in cash or left on deposit					
7.2. Applied to provide paid-up annuities					
7.3. Other					
7.4. Totals (Sum of Line 7.1 to Line 7.3)					
8. Grand Totals (Line 6.5 plus Line 7.4)					
DIRECT CLAIMS AND BENEFITS PAID					
9. Death benefits	5,654,491	381,560	1,236,467		7,272,518
10. Matured endowments					
11. Annuity benefits	296,125				296,125
12. Surrender values and withdrawals for life contracts	10,256,621				10,256,621
13. Aggregate write-ins for miscellaneous direct claims and benefits paid					
14. All other benefits, except accident and health					
15. Totals	16,207,237	381,560	1,236,467		17,825,264
DETAILS OF WRITE-INS					
1301.					
1302.					
1303.					
1398. Summary of remaining write-ins for Line 13 from overflow page					
1399. Totals (Line 1301 through Line 1303 plus Line 1398) (Line 13 above)					

DIRECT DEATH BENEFITS AND MATURED ENDOWMENTS INCURRED	Ordinary		Credit Life (Group and Individual)		Group		Industrial		Total	
	1 Number	2 Amount	3 Number of Individual Policies and Group Certificates	4 Amount	5 Number of Certificates	6 Amount	7 Number	8 Amount	9 Number	10 Amount
16. Unpaid December 31, prior year		2,545,056		453,642		2,361,088				5,359,786
17. Incurred during current year		3,472,028		330,966		972,450				4,775,444
Settled during current year:										
18.1 By payment in full		5,654,491		381,560		1,236,467				7,272,518
18.2 By payment on compromised claims										
18.3 Totals paid		5,654,491		381,560		1,236,467				7,272,518
18.4 Reduction by compromise										
18.5 Amount rejected										
18.6 Total settlements		5,654,491		381,560		1,236,467				7,272,518
19. Unpaid December 31, current year (Line 16 plus Line 17 minus Line 18.6)		362,593		403,048		2,097,071				2,862,712
POLICY EXHIBIT					Number of Policies					
20. In force December 31, prior year	40,249	3,741,168	34,293	(a) 110,213	211	1,014,794			74,753	4,866,175
21. Issued during year	1,308	117,826	415	3,045	8	47,439			1,731	168,310
22. Other changes to in force (Net)	(13,210)	(806,628)	(3,531)	(32,152)	(43)	(451,705)			(16,784)	(1,290,485)
23. In force December 31 of current year	28,347	3,052,366	31,177	(a) 81,106	176	610,528			59,700	3,744,000

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

ACCIDENT AND HEALTH INSURANCE

	1 Direct Premiums	2 Direct Premiums Earned	3 Dividends Paid Or Credited On Direct Business	4 Direct Losses Paid	5 Direct Losses Incurred
24. Group policies (b)	30,211,169	27,880,889		19,335,494	9,948,107
24.1 Federal Employees Health Benefits Program premium (b)					
24.2 Credit (Group and Individual)	720,313	720,313		168,283	347,614
24.3 Collectively renewable policies (b)					
24.4 Medicare Title XVIII exempt from state taxes and fees					
Other Individual policies:					
25.1 Non-cancelable (b)					
25.2 Guaranteed renewable (b)	18,307,141	9,317,396		8,331,737	5,663,368
25.3 Non-renewable for stated reasons only (b)					
25.4 Other accident only					
25.5 All other (b)					
25.6 Totals (Sum of Line 25.1 to Line 25.5)	18,307,141	9,317,396		8,331,737	5,663,368
26. Totals (Line 24 through Line 24.4 plus Line 25.6)	49,238,623	37,918,598		27,835,514	15,959,089

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

ANNUAL STATEMENT FOR THE YEAR 2011 OF THE MULTINATIONAL LIFE INSURANCE COMPANY

DIRECT BUSINESS IN THE STATE OF GRAND TOTAL DURING THE YEAR 2011

NAIC Group Code: 0343 NAIC Company Code: 72087

LIFE INSURANCE

DIRECT PREMIUMS AND ANNUITY CONSIDERATIONS	1 Ordinary	2 Credit Life (Group and Individual)	3 Group	4 Industrial	5 Total
1. Life insurance	15,057,782	2,818,692	1,759,758		19,636,232
2. Annuity considerations	642,017				642,017
3. Deposit-type contract funds		XXX		XXX	
4. Other considerations					
5. Totals (Sum of Line 1 to Line 4)	15,699,799	2,818,692	1,759,758		20,278,249
DIRECT DIVIDENDS TO POLICYHOLDERS					
Life Insurance:					
6.1. Paid in cash or left on deposit					
6.2. Applied to pay renewal premiums					
6.3. Applied to provide paid-up additions or shorten the endowment or premium-paying period					
6.4. Other					
6.5. Totals (Sum of Line 6.1 to Line 6.4)					
Annuities:					
7.1. Paid in cash or left on deposit					
7.2. Applied to provide paid-up annuities					
7.3. Other					
7.4. Totals (Sum of Line 7.1 to Line 7.3)					
8. Grand Totals (Line 6.5 plus Line 7.4)					
DIRECT CLAIMS AND BENEFITS PAID					
9. Death benefits	5,654,491	381,560	1,236,467		7,272,518
10. Matured endowments					
11. Annuity benefits	296,125				296,125
12. Surrender values and withdrawals for life contracts	10,256,621				10,256,621
13. Aggregate write-ins for miscellaneous direct claims and benefits paid					
14. All other benefits, except accident and health					
15. Totals	16,207,237	381,560	1,236,467		17,825,264
DETAILS OF WRITE-INS					
1301.					
1302.					
1303.					
1398. Summary of remaining write-ins for Line 13 from overflow page					
1399. Totals (Line 1301 through Line 1303 plus Line 1398) (Line 13 above)					

DIRECT DEATH BENEFITS AND MATURED ENDOWMENTS INCURRED	Ordinary		Credit Life (Group and Individual)		Group		Industrial		Total	
	1 Number	2 Amount	3 Number of Individual Policies and Group Certificates	4 Amount	5 Number of Certificates	6 Amount	7 Number	8 Amount	9 Number	10 Amount
16. Unpaid December 31, prior year		2,545,056		453,642		2,361,088				5,359,786
17. Incurred during current year		3,472,028		330,966		972,450				4,775,444
Settled during current year:										
18.1 By payment in full		5,654,491		381,560		1,236,467				7,272,518
18.2 By payment on compromised claims										
18.3 Totals paid		5,654,491		381,560		1,236,467				7,272,518
18.4 Reduction by compromise										
18.5 Amount rejected										
18.6 Total settlements		5,654,491		381,560		1,236,467				7,272,518
19. Unpaid December 31, current year (Line 16 plus Line 17 minus Line 18.6)		362,593		403,048		2,097,071				2,862,712
POLICY EXHIBIT					Number of Policies					
20. In force December 31, prior year	40,488	3,761,368	34,293	(a) 110,213	211	1,014,794			74,992	4,886,375
21. Issued during year	1,308	117,826	415	3,045	8	47,439			1,731	168,310
22. Other changes to in force (Net)	(13,233)	(809,124)	(3,531)	(32,152)	(43)	(451,705)			(16,807)	(1,292,981)
23. In force December 31 of current year	28,563	3,070,070	31,177	(a) 81,106	176	610,528			59,916	3,761,704

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

ACCIDENT AND HEALTH INSURANCE

	1 Direct Premiums	2 Direct Premiums Earned	3 Dividends Paid Or Credited On Direct Business	4 Direct Losses Paid	5 Direct Losses Incurred
24. Group policies (b)	30,211,169	27,880,889		19,335,494	9,948,107
24.1 Federal Employees Health Benefits Program premium (b)					
24.2 Credit (Group and Individual)	720,313	720,313		168,283	347,614
24.3 Collectively renewable policies (b)					
24.4 Medicare Title XVIII exempt from state taxes and fees					
Other Individual policies:					
25.1 Non-cancelable (b)	18,310,950	9,321,205		8,331,737	5,663,368
25.2 Guaranteed renewable (b)					
25.3 Non-renewable for stated reasons only (b)					
25.4 Other accident only					
25.5 All other (b)					
25.6 Totals (Sum of Line 25.1 to Line 25.5)	18,310,950	9,321,205		8,331,737	5,663,368
26. Totals (Line 24 through Line 24.4 plus Line 25.6)	49,242,432	37,922,407		27,835,514	15,959,089

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

EXHIBIT OF LIFE INSURANCE

	Industrial		Ordinary		Credit Life (Group and Individual)		Group			10
	1	2	3	4	5	6	Number of		9	
	Number of Policies	Amount of Insurance (a)	Number of Policies	Amount of Insurance (a)	Number of Individual Policies and Group Certificates	Amount of Insurance (a)	7 Policies	8 Certificates	Amount of Insurance (a)	Total Amount of Insurance (a)
1. In force end of prior year			40,488	3,761,368	34,293	110,213	211	41,144	1,014,794	4,886,375
2. Issued during year			1,308	117,826	415	3,045	8	1,476	47,439	168,310
3. Reinsurance assumed										
4. Revived during year										
5. Increased during year (net)										
6. Subtotals, Line 2 to Line 5			1,308	117,826	415	3,045	8	1,476	47,439	168,310
7. Additions by dividends during year	XXX		XXX		XXX		XXX	XXX		
8. Aggregate write-ins for increases										
9. Totals (Line 1 and Line 6 to Line 8)			41,796	3,879,194	34,708	113,258	219	42,620	1,062,233	5,054,685
Deductions during year:										
10. Death			23	1,175	17	508	XXX	274	6,298	7,981
11. Maturity			2	750			XXX			750
12. Disability							XXX			
13. Expiry			462	18,550				58	3,314	21,864
14. Surrender			1,378	124,330						124,330
15. Lapse			11,368	664,319	3,514	31,644	43	3,145	164,310	860,273
16. Conversion							XXX	XXX	XXX	
17. Decreased (net)										
18. Reinsurance										
19. Aggregate write-ins for decreases										
20. Totals (Line 10 to Line 19)			13,233	809,124	3,531	32,152	43	3,477	173,922	1,015,198
21. In force end of year (Line 9 minus Line 20)			28,563	3,070,070	31,177	81,106	176	39,143	888,311	4,039,487
22. Reinsurance ceded end of year	XXX		XXX	498,533	XXX		XXX	XXX	281,032	779,565
23. Line 21 minus Line 22	XXX		XXX	2,571,537	XXX	(b) 81,106	XXX	XXX	607,279	3,259,922
DETAILS OF WRITE-INS										
0801.										
0802.										
0803.										
0898. Summary of remaining write-ins for Line 8 from overflow page										
0899. Totals (Line 0801 through Line 0803 plus Line 0898) (Line 8 above)										
1901.										
1902.										
1903.										
1998. Summary of remaining write-ins for Line 19 from overflow page										
1999. Totals (Line 1901 through Line 1903 plus Line 1998) (Line 19 above)										

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000).
(b) Group $ .....; Individual $ .....

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	NONE		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)	
Term Insurance Excluding Extended Term Insurance	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
27. Term policies-decreasing				
28. Term policies-other	1,308	117,826	28,563	3,070,070
29. Other term insurance-decreasing	X X X		X X X	
30. Other term insurance	X X X		X X X	
31. Totals (Line 27 to Line 30)	1,308	117,826	28,563	3,070,070
Reconciliation to Line 2 and Line 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				
35. Totals (Line 31 to Line 34)	1,308	117,826	28,563	3,070,070

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	117,826		3,070,070	
38. Credit Life (Group and Individual)	3,045		81,109	
39. Group	47,439		888,311	
40. Totals (Line 36 to Line 39)	168,310		4,039,490	

ADDITIONAL INFORMATION ON CREDIT LIFE AND GROUP INSURANCE

	Credit Life		Group	
	1	2	3	4
			umber of Certificates	Amount of Insurance (a)
41. Amount of insurance included in Line 2 ceded to oth			X X X	
42. Number in force end of year if the number under sha counted on a pro-rata basis				X X X
43. Federal Employees' Group Life Insurance included ir				
44. Servicemen's Group Life Insurance included in Line				
45. Group Permanent Insurance included in Line 21				

NONE

ADDITIONAL ACCIDENTAL DEATH BENEFITS

46. Amount of additional accidental death benefits in force end of year under ordinary policies (a) NONE	

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) NONE

POLICIES WITH DISABILITY PROVISIONS

	Industrial	Ordinary	Credit	Group	
Disability Provision	1 Number of Policies	5 nt of nce (a)		7 Number of Certificates	8 Amount of Insurance (a)
48. Waiver of Premium					
49. Disability Income					
50. Extended Benefits					
51. Other					
52. Total					(b)

NONE

(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 AND 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				
2. Issued during year				
3. Reinsurance assumed				
4. Increased during year (net)				
5. Total (Line 1 to Line 4)				
Deductions during year:				
6. Decreased (net)				
7. Reinsurance ceded				
8. Totals (Line 6 and Line 7)				
9. In force end of year				
10. Amount on deposit		(a)		(a)
11. Income now payable				
12. Amount of income payable	(a)	(a)	(a)	(a)

NONE

ANNUITIES

	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year		1,343		
2. Issued during year				
3. Reinsurance assumed				
4. Increased during year (net)				
5. Totals (Line 1 to Line 4)		1,343		
Deductions during year:				
6. Decreased (net)				
7. Reinsurance ceded				
8. Totals (Line 6 and Line 7)				
9. In force end of year		1,343		
Income now payable:				
10. Amount of income payable	(a)	XXX	XXX	(a)
Deferred fully paid:				
11. Account balance	XXX	(a)	XXX	(a)
Deferred not fully paid:				
12. Account balance	XXX	(a)	XXX	(a)

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	1,866		36		43,730	
2. Issued during year						
3. Reinsurance assumed						
4. Increased during year (net)		XXX		XXX		XXX
5. Totals (Line 1 to Line 4)	1,866	XXX	36	XXX	43,730	XXX
Deductions during year:						
6. Conversions		XXX	XXX	XXX	XXX	XXX
7. Decreased (net)		XXX		XXX		XXX
8. Reinsurance ceded		XXX		XXX		XXX
9. Totals (Line 6 to Line 8)		XXX		XXX		XXX
10. In force end of year	1,866	(a)	36	(a)	43,730	(a)

DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS

	1 Deposit Funds	2 Dividend Accumulations
	Contracts	Contracts
1. In force end of prior year		
2. Issued during year		
3. Reinsurance assumed		
4. Increased during year (net)		
5. Totals (Line 1 to Line 4)		
Deductions during year:		
6. Decreased (net)		
7. Reinsurance ceded		
8. Totals (Line 6 and Line 7)		
9. In force end of year		
10. Amount of account balance	(a)	(a)

NONE

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

FORM FOR CALCULATING THE INTEREST MAINTENANCE RESERVE

Interest Maintenance Reserve

	1 Amount
1. Reserve as of December 31, Prior Year	951,078
2. Current Year's Realized Pre-Tax Capital Gains/(Losses) of $ Transferred into the Reserve Net of Taxes $ (1,910,274)	1,910,274
3. Adjustment for Current Year's Liability Gains/(Losses) released from the reserve	
4. Balance Before Reduction for Amount Transferred to Summary of Operations (Line 1 plus Line 2 plus Line 3)	2,861,352
5. Current Year's Amortization Released to Summary of Operations (Amortization, Line 1, Column 4)	438,825
6. Reserve as of December 31, Current Year (Line 4 minus Line 5)	2,422,527

Amortization

Year of Amortization	1 Reserve as of December 31, Prior Year	2 Current Year's Realized Capital Gains/(Losses) Transferred into the Reserve Net of Taxes	3 Adjustment for Current Year's Liability Gains/(Losses) Released From the Reserve	4 Balance Before Reduction for Current Year's Amortization (Columns 1 plus 2 plus 3)
1. 2011	182,475	256,350		438,825
2. 2012	157,579	442,077		599,656
3. 2013	123,073	327,573		450,646
4. 2014	90,258	250,392		340,650
5. 2015	63,404	171,504		234,908
6. 2016	47,354	87,997		135,351
7. 2017	38,106	41,309		79,415
8. 2018	28,546	34,907		63,453
9. 2019	22,687	27,328		50,015
10. 2020	21,367	20,365		41,732
11. 2021	20,499	12,532		33,031
12. 2022	19,050	8,938		27,988
13. 2023	17,413	9,246		26,659
14. 2024	15,877	9,555		25,432
15. 2025	14,489	10,479		24,968
16. 2026	14,161	10,479		24,640
17. 2027	15,062	11,404		26,466
18. 2028	15,980	11,712		27,692
19. 2029	15,060	12,637		27,697
20. 2030	12,019	12,945		24,964
21. 2031	8,922	13,870		22,792
22. 2032	5,597	14,486		20,083
23. 2033	2,100	15,102		17,202
24. 2034		15,719		15,719
25. 2035		16,952		16,952
26. 2036		17,568		17,568
27. 2037		16,335		16,335
28. 2038		12,945		12,945
29. 2039		9,555		9,555
30. 2040		6,164		6,164
31. 2041 and Later		1,849		1,849
32. TOTAL (Line 1 to Line 31)	951,078	1,910,274		2,861,352

ASSET VALUATION RESERVE

	Default Component			Equity Component			7
	1	2	3	4	5	6	
	Other Than Mortgage Loans	Mortgage Loans	Total (Column 1 plus Column 2)	Common Stock	Real Estate and Other Invested Assets	Total (Column 4 plus Column 5)	Total Amount (Column 3 plus Column 6)
1. Reserve as of December 31, prior year	350,355	1	350,356	5,283	985,765	991,048	1,341,404
2. Realized Capital Gains/(Losses) Net of Taxes - General Account							
3. Realized Capital Gains/(Losses) Net of Taxes - Separate Accounts							
4. Unrealized Capital Gains/(Losses) Net of Deferred Taxes - General Account							
5. Unrealized Capital Gains/(Losses) Net of Deferred Taxes - Separate Accounts				6,632	2,312,681	2,319,313	2,319,313
6. Capital gains credited/(losses charged) to contract benefits, payments or reserves							
7. Basic Contribution	56,533		56,533				56,533
8. Accumulated Balances (Line 1 through Line 5, minus Line 6 plus Line 7)	406,888	1	406,889	11,915	3,298,446	3,310,361	3,717,250
9. Maximum Reserve	319,043		319,043	6,146	982,237	988,383	1,307,426
10. Reserve Objective	222,930		222,930	6,146	982,237	988,383	1,211,313
11. 20% of (Line 10 minus Line 8)	(36,792)		(36,792)	(1,154)	(463,242)	(464,396)	(501,187)
12. Balance Before Transfers (Line 8 plus Line 11)	370,096	1	370,097	10,761	2,835,204	2,845,965	3,216,063
13. Transfers				1,852,967	(1,852,967)		XXX
14. Voluntary Contribution							
15. Adjustment down to Maximum/up to Zero	(51,053)	(1)	(51,054)	(1,857,582)		(1,857,582)	(1,908,636)
16. Reserve as of December 31, Current Year (Line 12 plus Line 13 plus Line 14 plus Line 15)	319,043		319,043	6,146	982,237	988,383	1,307,427

ASSET VALUATION RESERVE

BASIC CONTRIBUTION, RESERVE OBJECTIVE AND MAXIMUM RESERVE CALCULATIONS

DEFAULT COMPONENT

			1	2	3	4	Basic Contribution		Reserve Objective		Maximum Reserve	
Line Number	NAIC Designation	Description	Book / Adjusted Carrying Value	Reclassify Related Party Encumbrances	Add Third Party Encumbrances	Balance for AVR Reserve Calculations (Columns 1+2+3)	5 Factor	6 Amount (Columns 4x5)	7 Factor	8 Amount (Columns 4x7)	9 Factor	10 Amount (Columns 4x9)
		LONG-TERM BONDS										
1		Exempt Obligations	12,544,635	XXX	XXX	12,544,635	0.0000		0.0000		0.0000	
2	1	Highest Quality	47,014,981	XXX	XXX	47,014,981	0.0004	18,806	0.0023	108,134	0.0030	141,045
3	2	High Quality	19,500,842	XXX	XXX	19,500,842	0.0019	37,052	0.0058	113,105	0.0090	175,508
4	3	Medium Quality	72,584	XXX	XXX	72,584	0.0093	675	0.0230	1,669	0.0340	2,468
5	4	Low Quality		XXX	XXX		0.0213		0.0530		0.0750	
6	5	Lower Quality		XXX	XXX		0.0432		0.1100		0.1700	
7	6	In or Near Default		XXX	XXX		0.0000		0.2000		0.2000	
8		Total Unrated Multi-class Securities Acquired by Conversion		XXX	XXX		XXX		XXX		XXX	
9		Total Bonds (Sum of Line 1 through Line 8)	79,133,042	XXX	XXX	79,133,042	XXX	56,533	XXX	222,908	XXX	319,021
		PREFERRED STOCKS										
10	1	Highest Quality		XXX	XXX		0.0004		0.0023		0.0030	
11	2	High Quality		XXX	XXX		0.0019		0.0058		0.0090	
12	3	Medium Quality		XXX	XXX		0.0093		0.0230		0.0340	
13	4	Low Quality		XXX	XXX		0.0213		0.0530		0.0750	
14	5	Lower Quality		XXX	XXX		0.0432		0.1100		0.1700	
15	6	In or Near Default	110	XXX	XXX	110	0.0000		0.2000	22	0.2000	22
16		Affiliated Life with AVR		XXX	XXX		0.0000		0.0000		0.0000	
17		Total Preferred Stocks (Sum of Line 10 through Line 16)	110	XXX	XXX	110	XXX		XXX	22	XXX	22
		SHORT-TERM BONDS										
18		Exempt Obligations	17,999,780	XXX	XXX	17,999,780	0.0000		0.0000		0.0000	
19	1	Highest Quality		XXX	XXX		0.0004		0.0023		0.0030	
20	2	High Quality		XXX	XXX		0.0019		0.0058		0.0090	
21	3	Medium Quality		XXX	XXX		0.0093		0.0230		0.0340	
22	4	Low Quality		XXX	XXX		0.0213		0.0530		0.0750	
23	5	Lower Quality		XXX	XXX		0.0432		0.1100		0.1700	
24	6	In or Near Default		XXX	XXX		0.0000		0.2000		0.2000	
25		Total Short-term Bonds (Sum of Line 18 through Line 24)	17,999,780	XXX	XXX	17,999,780	XXX		XXX		XXX	

ASSET VALUATION RESERVE (continued)

BASIC CONTRIBUTION, RESERVE OBJECTIVE AND MAXIMUM RESERVE CALCULATIONS

DEFAULT COMPONENT

			1	2	3	4	Basic Contribution		Reserve Objective		Maximum Reserve	
Line Number	NAIC Designation	Description	Book / Adjusted Carrying Value	Reclassify Related Party Encumbrances	Add Third Party Encumbrances	Balance for AVR Reserve Calculations (Columns 1+2+3)	5 Factor	6 Amount (Columns 4x5)	7 Factor	8 Amount (Columns 4x7)	9 Factor	10 Amount (Columns 4x9)
		DERIVATIVE INSTRUMENTS										
26		Exchange Traded		XXX	XXX		0.0004		0.0023		0.0030	
27	1	Highest Quality		XXX	XXX		0.0004		0.0023		0.0030	
28	2	High Quality		XXX	XXX		0.0019		0.0058		0.0090	
29	3	Medium Quality		XXX	XXX		0.0093		0.0230		0.0340	
30	4	Low Quality		XXX	XXX		0.0213		0.0530		0.0750	
31	5	Lower Quality		XXX	XXX		0.0432		0.1100		0.1700	
32	6	In or Near Default		XXX	XXX		0.0000		0.2000		0.2000	
33		Total Derivative Instruments		XXX	XXX		XXX		XXX		XXX	
34		TOTAL (Line 9 plus Line 17 plus Line 25 plus Line 33)	97,132,932	XXX	XXX	97,132,932	XXX	56,533	XXX	222,930	XXX	319,043
		MORTGAGE LOANS										
		In Good Standing:										
35		Farm Mortgages			XXX		(a) 0.0063		(a) 0.0120		(a) 0.0190	
36		Residential Mortgages - Insured or Guaranteed			XXX		0.0003		0.0006		0.0010	
37		Residential Mortgages - All Other			XXX		0.0013		0.0030		0.0040	
38		Commercial Mortgages - Insured or Guaranteed			XXX		0.0003		0.0006		0.0010	
39		Commercial Mortgages - All Other			XXX		(a) 0.0063		(a) 0.0120		(a) 0.0190	
40		In Good Standing With Restructured Terms			XXX		(b) 0.2800		(b) 0.6200		(b) 1.0000	
		Overdue, Not in Process:										
41		Farm Mortgages			XXX		0.0420		0.0760		0.1200	
42		Residential Mortgages - Insured or Guaranteed			XXX		0.0005		0.0012		0.0020	
43		Residential Mortgages - All Other			XXX		0.0025		0.0058		0.0090	
44		Commercial Mortgages - Insured or Guaranteed			XXX		0.0005		0.0012		0.0020	
45		Commercial Mortgages - All Other			XXX		0.0420		0.0760		0.1200	
		In Process of Foreclosure:										
46		Farm Mortgages			XXX		0.0000		0.1700		0.1700	
47		Residential Mortgages - Insured or Guaranteed			XXX		0.0000		0.0040		0.0040	
48		Residential Mortgages - All Other			XXX		0.0000		0.0130		0.0130	
49		Commercial Mortgages - Insured or Guaranteed			XXX		0.0000		0.0040		0.0040	
50		Commercial Mortgages - All Other			XXX		0.0000		0.1700		0.1700	
51		Total Schedule B Mortgages (Sum of Line 35 through Line 50)			XXX		XXX		XXX		XXX	
52		Schedule DA Mortgages			XXX		(c)		(c)		(c)	
53		Total Mortgage Loans on Real Estate (Line 51 plus Line 52)			XXX		XXX		XXX		XXX	

(a) Times the company's experience adjustment factor (EAF).
(b) Column 9 is the greater of 6.4% without any EAF adjustments or a company's EAF adjusted In Good Standing (IGS) factor plus 150 basis points. Columns 5 and 7 are 28% and 62% respectively of Column 9.
(c) Determined using the same factors and breakdowns used for directly owned mortgage loans.

ASSET VALUATION RESERVE

BASIC CONTRIBUTION, RESERVE OBJECTIVE AND MAXIMUM RESERVE CALCULATIONS

EQUITY AND OTHER INVESTED ASSET COMPONENT

			1	2	3	4	Basic Contribution		Reserve Objective		Maximum Reserve	
							5	6	7	8	9	10
Line Number	NAIC Designation	Description	Book / Adjusted Carrying Value	Reclassify Related Party Encumbrances	Add Third Party Encumbrances	Balance for AVR Reserve Calculations (Columns 1+2+3)	Factor	Amount (Columns 4x5)	Factor	Amount (Columns 4x7)	Factor	Amount (Columns 4x9)
		COMMON STOCK										
1		Unaffiliated Public	47,274	XXX	XXX	47,274	0.0000		(d) 0.1300	6,146	(d) 0.1300	6,146
2		Unaffiliated Private		XXX	XXX		0.0000		0.1600		0.1600	
3		Federal Home Loan Bank		XXX	XXX		0.0000		0.0050		0.0080	
4		Affiliated Life with AVR		XXX	XXX		0.0000		0.0000		0.0000	
		Affiliated Investment Subsidiary:										
5		Fixed Income Exempt Obligations					XXX		XXX		XXX	
6		Fixed Income Highest Quality					XXX		XXX		XXX	
7		Fixed Income High Quality					XXX		XXX		XXX	
8		Fixed Income Medium Quality					XXX		XXX		XXX	
9		Fixed Income Low Quality					XXX		XXX		XXX	
10		Fixed Income Lower Quality					XXX		XXX		XXX	
11		Fixed Income In/Near Default					XXX		XXX		XXX	
12		Unaffiliated Common Stock Public					0.0000		(d) 1.3000		(d) 0.1300	
13		Unaffiliated Common Stock Private					0.0000		0.1600		0.1600	
14		Mortgage Loans					(c)		(c)		(c)	
15		Real Estate					(e)		(e)		(e)	
16		Affiliated-Certain Other (See SVO Purposes and Procedures Manual)		XXX	XXX		0.0000		0.1300		0.1300	
17		Affiliated-All Other		XXX	XXX		0.0000		0.1600		0.1600	
18		Total Common Stock (Sum of Line 1 through Line 17)	47,274			47,274	XXX		XXX	6,146	XXX	6,146
		REAL ESTATE										
19		Home Office Property (General Account only)	12,624,742			12,624,742	0.0000		0.0750	946,856	0.0750	946,856
20		Investment Properties	471,750			471,750	0.0000		0.0750	35,381	0.0750	35,381
21		Properties Acquired in Satisfaction of Debt					0.0000		0.1100		0.1100	
22		Total Real Estate (Sum of Line 19 through Line 21)	13,096,492			13,096,492	XXX		XXX	982,237	XXX	982,237
		OTHER INVESTED ASSETS										
		INVESTMENTS WITH THE UNDERLYING CHARACTERISTICS OF BONDS										
23		Exempt Obligations		XXX	XXX		0.0000		0.0000		0.0000	
24	1	Highest Quality		XXX	XXX		0.0004		0.0023		0.0030	
25	2	High Quality		XXX	XXX		0.0019		0.0058		0.0090	
26	3	Medium Quality		XXX	XXX		0.0093		0.0230		0.0340	
27	4	Low Quality		XXX	XXX		0.0213		0.0530		0.0750	
28	5	Lower Quality		XXX	XXX		0.0432		0.1100		0.1700	
29	6	In or Near Default		XXX	XXX		0.0000		0.2000		0.2000	
30		Total with Bond Characteristics (Sum of Line 23 through Line 29)		XXX	XXX		XXX		XXX		XXX	

ASSET VALUATION RESERVE (Continued)

BASIC CONTRIBUTION, RESERVE OBJECTIVE AND MAXIMUM RESERVE CALCULATIONS

EQUITY AND OTHER INVESTED ASSET COMPONENT

			1	2	3	4	Basic Contribution		Reserve Objective		Maximum Reserve	
Line Number	NAIC Designation	Description	Book / Adjusted Carrying Value	Reclassify Related Party Encumbrances	Add Third Party Encumbrances	Balance for AVR Reserve Calculations (Columns 1+2+3)	5 Factor	6 Amount (Columns 4x5)	7 Factor	8 Amount (Columns 4x7)	9 Factor	10 Amount (Columns 4x9)
		INVESTMENTS WITH THE UNDERLYING CHARACTERISTICS OF PREFERRED STOCKS										
31	1	Highest Quality		XXX	XXX		0.0004		0.0023		0.0030	
32	2	High Quality		XXX	XXX		0.0019		0.0058		0.0090	
33	3	Medium Quality		XXX	XXX		0.0093		0.0230		0.0340	
34	4	Low Quality		XXX	XXX		0.0213		0.0530		0.0750	
35	5	Lower Quality		XXX	XXX		0.0432		0.1100		0.1700	
36	6	In or Near Default		XXX	XXX		0.0000		0.2000		0.2000	
37		Affiliated Life with AVR		XXX	XXX		0.0000		0.0000		0.0000	
38		Total with Preferred Stock Characteristics (Sum of Line 31 through Line 37)		XXX	XXX		XXX		XXX		XXX	
		INVESTMENTS WITH THE UNDERLYING CHARACTERISTICS OF MORTGAGE LOANS										
		In Good Standing:										
39		Farm Mortgages			XXX		(a) 0.0063		(a) 0.0120		(a) 0.0190	
40		Residential Mortgages - Insured or Guaranteed			XXX		0.0003		0.0006		0.0010	
41		Residential Mortgages - All Other		XXX	XXX		0.0013		0.0030		0.0040	
42		Commercial Mortgages - Insured or Guaranteed			XXX		0.0003		0.0006		0.0010	
43		Commercial Mortgages - All Other			XXX		(a) 0.0063		(a) 0.0120		(a) 0.0190	
44		In Good Standing With Restructured Terms			XXX		(b) 0.2800		(b) 0.6200		(b) 1.0000	
		Overdue, Not in Process:										
45		Farm Mortgages			XXX		0.0420		0.0760		0.1200	
46		Residential Mortgages - Insured or Guaranteed			XXX		0.0005		0.0012		0.0020	
47		Residential Mortgages - All Other			XXX		0.0025		0.0058		0.0090	
48		Commercial Mortgages - Insured or Guaranteed			XXX		0.0005		0.0012		0.0020	
49		Commercial Mortgages - All Other			XXX		0.0420		0.0760		0.1200	
		In Process of Foreclosure:										
50		Farm Mortgages			XXX		0.0000		0.1700		0.1700	
51		Residential Mortgages - Insured or Guaranteed			XXX		0.0000		0.0040		0.0040	
52		Residential Mortgages - All Other			XXX		0.0000		0.0130		0.0130	
53		Commercial Mortgages - Insured or Guaranteed			XXX		0.0000		0.0040		0.0040	
54		Commercial Mortgages - All Other			XXX		0.0000		0.1700		0.1700	
55		Total with Mortgage Loan Characteristics (Sum of Line 39 through Line 54)			XXX		XXX		XXX		XXX	

ASSET VALUATION RESERVE (Continued)

BASIC CONTRIBUTION, RESERVE OBJECTIVE AND MAXIMUM RESERVE CALCULATIONS

EQUITY AND OTHER INVESTED ASSET COMPONENT

			1	2	3	4	Basic Contribution		Reserve Objective		Maximum Reserve	
Line Number	NAIC Designation	Description	Book / Adjusted Carrying Value	Reclassify Related Party Encumbrances	Add Third Party Encumbrances	Balance for AVR Reserve Calculations (Columns 1+2+3)	5 Factor	6 Amount (Columns 4x5)	7 Factor	8 Amount (Columns 4x7)	9 Factor	10 Amount (Columns 4x9)
		INVESTMENTS WITH THE UNDERLYING CHARACTERISTICS OF COMMON STOCK										
56		Unaffiliated Public		XXX	XXX		0.0000		(d) 0.1300		(d) 0.1300	
57		Unaffiliated Private		XXX	XXX		0.0000		0.1600		0.1600	
58		Affiliated Life with AVR		XXX	XXX		0.0000		0.0000		0.0000	
59		Affiliated Certain Other (See SVO Purposes and Procedures Manual)		XXX	XXX		0.0000		0.1300		0.1300	
60		Affiliated Other - All Other		XXX	XXX		0.0000		0.1600		0.1600	
61		Total with Common Stock Characteristics (Sum of Line 56 through Line 60)		XXX	XXX		XXX		XXX		XXX	
		INVESTMENTS WITH THE UNDERLYING CHARACTERISTICS OF REAL ESTATE										
62		Home Office Property (General Account Only)					0.0000		0.0750		0.0750	
63		Investment Properties					0.0000		0.0750		0.0750	
64		Properties Acquired in Satisfaction of Debt					0.0000		0.1100		0.1100	
65		Total with Real Estate Characteristics (Sum of Line 62 through Line 64)					XXX		XXX		XXX	
		LOW INCOME HOUSING TAX CREDIT INVESTMENTS										
66		Guaranteed Federal Low Income Housing Tax Credit					0.0003		0.0006		0.0010	
67		Non-guaranteed Federal Low Income Housing Tax Credit					0.0063		0.0120		0.0190	
68		State Low Income Housing Tax Credit					0.0273		0.0600		0.0975	
69		All Other Low Income Housing Tax Credit					0.0273		0.0600		0.0975	
70		Total LIHTC					XXX		XXX		XXX	
		ALL OTHER INVESTMENTS										
71		Other Invested Assets - Schedule BA		XXX			0.0000		0.1300		0.1300	
72		Other Short-term Invested Assets - Schedule DA		XXX			0.0000		0.1300		0.1300	
73		Total All Other (Sum of Line 71 plus Line 72)		XXX			XXX		XXX		XXX	
74		Total Other Invested Assets - Schedules BA and DA (Sum of Lines 30, 38, 55, 61, 65, 70 and 73)					XXX		XXX		XXX	

(a) Times the company's experience adjustment factor (EAF).
(b) Column 9 is the greater of 6.4% without any EAF adjustments or a company's EAF adjusted In Good Standing (IGS) factor plus 150 basis points. Columns 5 and 7 are 28% and 62% respectively of Column 9.
(c) Determined using the same factors and breakdowns used for directly owned mortgage loans.
(d) Times the company's weighted average portfolio beta (Minimum .10, Maximum .20).
(e) Determined using same factors and breakdowns used for directly owned real estate.

ASSET VALUATION RESERVE

BASIC CONTRIBUTION, RESERVE OBJECTIVE AND MAXIMUM RESERVE CALCULATIONS

REPLICATED (SYNTHETIC) ASSETS

1 RSAT Number	2 Type	3 CUSIP	4 Description of Asset(s)	5 NAIC Designation or Other Description of Asset	6 Value of Asset	7 AVR Basic Contribution	8 AVR Reserve Objective	9 AVR Maximum Reserve

NONE

SCHEDULE F

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

1 Contract Numbers	2 Claim Numbers	3 State of Residence of Claimant	4 Year of Claim for Death or Disability	5 Amount Claimed	6 Amount Paid During the Year	7 Amount Resisted Dec. 31 of Current Year	8 Why Compromised or Resisted

NONE

SCHEDULE H - ACCIDENT AND HEALTH EXHIBIT

PART 1 - ANALYSIS OF UNDERWRITING OPERATIONS

	Total		Group Accident and Health		Credit Accident and Health (Group and Individual)		Collectively Renewable		Other Individual Contracts: Non-Cancelable		Other Individual Contracts: Guaranteed Renewable		Other Individual Contracts: Non-Renewable for Stated Reasons Only		Other Individual Contracts: Other Accident Only		Other Individual Contracts: All Other	
	1 Amount	2 %	3 Amount	4 %	5 Amount	6 %	7 Amount	8 %	9 Amount	10 %	11 Amount	12 %	13 Amount	14 %	15 Amount	16 %	17 Amount	18 %
1. Premiums written	24,112,957	XXX	14,075,248	XXX	720,313	XXX		XXX		XXX	9,317,396	XXX		XXX		XXX		XXX
2. Premiums earned	24,286,368	XXX	14,104,481	XXX	864,491	XXX		XXX		XXX	9,317,396	XXX		XXX		XXX		XXX
3. Incurred claims	16,526,911	68.050	12,304,472	87.238	347,614	40.210					3,874,825	41.587						
4. Cost containment expenses																		
5. Incurred claims and cost containment expenses (Line 3 and Line 4)	16,526,911	68.050	12,304,472	87.238	347,614	40.210					3,874,825	41.587						
6. Increase in contract reserves	(32,562)	(0.134)									(32,562)	(0.349)						
7. Commissions (a)	3,101,137	12.769	1,459,407	10.347	195,192	22.579					1,446,538	15.525						
8. Other general insurance expenses	11,318,137	46.603	4,123,773	29.237	202,184	23.388					6,992,180	75.044						
9. Taxes, licenses and fees	519,358	2.138	301,712	2.139	4,947	0.572					212,699	2.283						
10. Total other expenses incurred	14,938,632	61.510	5,884,892	41.724	402,323	46.539					8,651,417	92.852						
11. Aggregate write-ins for deductions																		
12. Gain from underwriting before dividends or refunds	(7,146,613)	(29.426)	(4,084,883)	(28.962)	114,554	13.251					(3,176,284)	(34.090)						
13. Dividends or refunds																		
14. Gain from underwriting after dividends or refunds	(7,146,613)	(29.426)	(4,084,883)	(28.962)	114,554	13.251					(3,176,284)	(34.090)						
DETAILS OF WRITE-INS																		
1101.																		
1102.																		
1103.																		
1198. Summary of remaining write-ins for Line 11 from overflow page																		
1199. Totals (Line 1101 through Line 1103 plus Line 1198) (Line 11 above)																		

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

SCHEDULE H - ACCIDENT AND HEALTH EXHIBIT (continued)

	1	2	3	4	Other Individual Contracts				
	Total	Group Accident and Health	Credit Accident and Health (Group and Individual)	Collectively Renewable	5 Non-Cancelable	6 Guaranteed Renewable	7 Non-Renewable for Stated Reasons Only	8 Other Accident Only	9 All Other

PART 2 - RESERVES AND LIABILITIES

A. Premium Reserves:									
1. Unearned premiums	148,609	38,977	109,632						
2. Advance premiums									
3. Reserve for rate credits									
4. Total premium reserves, current year	148,609	38,977	109,632						
5. Total premium reserves, prior year	322,019	68,210	253,809						
6. Increase in total premium reserves	(173,410)	(29,233)	(144,177)						
B. Contract Reserves:									
1. Additional reserves (a)	9,430,759					9,430,759			
2. Reserve for future contingent benefits	(308,579)		(308,579)						
3. Total contract reserves, current year	9,122,180		(308,579)			9,430,759			
4. Total contract reserves, prior year	9,154,742		(308,579)			9,463,321			
5. Increase in contract reserves	(32,562)					(32,562)			
C. Claim Reserves and Liabilities:									
1. Total current year	15,498,124	13,221,420	380,220			1,896,484			
2. Total prior year	16,235,996	11,759,588	200,889			4,275,519			
3. Increase	(737,872)	1,461,832	179,331			(2,379,035)			

PART 3 - TEST OF PRIOR YEAR'S CLAIM RESERVES AND LIABILITIES

1. Claims paid during the year:									
1.1 On claims incurred prior to current year	7,025,935	4,445,482	16,370			2,564,083			
1.2 On claims incurred during current year	10,238,848	6,397,158	151,913			3,689,777			
2. Claim reserves and liabilities, December 31, current year:									
2.1 On claims incurred prior to current year	6,130,446	5,261,973	36,987			831,486			
2.2 On claims incurred during current year	9,367,678	7,959,447	343,233			1,064,998			
3. Test:									
3.1 Line 1.1 plus Line 2.1	13,156,381	9,707,455	53,357			3,395,569			
3.2 Claim reserves and liabilities, December 31, prior year	16,235,996	11,759,588	200,889			4,275,519			
3.3 Line 3.1 minus Line 3.2	(3,079,615)	(2,052,133)	(147,532)			(879,950)			

PART 4 - REINSURANCE

A. Reinsurance Assumed:									
1. Premiums written	1,202,378	1,202,378							
2. Premiums earned	1,202,378	1,202,378							
3. Incurred claims	4,874,310	4,874,310							
4. Commissions	441,200	441,200							
B. Reinsurance Ceded:									
1. Premiums written	26,331,851	17,338,297				8,993,554			
2. Premiums earned	26,331,851	17,338,297				8,993,554			
3. Incurred claims	3,428,861	1,903,925				1,524,936			
4. Commissions									

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

SCHEDULE H - PART 5 - HEALTH CLAIMS

	1 Medical	2 Dental	3 Other	4 Total
A. Direct:				
1. Incurred claims			15,081,462	15,081,462
2. Beginning claim reserves and liabilities			29,999,421	29,999,421
3. Ending claim reserves and liabilities			16,131,503	16,131,503
4. Claims paid			28,949,380	28,949,380
B. Assumed Reinsurance:				
5. Incurred claims			4,874,310	4,874,310
6. Beginning claim reserves and liabilities			1,309,530	1,309,530
7. Ending claim reserves and liabilities			2,008,119	2,008,119
8. Claims paid			4,175,721	4,175,721
C. Ceded Reinsurance:				
9. Incurred claims			3,428,861	3,428,861
10. Beginning claim reserves and liabilities			17,630,290	17,630,290
11. Ending claim reserves and liabilities			5,402,072	5,402,072
12. Claims paid			15,657,079	15,657,079
D. Net:				
13. Incurred claims			16,526,911	16,526,911
14. Beginning claim reserves and liabilities			13,678,661	13,678,661
15. Ending claim reserves and liabilities			12,737,550	12,737,550
16. Claims paid			17,468,022	17,468,022
E. Net Incurred Claims and Cost Containment Expenses:				
17. Incurred claims and cost containment expenses			16,526,911	16,526,911
18. Beginning reserves and liabilities			13,678,661	13,678,661
19. Ending reserves and liabilities			12,737,550	12,737,550
20. Paid claims and cost containment expenses			17,468,022	17,468,022

SCHEDULE S - PART 1 - SECTION 1

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

1 NAIC Company Code	2 Federal ID Number	3 Effective Date	4 Name of Reinsured	5 Domiciliary Jurisdiction	6 Type of Reinsurance Assumed	7 Amount In Force at End of Year	8 Reserve	9 Premiums	10 Reinsurance Payable on Paid and Unpaid Losses	11 Modified Coinsurance Reserve	12 Funds Withheld Under Coinsurance
General Account, Non-Affiliates, U.S. Non-Affiliates											
		01/01/2007	SAGICOR LIFE, INC. / BF&M	BB	YRT/G			251	29,586		
								251	29,586		
	AA-3164104	01/01/2010	CIBC REINS CO LTD	BB	YRT/G			439,230	88,188		
	AA-3164104	01/01/2011	CIBC REINS CO LTD	BB	YRT/G			81,969	53,979		
								521,199	142,167		
	98-0560316	01/01/2009	OPTIMUM REASSURANCE, INC.	BB	YRT/G			(3,832)			
	98-0560316	01/01/2010	OPTIMUM REASSURANCE, INC.	BB	YRT/G			19,095	37,230		
	98-0560316	01/01/2011	OPTIMUM REASSURANCE, INC.	BB	YRT/G			7,250	6,526		
								22,513	43,756		
	33-6871705	01/01/2008	ART INTERACCION, S.A.	AR	YRT/G			13,730			
	AI-N930126	01/01/2008	ASEGURADORA INTERACCIONES	MX	YRT/G			309,425			
	--	01/01/2008	ASEGURADORA PARAGUAYA	PY	YRT/G			4,160			
	--	01/01/2008	ASEGURADORA SOLIDARIA	CO	YRT/G			18,897			
	--	01/01/2008	ATLAS COMPANIA DE SEGUROS	EC	YRT/G			15,263			
	J0-8003968	01/01/2008	LA ORIENTAL DE SEGUROS	VE	YRT/G			6,031			
	--	01/01/2008	PPS-MARSA	PE	YRT/G			6,755			
	J0-0298026	01/01/2008	SEGUROS BOLIVAR C.A.	VE	YRT/G			24,330			
	J0-0034022	01/01/2008	SEGUROS CARABOBO	VE	YRT/G			20,079			
	J0-7000173	01/01/2008	SEGUROS CATATUMBO, S.A.	VE	YRT/G			2,737			
								421,407			
	33-6871705	01/01/2009	ART INTERACCION, S.A.	AR	YRT/G			3,075	3,523		
	80-0257812	01/01/2009	ASEGURADORA DEL ESTE	PY	YRT/G			3,941	4,515		
	AI-N930126	01/01/2009	ASEGURADORA INTERACCIONES	MX	YRT/G			404	463		
		01/01/2009	ASEGURADORA PATRIMONIAL	MX	YRT/G			1,870	2,142		
		01/01/2009	ATLAS COMPANIA DE SEGUROS	EC	YRT/G			895	1,025		
		01/01/2009	BANNORTE GENERALI	MX	YRT/G			45,375	51,984		
		01/01/2009	COOPSEGUROS, S.A. - SOAT	EC	YRT/G			4,224	4,839		
		01/01/2009	CRUZ SUIZA DE SEGUROS	AR	YRT/G			1,041	1,192		
		01/01/2009	EL ROBLE - TRIPLE SEGUROS	GT	YRT/G			1,680	1,925		
	HS-E971027	01/01/2009	HIR CIA DE SEG	MX	YRT/G			272,296	311,954		
	J0-8003968	01/01/2009	LA ORIENTAL DE SEGUROS	VE	YRT/G			921	1,055		
		01/01/2009	LATINA SEGUROS & REASEGUROS	EC	YRT/G			1,188	1,361		
		01/01/2009	PRIMERO SEGURO DE VIDAS	MX	YRT/G			37,443	42,896		
	10-1008342	01/01/2009	PROSEGUROS, S.A.	DO	YRT/G			1,741	1,994		
	20-1000419	01/01/2009	RIMAC INTERNATIONAL	PE	YRT/G			9,844	11,278		
		01/01/2009	ROCAFUERTE SEGUROS, S.A.	EC	YRT/G			5,337	6,114		
		01/01/2009	SANCOR SEGUROS	AR	YRT/G			2,768	3,171		
		01/01/2009	SEGUROS AFIRME	MX	YRT/G			1,368	1,567		
	J0-0298026	01/01/2009	SEGUROS BOLIVAR C.A.	VE	YRT/G			1,035	1,186		
	J0-0034022	01/01/2009	SEGUROS CARABOBO	VE	YRT/G			394	452		
	J3-0081400	01/01/2009	SEGUROS CARONI	VE	YRT/G			112	128		
	J0-7000173	01/01/2009	SEGUROS CATATUMBO, S.A.	VE	YRT/G			241	276		
	NI-T860002	01/01/2009	SEGUROS COLPATRIA, S.A.	CO	YRT/G			12,218	13,998		
		01/01/2009	SEGUROS HORIZONTE	VE	YRT/G			1,662	1,904		
	99-0064474	01/01/2009	SEGUROS SUCRE	EC	YRT/G			15,772	18,069		
		01/01/2009	SEGUROS UNIDOS	EC	YRT/G			365	418		
		01/01/2009	SUDAMERICA	VE	YRT/G			281	322		
		01/01/2009	UNIASSURANCES, S.A.	HT	YRT/G			584	669		
								428,075	490,420		
		01/01/2010	ALIANZA CIA. SEGUROS - SOAT	BO	YRT/G			1,392	1,893		
	AI-N930226	01/01/2010	ASEGURADORA INTERACCIONES	MX	YRT/G			22,837	31,052		
		01/01/2010	BANNORTE GENERALI	MX	YRT/G			96,366	131,031		

(continues)

SCHEDULE S - PART 1 - SECTION 1

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

1 NAIC Company Code	2 Federal ID Number	3 Effective Date	4 Name of Reinsured	5 Domiciliary Jurisdiction	6 Type of Reinsurance Assumed	7 Amount In Force at End of Year	8 Reserve	9 Premiums	10 Reinsurance Payable on Paid and Unpaid Losses	11 Modified Coinsurance Reserve	12 Funds Withheld Under Coinsurance
General Account, Non-Affiliates, U.S. Non-Affiliates (continued)											
		01/01/2010	CAJA POPULAR DE AHORROS DE LA PROVINCIA	AR	YRT/G			9,956	13,537		
		01/01/2010	CIA. DE SEGUROS ECUATORIANA ECUASUIZA	EC	YRT/G			1,310	1,781		
		01/01/2010	CNP ASSURANCE CIA. DE SEG.	AR	YRT/G			1,646	2,238		
	HS-E971027	01/01/2010	HIR CIA. DE SEGUROS	MX	YRT/G			200,585	272,741		
		01/01/2010	LA NACIONAL VIDA SEGUROS DE PERSONAS	BO	YRT/G			20,001	27,196		
		01/01/2010	LATINA SEGUROS & REASEGUROS	EC	YRT/G			30	40		
		01/01/2010	MULTIBANK SEGUROS	PA	YRT/G			16,691	22,695		
		01/01/2010	PRIMERO SEGUROS DE VIDA	MX	YRT/G			8,131	11,056		
		01/01/2010	PROSEGUROS S.A.	DO	YRT/G			10,444	14,201		
		01/01/2010	RIO GUAYAS CIA. DE SEGUROS S.A.	EC	YRT/G			1,160	1,577		
		01/01/2010	ROCAFUERTE SEGUROS, S.A.	EC	YRT/G			1,020	1,387		
		01/01/2010	SEGUROS AFIRME	MX	YRT/G			1,116	1,518		
	J3-0081400	01/01/2010	SEGUROS CARONI	VE	YRT/G			112	152		
	J0-7000173	01/01/2010	SEGUROS CATATUMBO, S.A.	VE	YRT/G			178	243		
	NI-T860002	01/01/2010	SEGUROS COLPATRIA, S.A.	CO	YRT/G			4,097	5,571		
		01/01/2010	SEGUROS EL ROBLE - TRANSP HELIOS	GT	YRT/G			30	41		
		01/01/2010	SEGUROS G&T	GT	YRT/G			85	115		
	99-0064474	01/01/2010	SEGUROS SUCRE	EC	YRT/G			14,913	20,278		
		01/01/2010	UNIASSURANCES, S.A.	HT	YRT/G			735	999		
								412,835	561,342		
		01/01/2011	CAJA POPULAR DE AHORROS DE LA PROVINCIA	AR	YRT/G			8,460	5,730		
		01/01/2011	INS	CR	YRT/G			16,284	11,029		
		01/01/2011	INS-BAC VIDA COLECTIVA	CR	YRT/G			3,419	2,316		
		01/01/2011	LA FLORESTA DE SEGUROS DE VIDA, S.A.	VE	YRT/G			1,182	801		
		01/01/2011	LATINA SEGUROS & REASEGUROS	EC	YRT/G			1,428	967		
	10-1008342	01/01/2011	PROSEGUROS, S.A.	DO	YRT/G			1,428	967		
	J3-0081400	01/01/2011	SEGUROS CARONI	VE	YRT/G			710	481		
	NI-T860002	01/01/2011	SEGUROS COLPATRIA, S.A.	CO	YRT/G			5,281	3,577		
								38,192	25,868		
0499999 - General Account, Non-Affiliates, U.S. Non-Affiliates								1,844,472	1,293,139		
0699999 - Total General Account, Non-Affiliates								1,844,472	1,293,139		
0799999 - Total General Account								1,844,472	1,293,139		
1599999 - Total U.S. (Sum of 0199999, 0499999, 0899999 and 1199999)								1,844,472	1,293,139		
1799999 - Total (Sum 0799999 and 1499999)								1,844,472	1,293,139		

SCHEDULE S - PART 1 - SECTION 2

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

1 NAIC Company Code	2 Federal ID Number	3 Effective Date	4 Name of Reinsured	5 Domiciliary Jurisdiction	6 Type of Reinsurance Assumed	7 Premiums	8 Unearned Premiums	9 Reserve Liability Other Than for Unearned Premiums	10 Reinsurance Payable on Paid and Unpaid Losses	11 Modified Coinsurance Reserve	12 Funds Withheld Under Coinsurance
Non-Affiliates, U.S. Non-Affiliates											
		01/01/2007	SAGICOR LIFE INC. / BF&M	BB	YRT/G	13,326			602,285		
						13,326			602,285		
	AA-3164104	01/01/2009	CIBC REINS CO LTD	BB	YRT/G	(268,342)					
	AA-3164104	01/01/2010	CIBC REINS CO LTD	BB	YRT/G				49,798		
	AA-3164104	01/01/2011	CIBC REINS CO LTD	BB	YRT/G	292,088			228,908		
					YRT/G	23,746			278,706		
	98-0560316	01/01/2009	OPTIMUM REASSURANCE, INC.	BB	YRT/G	(46,942)					
	98-0560316	01/01/2010	OPTIMUM REASSURANCE, INC.	BB	YRT/G	12,014			22,087		
	98-0560316	01/01/2011	OPTIMUM REASSURANCE, INC.	BB	YRT/G	470,698			221,557		
					YRT/G	435,769			243,644		
	10-1864427	01/01/2008	ARS HUMANO	DO	YRT/G	1,878			16		
		01/01/2008	ASICO	ES	YRT/G	14,702			126		
		01/01/2008	ASLIC	ES	YRT/G	2,217			19		
		01/01/2008	ATLAS COMPANIA DE SEGUROS	EC	YRT/G	156			1		
	04-2908444	01/01/2008	BEST DOCTORS	BM	YRT/G	102			1		
	40-0000190	01/01/2008	INS	CR	YRT/G	7,249			62		
	10-1031222	01/01/2008	LA COLONIAL S.A.	DO	YRT/G	2,525			22		
		01/01/2008	LA NACIONAL VIDA SEGUROS DE PERSONAS	BO	YRT/G	138			1		
	J0-8003968	01/01/2008	LA ORIENTAL DE SEGUROS	VE	YRT/G	184			2		
		01/01/2008	PREMIER	VE	YRT/G	96			1		
	01-0108342	01/01/2008	PROSEGUROS S.A.	DO	YRT/G	371			3		
	10-1874503	01/01/2008	SEGUROS BANRESERVAS S.A.	DO	YRT/G	94			1		
	J0-0034022	01/01/2008	SEGUROS CARABOBO	VE	YRT/G	683			6		
	J3-0081400	01/01/2008	SEGUROS CARONI	VE	YRT/G	120			1		
	99-0064474	01/01/2008	SUCRE	VE	YRT/G	426			4		
					YRT/G	30,941			266		
	10-1864427	01/01/2009	ARS HUMANO	DO	YRT/G	4,698			7,744		
	AI-N930126	01/01/2009	ASEGURADORA INTERACCIONES	MX	YRT/G	1,115			1,838		
		01/01/2009	ASICO	ES	YRT/G	29,314			48,324		
		01/01/2009	ASLIC	ES	YRT/G	3,296			5,434		
		01/01/2009	ATLAS COMPANIA DE SEGUROS	EC	YRT/G	907			1,496		
		01/01/2009	BANCO DE SEGUROS DEL ESTADO	UY	YRT/G	389			642		
	04-2908444	01/01/2009	BEST DOCTORS	BM	YRT/G	11,282			18,598		
	J0-0021376	01/01/2009	CNA DE SEGUROS LA PREVISORA	CO	YRT/G	1,675			2,762		
		01/01/2009	EL SOL DEL PARAGUAY	PY	YRT/G	430			709		
		01/01/2009	HUMANITAS DE VENEZUELA	VE	YRT/G	1,152			1,899		
	40-0000190	01/01/2009	INS	CR	YRT/G	74,989			123,620		
	10-1031222	01/01/2009	LA COLONIAL S.A.	DO	YRT/G	12,758			21,031		
	J0-8003968	01/01/2009	LA ORIENTAL DE SEGUROS	VE	YRT/G	1,377			2,271		
	99-1322744	01/01/2009	PORVENIR S.A.	CO	YRT/G	198			327		
	10-1008342	01/01/2009	PROSEGUROS S.A.	DO	YRT/G	6,512			10,735		
	20-1000419	01/01/2009	RIMAC INTERNATIONAL	PE	YRT/G	2,842			4,685		
		01/01/2009	RIO GUAYAS CIA DE SEGUROS S.A.	EC	YRT/G	487			803		
		01/01/2009	ROCAFUERTE SEGUROS S.A.	EC	YRT/G	3,267			5,386		
		01/01/2009	SANCOR SEGUROS	AR	YRT/G	129			212		
	10-1874503	01/01/2009	SEGUROS BANRESERVAS S.A.	DO	YRT/G	592			976		
	J3-0081400	01/01/2009	SEGUROS CARONI	VE	YRT/G	6,170			10,171		
	10-1097868	01/01/2009	SEGUROS CONSTITUCION	DO	YRT/G	2,004			3,303		
	J0-0057479	01/01/2009	SEGUROS FEDERAL CA	VE	YRT/G	145			239		
		01/01/2009	SEGUROS LA EQUIDAD	CO	YRT/G	6,304			10,393		
	J0-7001737	01/01/2009	SEGUROS LOS ANDES CA	VE	YRT/G	5,472			9,021		
	J3-0668450	01/01/2009	SEGUROS QUALITAS	MX	YRT/G	723			1,193		
	99-0064474	01/01/2009	SEGUROS SUCRE	EC	YRT/G	2,789			4,598		
	J0-0298128	01/01/2009	ZUMA SEGUROS CA	VE	YRT/G	3,761			6,200		

(continues)

SCHEDULE S - PART 1 - SECTION 2

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

1 NAIC Company Code	2 Federal ID Number	3 Effective Date	4 Name of Reinsured	5 Domiciliary Jurisdiction	6 Type of Reinsurance Assumed	7 Premiums	8 Unearned Premiums	9 Reserve Liability Other Than for Unearned Premiums	10 Reinsurance Payable on Paid and Unpaid Losses	11 Modified Coinsurance Reserve	12 Funds Withheld Under Coinsurance
Non-Affiliates, U.S. Non-Affiliates (continued)											
					YRT/G	184,777			304,610		
	J0-0021376	01/01/2010	CNA DE SEGUROS LA PREVISORA	CO	YRT/G	1,580			1,183		
		01/01/2010	HUMANITAS DE VENEZUELA	VE		1,905			1,427		
	40-0000190	01/01/2010	INS	CR	YRT/G	187,219			140,214		
	10-1031222	01/01/2010	LA COLONIAL S.A.	DO	YRT/G	8,233			6,166		
	99-1322744	01/01/2010	PORVENIR S.A.	CO	YRT/G	575			431		
	10-1008342	01/01/2010	PROSEGUROS S.A.	DO	YRT/G	9,780			7,325		
		01/01/2010	RIO GUAYAS CIA DE SEGUROS S.A.	EC	YRT/G	1,380			1,034		
		01/01/2010	ROCAFUERTE SEGUROS S.A.	EC	YRT/G	1,941			1,454		
		01/01/2010	SEGUROS AMIGOS	VE	YRT/G	596			446		
	J0-0034022	01/01/2010	SEGUROS CARABOBO	VE	YRT/G	214			160		
	J3-0081400	01/01/2010	SEGUROS CARONI	VE	YRT/G	607			454		
	10-1097868	01/01/2010	SEGUROS CONSTITUCION	DO	YRT/G	10,010			7,497		
		01/01/2010	SEGUROS LA EQUIDAD	CO	YRT/G	4,839			3,624		
	J0-7001737	01/01/2010	SEGUROS LOS ANDES CA	VE	YRT/G	8,971			6,719		
	J3-0668450	01/01/2010	SEGUROS QUALITAS	MX	YRT/G	1,931			1,446		
	99-0064474	01/01/2010	SEGUROS SUCRE	VE	YRT/G	3,464			2,594		
	J0-0298128	01/01/2010	ZUMA SEGUROS CA		YRT/G	13,724			10,278		
					YRT/G	256,969			192,452		
	J0-0021376	01/01/2011	CNA DE SEGUROS LA PREVISORA	CO	YRT/G	12,098			18,188		
		01/01/2011	HUMANITAS DE VENEZUELA	VE	YRT/G	1,900			2,857		
	40-0000190	01/01/2011	INS	CR	YRT/G	219,189			329,536		
		01/01/2011	LA VENEZOLANA DE SEG Y VIDA CA-HIGH COST	VE	YRT/G	3,195			4,803		
	10-1008342	01/01/2011	PROSEGUROS	DO	YRT/G	4,945			7,435		
		01/01/2011	PROSEGUROS-ALIV	DO	YRT/G	235			353		
		01/01/2011	REDBRIDGE TRAVEL	FL	YRT/G	446			670		
		01/01/2011	SEGUROS CANARIAS	VE	YRT/G	4,635			6,969		
	J0-0034022	01/01/2011	SEGUROS CARABOBO	VE	YRT/G	298			448		
	J3-0081400	01/01/2011	SEGUROS CARONI	VE	YRT/G	2,052			3,085		
	10-1097868	01/01/2011	SEGUROS CONSTITUCION	DO	YRT/G	4,596			6,910		
	J0-0298128	01/01/2011	ZUMA SEGUROS CA	VE	YRT/G	3,262			4,904		
					YRT/G	256,851			386,158		
0499999 - Non-Affiliates, U.S. Non-Affiliates						1,202,379			2,008,121		
0699999 - Total Non-Affililiates						1,202,379			2,008,121		
0799999 - Total U.S. (Sum of 0199999 and 0499999)						1,202,379			2,008,121		
0999999 - Total (Sum of 0399999 and 0699999)						1,202,379			2,008,121		

SCHEDULE S - PART 2

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

1 NAIC Company Code	2 Federal ID Number	3 Effective Date	4 Name of Company	5 Domiciliary Jurisdiction	6 Paid Losses	7 Unpaid Losses
Life and Annuity, Non-Affiliates, U.S. Non-Affiliates						
66346	58-0828824	01/01/1989	MUNICH AMER REASSUR CO	GA	335,000	
	98-0560316	01/01/2009	OPTIMUM REASSURANCE, INC.	BB	3,000	
86258	13-2572994	01/01/1983	GENERAL RE LIFE CORP	CT	3,000	
88340	59-2859797	01/01/2007	HANNOVER LIFE REASSUR CO OF AMER	FL	(4,000)	
0499999 - Life and Annuity, Non-Affiliates, U.S. Non-Affiliates					337,000	
0699999 - Life and Annuity, Total Non-Affiliates					337,000	
0799999 - Total Life and Annuity					337,000	
Accident and Health, Non-Affiliates, U.S. Non-Affiliates						
	AA-1460146	01/01/2007	SWISS REINS CO	CH	564,636	
66346	58-0828824	01/01/1989	MUNICH AMER REASSUR CO	GA	882,672	
68381	36-0883760	11/01/1998	RELIANCE STANDARD LIFE INS CO	IL	656,926	
76694	23-2044256	11/01/1998	LONDON LIFE REINS CO	PA	656,340	
1199999 - Accident and Health, Non-Affiliates, U.S. Non-Affiliates					2,760,574	
1399999 - Accident and Health, Total Non-Affiliates					2,760,574	
1499999 - Total Accident and Health					2,760,574	
1599999 - Total U.S. (Sum of 0199999, 0499999, 0899999 and 1199999)					3,097,574	
1799999 - Total (Sum of 0799999 and 1499999)					3,097,574	

SCHEDULE S - PART 3 - SECTION 1

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

1	2	3	4	5	6	7	Reserve Credit Taken		10	Outstanding Surplus Relief		13	14
NAIC Company Code	Federal ID Number	Effective Date	Name of Company	Domiciliary Jurisdiction	Type of Reinsurance Ceded	Amount in Force at End of Year	8 Current Year	9 Prior Year	Premiums	11 Current Year	12 Prior Year	Modified Coinsurance Reserve	Funds Withheld Under Coinsurance
General Account, Authorized, Non-Affiliates, U.S. Non-Affiliates													
	AA-1460146	01/01/2007	SWISS REINS CO	CH	YRT/I	259,237,160			603,129				
86258	13-2572994	01/01/2007	GENERAL RE LIFE CORP	CT	YRT/I	74,779,950			231,280				
88340	59-2859797	01/01/2007	HANNOVER LIFE REASSUR CO OF AMER	FL	YRT/I	129,618,580			283,584				
66346	58-0828824	01/01/1980	MUNICH AMER REASSUR CO	GA	YRT/I	34,897,310			87,540				
86258	13-2572994	01/01/1983	GENERAL RE LIFE CORP	CT	YRT/G	140,516,139			92,229				
	98-0560316	01/01/2008	OPTIMUM REASSURANCE, INC	BB	YRT/G	140,516,139			92,229				
0499999 - General Account, Authorized, Non-Affiliates, U.S. Non-Affiliates						779,565,278			1,389,991				
0699999 - General Account, Total Authorized Non-Affiliates						779,565,278			1,389,991				
0799999 - Total General Account Authorized						779,565,278			1,389,991				
1599999 - Total General Account Authorized and Unauthorized						779,565,278			1,389,991				
3199999 - Total U.S. (Sum of 0199999, 0499999, 0899999, 11999999, 1699999, 1999999, 2399999 and 2699999)						779,565,278			1,389,991				
3399999 - TOTAL (Sum of 1599999 and 3099999)						779,565,278			1,389,991				

SCHEDULE S - PART 3 - SECTION 2

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

1	2	3	4	5	6	7	8	9	Outstanding Surplus Relief		12	13
NAIC Company Code	Federal ID Number	Effective Date	Name of Company	Domiciliary Jurisdiction	Type	Premiums	Unearned Premiums (Estimated)	Reserve Credit Taken Other than for Unearned Premiums	10 Current Year	11 Prior Year	Modified Coinsurance Reserve	Funds Withheld Under Coinsurance
General Account, Authorized, Non-Affiliates, U.S. Non-Affiliates												
	AA-1460146	01/01/2007	SWISS REINS CO	CH	YRT/I	131,899		280,715				
86258	13-2572994	01/01/2007	GENERAL RE LIFE CORP	CT	YRT/I	2,930						
88340	59-2859797	01/01/2007	HANNOVER LIFE REASSUR CO OF AMER	FL	YRT/I	4,731						
66346	58-0828824	01/01/1980	MUNICH AMER REASSUR CO	GA	YRT/I	50,490						
	98-0560316	01/01/2009	OPTIMUM REASSURANCE, INC.	BB	YRT/I	576,044						
	98-0560316	01/01/2009	OPTIMUM REASSURANCE, INC.	BB	YRT/I	8,417,510						
	98-0560316	01/01/2009	OPTIMUM REASSURANCE, INC.	BB	YRT/G	17,013,623						
	98-0560316	01/01/2009	OPTIMUM REASSURANCE, INC.	BB	YRT/G	99,785						
76694	23-2044256	11/01/1998	LONDON LIFE REINS CO	PA	CO/G	15,802						
68381	36-0883760	11/01/1998	RELIANCE STANDARD LIFE INS CO	IL	CO/G	209,088		9,861,939				
0499999 - General Account, Authorized, Non-Affiliates, U.S. Non-Affiliates						26,521,901		10,142,654				
0699999 - General Account, Total Authorized Non-Affiliates						26,521,901		10,142,654				
0799999 - Total General Account Authorized						26,521,901		10,142,654				
1599999 - Total General Account Authorized and Unauthorized						26,521,901		10,142,654				
3199999 - Total U.S. (Sum of 0199999, 0499999, 0899999, 11999999, 1699999, 1999999, 2399999 and 2699999)						26,521,901		10,142,654				
3399999 - TOTAL (Sum of 1599999 and 3099999)						26,521,901		10,142,654				

SCHEDULE S - PART 4

Reinsurance Ceded To Unauthorized Companies

1	2	3	4	5	6	7	8	9	Letter of Credit Issuing or Confiming Bank (a)			13	14	15	16	17
									10	11	12					
NAIC Company Code	Federal ID Number	Effective Date	Name of Reinsurer	Reserve Credit Taken	Paid and Unpaid Losses Recoverable (Debit)	Other Debits	Total (Columns 5 plus 6 plus 7)	Letters of Credit	American Bankers Assoc (ABA) Routing Number	Letter of Credit Code	Bank Name	Trust Agreements	Funds Deposited by and Withheld from Reinsurers	Other	Miscellaneous Balances (Credit)	Sum of Columns 9 plus 13 plus 14 plus 15 plus 16 But Not in Excess of Column 8

NONE

Code	American Bankers Association (ABA) Routing Number	Bank Name

NONE

SCHEDULE S - PART 5

Five-Year Exhibit of Reinsurance Ceded Business

(000 Omitted)

	1 2011	2 2010	3 2009	4 2008	5 2007
A. OPERATIONS ITEMS					
1. Premiums and annuity considerations for life and accident and health contracts	27,912	24,084	3,367	3,433	3,883
2. Commissions and reinsurance expense allowances				287	2
3. Contract claims	2,601	32,183	3,867	3,656	5,309
4. Surrender benefits and withdrawals for life contracts					
5. Dividends to policyholders					
6. Reserve adjustments on reinsurance ceded					
7. Increase in aggregate reserves for life and accident and health contracts					
B. BALANCE SHEET ITEMS					
8. Premiums and annuity considerations for life and accident and health contracts deferred and uncollected					
9. Aggregate reserves for life and accident and health contracts	11,377	13,561	16,248	21,769	18,284
10. Liability for deposit-type contracts					
11. Contract claims unpaid	2,844	15,522	801	685	344
12. Amounts recoverable on reinsurance	3,098	3,256	4,049	4,168	5,682
13. Experience rating refunds due or unpaid					
14. Policyholders' dividends (not included in Line 10)					
15. Commissions and reinsurance expense allowances unpaid					
16. Unauthorized reinsurance offset					
C. UNAUTHORIZED REINSURANCE (DEPOSITS BY AND FUNDS WITHHELD FROM)					
17. Funds deposited by and withheld from (F)					
18. Letters of credit (L)					
19. Trust agreements (T)					
20. Other (O)					

SCHEDULE S - PART 6

Restatement of Balance Sheet to Identify Net Credit for Ceded Reinsurance

	1 As Reported (net of ceded)	2 Restatement Adjustments	3 Restated (gross of ceded)
ASSETS (Page 2, Column 3)			
1. Cash and invested assets (Line 12)	120,124,622		120,124,622
2. Reinsurance (Line 16)	3,097,574		3,097,574
3. Premiums and considerations (Line 15)	8,815,891		8,815,891
4. Net credit for ceded reinsurance	XXX		
5. All other admitted assets (balance)	4,455,976		4,455,976
6. Total assets excluding Separate Accounts (Line 26)	136,494,063		136,494,063
7. Separate Account assets (Line 27)			
8. Total assets (Line 28)	136,494,063		136,494,063
LIABILITIES, CAPITAL AND SURPLUS (Page 3)			
9. Contract reserves (Line 1 and Line 2)	87,514,356		87,514,356
10. Liability for deposit-type contracts (Line 3)			
11. Claim reserves (Line 4)	18,679,397		18,679,397
12. Policyholder dividends/reserves (Line 5 through Line 7)			
13. Premium and annuity considerations received in advance (Line 8)			
14. Other contract liabilities (Line 9)	2,422,527		2,422,527
15. Reinsurance in unauthorized companies (Line 24.02)			
16. Funds held under reinsurance with unauthorized reinsurers (Line 24.03)			
17. All other liabilities (balance)	19,447,163		19,447,163
18. Total liabilities excluding Separate Accounts (Line 26)	128,063,443		128,063,443
19. Separate Account liabilities (Line 27)			
20. Total liabilities (Line 28)	128,063,443		128,063,443
21. Capital and surplus (Line 38)	8,430,620	XXX	8,430,620
22. Total liabilities, capital and surplus (Line 39)	136,494,063		136,494,063
NET CREDIT FOR CEDED REINSURANCE			
23. Contract reserves			
24. Claim reserves			
25. Policyholder dividends/reserves			
26. Premium and annuity considerations received in advance			
27. Liability for deposit-type contracts			
28. Other contract liabilities			
29. Reinsurance ceded assets			
30. Other ceded reinsurance recoverables			
31. Total ceded reinsurance recoverables			
32. Premiums and considerations			
33. Reinsurance in unauthorized companies			
34. Funds held under reinsurance treaties with unauthorized reinsurers			
35. Other ceded reinsurance payables/offsets			
36. Total ceded reinsurance payable/offsets			
37. Total net credit for ceded reinsurance			

SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Allocated by States and Territories

States, Etc.		1 Active Status	Direct Business Only: Life Contracts: 2 Life Insurance Premiums	Life Contracts: 3 Annuity Considerations	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
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	R	307,678		3,809		311,487	
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	19,328,554	642,017	49,238,623		69,209,194	
55. U.S. Virgin Islands	VI	N						
56. Northern Mariana Islands	MP	N						
57. Canada	CN	N						
58. Aggregate Other Alien	OT	XXX						
59. Subtotal		(a) 1	19,636,232	642,017	49,242,432		69,520,681	
90. Reporting entity contributions for employee benefit plans		XXX						
91. Dividends or refunds applied to purchase paid-up additions and annuities		XXX						
92. Dividends of refunds applied to shorten endowment or premium paying period		XXX						
93. Premium or annuity considerations waived under disability or other contract provisions		XXX						
94. Aggregate other amounts not allocable by State		XXX						
95. Totals (Direct Business)		XXX	19,636,232	642,017	49,242,432		69,520,681	
96. Plus Reinsurance Assumed		XXX	1,844,491		1,202,377		3,046,868	
97. Totals (All Business)		XXX	21,480,723	642,017	50,444,809		72,567,549	
98. Less Reinsurance Ceded		XXX	1,580,038		26,331,851		27,911,889	
99. Totals (All Business) less Reinsurance Ceded		XXX	19,900,685	642,017	(b) 24,112,958		44,655,660	
DETAILS OF WRITE-INS								
5801.		XXX						
5802.		XXX						
5803.		XXX						
5898. Summary of remaining write-ins for Line 58 from overflow page		XXX						
5899. Total (Line 5801 through Line 5803 plus Line 5898) (Line 58 above)		XXX						
9401.		XXX						
9402.		XXX						
9403.		XXX						
9498. Summary of remaining write-ins for Line 94 from overflow page		XXX						
9499. Total (Line 9401 through Line 9403 plus Line 9498) (Line 94 above)		XXX						

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

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

(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;

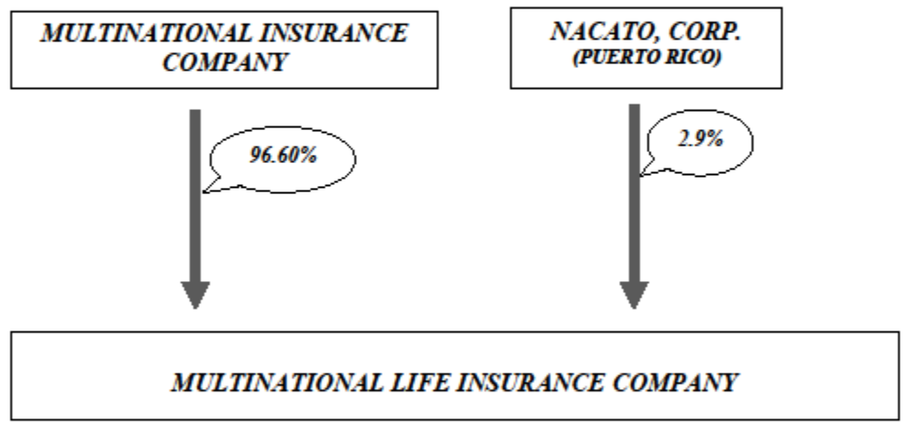
SCHEDULE T - PART 2

INTERSTATE COMPACT - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

States, Etc.		Direct Business Only					
		1 Life (Group and Individual)	2 Annuities (Group and Individual)	3 Disability Income (Group and Individual)	4 Long-Term Care (Group and Individual)	5 Deposit-Type Contracts	6 Totals
1. Alabama	AL						
2. Alaska	AK						
3. Arizona	AZ						
4. Arkansas	AR						
5. California	CA						
6. Colorado	CO						
7. Connecticut	CT						
8. Delaware	DE						
9. District of Columbia	DC						
10. Florida	FL	307,678					307,678
11. Georgia	GA						
12. Hawaii	HI						
13. Idaho	ID						
14. Illinois	IL						
15. Indiana	IN						
16. Iowa	IA						
17. Kansas	KS						
18. Kentucky	KY						
19. Louisiana	LA						
20. Maine	ME						
21. Maryland	MD						
22. Massachusetts	MA						
23. Michigan	MI						
24. Minnesota	MN						
25. Mississippi	MS						
26. Missouri	MO						
27. Montana	MT						
28. Nebraska	NE						
29. Nevada	NV						
30. New Hampshire	NH						
31. New Jersey	NJ						
32. New Mexico	NM						
33. New York	NY						
34. North Carolina	NC						
35. North Dakota	ND						
36. Ohio	OH						
37. Oklahoma	OK						
38. Oregon	OR						
39. Pennsylvania	PA						
40. Rhode Island	RI						
41. South Carolina	SC						
42. South Dakota	SD						
43. Tennessee	TN						
44. Texas	TX						
45. Utah	UT						
46. Vermont	VT						
47. Virginia	VA						
48. Washington	WA						
49. West Virginia	WV						
50. Wisconsin	WI						
51. Wyoming	WY						
52. American Samoa	AS						
53. Guam	GU						
54. Puerto Rico	PR	19,328,554	642,017				19,970,571
55. U.S. Virgin Islands	VI						
56. Northern Mariana Islands	MP						
57. Canada	CN						
58. Aggregate Other Alien	OT						
59. Totals		19,636,232	642,017				20,278,249

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



SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

Group Code	Group Name	NAIC Company Code	Federal ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicaly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	*

NONE

Asterisk	Explanation

NONE

SCHEDULE Y

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

1 NAIC Company Code	2 Federal ID Number	3 Names of Insurers and Parent, Subsidiaries or Affiliates	4 Shareholder Dividends	5 Capital Contributions	6 Purchases, Sales or Exchanges of Loans, Securities, Real Estate, Mortgage Loans or Other Investments	7 Income/(Disbursements) Incurred in Connection with Guarantees or Undertakings for the Benefit of any Affiliate(s)	8 Management Agreements and Service Contracts	9 Income/(Disbursements) Incurred Under Reinsurance Agreements	10 *	11 Any Other Material Activity Not in the Ordinary Course of the Insurer's Business	12 Totals	13 Reinsurance Recoverable/(Payable) on Losses and/or Reserve Credit Taken/(Liability)

NONE

If the nature of the transactions reported in Part 2 requires explanation, report such in the following explanatory note:

.....
.....
.....
.....
.....

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing unless specifically waived by the domiciliary state. However, in the event that your domiciliary state waives the filing requirement, your response of WAIVED to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

Responses

MARCH FILING

1. Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1? WAIVED

EXPLANATION:

BARCODE:

Document Identifier 460:

7 2 0 8 7 2 0 1 1 4 6 0 0 0 0 0 0

2. Will the confidential Risk-based Capital Report be filed with the NAIC by March 1? WAIVED

EXPLANATION:

BARCODE:

Document Identifier 390:

7 2 0 8 7 2 0 1 1 3 9 0 0 0 0 0 0

3. Will the confidential Risk-based Capital Report be filed with the state of domicile, if required, by March 1? WAIVED

EXPLANATION:

BARCODE:

Document Identifier 390:

7 2 0 8 7 2 0 1 1 3 9 0 0 0 0 0 0

4. Will an actuarial opinion be filed by March 1? SEE EXPLANATION

EXPLANATION:

BARCODE:

Document Identifier 440:

APRIL FILING

5. Will Management's Discussion and Analysis be filed by April 1? YES

EXPLANATION:

BARCODE:

Document Identifier 350:

6. Will the Life, Health and Annuity Guaranty Association Model Act Assessment Base Reconciliation Exhibit be filed with the state of domicile and the NAIC by April 1? YES

EXPLANATION:

BARCODE:

Document Identifier 290:

7. Will the Adjustment Form (if required) be filed with the state of domicile and the NAIC by April 1? YES

EXPLANATION:

BARCODE:

Document Identifier 300:

8. Will the Supplemental Investment Risks Interrogatories be filed by April 1? YES

EXPLANATION:

BARCODE:

Document Identifier 285:

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing unless specifically waived by the domiciliary state. However, in the event that your domiciliary state waives the filing requirement, your response of WAIVED to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

JUNE FILING

9. Will an audited financial report be filed by June 1? YES

EXPLANATION:

BARCODE:

Document Identifier 220:

10. Will Accountant's Letter of Qualifications be filed with the state of domicile and electronically with the NAIC by June 1? YES

EXPLANATION:

BARCODE:

Document Identifier 221:

AUGUST FILING

11. Will Communication of Internal Control Related Matters Noted in Audit be filed with the state of domicile by August 1? YES

EXPLANATION:

BARCODE:

Document Identifier 222:

The following supplemental reports are required to be filed as part of your annual statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

MARCH FILING

12. Will Schedule SIS (Stockholder Information Supplement) be filed with the state of domicile by March 1? NO

EXPLANATION:

BARCODE: 7 2 0 8 7 2 0 1 1 4 2 0 0 0 0 0 0

Document Identifier 420:

13. Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domicile and the NAIC by March 1? NO

EXPLANATION:

BARCODE: 7 2 0 8 7 2 0 1 1 3 6 0 0 0 0 0 0

Document Identifier 360:

14. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC by March 1? NO

EXPLANATION:

BARCODE: 7 2 0 8 7 2 0 1 1 4 9 0 0 0 0 0 0

Document Identifier 490:

15. Will the actuarial opinion on participating and non-participating policies as required in Interrogatories 1 and 2 to Exhibit 5 be filed with the state of domicile and electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE: 7 2 0 8 7 2 0 1 1 3 7 1 0 0 0 0 0

Document Identifier 371:

16. Will the actuarial opinion on non-guaranteed elements as required in interrogatory #3 to Exhibit 5 be filed with the state of domicile and electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE: 7 2 0 8 7 2 0 1 1 3 7 0 0 0 0 0 0

Document Identifier 370:

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your annual statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

MARCH FILING (cont.)

17. Will the actuarial opinion on X-Factors be filed with the state of domicile and electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE: 7 2 0 8 7 2 0 1 1 4 4 2 0 0 0 0 0

Document Identifier 442:

18. Will the actuarial opinion on Separate Accounts Funding Guaranteed Minimum Benefit be filed with the state of domicile and electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE: 7 2 0 8 7 2 0 1 1 4 4 3 0 0 0 0 0

Document Identifier 443:

19. Will the actuarial opinion on Synthetic Guaranteed Investment Contracts be filed with the state of domicile and electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE: 7 2 0 8 7 2 0 1 1 4 4 4 0 0 0 0 0

Document Identifier 444:

20. Will the Reasonableness of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE: 7 2 0 8 7 2 0 1 1 4 4 5 0 0 0 0 0

Document Identifier 445:

21. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE: 7 2 0 8 7 2 0 1 1 4 4 6 0 0 0 0 0

Document Identifier 446:

22. Will the Reasonableness of Assumptions Certification for Implied Guaranteed Rate Method required by Actuarial Guideline XXXVI be filed with the state of domicile and electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE: 7 2 0 8 7 2 0 1 1 4 4 7 0 0 0 0 0

Document Identifier 447:

23. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Average Market Value) be filed with the state of domicile and electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE: 7 2 0 8 7 2 0 1 1 4 4 8 0 0 0 0 0

Document Identifier 448:

24. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Market Value) be filed with the state of domicile and electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE: 7 2 0 8 7 2 0 1 1 4 4 9 0 0 0 0 0

Document Identifier 449:

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your annual statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

MARCH FILING (cont.)

25. Will the C-3 RBC Certifications required under C-3 Phase I be filed with the state of domicile and electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE:

Document Identifier 450: 7 2 0 8 7 2 0 1 1 4 5 0 0 0 0 0 0

26. Will the C-3 RBC Certifications required under C-3 Phase II be filed with the state of domicile and electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE:

Document Identifier 451: 7 2 0 8 7 2 0 1 1 4 5 1 0 0 0 0 0

27. Will the Actuarial Certifications Related to Annuity Nonforfeiture Ongoing Compliance for Equity Indexed Annuities be filed with the state of domicile and electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE:

Document Identifier 452: 7 2 0 8 7 2 0 1 1 4 5 2 0 0 0 0 0

28. Will the actuarial opinion required by the Modified Guaranteed Annuity Model Regulation be filed with the state of domicile and electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE:

Document Identifier 453: 7 2 0 8 7 2 0 1 1 4 5 3 0 0 0 0 0

29. Will the Actuarial Certifications Related to Hedging required by Actuarial Guideline XLIII be filed with the state of domicile and electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE:

Document Identifier 436: 7 2 0 8 7 2 0 1 1 4 3 6 0 0 0 0 0

30. Will the Financial Officer Certification Related to Clearly Defined Hedging Strategy required by Actuarial Guideline XLIII be filed with the state of domicile and electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE:

Document Identifier 437: 7 2 0 8 7 2 0 1 1 4 3 7 0 0 0 0 0

31. Will the Management Certification That the Valuation Reflects Management's Intent required by Actuarial Guideline XLIII be filed with the state of domicile and electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE:

Document Identifier 438: 7 2 0 8 7 2 0 1 1 4 3 8 0 0 0 0 0

32. Will the Actuarial Certification Related to the Reserves required by Actuarial Guideline XLIII be filed with the state of domicile and electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE:

Document Identifier 439: 7 2 0 8 7 2 0 1 1 4 3 9 0 0 0 0 0

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your annual statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

MARCH FILING (cont.)

33. Will the Actuarial Certification regarding the use of 2001 Preferred Class Tables required by the Model Regulation Permitting the Recognition of Preferred Mortality Tables for Use in Determining Minimum Reserve Liabilities be filed with the state of domicile and electronically with the NAIC by March 1?? NO

EXPLANATION:

BARCODE: 7 2 0 8 7 2 0 1 1 4 5 4 0 0 0 0 0

Document Identifier 454:

34. Will the Workers' Compensation Carve-Out Supplement be filed by March 1? NO

EXPLANATION:

BARCODE: 7 2 0 8 7 2 0 1 1 4 9 5 0 0 0 0 0

Document Identifier 495:

35. Will Supplemental Schedule O be filed with the state of domicile and the NAIC by March 1? YES

EXPLANATION:

BARCODE:

Document Identifier 465:

36. Optional^Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC by March 1? NO

EXPLANATION:

BARCODE: 7 2 0 8 7 2 0 1 1 3 6 5 0 0 0 0 0

Document Identifier 365:

37. Will an approval from the reporting entity's state of domicile for relief related to the five-year rotation requirement for lead audit partner be filed electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE: 7 2 0 8 7 2 0 1 1 2 2 4 0 0 0 0 0

Document Identifier 224:

38. Will an approval from the reporting entity's state of domicile for relief related to the one-year cooling offperiod for independent CPA be filed electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE: 7 2 0 8 7 2 0 1 1 2 2 5 0 0 0 0 0

Document Identifier 225:

39. Will an approval from the reporting entity's state of domicile for relief related to the Requirements for Audit Committees be filed electronically with the NAIC by March 1? NO

EXPLANATION:

BARCODE: 7 2 0 8 7 2 0 1 1 2 2 6 0 0 0 0 0

Document Identifier 226:

APRIL FILING

40. Will the Long-Term Care Experience Reporting Forms be filed with the state of domicile and the NAIC by April 1? YES

EXPLANATION:

BARCODE:

Document Identifier 306:

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your annual statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

APRIL FILING (cont.)

41. Will the Interest-Sensitive Life Insurance Products Report Forms be filed with the state of domicile and the NAIC by April 1? YES

EXPLANATION:

BARCODE:

Document Identifier 280:

42. Will the Credit Insurance Experience Exhibit be filed with the state of domicile and the NAIC by April 1? YES

EXPLANATION:

BARCODE:

Document Identifier 230:

43. Will the Accident and Health Policy Experience Exhibit be filed by April 1? YES

EXPLANATION:

BARCODE:

Document Identifier 210:

44. Will the Analysis of Annuity Operations by Lines of Business be filed with the state of domicile and the NAIC by April 1? YES

EXPLANATION:

BARCODE:

Document Identifier 510:

45. Will the Analysis of Increase in Annuity Reserves During the Year be filed with the state of domicile and the NAIC by April 1? YES

EXPLANATION:

BARCODE:

Document Identifier 515:

46. Will the Supplemental Health Care Exhibit (Parts 1, 2 and 3) be filed with the state of domicile and the NAIC by April 1? YES

EXPLANATION:

BARCODE:

Document Identifier 216:

47. Will the regulator only (non-public) Supplemental Health Care Exhibit's Allocation Report be filed with the state of domicile and the NAIC by April 1? YES

EXPLANATION:

BARCODE:

Document Identifier 217:

AUGUST FILING

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

EXPLANATION:

BARCODE:

Document Identifier 223:

OVERFLOW PAGE FOR WRITE-INS

OVERFLOW WRITE-INS FOR Page 2, Assets

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Column 1 minus Column 2)	4 Net Admitted Assets
AGGREGATED AT Line 25, Other than Invested Assets				
2504. OTHER ASSETS				
2598. Line 25, Other than Invested Assets				

OVERFLOW WRITE-INS FOR Page 3, Liabilities, Surplus and Other Funds

	1 Current Year	2 Prior Year
AGGREGATED AT Line 25, Liabilities		
2504. Additional Liabilities-Pension Cost	1,362,629	3,866,196
2505. IRM Payable		213,019
2598. Line 25, Liabilities	1,362,629	4,079,215

OVERFLOW WRITE-INS FOR Page 11, Exhibit 2

	Insurance				5	6
	1	Accident and Health		4		
		2	3			
	Life	Cost Containment	All Other	All Other Lines of Business	Investment	Total
AGGREGATED AT Line 9.3, Expenses						
09.304. SERVICE AGREEMENT	569,250		695,750			1,265,000
09.305. SERVICE FEES	222,948		272,492			495,440
09.306. MISCELLANEOUS FEES	34,545		42,221			76,766
09.398. Line 9.3, Expenses	826,743		1,010,463			1,837,206

OVERFLOW WRITE-INS FOR Page 18, Exhibit of Nonadmitted Assets

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col.2 - Col.1)
AGGREGATED AT Line 25, Other than Invested Assets			
2504. OTHER ASSETS		79,888	79,888
2598. Line 25, Other than Invested Assets		79,888	79,888

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings 1 Amount	2 Percentage	Admitted Assets as Reported in Annual Statement 3 Amount	4 Securities Lending Reinvested Collateral Amount	5 Total Amount (Col 3 + Col 4)	6 Percentage
1. Bonds:						
1.1 U.S. treasury securities	515,567	0.429	515,567		515,567	0.429
1.2 U.S. government agency obligations (excluding mortgage-backed securities):						
1.21 Issued by U.S. government agencies						
1.22 Issued by U.S. government sponsored agencies	8,412,676	7.003	8,412,676		8,412,676	7.003
1.3 Non-U.S. government (including Canada, excluding mortgage-backed securities)	1,043,191	0.868	1,043,191		1,043,191	0.868
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:						
1.41 States, territories and possessions general obligations	832,812	0.693	832,812		832,812	0.693
1.42 Political subdivisions of states, territories and possessions and political subdidivison general obligations	5,159,433	4.295	5,159,433		5,159,433	4.295
1.43 Revenue and assessment obligations	27,217,963	22.658	27,217,963		27,217,963	22.658
1.44 Industrial development and similar obligations	1,861,037	1.549	1,861,037		1,861,037	1.549
1.5 Mortgage-backed securities (includes residential and commercial MBS):						
1.51 Pass-through securities:						
1.511 Issued or guaranteed by GNMA	3,708,273	3.087	3,708,273		3,708,273	3.087
1.512 Issued or guaranteed by FNMA and FHLMC	8,198,269	6.825	8,198,269		8,198,269	6.825
1.513 All other						
1.52 CMOs and REMICs:						
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA	3,486,343	2.902	3,486,343		3,486,343	2.902
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521						
1.523 All other	7,774,949	6.472	7,774,949		7,774,949	6.472
2. Other debt and other fixed income securities (excluding short term):						
2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities)	7,719,223	6.426	7,719,223		7,719,223	6.426
2.2 Unaffiliated non-U.S. securities (including Canada)	3,135,892	2.611	3,135,892		3,135,892	2.611
2.3 Affiliated securities						
3. Equity interests:						
3.1 Investments in mutual funds						
3.2 Preferred stocks:						
3.21 Affiliated						
3.22 Unaffiliated	110		110		110	
3.3 Publically traded equity securities (excluding preferred stocks):						
3.31 Affiliated						
3.32 Unaffiliated	47,275	0.039	47,275		47,275	0.039
3.4 Other equity securities:						
3.41 Affiliated						
3.42 Unaffiliated						
3.5 Other equity interests including tangible personal property under lease:						
3.51 Affiliated						
3.52 Unaffiliated						
4. Mortgage loans:						
4.1 Construction and land development						
4.2 Agricultural						
4.3 Single family residential properties						
4.4 Multifamily residential properties						
4.5 Commercial loans						
4.6 Mezzanine real estate loans						
5. Real estate investments:						
5.1 Property occupied by company	12,624,742	10.510	12,624,742		12,624,742	10.510
5.2 Property held for production of income (including $ .....of property acquired in satisfaction of debt)	471,750	0.393	471,750		471,750	0.393
5.3 Property held for sale (including $ .....property acquired in satisfaction of debt)						
6. Contract loans	3,099,695	2.580	3,099,695		3,099,695	2.580
7. Derivatives						
8. Receivables for securities						
9. Securities Lending (Line 10, Asset page reinvested collateral)				XXX	XXX	XXX
10. Cash, cash equivalents and short-term investments	24,815,421	20.658	24,815,421		24,815,421	20.658
11. Other invested assets						
12. Total invested assets	120,124,621	100.000	120,124,621		120,124,621	100.000

SCHEDULE A - VERIFICATION BETWEEN YEARS

Real Estate

1.	Book/adjusted carrying value, December 31 of prior year		13,143,533
2.	Cost of acquired:		
	2.1 Actual cost at time of acquisition (Part 2, Column 6)		
	2.2 Additional investment made after acquisition (Part 2, Column 9)	61,728	61,728
3.	Current year change in encumbrances:		
	3.1 Totals, Part 1, Column 13		
	3.2 Totals, Part 3, Column 11		
4.	Total gain (loss) on disposals, Part 3, Column 18		
5.	Deduct amounts received on disposals, Part 3, Column 15		
6.	Total foreign exchange change in book/adjusted carrying value:		
	6.1 Totals, Part 1, Column 15		
	6.2 Totals, Part 3, Column 13		
7.	Deduct current year's other than temporary impairment recognized:		
	7.1 Totals, Part 1, Column 12		
	7.2 Totals, Part 3, Column 10		
8.	Deduct current year's depreciation:		
	8.1 Totals, Part 1, Column 11	108,769	
	8.2 Totals, Part 3, Column 9		108,769
9.	Book/adjusted carrying value at the end of current period (Line 1 plus Line 2 plus Line 3 plus Line 4 minus Line 5 plus Line 6 minus Line 7 minus Line 8)		13,096,492
10.	Deduct total nonadmitted amounts		
11.	Statement value at end of current period (Line 9 minus Line 10)		13,096,492

SCHEDULE B - VERIFICATION BETWEEN YEARS

Mortgage Loans

1.	Book value/recorded investment excluding accrued interest, December 31 of prior year		100
2.	Cost of acquired:		
	2.1 Actual cost at time of acquisition (Part 2, Column 7)		
	2.2 Additional investment made after acquisition (Part 2, Column 8)		
3.	Capitalized deferred interest and other:		
	3.1 Totals, Part 1, Column 12		
	3.2 Totals, Part 3, Column 11		
4.	Accrual of discount		
5.	Unrealized valuation increase (decrease):		
	5.1 Totals, Part 1, Column 9		
	5.2 Totals, Part 3, Column 8		
6.	Total gain (loss) on disposals, Part 3, Column 18		
7.	Deduct amounts received on disposals, Part 3, Column 15		
8.	Deduct amortization of premium and mortgage interest points and commitment fees		100
9.	Total foreign exchange change in book value/recorded investment excluding accrued interest:		
	9.1 Totals, Part 1, Column 13		
	9.2 Totals, Part 3, Column 13		
10.	Deduct current year's other than temporary impairment recognized:		
	10.1 Totals, Part 1, Column 11		
	10.2 Totals, Part 3, Column 10		
11.	Book value/recorded investment excluding accrued interest at end of current period (Line 1 plus Line 2 plus Line 3 plus Line 4 plus Line 5 plus Line 6 minus Line 7 minus Line 8 plus Line 9 minus Line 10)		
12.	Total valuation allowance		
13.	Subtotal (Line 11 plus Line 12)		
14.	Deduct total nonadmitted amounts		
15.	Statement value of mortgages owned at end of current period (Line 13 minus Line 14)		

SCHEDULE BA - VERIFICATION BETWEEN YEARS

Other Long-Term Invested Assets

1. Book/adjusted carrying value, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition (Part 2, Column 8)		
2.2 Additional investment made after acquisition (Part 2, Column 9)		
3. Capitalized deferred interest and other		
3.1 Totals, Part 1, Column 16		
3.2 Totals, Part 3, Column 12		
4. Accrual of discount		
5. Unrealized valuation increase (decrease):		
5.1 Totals, Part 1, Column 13		
5.2 Totals, Part 3, Column 9		
6. Total gain (loss) on disposals, Part 3, Column 19		
7. Deduct amounts received on disposals, Part 3, Col		
• 8. Deduct amortization of premium and depreciation		
9. Total foreign exchange change in book/adjusted carrying value:		
9.1 Totals, Part 1, Column 17		
9.2 Totals, Part 3, Column 14		
10. Deduct current year's other than temporary impairment recognized:		
10.1 Totals, Part 1, Column 15		
10.2 Totals, Part 3, Column 11		
11. Book/adjusted carrying value at the end of current period (Line 1 plus Line 2 plus Line 3 plus Line 4 plus Line 5 plus Line 6 minus Line 7 minus Line 8 plus Line 9 minus Line 10)		
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)		

NONE

SCHEDULE D - VERIFICATION BETWEEN YEARS

Bonds and Stocks

1. Book/adjusted carrying value, December 31 of prior year		95,309,658
2. Cost of bonds and stocks acquired, Part 3, Column 7		11,281,296
3. Accrual of discount		345,959
4. Unrealized valuation increase (decrease):		
4.1 Part 1, Column 12		
4.2 Part 2, Section 1, Column 15	(130)	
4.3 Part 2, Section 2, Column 13	(248,008)	
4.4 Part 4, Column 11	107,057	(141,081)
5. Total gain (loss) on disposals, Part 4, Column 19		2,369,194
6. Deduction consideration for bonds and stocks disposed of, Part 4, Column 7		29,859,611
7. Deduct amortization of premium		165,457
8. Total foreign exchange change in book/adjusted carrying value:		
8.1 Part 1, Column 15		
8.2 Part 2, Section 1, Column 19		
8.3 Part 2, Section 2, Column 16		
8.4 Part 4, Column 15		
9. Deduct current year's other than temporary impairment recognized:		
9.1 Part 1, Column 14	26,945	
9.2 Part 2, Section 1, Column 17		
9.3 Part 2, Section 2, Column 14		
9.4 Part 4, Column 13		26,945
10. Book/adjusted carrying value at end of current period (Line 1 plus Line 2 plus Line 3 plus Line 4 plus Line 5 minus Line 6 minus Line 7 plus Line 8 minus Line 9)		79,113,013
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)		79,113,013

SCHEDULE D - SUMMARY BY COUNTRY

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

Description		1 Book/Adjusted Carrying Value	2 Fair Value	3 Actual Cost	4 Par Value of Bonds
BONDS Governments (Including all obligations guaranteed by governments)	1. United States	12,636,516	14,035,613	12,646,334	12,497,425
	2. Canada				
	3. Other Countries	1,043,191	1,162,790	1,067,140	1,000,000
	4. Totals	13,679,707	15,198,403	13,713,474	13,497,425
U.S. States, Territories and Possessions (Direct and guaranteed)	5. Totals	832,812	873,544	856,373	825,000
U.S. Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	6. Totals	5,159,433	5,998,303	5,159,130	5,250,000
U.S. Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	7. Totals	40,763,612	42,668,479	39,868,586	41,232,575
Industrial and Miscellaneous and Hybrid Securities (unaffiliated)	8. United States	15,494,172	16,342,073	15,647,443	15,599,248
	9. Canada	746,666	785,019	780,110	750,000
	10. Other Countries	2,389,226	2,498,015	2,379,405	2,400,000
	11. Totals	18,630,064	19,625,107	18,806,958	18,749,248
Parent, Subsidiaries and Affiliates	12. Totals				
	13. Total Bonds	79,065,628	84,363,836	78,404,521	79,554,248
PREFERRED STOCKS Industrial and Miscellaneous (unaffiliated)	14. United States				
	15. Canada				
	16. Other Countries	110	110	8,800	
	17. Totals	110	110	8,800	
Parent, Subsidiaries and Affiliates	18. Totals				
	19. Total Preferred Stocks	110	110	8,800	
COMMON STOCKS Industrial and Miscellaneous (unaffiliated)	20. United States				
	21. Canada				
	22. Other Countries	47,275	47,274	403,918	
	23. Totals	47,275	47,274	403,918	
Parent, Subsidiaries and Affiliates	24. Totals				
	25. Total Common Stocks	47,275	47,274	403,918	
	26. Total Stocks	47,385	47,384	412,718	
	27. Total Bonds and Stocks	79,113,013	84,411,220	78,817,239	

SCHEDULE D - PART 1A - SECTION 1

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

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 9.7	8 Total from Column 6 Prior Year	9 % From Column 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
1. U.S. Governments											
1.1 Class 1	20,398,254	5,780,807	3,704,043	215,552	537,640	30,636,296	31.5	25,121,016	26.4	30,636,296	
1.2 Class 2											
1.3 Class 3											
1.4 Class 4											
1.5 Class 5											
1.6 Class 6											
1.7 Totals	20,398,254	5,780,807	3,704,043	215,552	537,640	30,636,296	31.5	25,121,016	26.4	30,636,296	
2. All Other Governments											
2.1 Class 1			1,043,191			1,043,191	1.1	1,050,154	1.1	1,043,191	
2.2 Class 2											
2.3 Class 3											
2.4 Class 4											
2.5 Class 5											
2.6 Class 6											
2.7 Totals			1,043,191			1,043,191	1.1	1,050,154	1.1	1,043,191	
3. U.S. States, Territories and Possessions etc., Guaranteed											
3.1 Class 1		400,400				400,400	0.4	400,504	0.4	400,400	
3.2 Class 2	50,000	382,412				432,412	0.4	437,126	0.5	432,412	
3.3 Class 3											
3.4 Class 4											
3.5 Class 5											
3.6 Class 6											
3.7 Totals	50,000	782,812				832,812	0.9	837,630	0.9	832,812	
4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed											
4.1 Class 1				2,676,860	2,482,573	5,159,433	5.3	5,159,736	5.4	5,159,433	
4.2 Class 2											
4.3 Class 3											
4.4 Class 4											
4.5 Class 5											
4.6 Class 6											
4.7 Totals				2,676,860	2,482,573	5,159,433	5.3	5,159,736	5.4	5,159,433	
5. U.S. Special Revenue and Special Assessment Obligations etc., Non-Guaranteed											
5.1 Class 1	5,592,729	5,984,466	4,647,179	5,106,436	2,185,009	23,515,819	24.2	26,722,196	28.1	23,015,820	500,000
5.2 Class 2	5,800,005	966,283	4,809,735	356,761	5,315,008	17,247,792	17.8	8,564,895	9.0	17,247,792	
5.3 Class 3											
5.4 Class 4											
5.5 Class 5											
5.6 Class 6											
5.7 Totals	11,392,734	6,950,749	9,456,914	5,463,197	7,500,017	40,763,611	42.0	35,287,091	37.1	40,263,612	500,000

SCHEDULE D - PART 1A - SECTION 1 (continued)

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

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total from Column 6 Prior Year	9 % From Column 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
6. Industrial and Miscellaneous (Unaffiliated)											
6.1 Class 1	1,895,537	13,950,729	792,486	165,504		16,804,256	17.3	23,933,482	25.1	16,646,786	157,470
6.2 Class 2	605,977	836,940	254,002	123,719		1,820,638	1.9	2,253,303	2.4	1,820,638	
6.3 Class 3	58,615	13,969				72,584	0.1	1,477,653	1.6	72,584	
6.4 Class 4											
6.5 Class 5											
6.6 Class 6								73,125	0.1		
6.7 Totals	2,560,129	14,801,638	1,046,488	289,223		18,697,478	19.2	27,737,563	29.1	18,540,008	157,470
7. Hybrid Securities											
7.1 Class 1											
7.2 Class 2											
7.3 Class 3											
7.4 Class 4											
7.5 Class 5											
7.6 Class 6											
7.7 Totals											
8. Parent, Subsidiaries and Affiliates											
8.1 Class 1											
8.2 Class 2											
8.3 Class 3											
8.4 Class 4											
8.5 Class 5											
8.6 Class 6											
8.7 Totals											

SCHEDULE D - PART 1A - SECTION 1 (continued)

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

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total from Column 6 Prior Year	9 % From Column 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
9. Total Bonds Current Year											
9.1 Class 1	(d) 27,886,520	26,116,402	10,186,899	8,164,352	5,205,222	77,559,395	79.8	XXX	XXX	76,901,926	657,470
9.2 Class 2	(d) 6,455,982	2,185,635	5,063,737	480,480	5,315,008	19,500,842	20.1	XXX	XXX	19,500,842	
9.3 Class 3	(d) 58,615	13,969				72,584	0.1	XXX	XXX	72,584	
9.4 Class 4	(d)							XXX	XXX		
9.5 Class 5	(d)					(c)		XXX	XXX		
9.6 Class 6	(d)					(c)		XXX	XXX		
9.7 Totals	34,401,117	28,316,006	15,250,636	8,644,832	10,520,230	(b) 97,132,821	100.0	XXX	XXX	96,475,352	657,470
9.8 Line 9.7 as a % of Column 6	35.4	29.2	15.7	8.9	10.8	100.0	XXX	XXX	XXX	99.3	0.7
10. Total Bonds Prior Year											
10.1 Class 1	8,326,818	34,560,833	24,068,985	8,438,884	6,991,568	XXX	XXX	82,387,088	86.5	81,638,285	748,803
10.2 Class 2	1,619,046	3,093,088	798,391	314,793	5,430,006	XXX	XXX	11,255,324	11.8	11,255,324	
10.3 Class 3	201,764	469,362	494,056	312,471		XXX	XXX	1,477,653	1.6	919,175	558,478
10.4 Class 4						XXX	XXX				
10.5 Class 5						XXX	XXX	(c)			
10.6 Class 6		73,125				XXX	XXX	(c) 73,125	0.1	73,125	
10.7 Totals	10,147,628	38,196,408	25,361,432	9,066,148	12,421,574	XXX	XXX	(b) 95,193,190	100.0	93,885,909	1,307,281
10.8 Line 10.7 as a % of Column 8	10.7	40.1	26.6	9.5	13.0	XXX	XXX	100.0	XXX	98.6	1.4
11. Total Publicly Traded Bonds											
11.1 Class 1	27,886,519	25,731,112	9,914,720	8,164,353	5,205,222	76,901,926	79.2	81,638,285	85.8	76,901,926	XXX
11.2 Class 2	6,455,982	2,185,635	5,063,737	480,480	5,315,008	19,500,842	20.1	11,255,324	11.8	19,500,842	XXX
11.3 Class 3	58,615	13,969				72,584	0.1	919,175	1.0	72,584	XXX
11.4 Class 4											XXX
11.5 Class 5											XXX
11.6 Class 6								73,125	0.1		XXX
11.7 Totals	34,401,116	27,930,716	14,978,457	8,644,833	10,520,230	96,475,352	99.3	93,885,909	98.6	96,475,352	XXX
11.8 Line 11.7 as a % of Column 6	35.7	29.0	15.5	9.0	10.9	100.0	XXX	XXX	XXX	100.0	XXX
11.9 Line 11.7 as a % of Line 10.7, Column 6, Section 10	35.4	28.8	15.4	8.9	10.8	99.3	XXX	XXX	XXX	99.3	XXX
12. Total Privately Placed Bonds											
12.1 Class 1		385,290	272,179			657,469	0.7	748,803	0.8	XXX	657,470
12.2 Class 2										XXX	
12.3 Class 3								558,478	0.6	XXX	
12.4 Class 4										XXX	
12.5 Class 5										XXX	
12.6 Class 6										XXX	
12.7 Totals		385,290	272,179			657,469	0.7	1,307,281	1.4	XXX	657,470
12.8 Line 12.7 as a % of Column 6		58.6	41.4			100.0	XXX	XXX	XXX	XXX	100.0
12.9 Line 12.7 as a % of Line 10.7, Column 6, Section 10		0.4	0.3			0.7	XXX	XXX	XXX	XXX	0.7

(a) Includes $ 157,470 freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.
(b) Includes $ 165,504 current year, $ 197,871 prior year of bonds with Z designations and $ ..... current year, $ ..... prior year of bonds with Z* designations. The letter "Z" means the NAIC designation was not assigned by the Securities Valuation Office (SVO) at the date of the statement. "Z*" means the SVO could not evaluate the obligation because valuation procedures for the security class is under regulatory review.
(c) Includes $ ..... current year, $ ..... prior year of bonds with 5* designations and $ ..... current year, $ ..... prior year of bonds with 6* designations. "5*" means the NAIC designation was assigned by the SVO in reliance on the insurer's certification that the issuer is current in all principal and interest payments. "6*" means the NAIC designation was assigned by the SVO due to inadequate certification of principal and interest payments.
(d) Includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 $ .....; NAIC 2 $ .....; NAIC 3 $ .....; NAIC 4 $ .....; NAIC 5 $ .....; NAIC 6 $ .....

SCHEDULE D - PART 1A - SECTION 2

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

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 9.5	8 Total From Column 6 Prior Year	9 % From Column 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
1. U.S. Governments											
1.1 Issuer Obligations	19,447,703	3,894,329	3,070,423		515,567	26,928,022	27.7	18,637,445	19.6	26,928,023	
1.2 Residential Mortgage-Backed Securities	950,550	1,886,478	633,620	215,552	22,073	3,708,273	3.8	6,483,571	6.8	3,708,273	
1.3 Commercial Mortgage-Backed Securities											
1.4 Other Loan-Backed and Structured Securities											
1.5 Totals	20,398,253	5,780,807	3,704,043	215,552	537,640	30,636,295	31.5	25,121,016	26.4	30,636,296	
2. All Other Governments											
2.1 Issuer Obligations			1,043,191			1,043,191	1.1	1,050,154	1.1	1,043,191	
2.2 Residential Mortgage-Backed Securities											
2.3 Commercial Mortgage-Backed Securities											
2.4 Other Loan-Backed and Structured Securities											
2.5 Totals			1,043,191			1,043,191	1.1	1,050,154	1.1	1,043,191	
3. U.S. States, Territories and Possessions, Guaranteed											
3.1 Issuer Obligations	50,000	782,812				832,812	0.9	837,630	0.9	832,812	
3.2 Residential Mortgage-Backed Securities											
3.3 Commercial Mortgage-Backed Securities											
3.4 Other Loan-Backed and Structured Securities											
3.5 Totals	50,000	782,812				832,812	0.9	837,630	0.9	832,812	
4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed											
4.1 Issuer Obligations				2,676,860	2,482,573	5,159,433	5.3	5,159,736	5.4	5,159,433	
4.2 Residential Mortgage-Backed Securities											
4.3 Commercial Mortgage-Backed Securities											
4.4 Other Loan-Backed and Structured Securities											
4.5 Totals				2,676,860	2,482,573	5,159,433	5.3	5,159,736	5.4	5,159,433	
5. U.S. Special Revenue and Special Assessment Obligations etc., Non-Guaranteed											
5.1 Issuer Obligations	8,041,360	2,301,992	6,590,458	4,648,180	7,497,009	29,078,999	29.9	19,998,320	21.0	28,579,000	500,000
5.2 Residential Mortgage-Backed Securities	3,351,374	4,648,757	2,866,456	815,017	3,007	11,684,611	12.0	15,288,771	16.1	11,684,612	
5.3 Commercial Mortgage-Backed Securities											
5.4 Other Loan-Backed and Structured Securities											
5.5 Totals	11,392,734	6,950,749	9,456,914	5,463,197	7,500,016	40,763,610	42.0	35,287,091	37.1	40,263,612	500,000
6. Industrial and Miscellaneous											
6.1 Issuer Obligations	2,257,467	8,265,062	400,000			10,922,529	11.2	15,836,971	16.6	10,765,060	157,470
6.2 Residential Mortgage-Backed Securities	278,236	349,299	254,002	289,223		1,170,760	1.2	2,329,202	2.4	1,170,760	
6.3 Commercial Mortgage-Backed Securities	24,425	6,187,277	392,486			6,604,188	6.8	8,410,110	8.8	6,604,189	
6.4 Other Loan-Backed and Structured Securities								1,161,280	1.2		
6.5 Totals	2,560,128	14,801,638	1,046,488	289,223		18,697,477	19.2	27,737,563	29.0	18,540,009	157,470
7. Hybrid Securities											
7.1 Issuer Obligations											
7.2 Residential Mortgage-Backed Securities											
7.3 Commercial Mortgage-Backed Securities											
7.4 Other Loan-Backed and Structured Securities											
7.5 Totals											
8. Parent, Subsidiaries and Affiliates											
8.1 Issuer Obligations											
8.2 Residential Mortgage-Backed Securities											
8.3 Commercial Mortgage-Backed Securities											
8.4 Other Loan-Backed and Structured Securities											
8.5 Totals											

SCHEDULE D - PART 1A - SECTION 2 (continued)

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

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 9.5	8 Total From Column 6 Prior Year	9 % From Column 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
9. Total Bonds Current Year											
9.1 Issuer Obligations	29,796,530	15,244,195	11,104,072	7,325,040	10,495,149	73,964,986	76.1	XXX	XXX	73,307,519	657,470
9.2 Residential Mortgage-Backed Securities	4,580,160	6,884,534	3,754,078	1,319,792	25,080	16,563,644	17.1	XXX	XXX	16,563,645	
9.3 Commercial Mortgage-Backed Securities	24,425	6,187,277	392,486			6,604,188	6.8	XXX	XXX	6,604,189	
9.4 Other Loan-Backed and Structured Securities								XXX	XXX		
9.5 Totals	34,401,115	28,316,006	15,250,636	8,644,832	10,520,229	97,132,818	100.0	XXX	XXX	96,475,353	657,470
9.6 Line 9.5 as a % of Column 6	35.4	29.2	15.7	8.9	10.8	100.0	XXX	XXX	XXX	99.3	0.7
10. Total Bonds Prior Year											
10.1 Issuer Obligations	3,771,678	21,393,866	16,919,585	7,072,028	12,363,100	XXX	XXX	61,520,257	64.6	60,771,453	748,803
10.2 Residential Mortgage-Backed Securities	7,901,624	8,859,964	4,830,071	2,382,364	127,520	XXX	XXX	24,101,544	25.3	24,101,544	
10.3 Commercial Mortgage-Backed Securities	85,780	5,613,850	2,710,479			XXX	XXX	8,410,110	8.8	8,410,110	
10.4 Other Loan-Backed and Structured Securities	424,378	391,550	196,296	149,056		XXX	XXX	1,161,280	1.2	602,802	558,478
10.5 Totals	12,183,460	36,259,230	24,656,431	9,603,448	12,490,620	XXX	XXX	95,193,191	99.9	93,885,909	1,307,281
10.6 Line 10.5 as a % of Column 8	12.8	38.1	25.9	10.1	13.1	XXX	XXX	100.0	XXX	98.6	1.4
11. Total Publicly Traded Bonds											
11.1 Issuer Obligations	29,796,530	14,858,905	10,831,893	7,325,040	10,495,149	73,307,517	75.5	60,771,453	63.8	73,307,519	XXX
11.2 Residential Mortgage-Backed Securities	4,580,161	6,884,534	3,754,078	1,319,792	25,081	16,563,646	17.1	24,101,544	25.3	16,563,645	XXX
11.3 Commercial Mortgage-Backed Securities	24,425	6,187,277	392,486			6,604,188	6.8	8,410,110	8.8	6,604,189	XXX
11.4 Other Loan-Backed and Structured Securities								602,802	0.6		XXX
11.5 Totals	34,401,116	27,930,716	14,978,457	8,644,832	10,520,230	96,475,351	99.3	93,885,909	98.5	96,475,353	XXX
11.6 Line 11.5 as a % of Column 6	35.7	29.0	15.5	9.0	10.9	100.0	XXX	XXX	XXX	100.0	XXX
11.7 Line 11.5 as a % of Line 9.5, Column 6, Section 9	35.4	28.8	15.4	8.9	10.8	99.3	XXX	XXX	XXX	99.3	XXX
12. Total Privately Placed Bonds											
12.1 Issuer Obligations		385,290	272,179			657,469	0.7	748,803	0.8	XXX	657,470
12.2 Residential Mortgage-Backed Securities										XXX	
12.3 Commercial Mortgage-Backed Securities										XXX	
12.4 Other Loan-Backed and Structured Securities								558,478	0.6	XXX	
12.5 Totals		385,290	272,179			657,469	0.7	1,307,281	1.4	XXX	657,470
12.6 Line 12.5 as a % of Column 6		58.6	41.4			100.0	XXX	XXX	XXX	XXX	100.0
12.7 Line 12.5 as a % of Line 9.5, Column 6, Section 9		0.4	0.3			0.7	XXX	XXX	XXX	XXX	0.7

SCHEDULE DA - VERIFICATION BETWEEN YEARS

Short-Term Investments

	1 Total	2 Bonds	3 Mortgage Loans	4 Other Short-term Investment Assets (a)	5 Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, December 31 of prior year					
2. Cost of short-term investments acquired	17,999,775	17,999,775			
3. Accrual of discount	5	5			
4. Unrealized valuation increase (decrease)					
5. Total gain (loss) on disposals					
6. Deduct consideration received on disposals					
7. Deduct amortization of premium					
8. Total foreign exchange change in book/adjusted carrying value					
9. Deduct current year's other than temporary impairment recognized					
10. Book/adjusted carrying value at the end of current period (Lines 1 plus 2 plus 3 plus 4 plus 5 minus 6 minus 7 plus 8 minus 9)	17,999,780	17,999,780			
11. Deduct total nonadmitted amounts					
12. Statement value of end of current period (Line 10 minus Line 11)	17,999,780	17,999,780			

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

SCHEDULE DB - PART A - VERIFICATION BETWEEN YEARS

Options, Caps, Floors, Collars, Swaps and Forwards

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

NONE

SCHEDULE DB - PART B - VERIFICATION BETWEEN YEARS

Futures Contracts

1.	Book/Adjusted carrying value, December 31 of prior year			
2.	Net cash deposits (Section 1, Broker Name/Net Cash Deposits Footnote)			
3.1	Change in variation margin on open contracts:			
	3.11 Section 1, Column 15, current year minus			
	3.12 Section 1, Column 15, prior year			
3.2	Add:			
	Change in adjustment to basis of hedged item:			
	3.21 Section 1, Column 17, current year to date minus			
	3.22 Section 1, Column 17, prior year			
	Change in amount recognized:			
	3.23 Section 1, Column 16, current year to date minus			
	3.24 Section 1, Column 16, prior year			
3.3	Subtotal (Line 3.1 minus Line 3.2)			
4.1	Variation margin on terminated contracts during the year (Section 2, Column 16)			
4.2	Less:			
	4.21 Amount used to adjust basis of hedged item (Section 2, Column 17)			
	4.22 Amount recognized (Section 2, Column 16)			
4.3	Subtotal (Line 4.1 minus Line 4.2)			
5.	Dispositions gains (losses) on contracts terminated in prior year:			
	5.1 Recognized			
	5.2 Used to adjust basis of hedged items			
6.	Book/Adjusted carrying value at end of current period (Lines 1 + Line 2 + Line 3.3 - Line 4.3 - Line 5.1 - Line 5.2)			
7.	Deduct total nonadmitted amounts			
8.	Statement value at end of current period (Line 6 minus Line 7)			

NONE

SCHEDULE DB - PART C - SECTION 1

Replication (Synthetic Asset) Transactions Open as of December 31 of Current Year

Replication (Synthetic Asset) Transactions								Components of the Replication (Synthetic Asset) Transactions							
1	2	3	4	5	6	7	8	Derivative Instrument(s) Open			Cash Instrument(s) Held				
								9	10	11	12	13	14	15	16
Number	Description	NAIC Designation or Other Description	Notional Amount	Book/Adjusted Carrying Value	Fair Value	Effective Date	Maturity Date	Description	Book/Adjusted Carrying Value	Fair Value	CUSIP	Description	NAIC Designation or Other Description	Book/Adjusted Carrying Value	Fair Value

NONE

SCHEDULE DB - PART C - SECTION 2

Replication (Synthetic Asset) Transactions Open

	First Quarter		Second Quarter		Third Quarter		Fourth Quarter		Year-To-Date	
	1 Number of Positions	2 Total Replication (Synthetic Asset) Transactions Statement Value	3 Number of Positions	4 Total Replication (Synthetic Asset) Transactions Statement Value	5 Number of Positions	6 Total Replication (Synthetic Asset) Transactions Statement Value	7 Number of Positions	8 Total Replication (Synthetic Asset) Transactions Statement Value	9 Number of Positions	10 Total Replication (Synthetic Asset) Transactions Statement Value
1. Beginning Inventory										
2. Add: Opened or Acquired Transactions										
3. Add: Increases in Replication (Synthetic Asset) Transactions Statement Value	XXX						XXX		XXX	
4. Less: Closed or Disposed of Transactions										
5. Less: Positions Disposed of for Failing Effectiveness Criteria										
6. Less: Decreases in Replication (Synthetic Asset) Transactions Statement Value	XXX						XXX		XXX	
7. Ending Inventory										

NONE

SCHEDULE DB - VERIFICATION

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

		Book/Adjusted Carrying Value	
1.	Part A, Section 1, Column 14		
2.	Part B, Section 1, Column 14		
3.	Total (Line 1 plus Line 2)		
4.	Part D, Column 5		
5.	Part D, Column 6		
6.	Total (Line 3 minus Line 4 minus Line 5)		

NONE

			eck
7.	Part A, Section 1, Column		
8.	Part B, Section 1, Column		
9.	Total (Line 7 plus Line 8)		
10.	Part D, Column 8		
11.	Part D, Column 9		
12.	Total (Line 9 minus Line 10 minus Line 11)		

		Potential Exposure Check	
13.	Part A, Section 1, Column 21		
14.	Part B, Section 1, Column 19		
15.	Part D, Column 11		
16.	Total (Lines 13 plus Line 14 minus Line 15)		

SCHEDULE E - VERIFICATION BETWEEN YEARS

(Cash Equivalents)

	1 Total	2 Bonds	3 Other (a)
1. Book/adjusted carrying value, December 31 of prior year			
2. Cost of cash equivalents acquired			
3. Accrual of discount			
4. Unrealized valuation increa			
5. Total gain (loss) on dispo			
6. Deduct consideration rece			
7. Deduct amortization of pre			
8. Total foreign exchange ch			
9. Deduct current year's other than temporary impairment recognized			
10. Book/adjusted carrying value at end of current period (Line 1 + Line 2 + Line 3 + Line 4 + Line 5 - Line 6 - Line 7 + Line 8 - Line 9)			
11. Deduct total nonadmitted amounts			
12. Statement value at end of current period (Line 10 minus Line 11)			

NONE

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

SCHEDULE A - PART 1

Showing all Real Estate OWNED December 31 of Current Year

1	2	Location		5	6	7	8	9	10	Change in Book/Adjusted Carrying Value Less Encumbrances					16	17
		3	4							11	12	13	14	15		
Description of Property	Code	City	State	Date Acquired	Date of Last Appraisal	Actual Cost	Amount of Encumbrances	Book/Adjusted Carrying Value Less Encumbrances	Fair Value Less Encumbrances	Current Year's Depreciation	Current Year's Other Than Temporary Impairment Recognized	Current Year's Change in Encumbrances	Total Change in B./A.C.V. (13-11-12)	Total Foreign Exchange Change in B./A.C.V.	Gross Income Earned Less Interest Incurred on Encumbrances	Taxes, Repairs and Expenses Incurred
Properties occupied by the reporting entity - Administrative																
OFFICE BUILDING		470 PONCE DE LEON AVE., SAN JUAN	PUERTO RICO	06/30/2003		5,733,543		7,363,827		44,607			(44,607)			
PARKING LOT		471 PONCE DE LEON AVE., SAN JUAN	PUERTO RICO	06/09/2008		2,265,012		2,265,012								
PARKING LOT		472 PONCE DE LEON AVE., SAN JUAN	PUERTO RICO	12/03/2010		76,458		76,458								
OFFICE BUILDING		106 ISABEL AGUILAR ST., SAN JUAN	PUERTO RICO	07/01/2010		1,989,735		1,938,589		34,457			(34,457)			
FLORIDA																
OFFICE BUILDING		101 ALMERIA AVE., CORAL GABLES	FLORIDA	05/01/1999		1,133,848		980,856		16,955			(16,955)			
0299999 - Properties occupied by the reporting entity - Administrative						11,198,596		12,624,742		96,019			(96,019)			
0399999 - TOTAL Properties occupied by the reporting entity						11,198,596		12,624,742		96,019			(96,019)			
Properties held for the production of income																
FLORIDA																
RESIDENTIAL APARTMENT		CORAL GABLES	FLORIDA	12/31/2008		510,000		471,750		12,750			(12,750)			
0499999 - Properties held for the production of income						510,000		471,750		12,750			(12,750)			
0699999 - TOTALS						11,708,596		13,096,492		108,769			(108,769)			

SCHEDULE A - PART 2

Showing all Real Estate ACQUIRED and Additions Made During the Year

1	Location		4	5	6	7	8	9
	2	3						
Description of Property	City	State	Date Acquired	Name of Vendor	Actual Cost at Time of Acquisition	Amount of Encumbrances	Book/Adjusted Carrying Value Less Encumbrances	Additional Investment Made After Acquisition
Acquired by purchase								
OFFICE BUILDING IMPROVEMENT	470 PONCE DE LEON AVE., SAN JUAN	PUERTO RICO	10/14/2011	VARIOUS				6,993
OFFICE BUILDING IMPROVEMENT	106 ISABEL ANDREAU, SAN JUAN	PUERTO RICO	02/25/2011	VARIOUS				54,735
0199999 - Acquired by purchase								61,728
0399999 - TOTALS								61,728

SCHEDULE A - PART 3

Showing all Real Estate DISPOSED during the Year, including Payments during the Final Year on "Sales under Contract"

1	Location		4	5	6	7	8	Change in Book/Adjusted Carrying Value Less Encumbrances					14	15	16	17	18	19	20
	2	3						9	10	11	12	13							
Description of Property	City	State	Disposal Date	Name of Purchaser	Actual Cost	Expended for Additions, Permanent Improvments and Changes in Encumbrances	Book/Adjusted Carrying Value Less Encumbrances Prior Year	Current Year's Depreciation	Current Year's Other Than Temporary Impairment Recognized	Current Year's Change in Encumbrances	Total Change in B./A.C.V. (11-9-10)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value Less Encumbrances on Disposal	Amounts Received During Year	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Gross Income Earned Less Interest Incurred on Encumbrances	Taxes, Repairs and Expenses Incurred

NONE

SCHEDULE B - PART 1

Showing all Mortgage Loans OWNED December 31 of Current Year

1	2	Location		5	6	7	8	Change in Book Value/ Recorded Investement					14	15
		3	4					9	10	11	12	13		
Loan Number	Code	City	State	Loan Type	Date Acquired	Rate of Interest	Book Value/Recorded Investment Excluding Accrued Interest	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other than Temporary Impairment Recognized	Capitalized Deferred Interest and Other	Total Foreign Exchange Change in Book Value	Value of Land and Buildings	Date of Last Appraisal or Valuation

NONE

General Interrogatory:
1. Mortgages in good standing $ ..... unpaid taxes $ ..... interest due and unpaid.
2. Restructured mortgages $ ..... unpaid taxes $ ..... interest due and unpaid.
3. Mortgages with overdue interest over 90 days not in process of foreclosure $ ..... unpaid taxes $ ..... interest due and unpaid.
4. Mortgages in process of foreclosure $ ..... unpaid taxes $ ..... interest due and unpaid.

SCHEDULE B - PART 2

Showing All Mortgage Loans ACQUIRED During the Current Year

1	Location		4	5	6	7	8	9
	2	3						
Loan Number	City	State	Loan Type	Date Acquired	Rate of Interest	Actual Cost at Time of Acquisition	Additional Investment Made After Acquisition	Value of Land and Buildings

NONE

SCHEDULE B - PART 3

Showing All Mortgage Loans DISPOSED, Transferred or Repaid During the Current Year

1	Location		4	5	6	7	Change in Book/Recorded Investment						14	15	16	17	18
	2	3					8	9	10	11	12	13					
Loan Number	City	State	Loan Type	Date Acquired	Disposal Date	Book Value/Recorded Investment Excluding Accrued Interest Prior Year	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Capitalized Deferred Interest and Other	Total Change in Book Value (8+9-10+11)	Total Foreign Exhange Change in Book Value	Book Value/Recorded Investment Excluding Accrued Interest on Disposal	Consideration	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal
Mortgages closed by repayment																	
405-41	BAYAMON	PUERTO RICO		08/10/1990		4,281											
0199999 - Mortgages closed by repayment						4,281											
0599999 - TOTALS						4,281											

SCHEDULE BA - PART 1

Showing Other Long-Term Invested Assets OWNED December 31 of Current Year

1	2	3			6	7	8	9	10	11	12	Change in Book/Adjusted Carrying Value					18	19	20
			4	5								13	14	15	16	17			
CUSIP Identification	Name or Description	Code	City	State	Name of Vendor or General Partner	NAIC Designation	Date Originally Acquired	Type and Strategy	Actual Cost	Fair Value	Book/Adjusted Carrying Value Less Encumbrances	Unrealized Valuation Increase (Decrease)	Current Year's (Depreciation) or (Amortization)/ Accretion	Current Year's Other than Temporary Impairment Recognized	Capitalized Deferred Interest and Other	Total Foreign Exchange Change in B./A.C.V.	Investment Income	Commitment for Additional Investment	Percentage of Ownership

NONE

SCHEDULE BA - PART 2

Showing Other Long-Term Invested Assets ACQUIRED AND ADDITIONS MADE December 31 of Current Year

1	2	Location		5	6	7	8	9	10	11
		3	4							
CUSIP Identification	Name or Description	City	State	Name of Vendor or General Partner	Date Originally Acquired	Type and Strategy	Actual Cost at Time of Acquisition	Additional Investment Made After	Amount of Encumbrances	Percentage of Ownership

NONE

SCHEDULE BA - PART 3

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

1	2	Location		5	6	7	8	Change in Book/Adjusted Carrying Value						15	16	17	18	19	20
		3	4					9	10	11	12	13	14						
CUSIP Identification	Name or Description	City	State	Name of Purchaser or Nature of Disposal	Date Originally Acquired	Disposal Date	Book/Adjusted Carrying Value Less Encumbrances, Prior Year	Unrealized Valuation Increase (Decrease)	Current Year's (Depreciation) or (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Capitalized Deferred Interest and Other	Total Change in B./A.C.V. (9+10-11+12)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Vlaue Less Encumbrances on Disposal	Consideration	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Investment Income

NONE

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	Foreign	Bond CHAR	NAIC Designation	Actual Cost	Rate Used To Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Maturity
U.S. Governments - Issuer Obligations																					
31331L-EK-0	FEDERAL FARM CREDIT BANK				1	1,011,210	120.258	1,202,581	1,000,000	1,004,389		(891)			6.030	5.910	MS	16,750	60,300	02/06/2002	03/21/2016
31331X-LG-5	FEDERAL FARM CREDIT BANK				1	1,019,115	117.845	1,178,450	1,000,000	1,011,627		(2,004)			4.875	4.610	JJ	22,208	48,750	12/26/2007	01/17/2017
313370-E3-8	FEDERAL HOME LOAN BANK				1	1,536,930	108.809	1,632,144	1,500,000	1,533,257		(3,399)			3.375	3.070	JD	2,672	50,625	11/30/2010	06/12/2020
3133ME-AB-7	FEDERAL HOME LOAN BANK				1	994,670	120.434	1,204,347	1,000,000	997,957		427			6.000	6.050	FA	22,667	60,000	02/13/2002	02/12/2016
3133MT-ZL-5	FEDERAL HOME LOAN BANK		E		1	188,992	103.677	207,355	200,000	198,263		1,895			4.500	5.530	MN	1,150	9,000	06/28/2006	11/15/2012
3133X7-FK-5	FEDERAL HOME LOAN BANK		E		1	494,389	111.297	556,490	500,000	498,341		614			5.250	5.390	JD	948	26,250	06/14/2004	06/18/2014
3133XM-Q8-7	FEDERAL HOME LOAN BANK				1	535,057	120.010	600,050	500,000	525,540		(3,782)			5.000	4.010	MN	3,056	25,000	05/22/2009	11/17/2017
3133XX-PV-3	FEDERAL HOME LOAN BANK				1	498,762	100.377	501,889	500,000	499,777		582			1.125	1.240	MN	672	5,625	03/26/2010	05/18/2012
3133XY-WB-7	FEDERAL HOME LOAN BANK				1	500,899	100.445	502,227	500,000	500,271		(419)			0.875	0.790	FA	1,568	4,375	06/30/2010	08/22/2012
31359M-RG-0	FEDERAL NATIONAL MORTGAGE ASSOCIATION		E		1	388,577	104.900	419,600	400,000	397,554		1,925			4.375	4.900	MS	5,153	17,500	11/15/2006	03/15/2013
31398A-BX-9	FEDERAL NATIONAL MORTGAGE ASSOCIATION	SD	E		1	245,543	101.783	254,458	250,000	249,612		985			4.875	5.290	MN	1,456	12,188	06/29/2007	05/18/2012
880591-DS-8	TENN VALLEY AUTHORITY				1	992,970	117.452	1,174,520	1,000,000	996,088		681			4.875	4.960	JD	2,167	48,750	12/22/2006	12/15/2016
912810-QL-5	UNITED STATES TREASURY BOND				1	515,861	127.266	636,330	500,000	515,567		(273)			4.250	4.060	MN	2,744	21,250	11/30/2010	11/15/2040
0199999 - U.S. Governments - Issuer Obligations						8,922,975		10,070,441	8,850,000	8,928,243		(3,659)						83,211	389,613		
U.S. Governments - Residential Mortgage-Backed Securities																					
3620AD-NY-4	GOVERNMENT NATL MTG ASSOC #726807				1	355,587	110.859	384,822	347,126	354,360		47			5.000	4.380	MON	1,446	17,356	08/19/2009	08/01/2039
3620C6-Y4-1	GOVERNMENT NATL MTG ASSOC #750531				1	1,685,737	107.395	1,778,988	1,656,489	1,679,099		(11,642)			4.000	3.370	MON	5,522	66,260	12/01/2010	09/01/2040
36214F-EK-4	GOVERNMENT NATL MTG ASSOC #104638				1	8,081	102.020	8,521	8,352	8,287		49			9.250	9.730	MON	60	728	02/02/1984	10/01/2013
36214S-PA-6	GOVERNMENT NATL MTG ASSOC #114817				1	350	100.571	327	326	335		(3)			11.500	8.870	MON	3	36	07/22/1987	08/01/2014
36214W-WS-0	GOVERNMENT NATL MTG ASSOC #118657				1	612	107.402	612	569	585		(10)			11.000	8.210	MON	5	62	07/23/1987	06/01/2014
36215X-5J-7	GOVERNMENT NATL MTG ASSOC #148549				1	1,371	100.439	1,284	1,279	1,301		(1)			9.500	1.000	MON	9	112	05/07/1986	11/01/2015
36215X-5J-7	GOVERNMENT NATL MTG ASSOC #148549	SD			1	9,848	100.439	9,227	9,187	9,350		(8)			9.500	7.200	MON	67	804	05/07/1986	11/01/2015
36216Q-F6-8	GOVERNMENT NATL MTG ASSOC #171289				1	4,003	100.369	3,847	3,833	3,876		(4)			8.500	7.730	MON	27	318	12/18/1986	08/01/2016
36296U-SY-7	GOVERNMENT NATL MTG ASSOC #701735				1	771,444	109.107	824,694	755,854	768,324		(961)			4.500	4.050	MON	2,834	34,013	05/15/2009	12/01/2038
36297E-AX-3	GOVERNMENT NATL MTG ASSOC #709322				1	314,980	109.107	338,276	310,039	314,174		(317)			4.500	4.160	MON	1,163	13,952	05/22/2009	05/01/2039
36297J-TV-6	GOVERNMENT NATL MTG ASSOC #713464				1	571,349	110.859	614,573	554,371	568,579		(1,831)			5.000	4.070	MON	2,310	27,719	05/08/2009	02/01/2039
0299999 - U.S. Governments - Residential Mortgage-Backed Securities						3,723,362		3,965,171	3,647,425	3,708,270		(14,681)						13,446	161,360		
0599999 - Subtotal - U.S. Governments						12,646,337		14,035,612	12,497,425	12,636,513		(18,340)						96,657	550,973		
All Other Governments - Issuer Obligations																					
298785-EG-7	EUROPEAN INVESTMENT BANK		F		1FE	1,067,140	116.279	1,162,790	1,000,000	1,043,191		(6,964)			5.125	4.220	MN	4,413	51,250	05/08/2008	05/30/2017
0699999 - All Other Governments - Issuer Obligations						1,067,140		1,162,790	1,000,000	1,043,191		(6,964)						4,413	51,250		
1099999 - Subtotal - All Other Governments						1,067,140		1,162,790	1,000,000	1,043,191		(6,964)						4,413	51,250		
U.S. States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations																					
745145-7H-9	PUERTO RICO CMWLTH	SD		1	2FE	50,000	101.206	50,603	50,000	50,000					4.600	4.600	MON	383	2,108	11/14/2003	07/01/2012
745145-7J-5	PUERTO RICO CMWLTH			1	2FE	75,000	101.213	75,910	75,000	75,000					4.800	4.800	MON	300	3,600	12/01/2003	07/01/2013
745145-WC-2	PUERTO RICO CMWLTH	SD			2FE	330,777	105.425	316,275	300,000	307,412		(4,714)			5.500	3.790	JJ	8,250	16,500	08/11/2006	07/01/2013
93974C-LW-8	WASHINGTON ST				1FE	400,596	107.689	430,756	400,000	400,400		(104)			3.300	3.270	FA	5,500	13,200	01/11/2010	08/01/2015
1199999 - U.S. States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations						856,373		873,544	825,000	832,812		(4,818)						14,433	35,408		

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	Foreign	Bond CHAR	NAIC Designation	Actual Cost	Rate Used To Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Maturity
1799999 - Subtotal - U.S. States, Territories and Possessions (Direct and Guaranteed)						856,373		873,544	825,000	832,812		(4,818)						14,433	35,408		
U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations																					
167485-D6-5	CHICAGO IL			1	1FE	223,198	102.442	256,105	250,000	225,448		747			5.000	5.890	JJ	6,250	12,500	10/22/2008	01/01/2032
235308-ME-0	DALLAS TX INDEP SCH DIST			1	1FE	1,043,980	122.095	1,220,950	1,000,000	1,031,573		(4,194)			6.375	5.750	FA	24,083	63,750	12/04/2008	02/15/2018
346424-B7-8	FORNEY TX INDEP SCH DIST			1	1FE	900,000	115.525	1,039,725	900,000	900,000					6.000	6.000	FA	20,400	54,000	10/23/2008	08/15/2037
438670-WS-6	HONOLULU CITY & CNTY HI			1	1FE	500,000	112.167	560,835	500,000	500,000					6.338	6.330	JD	2,641	30,458	12/03/2010	12/01/2032
499512-U4-1	KNOX CNTY TN			1	1FE	994,160	109.329	1,093,290	1,000,000	995,126		245			5.750	5.800	JD	4,792	57,500	10/24/2007	06/01/2027
815626-GQ-3	SEDGWICK CNTY KS UNIF SCH DIST				1FE	618,492	129.153	774,918	600,000	617,247		(678)			6.220	5.930	AO	9,330	37,320	05/19/2009	10/01/2028
95640H-BA-5	W VLY-MISSION CA CMNTY CLG DIS			1	1FE	879,300	105.248	1,052,480	1,000,000	890,038		3,577			5.000	6.030	FA	20,833	50,000	10/21/2008	08/01/2030
1899999 - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations						5,159,130		5,998,303	5,250,000	5,159,432		(303)						88,329	305,528		
2499999 - Subtotal - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)						5,159,130		5,998,303	5,250,000	5,159,432		(303)						88,329	305,528		
U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Issuer Obligations																					
155888-AT-7	CENTRL WEBER UT SWR IMPT DIST			1	1FE	399,600	114.597	458,388	400,000	399,600					6.150	6.150	MS	8,200	24,600	05/20/2009	03/01/2029
29216M-AC-4	EMPLOYEES RETMNT SYS OF THE GO			1	2FE	4,000,002	94.515	3,780,600	4,000,000	4,000,002					6.150	6.150	MON	20,500	246,000	01/25/2008	07/01/2038
29216M-AC-4	EMPLOYEES RETMNT SYS OF THE GO	SD		1	2FE	1,000,000	94.515	945,150	1,000,000	1,000,000					6.150	6.150	MON	10,250	56,375	01/25/2008	07/01/2038
29270C-WJ-0	ENERGY N W WA ELEC REVENUE				1FE	250,000	117.011	292,528	250,000	250,000					5.710	5.710	JJ	7,138	7,494	12/15/2010	07/01/2024
591745-D2-7	MET ATLANTA GA RAPID TRANSIT A			1	1FE	952,850	109.148	1,091,480	1,000,000	957,846		1,703			5.000	5.400	JJ	25,000	50,000	12/02/2008	07/01/2027
63968A-QF-5	NEBRASKA ST PUBLIC PWR DIST RE				1FE	800,000	107.050	856,400	800,000	800,000					4.850	4.850	JJ	19,400	38,800	06/11/2009	01/01/2014
646139-W3-5	NEW JERSEY ST TURNPIKE AUTH				1FE	784,014	143.397	1,003,786	700,000	781,187		(1,128)			7.414	6.490	JJ	25,949	51,898	05/20/2009	01/01/2040
686053-CD-9	OREGON ST SCH BRDS ASSN SHORT-	@			1FE	251,412	95.902	287,706	300,000	271,748		10,553				4.000	N/A			01/11/2010	06/30/2014
709221-QY-4	PENNSYLVANIA ST TURNPIKE COMMI			1	1FE	454,420	105.927	529,635	500,000	457,790		1,116			5.000	5.710	JD	2,083	25,000	10/22/2008	12/01/2032
73358W-AG-9	PORT AUTH OF NEW YORK & NEW JE				1FE	1,000,000	114.300	1,143,000	1,000,000	1,000,000					5.309	5.300	JD	4,424	53,090	06/18/2009	12/01/2019
745177-DX-0	PUERTO RICO CMWLTH GOVT DEV BA			1	2FE	1,668,004	100.000	1,668,000	1,668,000	1,668,004					5.500	5.490	MON	7,645		12/21/2011	02/01/2017
745177-DY-8	PUERTO RICO CMWLTH GOVT DEV BA			1	2FE	2,532,005	100.000	2,532,000	2,532,000	2,532,005					5.850	5.840	MON	12,344		12/21/2011	02/01/2020
745177-EF-8	PUERTO RICO CMWLTH GOVT DEV BA			1	2FE	5,800,005	100.000	5,800,000	5,800,000	5,800,005					6.000	5.990	MON	29,000		12/21/2011	02/01/2012
745211-LH-3	PUERTO RICO CMWLTH INDL DEV CO			1	2FE	450,000	100.169	450,761	450,000	450,000					5.200	5.200	MON	1,950	23,400	07/28/2003	07/01/2023
74526Q-XT-4	PUERTO RICO ELEC PWR AUTH PWR			1	2FE	200,002	100.721	201,442	200,000	200,002					6.125	6.120	JAJO	3,063	12,250	04/23/2010	07/01/2040
74526Q-ZS-4	PUERTO RICO ELEC PWR AUTH PWR			1	2FE	230,002	102.161	234,970	230,000	230,002					6.050	6.040	JAJO	3,479	10,514	12/27/2010	07/01/2032
74527B-JJ-4	PUERTO RICO INDL TOURIST EDUCT			1	1FE	500,000	100.122	500,610	500,000	500,000					6.100	6.100	MON	2,542	30,500	03/18/1999	07/01/2012
74527B-JP-0	PUERTO RICO INDL TOURIST EDUCT	@		1	1FE	629,793	91.613	1,365,034	1,490,000	1,361,037		79,707				6.120	N/A			03/18/1999	07/01/2012
745291-PL-2	PUERTO RICO PUBLIC FIN CORP	@		1	2FE	99,465	71.710	179,275	250,000	177,769		10,532				6.200	N/A			06/28/2002	08/01/2017
745291-RX-4	PUERTO RICO PUBLIC FIN CORP				1FE	875,000	102.627	897,986	875,000	875,000					4.950	4.950	MON	3,609	43,314	06/22/2004	08/01/2012
745291-UM-4	PUERTO RICO PUBLIC FIN CORP			1	2FE	836,052	100.277	817,258	815,000	815,000		(2,674)			6.050	5.470	MON	4,109	49,308	10/09/2007	08/01/2012
745291-UP-7	PUERTO RICO PUBLIC FIN CORP			1	1FE	50,000	102.939	51,470	50,000	50,000					6.100	6.090	MON	254	3,050	06/27/2002	08/01/2017
745291-UQ-5	PUERTO RICO PUBLIC FIN CORP			1	2FE	375,003	101.279	379,796	375,000	375,003					6.100	6.090	MON	1,906	22,875	06/27/2002	08/01/2017
74529J-AD-7	PUERTO RICO SALES TAX FING COR			1	1FE	1,241,400	105.969	1,324,613	1,250,000	1,241,909		128			6.050	6.100	MON	6,302	75,625	07/19/2007	08/01/2037
74529J-LD-5	PUERTO RICO SALES TAX FING COR			1	1FE	500,002	102.259	511,295	500,000	500,002					5.750	5.740	FMAN	4,792	28,750	06/25/2010	08/01/2017
79575D-XB-1	SALT RIVER AZ PROJ AGRIC IMPT			1	1FE	961,100	111.669	1,116,690	1,000,000	965,818		1,607			5.000	5.350	JJ	25,000	50,000	12/02/2008	01/01/2026

(continues)

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	Foreign	Bond CHAR	NAIC Designation	Actual Cost	Rate Used To Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Maturity
U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Issuer Obligations (continued)																					
875287-LG-7	TAMPA FL UTILITY TAX				1FE	500,485	111.124	555,620	500,000	500,420		(57)			5.750	5.740	AO	7,188	22,920	12/02/2010	10/01/2027
914440-LF-7	UNIV OF MASSACHUSETTS MA BLDG				1FE	915,840	112.495	1,124,950	1,000,000	918,849		2,818			4.950	5.700	MN	8,250	47,162	12/01/2010	11/01/2028
2599999 - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Issuer Obligations						28,256,456		30,100,443	29,435,000	29,078,998		104,305						244,377	972,925		
U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Residential Mortgage-Backed Securities																					
3128H4-HM-4	FEDERAL HOME LOAN MTG CORP #E96536				1	237,315	107.595	250,872	233,162	235,128		(833)			5.000	4.430	MON	972	11,658	08/08/2003	07/01/2017
3128LX-C3-2	FEDERAL HOME LOAN MTG CORP #G01890				1	498,524	106.117	564,726	532,172	513,470		13,352			4.500	5.860	MON	1,996	23,942	01/19/2006	11/01/2034
3128LX-QY-9	FEDERAL HOME LOAN MTG CORP #G02271				1	94,811	106.117	107,372	101,182	97,459		2,585			4.500	5.950	MON	379	4,553	09/28/2006	10/01/2034
3128LX-R3-6	FEDERAL HOME LOAN MTG CORP #G02306				1	421,506	106.185	476,937	449,157	434,685		10,614			4.500	5.870	MON	1,684	20,212	09/28/2006	10/01/2033
3128M4-PX-5	FEDERAL HOME LOAN MTG CORP #G02838				1	357,140	106.293	400,982	377,239	366,559		7,893			4.500	5.740	MON	1,415	16,976	03/08/2007	12/01/2035
3128MC-CD-5	FEDERAL HOME LN MTG CORP #G13468				1	189,971	106.188	197,712	186,189	189,571		(1,549)			4.500	3.640	MON	698	8,379	02/17/2009	01/01/2023
3128MM-BJ-1	FEDERAL HOME LOAN MTG CORP #G18040				1	461,621	107.483	489,058	455,009	457,984		(873)			5.000	4.590	MON	1,896	22,750	01/18/2005	08/01/2019
3128MM-BN-2	FEDERAL HOME LOAN MTG CORP #G18044				1	119,495	106.572	128,169	120,266	119,783		176			4.500	4.610	MON	451	5,412	02/18/2005	08/01/2019
3128PM-3K-4	FEDERAL HOME LN MGT CORP #J09802				1	467,166	105.156	483,473	459,767	463,972		(3,653)			4.000	3.410	MON	1,533	18,391	04/16/2009	09/01/2023
312967-5A-6	FEDERAL HOME LOAN MTG CORP #B15341				1	415,264	107.559	449,111	417,547	416,075		392			5.000	5.080	MON	1,740	20,877	05/21/2004	01/01/2019
312968-UK-4	FEDERAL HOME LOAN MTG CORP #B15986				1	316,229	107.559	335,262	311,700	314,247		(727)			5.000	4.510	MON	1,299	15,585	01/18/2005	12/01/2018
312968-X2-1	FEDERAL HOME LOAN MTG CORP #B16097				1	227,628	107.559	241,329	224,368	226,087		(680)			5.000	4.510	MON	935	11,218	01/18/2005	01/01/2019
312971-S6-2	FEDERAL HOME LOAN MTG CORP #B18641				1	398,156	107.483	421,821	392,453	395,291		(942)			5.000	4.560	MON	1,635	19,623	01/18/2005	06/01/2019
31376K-GQ-3	FEDERAL NATIONAL MTG ASSOC #357607				1	92,625	107.883	99,030	91,793	92,044		(64)			5.000	4.690	MON	382	4,590	07/20/2004	11/01/2018
31393R-TE-0	FREDDIE MAC -2631 DA			1	1	463,645	105.562	493,757	467,738	463,998		1,440			3.625	3.870	MON	1,413	16,955	08/10/2009	06/01/2026
31393Y-3A-1	FEDERAL NATIONAL MTG ASSOC 04 55 LA				1	4,751	100.001	4,923	4,923	4,900		121			4.500	5.610	MON	18	222	04/18/2006	02/01/2012
31393Y-LX-1	FEDERAL NATIONAL MTG ASSOC 04 29 AH				1	65,445	102.931	69,784	67,797	67,010		734			4.000	4.860	MON	226	2,712	05/26/2004	06/01/2014
31394A-S2-3	FEDERAL NATIONAL MTG ASSOC 04 74 BA				1	55,707	100.546	56,244	55,938	55,767		177			4.500	4.520	MON	210	2,517	08/27/2004	06/01/2012
31394C-W8-1	FEDERAL NATIONAL MTG ASSOC 05 35 DA				1	52,156	101.857	52,996	52,030	52,030					5.000	4.830	MON	217	2,601	05/02/2005	09/01/2013
31395E-RQ-2	FEDERAL HOME LOAN MTG CORP 2841 AB			1	1	67,065	101.551	68,610	67,562	67,391		154			4.000	4.150	MON	225	2,702	09/01/2004	06/01/2013
31402D-GR-5	FEDERAL NATIONAL MTG ASSOC #725708				1	108,320	107.883	114,902	106,506	107,294		(204)			5.000	4.470	MON	444	5,325	12/06/2004	11/01/2018
31402W-TN-8	FEDERAL NATIONAL MTG ASSOC #740457				1	59,066	107.916	63,101	58,472	58,690		(74)			5.000	4.640	MON	244	2,924	09/08/2003	03/01/2018
31404L-X5-4	FEDERAL NATIONAL MTG ASSOC #772100				1	603,223	106.588	695,921	652,905	624,981		15,659			4.500	6.270	MON	2,448	29,381	06/09/2006	09/01/2032
31407F-KK-5	FEDERAL NATIONAL MTG ASSOC #829298				1	539,412	106.494	615,872	578,313	558,272		15,112			4.500	5.890	MON	2,169	26,024	12/13/2005	12/01/2034
31407R-BP-8	FEDERAL NATIONAL MTG ASSOC #838046				1	405,117	106.494	462,540	434,332	419,226		9,669			4.500	5.850	MON	1,629	19,545	12/13/2005	11/01/2034
31417S-AP-5	FEDERAL NATIONAL MTG ASSOC #AC5413				1	545,120	106.480	560,649	526,527	541,856		(9,505)			4.500	3.070	MON	1,974	23,694	10/27/2009	05/01/2024
31417Y-PE-1	FEDERAL NATIONAL MTG ASSOC #MA0420				1	835,931	106.650	852,369	799,217	827,421		(13,403)			4.500	3.000	MON	2,997	35,965	05/28/2010	11/01/2024
31418W-GP-9	FEDERAL NATIONAL MTG ASSOC #AD8305				1	744,590	106.650	759,232	711,888	738,173		(13,025)			4.500	2.720	MON	2,670	32,035	05/28/2010	03/01/2025
38376G-CJ-7	GOVERNMENT NATIONAL MORTGAGE A 09-119 B			1	1	497,852	109.859	549,297	500,000	498,101		124			4.290	4.320	MON	1,788	21,450	11/03/2009	02/01/2020
38376G-DN-7	GOVERNMENT NATIONAL MORTGAGE A 10-18 C			1	1	941,250	110.523	1,105,234	1,000,000	946,948		3,120			4.450	5.030	MON	3,709	44,503	01/06/2010	02/01/2030
38376G-ZB-9	GOVERNMENT NATIONAL MORTGAGE A 10-161 B			1	1	965,000	102.296	1,022,969	1,000,000	969,193		4,178			3.000	3.530	MON	2,500	30,000	12/01/2010	03/01/2020
62888X-AB-0	NCUA GUARANTEED NOTES 10-C1 A2			1	1	249,363	104.944	262,360	250,000	249,461		87			2.900	2.940	MON	81	7,250	11/03/2010	01/27/2018
BCC00W-FZ-6	INVESTORS GNMA CERTS TR 4 Z			1	1	111,667	100.000	111,425	111,425	111,544		(14)			7.500	7.390	MON	1,410	8,357	08/24/1995	01/01/2022
2699999 - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Residential Mortgage-Backed Securities						11,612,131		12,568,039	11,797,577	11,684,611		40,041						43,387	518,328		

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	Foreign	Bond CHAR	NAIC Designation	Actual Cost	Rate Used To Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Maturity
3199999 - Subtotal - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions						39,868,587		42,668,482	41,232,577	40,763,609		144,346						287,764	1,491,253		
Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations																					
053611-AC-3	AVERY DENNISON CORPORATION			1	2FE	510,870	103.211	516,055	500,000	501,610		(1,481)			4.875	4.550	JJ	11,240	24,375	10/21/2004	01/15/2013
06051G-DW-6	BANK OF AMERICA CORP				1FE	497,330	100.080	500,400	500,000	499,218		554			4.900	5.020	MN	4,083	24,500	05/22/2008	05/01/2013
075887-AS-8	BECTON DICKINSON & CO			1	1FE	503,625	104.909	524,548	500,000	500,644		(475)			4.550	4.440	AO	4,803	22,750	10/25/2004	04/15/2013
134429-AS-8	CAMPBELL SOUP COMPANY			1	1FE	240,750	107.030	267,577	250,000	247,507		1,324			4.875	5.480	AO	3,047	12,188	03/15/2006	10/01/2013
172967-EQ-0	CITIGROUP INC				1FE	504,170	102.092	510,460	500,000	501,207		(891)			5.500	5.300	AO	6,111	27,500	05/21/2008	04/11/2013
263534-BV-0	EI DU PONT DE NEMOURS			1	1FE	89,294	109.842	92,267	84,000	86,318		(1,063)			5.875	4.440	JJ	2,276	4,935	01/22/2009	01/15/2014
36962G-4F-8	GENERAL ELEC CAP CORP				1FE	523,875	107.572	537,860	500,000	519,584		(4,291)			4.375	3.240	MS	6,076	21,875	02/09/2011	09/21/2015
38141E-A3-3	GOLDMAN SACHS GROUP INC				1FE	527,500	103.801	519,005	500,000	516,800		(6,690)			6.000	4.460	MN	5,000	30,000	05/12/2010	05/01/2014
42307T-AF-5	HEINZ (H.J.) FINANCE CO			1	2FE	542,235	101.011	505,056	500,000	501,483		(7,072)			6.000	4.520	MS	8,833	30,000	06/28/2005	03/15/2012
46625H-HB-9	JPMORGAN CHASE & CO				1FE	973,800	104.541	1,045,410	1,000,000	991,955		5,677			4.750	5.380	MN	7,917	47,500	08/07/2008	05/01/2013
59018Y-N5-6	MERRILL LYNCH & CO				1FE	753,458	100.935	757,020	750,000	751,029		(730)			6.150	6.030	AO	8,456	46,125	05/08/2008	04/25/2013
617446-2T-5	MORGAN STANLEY				1FE	718,875	100.486	753,649	750,000	743,194		7,700			5.250	6.380	MN	6,453	39,375	08/07/2008	11/02/2012
693476-BH-5	PNC FUNDING CORP				1FE	256,955	105.041	262,603	250,000	255,519		(1,436)			3.625	2.870	FA	3,600	4,531	02/17/2011	02/08/2015
737679-CW-8	POTOMAC ELECTRIC POWER COMPANY			1	1FE	511,935	106.624	533,122	500,000	503,085		(1,544)			4.950	4.600	MN	3,163	24,750	06/29/2005	11/15/2013
744448-BU-4	PUBLIC SERVICE COMPANY OF COLORADO			1	1FE	579,495	105.328	526,641	500,000	510,016		(12,805)			7.875	5.110	AO	9,844	39,375	11/01/2005	10/01/2012
771196-AQ-5	ROCHE HLDGS INC			1	1FE	156,853	108.180	170,924	158,000	157,470		226			5.000	5.160	MS	2,633	8,086	02/18/2009	03/01/2014
03746A-AC-4	APACHE FINANCE CANADA	I		1	1FE	239,390	109.781	274,455	250,000	243,892		1,619			4.375	5.170	MN	1,398	10,938	02/02/2009	05/15/2015
87182R-AC-1	SYSCO INTERNATIONAL CO	I		1	1FE	540,720	102.112	510,564	500,000	502,774		(6,453)			6.100	4.730	JD	2,542	30,500	04/15/2005	06/01/2012
05565Q-BH-0	BP CAPITAL MARKETS PLC	R			1FE	237,813	106.780	266,950	250,000	241,512		2,395			3.875	5.040	MS	2,987	9,688	06/07/2010	03/10/2015
2254C0-TC-1	CREDIT SUISSE NEW YORK	R			1FE	495,045	102.580	512,900	500,000	498,510		1,022			5.000	5.220	MN	3,194	25,000	05/22/2008	05/15/2013
2515A0-NY-5	DEUTSCHE BANK AG LONDON	R			1FE	996,100	102.220	1,022,200	1,000,000	998,821		803			4.875	4.960	MN	5,552	48,750	05/22/2008	05/20/2013
25243Y-AP-4	DIAGEO CAPITAL PLC	R		1	1FE	400,000	113.080	452,320	400,000	400,000					4.828	4.820	JJ	8,905	22,584	05/14/2010	07/15/2020
539473-AG-3	LLOYDS TSB BANK PLC	R			1FE	250,448	97.458	243,645	250,000	250,382		(65)			4.875	4.830	JJ	5,417	6,094	02/10/2011	01/21/2016
3299999 - Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations						11,050,536		11,305,631	10,892,000	10,922,530		(23,676)						123,530	561,419		
Industrial and Miscellaneous (Unaffiliated) - Residential Mortgage-Backed Securities																					
126380-AB-0	CREDIT SUISSE MTG CAP 06 9 2A1			1	2FM	817,544	90.268	777,450	861,269	750,130		3,394	26,945		5.500	5.860	MON	3,947	47,370	09/08/2006	05/01/2029
126694-PF-9	COUNTRYWIDE HOME LOANS 05 28 A1			1	3FM	72,584	92.008	66,856	72,664	72,584		53			5.500	5.420	MON	333	3,989	11/03/2005	04/01/2013
12669E-FY-7	COUNTRYWIDE HOME LOANS 03 J4 1A2			1	1FM	12,715	99.386	12,669	12,747	12,715		39			4.750	4.720	MON	50	606	12/22/2003	09/01/2012
16162W-DU-0	CHASE MTG FINANCE CORP 03 S14 2A3			1	1FM	78,984	100.013	79,217	79,207	79,207		431			5.250	5.230	MON	347	4,158	10/22/2004	01/01/2012
76111X-MF-7	RESIDENTIAL FDG MTG SECS I 04 S6 3A5				1FM	15,710	99.882	16,076	16,095	16,095		165			4.500	4.890	MON	60	724	08/23/2004	01/01/2012
94982W-AA-2	WELLS FARGO MTG BKD SECS TR 05 9 1A1				1FM	7,111	99.654	7,108	7,133	7,111		65			4.750	4.740	MON	28	339	09/13/2005	02/01/2012
BCC01H-1P-5	LEHMAN BROS GRANTOR TR 93 3 H			1	1Z	156,627	100.000	188,707	188,707	165,504		5,668			5.500	6.980	MON	845	10,136	03/22/1996	10/01/2023
3399999 - Industrial and Miscellaneous (Unaffiliated) - Residential Mortgage-Backed Securities						1,161,275		1,148,083	1,237,822	1,103,346		9,815	26,945					5,610	67,322		

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	Foreign	Bond CHAR	NAIC Designation	Actual Cost	Rate Used To Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Maturity
Industrial and Miscellaneous (Unaffiliated) - Commercial Mortgage-Backed Securities																					
059497-AX-5	BANC OF AMERICA COMM MTG INC 07 1 A4			1	1FM	753,780	107.843	808,823	750,000	751,485		(371)			5.451	5.350	MON	3,407	40,883	02/15/2007	01/01/2017
07387B-AH-6	BEAR STEARNS COMM MTG SECS 05 PWR9 A4A			1	1FM	482,578	108.901	544,505	500,000	492,049		1,553			4.871	5.320	MON	2,030	24,355	02/13/2006	08/01/2015
126171-AB-3	COMMERCIAL MTG PT CERT 05 C6 A2			1	1FM	19,087	100.000	19,427	19,427	19,361		(40)			4.999	5.480	MON	81	965	07/28/2006	06/01/2012
126171-AF-4	COMMERCIAL MTG PT CERT 05 C6 A5A			1	1FM	487,578	109.240	546,200	500,000	494,243		1,126			5.116	5.440	MON	2,132	25,580	03/23/2006	07/01/2015
225470-F7-3	CREDIT SUISSE MTG CAP 06 C1 A4			1	1FM	703,500	109.116	763,812	700,000	700,000		(713)			5.594	5.480	MON	3,161	38,687	03/07/2006	01/01/2016
36228C-WX-7	GS MTG SECS CORP II 06 GG6 A4			1	1FM	703,483	108.234	757,638	700,000	701,104		(388)			5.553	5.460	MON		38,871	03/07/2006	12/01/2015
50179M-AE-1	LB-UBS COMM MTG TR 06 C6 A4			1	1FM	1,002,461	110.896	1,108,960	1,000,000	1,001,038		(234)			5.372	5.330	MON	2,984	53,720	11/07/2006	09/11/2016
617451-CR-8	MORGAN STANLEY CAPITAL I 06 T21 A4			1	1FM	502,732	110.276	551,380	500,000	500,779		(304)			5.162	5.060	MON	2,151	25,810	01/20/2006	11/01/2015
61750W-AX-1	MORGAN STANLEY CAP I 06 IQ12 A4			1	1FM	1,005,547	110.375	1,103,750	1,000,000	1,002,129		(570)			5.332	5.230	MON	4,443	53,320	12/18/2006	11/01/2016
929766-R5-4	WACHOVIA BK COMM MTG TR 05 C18 A4				1FM	436,395	108.455	488,048	450,000	443,464		1,602			4.935	5.360	MON	1,851	22,208	02/07/2007	04/01/2015
92976B-DT-6	WACHOVIA BK COMM MTG TR 06 C23 A4				1FM	498,008	109.253	546,265	500,000	498,536		64			5.418	5.440	MON	2,258	27,090	03/21/2006	01/01/2016
3499999 - Industrial and Miscellaneous (Unaffiliated) - Commercial Mortgage-Backed Securities						6,595,149		7,238,808	6,619,427	6,604,188		1,725						24,498	351,489		
3899999 - Subtotal - Industrial and Miscellaneous (Unaffiliated)						18,806,960		19,692,522	18,749,249	18,630,064		(12,136)	26,945					153,638	980,230		
7799999 - Total Bonds - Subtotal - Issuer Obligations						55,312,610		59,511,152	56,252,000	55,965,206		64,885						558,293	2,316,143		
7899999 - Total Bonds - Subtotal - Residential Mortgage-Backed Securities						16,496,768		17,681,293	16,682,824	16,496,227		35,175	26,945					62,443	747,010		
7999999 - Total Bonds - Subtotal - Commercial Mortgage-Backed Securities						6,595,149		7,238,808	6,619,427	6,604,188		1,725						24,498	351,489		
8399999 - Subtotal - Total Bonds						78,404,527		84,431,253	79,554,251	79,065,621		101,785	26,945					645,234	3,414,642		

SCHEDULE D - PART 2 - SECTION 1

Showing all PREFERRED STOCKS Owned December 31 of Current Year

1	2	Codes		5	6	7	8	Fair Value		11	Dividends			Changes in Book/Adjusted Carrying Value					20	21
		3	4					9	10		12	13	14	15	16	17	18	19		
CUSIP Identification	Description	Code	Foreign	Number Of Shares	Par Value Per Share	Rate Per Share	Book/Adjusting Carrying Value	Rate Per Share Used to Obtain Fair Value	Fair Value	Actual Cost	Declared but Unpaid	Amount Received During Year	Nonadmitted Declared But Unpaid	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization) Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (15+16-17)	Total Foreign Exchange Change in B./A.C.V.	NAIC Designation	Date Acquired
Industrial and Miscellaneous (Unaffiliated)																				
749136-30-5	R&G FINANCIAL CORP 7.750%		R	20,000.000	25.00	0.006	110	0.006	110	8,800				(130)			(130)		P6UZ	12/20/1999
8499999 - Industrial and Miscellaneous (Unaffiliated)							110		110	8,800				(130)			(130)			
8999999 - Total - Preferred Stocks							110		110	8,800				(130)			(130)			

SCHEDULE D - PART 2 - SECTION 2

Showing all COMMON STOCKS Owned December 31 of Current Year

1	2	Codes		5	6	Fair Value		9	Dividends			Changes in Book/Adjusted Carrying Value				17	18
		3	4			7	8		10	11	12	13	14	15	16		
CUSIP Identification	Description	Code	Foreign	Number of Shares	Book/Adjusted Carrying Value	Rate Per Share Used to Obtain Fair Value	Fair Value	Actual Cost	Declared but Unpaid	Amount Received During Year	Nonadmitted Declared But Unpaid	Unrealized Valuation Increase/ (Decrease)	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (13 - 14)	Total Foreign Exchange Change in B./A.C.V.	NAIC Market Indicator (a)	Date Acquired
Industrial and Miscellaneous (Unaffliated)																	
25811P-88-6	DORAL FINANCIAL CORP		R	250.000	239	0.956	239	1,875				(106)		(106)		L	08/15/2001
318672-70-6	FIRST BANCORP		R	7,834.000	27,341	3.490	27,341	255,665				(223,108)		(223,108)		L	01/07/2011
733174-10-6	POPULAR INC		R	14,165.919	19,691	1.390	19,691	145,903				(24,790)		(24,790)		L	10/01/2008
749136-10-7	R&G FINANCIAL CORP		R	5,000.000	4	0.001	4	475				(4)		(4)		U	09/22/1997
9099999 - Industrial and Miscellaneous (Unaffliated)					47,274		47,274	403,918				(248,008)		(248,008)			
Parent, Subsidiaries, and Affiliates																	
99C002-05-4	NATIONAL INSURANCE COMPANY			64,012.000												K	09/28/2007
9199999 - Parent, Subsidiaries, and Affiliates																	
9799999 - Total Common Stocks					47,274		47,274	403,918				(248,008)		(248,008)			
9899999 - Total Preferred and Common Stocks					47,384		47,384	412,718				(248,138)		(248,138)			

(a) For all common stocks bearing the NAIC market indicator "U" provide: the number of such issues 1 , the total $ value (included in Column 8) of all such issues $ 4 .

SCHEDULE D - PART 3

Showing all Long-Term Bonds and Stocks ACQUIRED During Current Year

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends
Bonds - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions								
745177-DX-0	PUERTO RICO CMWLTH GOVT DEV BA		12/21/2011	UBS WARBURG		1,668,004	1,668,000.00	6,881
745177-DY-8	PUERTO RICO CMWLTH GOVT DEV BA		12/21/2011	UBS WARBURG		2,532,005	2,532,000.00	11,109
745177-EF-8	PUERTO RICO CMWLTH GOVT DEV BA		12/21/2011	UBS WARBURG		5,800,005	5,800,000.00	26,100
3199999 - Subtotal - Bonds - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions						10,000,014	10,000,000.00	44,090
Bonds - Industrial and Miscellaneous (Unaffiliated)								
36962G-4F-8	GENERAL ELEC CAP CORP		02/09/2011	CREDIT SUISSE FIRST BOSTON		523,875	500,000.00	8,689
693476-BH-5	PNC FUNDING CORP		02/17/2011	KEY BANC CAPITAL MARKETS		256,955	250,000.00	378
539473-AG-3	LLOYDS TSB BANK PLC	R	02/10/2011	RBC DOMINION SECURITIES INC		250,448	250,000.00	813
3899999 - Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)						1,031,278	1,000,000.00	9,879
8399997 - Subtotal - Bonds - Part 3						11,031,292	11,000,000.00	53,969
8399999 - Subtotal - Bonds						11,031,292	11,000,000.00	53,969
Common Stocks - Industrial and Miscellaneous (Unaffiliated)								
318672-70-6	FIRST BANCORP	R	01/07/2011	EXCHANGE	7,768.330	250,004		
9099999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)						250,004		
9799997 - Subtotal - Common Stocks - Part 3						250,004		
9799999 - Subtotal - Common Stocks						250,004		
9899999 - Subtotal - Preferred and Common Stocks						250,004		
9999999 - TOTALS						11,281,296		53,969

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date
Bonds - U.S. Governments																				
31331L-QZ-4	FEDERAL FARM CREDIT BANK		12/21/2011	FTN FINANCIAL SECURITIES CORP		1,216,029	1,000,000.00	983,360	991,744		1,208		1,208		992,952		223,078	223,078	71,642	10/03/2016
3133MJ-QF-0	FEDERAL HOME LOAN BANK		12/21/2011	FTN FINANCIAL SECURITIES CORP		1,193,779	1,000,000.00	954,970	977,928		3,326		3,326		981,254		212,525	212,525	74,403	08/15/2016
3133XK-QX-6	FEDERAL HOME LOAN BANK		01/21/2011	UBS WARBURG		2,407,669	2,150,000.00	2,052,029	2,081,049		507		507		2,081,556		326,113	326,113	18,633	05/17/2017
3133XM-Q8-7	FEDERAL HOME LOAN BANK		12/21/2011	JEFFERIES & COMPANY INC.		1,319,582	1,100,000.00	1,074,233	1,079,378		2,490		2,490		1,081,867		237,715	237,715	60,347	11/17/2017
3620A2-W5-1	GOVERNMENT NATL MTG ASSOC #717168		12/22/2011	VARIOUS		876,836	815,599.00	794,572	799,720		(1,037)		(1,037)		798,683		78,153	78,153	36,279	03/01/2039
3620A3-S3-9	GOVERNMENT NATL MTG ASSOC #717938		12/22/2011	VARIOUS		1,309,360	1,208,021.00	1,243,695	1,229,891		(2,766)		(2,766)		1,227,125		82,234	82,234	60,606	08/01/2039
3620AD-NY-4	GOVERNMENT NATL MTG ASSOC #726807		12/01/2011	PAYDOWN		61,537	61,537.00	63,036	61,526		10		10		61,537				1,987	08/01/2039
3620C6-Y4-1	GOVERNMENT NATL MTG ASSOC #750531		12/01/2011	PAYDOWN		343,511	343,511.00	349,576	344,470		(960)		(960)		343,511				11,817	09/01/2040
36214F-EK-4	GOVERNMENT NATL MTG ASSOC #104638		12/01/2011	VARIOUS		3,816	3,816.00	3,692	3,805		11		11		3,816				190	10/01/2013
36214S-PA-6	GOVERNMENT NATL MTG ASSOC #114817		12/01/2011	VARIOUS		95	95.00	102	96		(1)		(1)		95				6	08/01/2014
36214W-WS-0	GOVERNMENT NATL MTG ASSOC #118657		12/01/2011	VARIOUS		186	186.00	199	187		(2)		(2)		186				11	06/01/2014
36215X-5J-7	GOVERNMENT NATL MTG ASSOC #148549		12/01/2011	VARIOUS		1,909	1,909.00	2,046	1,911		(2)		(2)		1,909				94	11/01/2015
36216Q-F6-8	GOVERNMENT NATL MTG ASSOC #171289		12/01/2011	VARIOUS		607	607.00	634	608		(1)		(1)		607				28	08/01/2016
36296U-SY-7	GOVERNMENT NATL MTG ASSOC #701735		12/01/2011	PAYDOWN		109,540	109,540.00	111,799	109,620		(81)		(81)		109,540				2,912	12/01/2038
36297E-AX-3	GOVERNMENT NATL MTG ASSOC #709322		12/01/2011	PAYDOWN		39,713	39,713.00	40,346	39,744		(30)		(30)		39,713				869	05/01/2039
36297J-TV-6	GOVERNMENT NATL MTG ASSOC #713464		12/01/2011	PAYDOWN		168,832	168,832.00	174,002	169,040		(208)		(208)		168,832				5,016	02/01/2039
880591-DN-9	TENNESSEE VALLEY AUTHORITY	E	01/18/2011	MATURITY		300,000	300,000.00	300,373	300,004		(4)		(4)		300,000				8,438	01/18/2011
880591-EA-6	TENN VALLEY AUTHORITY		12/21/2011	KEY BANC CAPITAL MARKETS		1,818,675	1,500,000.00	1,554,420	1,543,205		(5,588)		(5,588)		1,537,617		281,058	281,058	117,792	07/18/2017
912810-QL-5	UNITED STATES TREASURY BOND		12/20/2011	BARCLAYS CAPITAL		1,909,330	1,500,000.00	1,547,584	1,547,518		(792)		(792)		1,546,727		362,603	362,603	70,055	11/15/2040
912833-DA-5	UNITED STATES TREASURY STRIPS		08/15/2011	MATURITY		750,000	750,000.00	170,948	714,483		35,517		35,517		750,000					08/15/2011
912833-JX-9	UNITED STATES TREASURY STRIPS		11/15/2011	MATURITY		500,000	500,000.00	166,440	470,232		29,768		29,768		500,000					11/15/2011
0599999 - Subtotal - Bonds - U.S. Governments						14,331,005	12,553,365.00	11,588,057	12,466,161		61,364		61,364		12,527,525		1,803,480	1,803,480	541,126	
Bonds - U.S Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																				
3128H4-HM-4	FEDERAL HOME LOAN MTG CORP #E96536		12/01/2011	PAYDOWN		134,907	134,907.00	137,310	135,088		(181)		(181)		134,907				3,281	07/01/2017
3128LX-C3-2	FEDERAL HOME LOAN MTG CORP #G01890		12/01/2011	VARIOUS		200,934	200,934.00	188,246	199,906		1,028		1,028		200,934				4,633	11/01/2034
3128LX-QY-9	FEDERAL HOME LOAN MTG CORP #G02271		12/01/2011	PAYDOWN		33,189	33,189.00	31,099	33,027		162		162		33,189				765	10/01/2034
3128LX-R3-6	FEDERAL HOME LOAN MTG CORP #G02306		12/01/2011	PAYDOWN		141,985	141,985.00	133,244	141,254		730		730		141,985				3,280	10/01/2033
3128M4-PX-5	FEDERAL HOME LOAN MTG CORP #G02838		12/01/2011	PAYDOWN		91,972	91,972.00	87,072	91,757		215		215		91,972				2,235	12/01/2035
3128MC-CD-5	FEDERAL HOME LN MTG CORP #G13468		12/01/2011	PAYDOWN		101,082	101,082.00	103,136	101,305		(223)		(223)		101,082				2,221	01/01/2023
3128MM-BJ-1	FEDERAL HOME LOAN MTG CORP #G18040		12/01/2011	PAYDOWN		179,366	179,366.00	181,973	179,471		(105)		(105)		179,366				4,334	08/01/2019
3128MM-BN-2	FEDERAL HOME LOAN MTG CORP #G18044		12/01/2011	PAYDOWN		50,778	50,778.00	50,453	50,752		26		26		50,778				1,096	08/01/2019
3128PM-3K-4	FEDERAL HOME LN MGT CORP #J09802		12/01/2011	PAYDOWN		160,651	160,651.00	163,237	160,908		(256)		(256)		160,651				2,534	09/01/2023
312967-5A-6	FEDERAL HOME LOAN MTG CORP #B15341		12/01/2011	PAYDOWN		156,098	156,098.00	155,245	156,044		54		54		156,098				2,747	01/01/2019
312968-UK-4	FEDERAL HOME LOAN MTG CORP #B15986		12/01/2011	PAYDOWN		160,975	160,975.00	163,314	161,074		(99)		(99)		160,975				4,823	12/01/2018
312968-X2-1	FEDERAL HOME LOAN MTG CORP #B16097		12/01/2011	PAYDOWN		151,582	151,582.00	153,784	151,731		(150)		(150)		151,582				2,320	01/01/2019
312971-S6-2	FEDERAL HOME LOAN MTG CORP #B18641		12/01/2011	PAYDOWN		159,390	159,390.00	161,706	159,503		(113)		(113)		159,390				4,761	06/01/2019
31376K-GQ-3	FEDERAL NATIONAL MTG ASSOC #357607		12/01/2011	PAYDOWN		45,991	45,991.00	46,408	45,998		(7)		(7)		45,991				1,073	11/01/2018
31392H-BT-9	FEDERAL NATIONAL MTG ASSOC 02 92 QP		09/01/2011	PAYDOWN		21,503	21,503.00	21,308	21,417		86		86		21,503				405	09/01/2011
31393B-2U-8	FEDERAL NATIONAL MTG ASSOC 03 60 NA		10/01/2011	PAYDOWN		29,276	29,276.00	28,562	29,135		141		141		29,276				425	10/01/2011
31393Q-LE-0	FEDERAL HOME LOAN MTG CORP 2619 YT		08/25/2011	VARIOUS		111,672	110,199.00	108,787	109,628		251		251		109,879		1,793	1,793	3,023	02/01/2013
31393R-TE-0	FREDDIE MAC -2631 DA		12/01/2011	PAYDOWN		195,049	195,049.00	193,342	194,874		175		175		195,049				3,490	06/01/2026
31393Y-3A-1	FEDERAL NATIONAL MTG ASSOC 04 55 LA		12/01/2011	PAYDOWN		36,515	36,515.00	35,243	36,208		307		307		36,515				818	02/01/2012
31393Y-LX-1	FEDERAL NATIONAL MTG ASSOC 04 29 AH		12/01/2011	PAYDOWN		45,153	45,153.00	43,587	44,977		176		176		45,153				918	06/01/2014
31394A-S2-3	FEDERAL NATIONAL MTG ASSOC 04 74 BA		12/01/2011	PAYDOWN		82,486	82,486.00	82,144	82,392		93		93		82,486				2,115	06/01/2012
31394C-W8-1	FEDERAL NATIONAL MTG ASSOC 05 35 DA		12/01/2011	PAYDOWN		74,744	74,744.00	74,925	74,744						74,744				2,024	09/01/2013
31395E-RQ-2	FEDERAL HOME LOAN MTG CORP 2841 AB		12/01/2011	PAYDOWN		56,761	56,761.00	56,344	56,705		56		56		56,761				1,252	06/01/2013
31395P-FG-2	FEDERAL HOME LOAN MTG CORP 2952 GJ		10/01/2011	PAYDOWN		80,804	80,804.00	80,539	80,653		151		151		80,804				1,335	10/01/2011

(continues)

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date
Bonds - U.S Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions (continued)																				
31395T-5J-9	FEDERAL HOME LOAN MTG CORP 2956 JW		10/01/2011	PAYDOWN		81,646	81,646.00	81,557	81,557		89		89		81,646				1,414	10/01/2011
31402D-GR-5	FEDERAL NATIONAL MTG ASSOC #725708		12/01/2011	PAYDOWN		42,502	42,502.00	43,226	42,526		(24)		(24)		42,502				1,100	11/01/2018
31402W-TN-8	FEDERAL NATIONAL MTG ASSOC #740457		12/01/2011	PAYDOWN		25,360	25,360.00	25,618	25,371		(10)		(10)		25,360				606	03/01/2018
31404L-X5-4	FEDERAL NATIONAL MTG ASSOC #772100		12/01/2011	PAYDOWN		149,167	149,167.00	137,817	148,459		709		709		149,167				3,456	09/01/2032
31407F-KK-5	FEDERAL NATIONAL MTG ASSOC #829298		12/01/2011	PAYDOWN		195,786	195,786.00	182,616	194,850		935		935		195,786				5,007	12/01/2034
31407R-BP-8	FEDERAL NATIONAL MTG ASSOC #838046		12/01/2011	PAYDOWN		103,222	103,222.00	96,279	102,725		498		498		103,222				2,558	11/01/2034
31417S-AP-5	FEDERAL NATIONAL MTG ASSOC #AC5413		12/01/2011	PAYDOWN		230,260	230,260.00	238,391	231,505		(1,245)		(1,245)		230,260				5,394	05/01/2024
31417Y-PE-1	FEDERAL NATIONAL MTG ASSOC #MA0420		12/01/2011	PAYDOWN		144,685	144,685.00	151,331	145,330		(646)		(646)		144,685				4,446	11/01/2024
31418W-GP-9	FEDERAL NATIONAL MTG ASSOC #AD8305		12/01/2011	PAYDOWN		161,741	161,741.00	169,171	162,563		(822)		(822)		161,741				4,046	03/01/2025
63968A-MY-8	NEBRASKA ST PUBLIC PWR DIST RE		12/21/2011	FIRST SOUTHWEST COMPANY		430,556	400,000.00	412,172	408,346		(2,632)		(2,632)		405,714		24,842	24,842	30,612	01/01/2014
745215-AK-9	PUERTO RICO CMWLTH INDL DEV CO		07/01/2011	VARIOUS		50,000	50,000.00	49,548	49,974		26		26		50,000				2,438	07/01/2011
745291-QE-7	PUERTO RICO PUBLIC FIN CORP		08/01/2011	MATURITY		400,000	400,000.00	400,000	400,000						400,000				11,200	08/01/2011
745291-UK-8	PUERTO RICO PUBLIC FIN CORP		08/01/2011	PREREFUNDED		90,000	90,000.00	93,150	90,316		(316)		(316)		90,000				3,629	08/01/2011
745291-UP-7	PUERTO RICO PUBLIC FIN CORP		08/01/2011	SINKING FUND REDEMPTION		75,000	75,000.00	75,001	75,000						75,000				3,050	08/01/2012
BCC00W-FZ-6	INVESTORS GNMA CERTS TR 4 Z		11/08/2011	VARIOUS		10,764	10,764.00	10,787	10,765		(1)		(1)		10,764				404	01/01/2022
3199999 - Subtotal - Bonds - U.S Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions						4,693,552	4,661,523.00	4,647,670	4,667,837		(920)		(920)		4,666,917		26,635	26,635	135,267	
Bonds - Industrial and Miscellaneous (Unaffiliated)																				
05947U-D3-9	BANC OF AMERICA COMM MTG2005-1 A5		12/21/2011	KEY BANC CAPITAL MARKETS		1,359,766	1,250,000.00	1,258,350	1,258,350		(1,759)		(1,759)		1,256,591		103,175	103,175	70,036	01/01/2015
05948X-MU-2	BANC OF AMERICA MTG SECS 03 5 1A36		06/01/2011	PAYDOWN		242,021	242,021.00	240,357	241,182		839		839		242,021				2,693	06/01/2011
06051G-DW-6	BANK OF AMERICA CORP		06/30/2011	JEFFERIES & COMPANY INC.		525,520	500,000.00	497,330	498,663		281		281		498,945		26,575	26,575	16,674	05/01/2013
126171-AB-3	COMMERCIAL MTG PT CERT 05 C6 A2		12/01/2011	PAYDOWN		7,057	7,057.00	6,934	7,083		(25)		(25)		7,057				343	06/01/2012
126380-AB-0	CREDIT SUISSE MTG CAP 06 9 2A1		12/01/2011	PAYDOWN		78,150	78,150.00	76,172	78,080		70		70		78,150				1,884	05/01/2029
126694-PF-9	COUNTRYWIDE HOME LOANS 05 28 A1		12/01/2011	PAYDOWN		65,822	65,822.00	65,750	65,803		19		19		65,822				1,946	04/01/2013
12669E-FY-7	COUNTRYWIDE HOME LOANS 03 J4 1A2		12/01/2011	PAYDOWN		27,857	27,857.00	27,787	27,827		30		30		27,857				706	09/01/2012
16162W-DU-0	CHASE MTG FINANCE CORP 03 S14 2A3		12/01/2011	PAYDOWN		420,793	420,793.00	419,610	419,818		975		975		420,793				15,657	01/01/2012
189054-AC-3	CLOROX COMPANY		02/01/2011	MATURITY		500,000	500,000.00	530,395	500,520		(520)		(520)		500,000				15,313	02/01/2011
26483E-AE-0	DUN & BRADSTREET CORP		12/20/2011	KEY BANC CAPITAL MARKETS		254,090	250,000.00	249,118	249,134		163		163		249,297		4,793	4,793	7,747	11/15/2015
373334-JM-4	GEORGIA POWER COMPANY		12/20/2011	JEFFERIES & COMPANY INC.		820,305	750,000.00	749,520	749,691		101		101		749,791		70,514	70,514	51,375	11/01/2013
440452-AD-2	HORMEL FOODS CORP		06/01/2011	MATURITY		400,000	400,000.00	421,892	401,995		(1,995)		(1,995)		400,000				13,250	06/01/2011
50179M-AE-1	LB-UBS COMM MTG TR 06 C6 A4		12/21/2011	BARCLAYS CAPITAL		276,914	250,000.00	250,615	250,318		(58)		(58)		250,260		26,654	26,654	14,027	09/11/2016
52108H-FS-8	LB-UBS COMM MTG TR 01 C7 A3		04/11/2011	PAYDOWN		41,223	41,223.00	41,348	41,223						41,223				538	04/11/2011
5252M0-BZ-9	LEHMAN BROTHERS HOLDINGS		12/20/2011	MORGAN STANLEY & CO		195,000	750,000.00	73,125	73,125						73,125		121,875	121,875		01/24/2013
61750W-AX-1	MORGAN STANLEY CAP I 06 IQ12 A4		12/21/2011	BARCLAYS CAPITAL		275,859	250,000.00	251,387	250,675		(140)		(140)		250,534		25,325	25,325	14,293	11/01/2016
76111X-MF-7	RESIDENTIAL FDG MTG SECS I 04 S6 3A5		12/01/2011	PAYDOWN		195,739	195,739.00	191,060	195,125		614		614		195,739				3,593	01/01/2012
771196-AQ-5	ROCHE HLDGS INC		03/24/2011	SECURITY CALLED BY ISSUER at 109.931		101,137	92,000.00	91,332	91,560		30		30		91,589		9,547	9,547	2,408	03/01/2014
80281W-AF-8	SANTANDER DRIVE AUTO REC TR 2007 3 A4A		06/15/2011	PAYDOWN		602,830	602,830.00	602,744	602,802		28		28		602,830				14,472	06/15/2011
89655X-AA-6	TRINITY RAIL LSG LP 06 1A A1		03/14/2011	VARIOUS		562,617	558,478.00	558,478	558,478						558,478		4,139	4,139	8,196	05/14/2024
92976W-BJ-4	WACHOVIA CORP		12/20/2011	WELLS FARGO FINANCIAL		790,800	750,000.00	697,800	722,075		11,114		11,114		733,189		57,611	57,611	47,094	05/01/2013
939333-AC-4	WASHINGTON MUTUAL FINANCIAL CORP		05/15/2011	MATURITY		500,000	500,000.00	557,010	504,117		(4,117)		(4,117)		500,000				17,188	05/15/2011
949746-NY-3	WELLS FARGO COMPANY		12/20/2011	VARIOUS		1,041,275	1,000,000.00	977,493	989,191		3,991		3,991		993,182		48,093	48,093	50,920	01/31/2013
94982W-AA-2	WELLS FARGO MTG BKD SECS TR 05 9 1A1		12/01/2011	PAYDOWN		75,615	75,615.00	75,379	75,443		172		172		75,615				1,914	02/01/2012
BCC01H-1P-5	LEHMAN BROS GRANTOR TR 93 3 H		12/01/2011	VARIOUS		38,534	38,534.00	31,984	38,034		500		500		38,534				971	10/01/2023
05565Q-BH-0	BP CAPITAL MARKETS PLC	R	12/20/2011	JEFFERIES & COMPANY INC.		266,185	250,000.00	237,813	239,123		2,333		2,333		241,455		24,730	24,730	12,432	03/10/2015
06739G-BB-4	BARCLAYS BANK PLC	R	06/30/2011	DEUTSCHE BANK		519,935	500,000.00	504,895	504,307		(484)		(484)		503,823		16,112	16,112	14,571	04/07/2015
25244S-AB-7	DIAGEO FINANCE BV	R	04/01/2011	MATURITY		400,000	400,000.00	373,792	398,541		1,459		1,459		400,000				7,750	04/01/2011
3899999 - Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)						10,585,044	10,746,119.00	10,059,467	10,032,281		13,621		13,621		10,045,902		539,142	539,142	407,989	

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	Change In Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date
8399997 - Subtotal - Bonds - Part 4						29,609,601	27,961,007.00	26,295,194	27,166,279		74,065		74,065		27,240,344		2,369,257	2,369,257	1,084,382	
8399999 - Subtotal - Bonds						29,609,601	27,961,007.00	26,295,194	27,166,279		74,065		74,065		27,240,344		2,369,257	2,369,257	1,084,382	
Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)																				
318672-50-8	FIRST BANCORP PUERTO RICO CL D 7.250%	R	01/07/2011	EXCHANGE	10,000.000	250,004		250,004	143,000	107,004			107,004		250,004					
8499999 - Subtotal - Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)						250,004		250,004	143,000	107,004			107,004		250,004					
8999997 - Subtotal - Preferred Stocks - Part 4						250,004		250,004	143,000	107,004			107,004		250,004					
8999999 - Subtotal - Preferred Stocks						250,004		250,004	143,000	107,004			107,004		250,004					
Common Stocks - Industrial and Miscellaneous (Unaffiliated)																				
318672-70-6	FIRST BANCORP	R	01/07/2011	CASH IN LIEU FRACTIONAL SHARES	1.000	5		68	5	53			53		68		(63)	(63)		
9099999 - Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)						5		68	5	53			53		68		(63)	(63)		
9799997 - Subtotal - Common Stocks - Part 4						5		68	5	53			53		68		(63)	(63)		
9799999 - Subtotal - Common Stocks						5		68	5	53			53		68		(63)	(63)		
9899999 - Subtotal - Preferred and Common Stocks						250,009		250,072	143,005	107,057			107,057		250,072		(63)	(63)		
9999999 - TOTALS						29,859,610		26,545,266	27,309,284	107,057	74,065		181,122		27,490,416		2,369,194	2,369,194	1,084,382	

SCHEDULE D - PART 5

Showing all Long-Term Bonds and Stocks ACQUIRED During Year and Fully DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	11	Change in Book/Adjusted Carrying Value					17	18	19	20	21
											12	13	14	15	16					
CUSIP Identifi-cation	Description	Foreign	Date Acquired	Name of Vendor	Disposal Date	Name of Purchaser	Par Value (Bonds) or Number of Shares (Stocks)	Actual Cost	Consideration	Book/Adjusted Carrying Value at Disposal	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (12+13-14)	Total Foreign Exchange Change in B./A.C.V.	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest and Dividends Received During Year	Paid for Accrued Interest and Dividends

NONE

SCHEDULE D - PART 6 - SECTION 1

Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

1	2	3	4	5	6	7	8	Stock of Such Company Owned by Insurer on Statement Date	
								9	10
CUSIP Identification	Description Name of Subsidiary, Controlled or Affiliated Company	Foreign	NAIC Company Code or Alien Insurer Identification Number	NAIC Valuation Method (See SVO Purposes and Procedures manual)	Do Insurer's Assets Include Intangible Assets Connected with Holding of Such Company's Stock?	Total Amount of Such Intangible Assets	Book/Adjusted Carrying Value	Number of Shares	% of Outstanding

NONE

1. Amount of insurer's capital and surplus from the prior period's statutory statement reduced by any admitted EDP, goodwill and net deferred tax assets included therein: $ .....

2. Total amount of intangible assets nonadmitted $ .....

SCHEDULE D - PART 6 - SECTION 2

1	2	3	4	Stock in Lower-Tier Company Owned Indirectly by Insurer on Statement Date	
				5	6
CUSIP Identification	Name of Lower-tier Company	Name of Company Listed in Section 1 Which Controls Lower-Tier Company	Total Amount of Intangible Assets Included in Amount Shown in Column 7, Section 1	Number of Shares	% of Outstanding

NONE

SCHEDULE DA - PART 1

Showing all SHORT-TERM INVESTMENTS Owned December 31 of Current Year

1	2	Codes		5	6	7	8	Change In Book/Adjusted Carrying Value				13	14	Interest						21
		3	4					9	10	11	12			15	16	17	18	19	20	
CUSIP Identification	Description	Code	Foreign	Date Acquired	Name of Vendor	Maturity Date	Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Par Value	Actual Cost	Amount Due and Accrued Dec. 31 of Current Year on Bond Not in Default	Non-Admitted Due and Accrued	Rate of	Effective Rate of	When Paid	Amount Received During Year	Paid for Accrued Interest
U.S. Governments - Issuer Obligations																				
TREASURY BILL		@		12/29/2011	BARCLAYS CAPITAL	03/29/2012	17,999,780		5			18,000,000	17,999,775				0.005	N/A		
0199999 - U.S. Governments - Issuer Obligations							17,999,780		5			18,000,000	17,999,775							
0599999 - Subtotal - U.S. Governments							17,999,780		5			18,000,000	17,999,775							
7799999 - Total Bonds - Subtotal - Issuer Obligations							17,999,780		5			18,000,000	17,999,775							
8399999 - TOTAL - Bonds							17,999,780		5			18,000,000	17,999,775							
9199999 - TOTAL Short-Term Investments							17,999,780		5				17,999,775							

SCHEDULE DB - PART A - SECTION 1

Showing all Options, Caps, Floors, Collars, Swaps and Forwards Open as of December 31 of Current Year

1 Description	2 Description of Items Hedged or Used for Income Generation	3 Schedule/Exhibit Identifier	4 Type(s) of Risk(s)	5 Exchange or Counterparty	6 Trade Date	7 Date of Maturity or Expiration	8 Number of Contacts	9 Notional Amount	10 Strike Price, Rate or Index Received (Paid)	11 Prior Year Initial Cost of Premium (Received) Paid	12 Current Year Initial Cost of Premium (Received) Paid	13 Current Year Income	14 Book/Adjusted Carrying Value	15 Code	16 Fair Value	17 Unrealized Valuation Increase/ (Decrease)	18 Total Foreign Exchange Change in B./A.C.V.	19 Current Year's (Amortization)/ Accretion	20 Adjustment to Carry Value of Hedged Item	21 Potential Exposure	22 Credit Quality of Reference Entity	23 Hedge Effectiveness at Inception and at Year-end (a)

NONE

(a)

Code	Financial or Economic Impact of the Hedge at the End of the Reporting Period

NONE

SCHEDULE DB - PART A - SECTION 2

Showing all Options, Caps, Floors, Collars, Swaps and Forwards Terminated as of Current Year

1 Description	2 Description of Hedged Item(s)	3 Schedule/Exhibit Identifier	4 Type(s) of Risk(s)	5 Exchange or Counterparty	6 Trade Date	7 Date of Maturity or Expiration	8 Termination Date	9 Indicate Exercise, Expiration, Maturity or Sale	10 Number of Contracts	11 Notional Amount	12 Strike Price, Rate or Index Received (Paid)	13 Prior Year Initial Cost if Premium (Received) Paid	14 Current Year Initial Cost of Premium (Received) Paid	15 Consideration Received (Paid) on Termination	16 Current Year Income	17 Book/ Adjusted Carrying Value	18 Code	19 Unrealized Valuation Increase/ (Decrease)	20 Total Foreign Exchange Change in B/A.C.V.	21 Current Year's (Amortization)/ Accretion	22 Gain (Loss) on Termination Recognized	23 Adjustment to Carrying Value of Hedged Itemty	24 Gain (Loss) to Termination Deferred	25 Hedge Effectiveness at Inception and at Termination (a)

NONE

(a)

Code	Financial or Economic Impact of the Hedge at the End of the Reporting Period

NONE

SCHEDULE DB - PART B - SECTION 1

Future Contracts Open as of the Current Statement Date

1	2	3	4	5	6	7	8	9	10	11	12	13	14	Changes in Variation Margin				19	20
														15	16	17	18		
Ticker Symbol	Number of Contracts	Notional Amount	Description	Description of Hedged Item(s)	Schedule/ Exhibit Identifier	Type(s) of Risk(s)	Date of Maturity or Expiration	Exchange	Trade Date	Transaction Price	Reporting Date Price	Fair Value	Book/ Adjusted Carrying Price	Cumulative	Gain (Loss) Recognized in Current Year	Gain (Loss) Used to Adjust Basis of Hedged Item	Deferred	Potential Exposure	Hedge Effectiveness at Inception and at Year-end (a)

NONE

Broker Name	Net Cash Deposits

NONE

(a)

Code	Financial or Economic Impact of the Hedge at the End of the Reporting Period

NONE

SCHEDULE DB - PART B - SECTION 2

Future Contracts Terminated as of the Current Statement Date

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	Changes in Variation Margin			19
															16	17	18	
Ticker Symbol	Number of Contracts	Notional Amount	Description	Description of Hedged Item(s)	Schedule/ Exhibit Identifier	Type(s) of Risk(s)	Date of Maturity or Expiration	Exchange	Trade Date	Transaction Price	Termination Date	Termination Price	Indicate Exercise, Expiration, Maturity or Sale	Book/Adjusted Carrying Value at Termination	Gain (Loss) Recognized in Current Year	Gain (Loss) Used to Adjust Basis of Hedged Item in Current Year	Deferred	Hedge Effectiveness at Inception/ and at Termination (a)

NONE

Broker Name	Net Cash Deposits

NONE

(a)

Code	Financial or Economic Impact of the Hedge at the End of the Reporting Period

NONE

SCHEDULE DB - Part D

Counterparty Exposure for Derivative Instruments Open as of Current Statement Date

1	2	3	4	Book/Adjusted Carrying Value			Fair Value			11	12
				5	6	7	8	9	10		
Description Counterparty or Exchange Traded	Master Agreement (Y or N)	Credit Support Annex (Y or N)	Fair Value of Acceptable Collateral	Contracts With Book/ Adjusted Carrying Value > 0	Contracts With Book/ Adjusted Carrying Value < 0	Exposure net of Collateral	Contracts With Fair Value > 0	Contracts With Fair Value < 0	Exposure Net of Collateral	Potential Exposure	Off-Balance Sheet Exposure

NONE

SCHEDULE DL - PART 1
SECURITIES LENDING COLLATERAL ASSETS

Reinvested Collateral Assets Owned December 31 Current Year

1 CUSIP Identification	2 Description	3 Code	4 NAIC Designation/Market Indicator	5 Fair Value	6 Book/Adjusted Carrying Value	7 Maturity Dates

NONE

NONE

General Interrogatories:

1. Total activity for the year Fair Value $ ..... Book/Adjusted Carrying Value $ .....
2. Average balance for the year Fair Value $ ..... Book/Adjusted Carrying Value $ .....
3. Reinvested securities lending collateral assets book/adjusted carrying value included in this schedule by NAIC designation
   NAIC 1 $ ..... ; NAIC 2 $ ..... ; NAIC 3 $ ..... ; NAIC 4 $ ..... ; NAIC 5 $ ..... ; NAIC 6 $ .....

SCHEDULE DL - PART 2
SECURITIES LENDING COLLATERAL ASSETS

Reinvested Collateral Assets Owned December 31 Current Year

1 CUSIP Identification	2 Description	3 Code	4 NAIC Designation/Marker Indicator	5 Fair Value	6 Book/Adjusted Carrying Value	7 Maturity Dates

NONE

NONE

General Interrogatories:

1. Total activity for the year — Fair Value $ ..... — Book/Adjusted Carrying Value $ .....
2. Average Balance for the year — Fair Value $ ..... — Book/Adjusted Carrying Value $ .....
3. Grand Total Schedule DL Part 1 and Part 2 — Fair Value $ ..... — Book/Adjusted Carrying Value $ .....

SCHEDULE E - PART 1 - CASH

1 Depository Name	Location and Supplemental Information	2 Code	3 Rate of Interest	4 Amount of Interest Received During Year	5 Amount of Interest Accrued December 31 of Current Year	6 Balance	7 *
Open Depositories							
CITIBANK MONEY MARKET						3,074,732	
FIRST PUERTO RICO DAILY LIQ A						326,252	
INTEREST RECEIVED DURING YEAR ON DISPOSE				4,641			
				4,641		3,400,984	
FUNDS ON HANDS	HATO REY, PUERTO RICO					500	
CASH CUSTODIAN CITIBANK - NEAM	HATO REY, PUERTO RICO					70,497	
BANCO POPULAR DE PR MONEY MARKET ACCT.	HATO REY, PUERTO RICO			141	44	500,044	
BANCO BILBAO VIZCAYA ARGENTARIA - CONCENTRATION	HATO REY, PUERTO RICO			547		4,788,433	
BANCO BILBAO VIZCAYA ARGENTARIA - REGULAR	HATO REY, PUERTO RICO					(803,180)	
BANCO BILBAO VIZCAYA ARGENTARIA - CLAIMS	HATO REY, PUERTO RICO					(1,813,297)	
BANCO BILBAO VIZCAYA ARGENTARIA - COMMISSIONS	HATO REY, PUERTO RICO					(53,992)	
BANCO POPULAR DE PUERTO RICO	HATO REY, PUERTO RICO					12,870	
CITIBANK, N.A.	HATO REY, PUERTO RICO					23,469	
FIRSTBANK	HATO REY, PUERTO RICO			2,055		29,230	
R-G PREMIER BANK	HATO REY, PUERTO RICO					25,243	
DORAL BANK	HATO REY, PUERTO RICO			210		166,970	
BANCO BILBAO VIZCAYA ARGENTARIA	HATO REY, PUERTO RICO					5,564	
BANCO SANTANDER DE PUERTO RICO - PAYROLL	HATO REY, PUERTO RICO					33,194	
BANCO SANTANDER DE PUERTO RICO - REGULAR	HATO REY, PUERTO RICO					30,780	
CONTRIBUTION / WITHDRAWAL - NEAM	HATO REY, PUERTO RICO					(2,333)	
WACHOVIA OPERATING	MIAMI, FLORIDA			5		(22,243)	
WACHOVIA CURRENT	MIAMI, FLORIDA					1,089,242	
WACHOVIA PREMIUM	MIAMI, FLORIDA					(666,334)	
				2,959	44	3,414,658	
0199999 - TOTAL - Open Depositories				7,600	44	6,815,642	
0399999 - TOTAL Cash on Deposit				7,600	44	6,815,642	
0599999 - TOTAL Cash				7,600	44	6,815,642	

TOTALS OF DEPOSITORY BALANCES ON THE LAST DAY OF EACH MONTH DURING THE CURRENT YEAR

1. January	4,391,182	4. April	2,146,933	7. July	5,049,729	10. October	4,875,711
2. February	4,458,948	5. May	3,641,106	8. August	4,729,116	11. November	4,475,001
3. March	1,286,825	6. June	5,043,793	9. September	3,528,791	12. December	6,815,598

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned December 31 of Current Year

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due and Accrued	8 Amount Received During Year

NONE

SCHEDULE E - PART 3 - SPECIAL DEPOSITS

		1	2	Deposits For the Benefit of All Policyholders		All Other Special Deposits	
States, Etc.		Type of Deposit	Purpose of Deposit	3 Book/Adjusted Carrying Value	4 Fair Value	5 Book/Adjusted Carrying Value	6 Fair Value
1. Alabama	AL						
2. Alaska	AK						
3. Arizona	AZ						
4. Arkansas	AR						
5. California	CA						
6. Colorado	CO						
7. Connecticut	CT						
8. Delaware	DE						
9. District of Columbia	DC						
10. Florida	FL	B	Statutory requirement	249,612	254,458		
11. Georgia	GA						
12. Hawaii	HI						
13. Idaho	ID						
14. Illinois	IL						
15. Indiana	IN						
16. Iowa	IA						
17. Kansas	KS						
18. Kentucky	KY						
19. Louisiana	LA						
20. Maine	ME						
21. Maryland	MD						
22. Massachusetts	MA						
23. Michigan	MI						
24. Minnesota	MN						
25. Mississippi	MS						
26. Missouri	MO						
27. Montana	MT						
28. Nebraska	NE						
29. Nevada	NV						
30. New Hampshire	NH						
31. New Jersey	NJ						
32. New Mexico	NM						
33. New York	NY						
34. North Carolina	NC						
35. North Dakota	ND						
36. Ohio	OH						
37. Oklahoma	OK						
38. Oregon	OR						
39. Pennsylvania	PA						
40. Rhode Island	RI						
41. South Carolina	SC						
42. South Dakota	SD						
43. Tennessee	TN						
44. Texas	TX						
45. Utah	UT						
46. Vermont	VT						
47. Virginia	VA						
48. Washington	WA						
49. West Virginia	WV						
50. Wisconsin	WI						
51. Wyoming	WY						
52. American Samoa	AS						
53. Guam	GU						
54. Puerto Rico	PR	O	Statutory Requiremrnt,STATUTOR	1,366,594	1,321,090		
55. U.S. Virgin Islands	VI						
56. Northern Mariana Islands	MP						
57. Canada	CN						
58. Aggregate Alien and Other	OT	XXX	XXX				
59. Total		XXX	XXX	1,616,206	1,575,548		
DETAILS OF WRITE-INS							
5801.							
5802.							
5803.							
5898. Summary of remaining write-ins for Line 58 from overflow page		XXX	XXX				
5899. Total (Line 5801 through Line 5803 plus Line 5898) (Line 58 above)		XXX	XXX				

SUPPLEMENT FOR THE YEAR 2011 OF THE MULTINATIONAL LIFE INSURANCE COMPANY

SCHEDULE O SUPPLEMENT

Due March 1

For the Year Ended December 31, 2011

Of The MULTINATIONAL LIFE INSURANCE COMPANY

Address (City, State and Zip Code): SAN JUAN, PUERTO RICO 00918

NAIC Group Code: 0343 NAIC Company Code: 72087 Employer's I.D. Number: 660276881

SUPPLEMENTAL SCHEDULE O - PART 1

Development of Incurred Losses ($000 OMITTED)

Section A - Group Accident and Health

Year in Which Losses Were Incurred	Net Amounts Paid Policyholders				
	1 2007	2 2008	3 2009	4 2010	5 2011(a)
1. Prior	1,995,452	882,193	439,212	491,685	450,574
2. 2007	1,644,259	1,420,279	247,580	60,585	53,625
3. 2008	XXX	1,286,755	837,129	146,160	49,138
4. 2009	XXX	XXX	1,101,661	953,889	99,569
5. 2010	XXX	XXX	XXX	1,078,086	1,129,202
6. 2011	XXX	XXX	XXX	XXX	1,076,687

Section B - Other Accident and Health

1. Prior	2,886,430	209,281	81,527	54,228	1,490
2. 2007	4,256,454	2,386,777	193,283	18,243	10,000
3. 2008	XXX	4,645,357	2,548,905	227,706	26,263
4. 2009	XXX	XXX	3,454,342	2,952,004	153,541
5. 2010	XXX	XXX	XXX	3,311,410	3,160,304
6. 2011	XXX	XXX	XXX	XXX	2,905,516

Section C - Credit Accident and Health

1. Prior	302,255	106,928	33,002	13,381	7,277
2. 2007	100,655	118,209	41,552	15,704	5,518
3. 2008	XXX	82,673	153,135	72,216	29,695
4. 2009	XXX	XXX	80,312	125,981	43,439
5. 2010	XXX	XXX	XXX	43,239	87,112
6. 2011	XXX	XXX	XXX	XXX	26,324

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

SUPPLEMENTAL SCHEDULE O - PART 1

Development of Incurred Losses
($000 OMITTED)

Section D - _____

Year in Which Losses Were Incurred	Net Amounts Paid Policyholders				
	1 2007	2 2008	3 2009	4 2010	5 2011(a)
1. Prior					
2. 2007					
3. 2008					
4. 2009					
5. 2010					
6. 2011	XXX	XXX	XXX	XXX	

NONE

Section E - _____

1. Prior					
2. 2007					
3. 2008					
4. 2009					
5. 2010					
6. 2011	XXX	XXX	XXX	XXX	

NONE

Section F - _____

1. Prior					
2. 2007					
3. 2008					
4. 2009					
5. 2010					
6. 2011	XXX	XXX	XXX	XXX	

NONE

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

SUPPLEMENTAL SCHEDULE O - PART 1

Development of Incurred Losses
($000 OMITTED)

Section G - _____

Year in Which Losses Were Incurred	Net Amounts Paid Policyholders				
	1 2007	2 2008	3 2009	4 2010	5 2011(a)
1. Prior					
2. 2007					
3. 2008					
4. 2009					
5. 2010					
6. 2011	XXX	XXX	XXX	XXX	

NONE

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

SUPPLEMENTAL SCHEDULE O - PART 2

Development of Incurred Losses
($000 OMITTED)

Section A - Group Accident and Health

Year in Which Losses Were Incurred	Net Amounts Paid for Cost Containment Expenses				
	1 2007	2 2008	3 2009	4 2010	5 2011
1. Prior	NONE				
2. 2007					
3. 2008					
4. 2009					
5. 2010	XXX	XXX	XXX		
6. 2011	XXX	XXX	XXX	XXX	

Section B - Other Accident and Health

1. Prior	NONE				
2. 2007					
3. 2008					
4. 2009					
5. 2010					
6. 2011	XXX	XXX	XXX	XXX	

Section C - Credit Accident and Health

1. Prior	NONE				
2. 2007					
3. 2008					
4. 2009					
5. 2010					
6. 2011	XXX	XXX	XXX	XXX	

SUPPLEMENTAL SCHEDULE O - PART 2

Development of Incurred Losses
($000 OMITTED)

Section D - _____

Year in Which Losses Were Incurred	Net Amounts Paid for Cost Containment Expenses				
	1 2007	2 2008	3 2009	4 2010	5 2011
1. Prior					
2. 2007					
3. 2008					
4. 2009					
5. 2010					
6. 2011	XXX	XXX	XXX	XXX	

NONE

Section E - _____

1. Prior					
2. 2007					
3. 2008					
4. 2009					
5. 2010					
6. 2011	XXX	XXX	XXX	XXX	

NONE

Section F - _____

1. Prior					
2. 2007					
3. 2008					
4. 2009					
5. 2010					
6. 2011	XXX	XXX	XXX	XXX	

NONE

SUPPLEMENTAL SCHEDULE O - PART 2

Development of Incurred Losses
($000 OMITTED)

Section G - _____

Year in Which Losses Were Incurred	Net Amounts Paid for Cost Containment Expenses				
	1 2007	2 2008	3 2009	4 2010	5 2011
1. Prior					
2. 2007					
3. 2008					
4. 2009					
5. 2010					
6. 2011	XXX	XXX	XXX	XXX	

NONE

SCHEDULE O SUPPLEMENT (continued)

SUPPLEMENTAL SCHEDULE O - PART 3

Development of Incurred Losses
($000 OMITTED)

Section A - Group Accident and Health

Year in Which Losses Were Incurred	Sum of Net Cumulative Amount Paid Policyholders and Claim Liability and Reserve Outstanding at End of Year				
	1 2007	2 2008	3 2009	4 2010	5 2011
1. 2007	2,069,684	3,164,314	3,379,347	XXX	XXX
2. 2008	XXX	1,422,940	2,229,231	2,341,982	XXX
3. 2009	XXX	XXX	1,245,739	2,168,612	2,191,199
4. 2010	XXX	XXX	XXX	1,232,716	2,368,840
5. 2011	XXX	XXX	XXX	XXX	2,372,389

Section B - Other Accident and Health

1. 2007	6,051,667	7,026,798	6,867,666	XXX	XXX
2. 2008	XXX	7,362,291	7,381,176	7,508,266	XXX
3. 2009	XXX	XXX	4,778,317	6,924,135	6,586,952
4. 2010	XXX	XXX	XXX	6,979,078	6,651,314
5. 2011	XXX	XXX	XXX	XXX	5,917,123

Section C - Credit Accident and Health

1. 2007	166,624	365,517	326,500	XXX	XXX
2. 2008	XXX	197,919	333,571	352,676	XXX
3. 2009	XXX	XXX	157,137	272,350	254,951
4. 2010	XXX	XXX	XXX	95,148	156,380
5. 2011	XXX	XXX	XXX	XXX	75,212

SCHEDULE O SUPPLEMENT (continued)

SUPPLEMENTAL SCHEDULE O - PART 3

Development of Incurred Losses
($000 OMITTED)

Section D - _____

Year in Which Losses Were Incurred	Sum of Net Cumulative Amount Paid Policyholders and Claim Liability and Reserve Outstanding at End of Year				
	1	2	3	4	5
			9	2010	2011
1. 2007				XXX	XXX
2. 2008					XXX
3. 2009					
4. 2010			X		
5. 2011	XXX	XXX	XXX	XXX	

NONE

Section E - _____

1. 2007				XXX	XXX
2. 2008					XXX
3. 2009					
4. 2010			X		
5. 2011	XXX	XXX	XXX	XXX	

NONE

Section F - _____

1. 2007				XXX	XXX
2. 2008					XXX
3. 2009					
4. 2010			X		
5. 2011	XXX	XXX	XXX	XXX	

NONE

SCHEDULE O SUPPLEMENT (continued)

SUPPLEMENTAL SCHEDULE O - PART 3

Development of Incurred Losses
($000 OMITTED)

Section G - _____

Year in Which Losses Were Incurred	Sum of Net Cumulative Amount Paid Policyholders and Claim Liability and Reserve Outstanding at End of Year				
	1	2	3	4	5
			9	2010	2011
1. 2007				XXX	XXX
2. 2008					XXX
3. 2009					
4. 2010			X		
5. 2011	XXX	XXX	XXX	XXX	

NONE

SCHEDULE O SUPPLEMENT (continued)

SUPPLEMENTAL SCHEDULE O - PART 4

Development of Incurred Losses
($000 OMITTED)

Section A - Group Accident and Health

Year in Which Losses Were Incurred	Sum of Net Cumulative Amount Paid Policyholders, Cost Containment Expenses, and Claim and Cost Containment Liability and Reserve Outstanding at End of Year				
	1	2	3	4	5
			9	2010	2011
1. 2007					
2. 2008					
3. 2009					
4. 2010			X		
5. 2011	XXX	XXX	XXX	XXX	

NONE

Section B - Other Accident and Health

1. 2007					
2. 2008					
3. 2009					
4. 2010			X		
5. 2011	^^^	^^^	^^X	XXX	

NONE

Section C - Credit Accident and Health

1. 2007					
2. 2008					
3. 2009					
4. 2010			X		
5. 2011	^^^	^^^	^^X	XXX	

NONE

SUPPLEMENTAL SCHEDULE O - PART 5

Reserve and Liability Methodology - Exhibits 6 and 8
($000 OMITTED)

Line of Business	1 Methodolology	2 Amount
1. Industrial Life		
2. Ordinary Life	INVENTORY AND CLAIM COMPLETION ADD COST	1,359
3. Individual Annuity		
4. Supplementary Contracts		
5. Credit Life	INVENTORY AND CLAIM COMPLETION	93
6. Group Life	INVENTORY AND CLAIM COMPLETION	1,729
7. Group Annuities		
8. Group Accident and Health	INVENTORY, CONTINUANCE AND CLAIM COMPLET	14,942
9. Credit Accident and Health	INVENTORY AND CLAIM COMPLETION	381
10. Other Accident and Health	INVENTORY, CONTINUANCE AND CLAIM COMPLET	2,073
11. Total		20,577

SCHEDULE O SUPPLEMENT (continued)

SUPPLEMENTAL SCHEDULE O - PART 4

Development of Incurred Losses
($000 OMITTED)

Section D - _____

Year in Which Losses Were Incurred	Sum of Net Cumulative Amount Paid Policyholders, Cost Containment Expenses, and Claim and Cost Containment Liability and Reserve Outstanding at End of Year				
	1	2	3	4	5
			9	2010	2011
1. 2007					
2. 2008					
3. 2009					
4. 2010			X		
5. 2011	XXX	XXX	XXX	XXX	

NONE

Section E - _____

1. 2007					
2. 2008					
3. 2009					
4. 2010			X		
5. 2011	XXX	XXX	XXX	XXX	

NONE

Section F - _____

1. 2007					
2. 2008					
3. 2009					
4. 2010			X		
5. 2011	XXX	XXX	XXX	XXX	

NONE

SCHEDULE O SUPPLEMENT (continued)

SUPPLEMENTAL SCHEDULE O - PART 4

Development of Incurred Losses
($000 OMITTED)

Section G - _____

Year in Which Losses Were Incurred	Sum of Net Cumulative Amount Paid Policyholders, Cost Containment Expenses, and Claim and Cost Containment Liability and Reserve Outstanding at End of Year				
	1	2	3	4	5
			9	2010	2011
1. 2007					
2. 2008					
3. 2009					
4. 2010			X		
5. 2011	XXX	XXX	XXX	XXX	

NONE

TEST RATIOS
Prior-Year Data Worksheet

Data as of December 31, 2010

		1 December 31, 2010
	Page 2, Assets	
1.	Line 6, Inside Amount 1	
	Page 6, Analysis of Operations by Lines of Business	
2.	Line 1, Column 2	
3.	Line 1, Column 3	17,820,756
4.	Line 1, Column 4	570,043
5.	Line 1, Column 6	3,219,209
6.	Line 1, Column 7	5,588,697
7.	Line 1, Column 8	
8.	Line 1, Column 9	27,880,889
9.	Line 1, Column 10	483,536
10.	Line 1, Column 11	19,163,656
11.	Line 19, Column 2	
12.	Line 19, Column 3	(810,311)
	Page 9, Exhibit 1, Part 1	
13.	Line 10.4, Column 2	
14.	Line 10.4, Column 3	
15.	Line 19.4, Column 2	
16.	Line 19.4, Column 3	16,633,520
	Page 48, Schedule T	
17.	Line 99, Column 2	26,628,662
18.	Line 99, Column 3	570,043
19.	Line 99, Column 4	47,528,081
20.	Line 99, Column 5	
21.	Line 99, Column 7	