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ANNUAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2012

OF THE CONDITION AND AFFAIRS OF THE

TRIPLE-S VIDA, INC.

NAIC Group Code 0000 (Current Period), 0000 (Prior Period) NAIC Company Code 73814 Employer's ID Number 660258488

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

Country of Domicile US

Incorporated/Organized July 1, 1964 Commenced Business September 15, 1964

Statutory Home Office 1052 Munoz Rivera, Rio Piedras, Puerto Rico 00927
(Street and Number, City or Town, State, Country and Zip Code)

Main Administrative Office 1052 Munoz Rivera, Rio Piedras, Puerto Rico 00927 (Street and Number, City or Town, State, Country and Zip Code) 787-777-8432 (Area Code) (Telephone Number)

Mail Address PO Box 363786, San Juan, Puerto Rico 00936-3786
(Street and Number or P.O. Box, City or Town, State, Country and Zip Code)

Primary Location of Books and Records 1052 Munoz Rivera, Rio Piedras, Puerto Rico 00927
(Street and Number, City or Town, State, Country and Zip Code)
787-777-8432
(Area Code) (Telephone Number)

Internet Website Address www.sssvida.com

Statutory Statement Contact Carlo La Russa (Name) 787-777-8432 (Area Code) (Telephone Number) (Extension)
carlo.larussa@sssvida.com (E-Mail Address) 787-758-1638 (Fax Number)

OFFICERS

Arturo Carrion (President)
Carlo La Russa (Secretary)
Carlo La Russa (Sub-Treasurer)
Steve Griffith (Actuary)

OTHER OFFICERS

Edgardo Diaz Usero (Senior Vice-president)
Pedro Torres (Vice-president)
Jose Antonio Soto (Vice-president)
Maria del Pilar Rodriguez (Vice-president)

DIRECTORS OR TRUSTEES

Juan E. Rodriguez Diaz
Luis A. Clavell Rodriguez
Arturo Carrion Crespo
Manuel Figueroa Collazo
Ramon Ruiz Comas

State of Puerto Rico
County of San Juan } SS

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

Arturo Carrion President	Carlo La Russa Secretary	Carlo La Russa Sub-Treasurer

Subscribed and sworn to before me this
28 day of May, 2013

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

ASSETS

	Current Year 1 Assets	Current Year 2 Nonadmitted Assets	Current Year 3 Net Admitted Assets (Col 1 - Col 2)	Prior Year 4 Net Admitted Assets
1. Bonds (Schedule D)	388,635,357		388,635,357	355,889,375
2. Stocks (Schedule D):				
2.1 Preferred stocks				
2.2 Common stocks	46,531,311		46,531,311	33,550,821
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)				
4.2 Properties held for the production of income (less $ ..... encumbrances)				
4.3 Properties held for sale (less $ ..... encumbrances)				
5. Cash ($ ..... 6,354,696 , Schedule E - Part 1), cash equivalents ($ ....., Schedule E - Part 2) and short-term investments ($ ....., Schedule DA)	6,354,696		6,354,696	2,089,013
6. Contract loans (including $ ..... premium notes)	6,161,153		6,161,153	6,306,635
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)	447,682,517		447,682,517	397,835,844
13. Title plants less $ ..... charged off (for Title insurers only)				
14. Investment income due and accrued	5,160,233		5,160,233	4,758,919
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	4,714,757	529,087	4,185,670	2,073,842
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $ ..... earned but unbilled premiums)	21,393,922	2,819,278	18,574,644	18,635,641
15.3 Accrued retrospective premiums				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	2,455,701		2,455,701	758,725
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts				
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon	1,643,420		1,643,420	
18.2 Net deferred tax asset	191,260		191,260	84,030
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software	1,411,822	846,948	564,874	390,599
21. Furniture and equipment, including health care delivery assets ($ .....)	461,834	461,834		
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates				
24. Health care ($ .....) and other amounts receivable				
25. Aggregate write-ins for other than invested assets	1,468,345	1,138,345	330,000	330,000
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Line 12 to Line 25)	486,583,811	5,795,492	480,788,319	424,867,600
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Line 26 and Line 27)	486,583,811	5,795,492	480,788,319	424,867,600
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. Other assets	1,468,345	1,138,345	330,000	330,000
2502.				
2503.				
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)	1,468,345	1,138,345	330,000	330,000

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts $ 344,566,746 (Exhibit 5, Line 9999999) less $ .....included in Line 6.3 (including $ .....Modco Reserve)	344,566,746	296,921,497
2. Aggregate reserve for accident and health contracts (including $ .....Modco Reserve)	25,988,690	23,462,759
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)	7,798,351	8,370,543
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Columns 9, 10 and 11)	12,722,188	9,867,300
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 $ 69,088 accident and health premiums (Exhibit 1, Part 1, Column 1, sum of Line 4 and Line 14)	164,002	150,280
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 $ 1,452,136 ceded	1,452,136	1,233,987
9.4 Interest Maintenance Reserve (IMR, Line 6)	12,774,721	13,861,541
10. Commissions to agents due or accrued-life and annuity contracts $.....accident and health $ .....and deposit-type contract funds $	3,288,728	2,545,383
11. Commissions and expense allowances payable on reinsurance assumed		
12. General expenses due or accrued (Exhibit 2, Line 12, Column 6)	4,228,978	4,297,187
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)	774,696	832,625
15.1 Current federal and foreign income taxes, including $ .....on realized capital gains (losses)		95,662
15.2 Net deferred tax liability		
16. Unearned investment income		
17. Amounts withheld or retained by company as agent or trustee	471,187	432,585
18. Amounts held for agents' account, including $ .....agents' credit balances		
19. Remittances and items not allocated		
20. Net adjustment in assets and liabilities due to foreign exchange rates		
21. Liability for benefits for employees and agents if not included above		
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)	6,552,486	1,993,627
24.02 Reinsurance in unauthorized and certified ($ .....) companies		
24.03 Funds held under reinsurance treaties with unauthorized and certified ($ .....) reinsurers		
24.04 Payable to parent, subsidiaries and affiliates	685,726	1,513,424
24.05 Drafts outstanding		
24.06 Liability for amounts held under uninsured plans		
24.07 Funds held under coinsurance		
24.08 Derivatives		
24.09 Payable for securities		
24.10 Payable for securities lending		
24.11 Capital notes $ .....and interest thereon $		
25. Aggregate write-ins for liabilities	1,898,254	1,661,112
26. Total liabilities excluding Separate Accounts business (Line 1 to Line 25)	423,366,889	367,239,512
27. From Separate Accounts statement		
28. Total liabilities (Line 26 and Line 27)	423,366,889	367,239,512
29. Common capital stock	3,000,000	3,000,000
30. Preferred capital stock		
31. Aggregate write-ins for other than special surplus funds		
32. Surplus notes	32,000,000	37,000,000
33. Gross paid in and contributed surplus (Page 3, Line 33, Column 2 plus Page 4, Line 51.1, Column 1)	22,060,000	22,060,000
34. Aggregate write-ins for special surplus funds		
35. Unassigned funds (surplus)	361,430	(4,431,912)
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)	54,421,430	54,628,088
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55)	57,421,430	57,628,088
39. Totals of Lines 28 and 38 (Page 2, Line 28, Column 3)	480,788,319	424,867,600
DETAILS OF WRITE-INS		
2501. Unclaimed Funds	752,998	619,960
2502. Other Payables	1,145,256	1,041,152
2503.		
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)	1,898,254	1,661,112
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)	172,638,131	151,460,052
2. Considerations for supplementary contracts with life contingencies		
3. Net investment income (Exhibit of Net Investment Income, Line 17)	21,063,131	18,823,297
4. Amortization of Interest Maintenance Reserve (IMR, Line 5)	1,607,814	1,385,818
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	423,365	
8.3 Aggregate write-ins for miscellaneous income	161,239	581,001
9. Totals (Line 1 to Line 8.3)	195,893,680	172,250,168
10. Death benefits	23,705,491	22,720,098
11. Matured endowments (excluding guaranteed annual pure endowments)	724,960	648,562
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Column 4 plus Column 8)	603,441	447,951
13. Disability benefits and benefits under accident and health contracts	22,197,712	16,860,441
14. Coupons, guaranteed annual pure endowments and similar benefits		
15. Surrender benefits and withdrawals for life contracts	13,120,660	12,842,672
16. Group conversions		
17. Interest and adjustments on contract or deposit-type contract funds		
18. Payments on supplementary contracts with life contingencies		
19. Increase in aggregate reserves for life and accident and health contracts	50,171,180	39,365,592
20. Totals (Line 10 to Line 19)	110,523,444	92,885,316
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Column 1)	38,273,988	34,450,897
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Column 1)		
23. General insurance expenses (Exhibit 2, Line 10, Columns 1, 2, 3 and 4)	34,196,885	31,390,032
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Column 1 plus Column 2 plus Column 3)	3,098,505	3,029,889
25. Increase in loading on deferred and uncollected premiums	497,926	512,449
26. Net transfers to or (from) Separate Accounts net of reinsurance		
27. Aggregate write-ins for deductions	4,917,000	5,000,000
28. Totals (Line 20 to Line 27)	191,507,748	167,268,583
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	4,385,932	4,981,585
30. Dividends to policyholders		
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	4,385,932	4,981,585
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	(299,590)	661,226
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)	4,685,522	4,320,359
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of $ ..... (excluding taxes of $ ..... transferred to the IMR)	(187,849)	1,155,197
35. Net Income (Line 33 plus Line 34)	4,497,673	5,475,556
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Column 2)	57,628,088	54,113,379
37. Net income (Line 35)	4,497,673	5,475,556
38. Change in net unrealized capital gains (losses) less capital gains tax of $	5,059,170	(2,026,156)
39. Change in net unrealized foreign exchange capital gain (loss)		
40. Change in net deferred income tax	(758,875)	303,974
41. Change in nonadmitted assets	554,224	(169,043)
42. Change in liability for reinsurance in unauthorized and certified 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	(4,558,850)	(69,622)
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	(5,000,000)	
49. Cumulative effects of changes in accounting principles		
50. Capital changes:		
50.1 Paid in		
50.2 Transferred from surplus (Stock Dividend)		
50.3 Transferred to surplus		
51. Surplus adjustment:		
51.1 Paid in		
51.2 Transferred to capital (Stock Dividend)		
51.3 Transferred from capital		
51.4 Change in surplus as a result of reinsurance		
52. Dividends to stockholders		
53. Aggregate write-ins for gains and losses in surplus		
54. Net change in capital and surplus for the year (Line 37 through Line 53)	(206,658)	3,514,709
55. Capital and surplus, December 31, current year (Line 36 plus Line 54) (Page 3, Line 38)	57,421,430	57,628,088
DETAILS OF WRITE-INS		
08.301. Clinical management and other service fees	161,239	581,001
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)	161,239	581,001
2701. Interest paid on Surplus Note	4,917,000	5,000,000
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)	4,917,000	5,000,000
5301.		
5302.		
5303.		
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)		

CASH FLOW

	1 Current Year	2 Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	170,371,995	150,490,269
2. Net investment income	22,041,090	18,682,772
3. Miscellaneous income	(4,332,397)	581,001
4. Total (Line 1 through Line 3)	188,080,688	169,754,042
5. Benefit and loss related payments	59,766,544	51,756,513
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	72,776,229	66,514,734
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) net of $ ..... tax on capital gains (losses)	2,857,119	2,251,093
10. Total (Line 5 through Line 9)	135,399,892	120,522,340
11. Net cash from operations (Line 4 minus Line 10)	52,680,796	49,231,702
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	54,959,669	69,569,811
12.2 Stocks	14,817,358	6,267,428
12.3 Mortgage loans		
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		
12.8 Total investment proceeds (Line 12.1 through Line 12.7)	69,777,027	75,837,239
13. Cost of investments acquired (long-term only):		
13.1 Bonds	88,433,134	92,171,576
13.2 Stocks	22,926,825	30,759,521
13.3 Mortgage loans		
13.4 Real estate		
13.5 Other invested assets	1,149,964	641,330
13.6 Miscellaneous applications		
13.7 Total investments acquired (Line 13.1 through Line 13.6)	112,509,923	123,572,427
14. Net increase (decrease) in contract loans and premium notes	(145,482)	419,766
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(42,587,414)	(48,154,954)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes	(5,000,000)	(5,000,000)
16.2 Capital and paid in surplus, less treasury stock		
16.3 Borrowed funds	(827,699)	3,570,000
16.4 Net deposits on deposit-type contracts and other insurance liabilities		
16.5 Dividends to stockholders		
16.6 Other cash provided (applied)		(3)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	(5,827,699)	(1,430,003)
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)	4,265,683	(353,255)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	2,089,013	2,442,268
19.2 End of year (Line 18 plus Line 19.1)	6,354,696	2,089,013

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

20.001		
20.002 Transfer of bonds to settle Interest on Surplus Note owed to Parent Company		
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	172,638,131	17,258	74,371,544	39,942,587			5,098,389		6,540,364		46,667,989	
2. Considerations for supplementary contracts with life contingencies												
3. Net investment income	21,063,131	59,526	13,777,579	5,050,775			95,752		518,722		1,560,777	
4. Amortization of Interest Maintenance Reserve (IMR)	1,607,814	4,544	1,028,785	408,441			7,309		39,596		119,139	
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	423,365		376,113	47,252								
8.3 Aggregate write-ins for miscellaneous income	161,239								161,239			
9. Totals (Line 1 to Line 8.3)	195,893,680	81,328	89,554,021	45,449,055			5,201,450		7,259,921		48,347,905	
10. Death benefits	23,705,491	27,050	22,261,361				1,417,080					
11. Matured endowments (excluding guaranteed annual pure endowments)	724,960		724,960									
12. Annuity benefits	603,441			603,441								
13. Disability benefits and benefits under accident and health contracts	22,197,712								4,230,468		17,967,244	
14. Coupons, guaranteed annual pure endowments and similar benefits												
15. Surrender benefits and withdrawals for life contracts	13,120,660		5,978,204	7,142,456								
16. Group conversions												
17. Interest and adjustments on contract or deposit-type contract funds												
18. Payments on supplementary contracts with life contingencies												
19. Increase in aggregate reserves for life and accident and health contracts	50,171,180	4,113	13,522,375	34,118,747					(344,515)		2,870,460	
20. Totals (Line 10 to Line 19)	110,523,444	31,163	42,486,900	41,864,644			1,417,080		3,885,953		20,837,704	
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)	38,273,988	143	20,775,622	1,061,603			737,978		896,556		14,802,086	
22. Commissions and expense allowances on reinsurance assumed												
23. General insurance expenses	34,196,885	2,624	16,640,655	1,797,416			2,538,262		2,559,262		10,658,666	
24. Insurance taxes, licenses and fees, excluding federal income taxes	3,098,505	261	1,424,290	199,713			205,704		226,426		1,042,111	
25. Increase in loading on deferred and uncollected premiums	497,926	12,191	485,735									
26. Net transfers to or (from) Separate Accounts net of reinsurance												
27. Aggregate write-ins for deductions	4,917,000		4,458,232	37,933							420,835	
28. Totals (Line 20 to Line 27)	191,507,748	46,382	86,271,434	44,961,309			4,899,024		7,568,197		47,761,402	
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	4,385,932	34,946	3,282,587	487,746			302,426		(308,276)		586,503	
30. Dividends to policyholders												
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	4,385,932	34,946	3,282,587	487,746			302,426		(308,276)		586,503	
32. Federal income taxes incurred (excluding tax on capital gains)	(299,590)	(2,230)	(209,499)	(31,129)			(19,301)				(37,431)	
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)	4,685,522	37,176	3,492,086	518,875			321,727		(308,276)		623,934	
DETAILS OF WRITE-INS												
08.301. Clinical management and other service fees	161,239								161,239			
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)	161,239								161,239			
2701. Interest paid on surplus note	4,917,000		4,458,232	37,933							420,835	
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)	4,917,000		4,458,232	37,933							420,835	

(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	296,921,819	1,016,533	220,279,599	75,625,140		547		
2. Tabular net premiums or considerations	92,408,193	3,454	47,732,097	39,940,886		457,202	4,274,554	
3. Present value of disability claims incurred	264,976		264,976		XXX			
4. Tabular interest	13,056,105	35,499	9,823,393	3,074,108		14	123,091	
5. Tabular less actual reserve released	86,599		86,599					
6. Increase in reserve on account of change in valuation basis								
7. Other increases (net)	(1,056,192)	(30)	101,595	(1,157,757)				
8. Totals (Line 1 to Line 7)	401,681,500	1,055,456	278,288,259	117,482,377		457,763	4,397,645	
9. Tabular cost	34,865,833	30,673	29,979,920		XXX	457,595	4,397,645	
10. Reserves released by death	1,914,793	4,137	1,910,656	XXX	XXX			XXX
11. Reserves released by other terminations (net)	20,095,060		12,356,570	7,738,490				
12. Annuity, supplementary contract, and disability payments involving life contingencies	239,068		239,068					
13. Net transfers to or (from) Separate Accounts								
14. Total deductions (Line 9 to Line 13)	57,114,754	34,810	44,486,214	7,738,490		457,595	4,397,645	
15. Reserve December 31, current year	344,566,746	1,020,646	233,802,045	109,743,887		168		

EXHIBIT OF NET INVESTMENT INCOME

		1 Collected During Year	2 Earned During Year
1.	U.S. Government bonds	(a) 2,934,812	2,773,376
1.1	Bonds exempt from U.S. tax	(a)	
1.2	Other bonds (unaffiliated)	(a) 15,659,856	16,232,488
1.3	Bonds of affiliates	(a)	
2.1	Preferred stocks (unaffiliated)	(b)	
2.11	Preferred stocks of affiliates	(b)	
2.2	Common stocks (unaffiliated)	1,861,079	1,853,378
2.21	Common stocks of affiliates		
3.	Mortgage loans	(c)	
4.	Real estate	(d)	
5.	Contract loans	466,486	466,486
6.	Cash, cash equivalents and short-term investments	(e) 6,392	4,211
7.	Derivative instruments	(f)	
8.	Other invested assets		
9.	Aggregate write-ins for investment income		
10.	Total gross investment income	20,928,625	21,329,939
11.	Investment expenses		(g) 266,807
12.	Investment taxes, licenses and fees, excluding federal income taxes		(g)
13.	Interest expense		(h)
14.	Depreciation on real estate and other invested assets		(i)
15.	Aggregate write-ins for deductions from investment income		
16.	Total deductions (Line 11 through Line 15)		266,807
17.	Net investment income (Line 10 minus Line 16)		21,063,132
	DETAILS OF WRITE-INS		
0901.			
0902.			
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)		
1501.			
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)		

(a) Includes $ 309,260 accrual of discount less $ 1,651,758 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 $ investment expenses and $ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
(h) Includes $ interest on surplus notes and $ interest on capital notes.
(i) Includes $ 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) (Col. 1 + Col. 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. Government bonds					
1.1	Bonds exempt from U.S. tax					
1.2	Other bonds (unaffiliated)	612,932		612,932		
1.3	Bonds of affiliates					
2.1	Preferred stocks (unaffiliated)					
2.11	Preferred stocks of affiliates					
2.2	Common stocks (unaffiliated)	(187,849)		(187,849)	5,059,170	
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)					
10.	Total capital gains (losses)	425,083		425,083	5,059,170	
	DETAILS OF WRITE-INS					
0901.						
0902.						
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)					

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	255,652		101,915							153,737	
2. Deferred and accrued	5,338,853		5,338,853								
3. Deferred, accrued and uncollected:											
3.1 Direct	5,594,505		5,440,768							153,737	
3.2 Reinsurance assumed											
3.3 Reinsurance ceded											
3.4 Net (Line 1 plus Line 2)	5,594,505		5,440,768							153,737	
4. Advance											
5. Line 3.4 minus Line 4	5,594,505		5,440,768							153,737	
6. Collected during year:											
6.1 Direct	52,522,456		31,317,355			5,562,852		(488)		15,642,737	
6.2 Reinsurance assumed											
6.3 Reinsurance ceded	2,211,773					2,211,773					
6.4 Net	50,310,683		31,317,355			3,351,079		(488)		15,642,737	
7. Line 5 plus Line 6.4	55,905,188		36,758,123			3,351,079		(488)		15,796,474	
8. Prior year (uncollected plus deferred and accrued minus advance)	5,412,495		5,309,423							103,072	
9. First year premiums and considerations:											
9.1 Direct	52,704,467		31,448,700			5,562,852		(488)		15,693,403	
9.2 Reinsurance assumed											
9.3 Reinsurance ceded	2,211,773					2,211,773					
9.4 Net (Line 7 minus Line 8)	50,492,693		31,448,700			3,351,079		(488)		15,693,402	
SINGLE											
10. Single premiums and considerations:											
10.1 Direct	(206)		(206)								
10.2 Reinsurance assumed											
10.3 Reinsurance ceded											
10.4 Net	(206)		(206)								
RENEWAL											
11. Uncollected	3,437,317	50,125	(134,163)			612,097		2,209,775		699,483	
12. Deferred and accrued	25,327,120		25,327,120								
13. Deferred, accrued and uncollected:											
13.1 Direct	29,474,478	50,125	25,925,672			578,200		2,216,775		703,706	
13.2 Reinsurance assumed											
13.3 Reinsurance ceded	710,041		732,715			(33,897)		7,000		4,223	
13.4 Net (Line 11 plus Line 12)	28,764,437	50,125	25,192,957			612,097		2,209,775		699,483	
14. Advance	164,002		94,914							69,088	
15. Line 13.4 minus Line 14	28,600,435	50,125	25,098,043			612,097		2,209,775		630,395	
16. Collected during year:											
16.1 Direct	125,551,871	950	45,217,405	39,942,587		1,345,196		8,035,139		31,010,594	
16.2 Reinsurance assumed											
16.3 Reinsurance ceded	5,689,946		3,427,203			120,793		2,127,601		14,349	
16.4 Net	119,861,925	950	41,790,202	39,942,587		1,224,403		5,907,538		30,996,245	
17. Line 15 plus Line 16.4	148,462,360	51,075	66,888,245	39,942,587		1,836,500		8,117,313		31,626,640	
18. Prior year (uncollected plus deferred and accrued minus advance)	26,316,715	33,817	23,965,195			89,189		1,576,461		652,053	
19. Renewal premiums and considerations:											
19.1 Direct	127,887,901	17,258	46,414,054	39,942,587		1,856,682		8,669,452		30,987,868	
19.2 Reinsurance assumed											
19.3 Reinsurance ceded	5,742,257		3,491,004			109,371		2,128,601		13,281	
19.4 Net (Line 17 minus Line 18)	122,145,645	17,258	42,923,050	39,942,587		1,747,311		6,540,852		30,974,587	
TOTAL											
20. Total premiums and annuity considerations:											
20.1 Direct	180,592,162	17,258	77,862,548	39,942,587		7,419,534		8,668,964		46,681,271	
20.2 Reinsurance assumed											
20.3 Reinsurance ceded	7,954,030		3,491,004			2,321,144		2,128,601		13,281	
20.4 Net (Lines 9.4 plus 10.4 plus 19.4)	172,638,132	17,258	74,371,544	39,942,587		5,098,390		6,540,364		46,667,989	

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											
23.3 Net ceded less assumed											
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)											
26.3 Net ceded less assumed											
COMMISSIONS INCURRED (direct business only)											
27. First year (other than single)	22,713,826		12,827,761	1,037,923						8,848,142	
28. Single	307,156					307,156					
29. Renewal	15,253,006	143	7,947,861	23,680		430,822		896,556		5,953,944	
30. Deposit-type contract funds											
31. Totals (to agree with Page 6, Line 21)	38,273,988	143	20,775,622	1,061,603		737,978		896,556		14,802,086	

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	1,844,990		1,073,870			2,918,860
2. Salaries and wages	5,728,080		3,874,719		38,850	9,641,649
3.11 Contributions for benefit plans for employees	2,772,297		1,525,114			4,297,411
3.12 Contributions for benefit plans for agents						
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	158,679		87,293			245,972
3.32 Other agent welfare						
4.1 Legal fees and expenses	193,171		126,291			319,462
4.2 Medical examination fees	171,155		144,156			315,311
4.3 Inspection report fees	3,404		3,099			6,503
4.4 Fees of public accountants and consulting actuaries	372,829		246,160			618,989
4.5 Expense of investigation and settlement of policy claims						
5.1 Traveling expenses	158,980		87,852			246,832
5.2 Advertising	222,346		138,633			360,979
5.3 Postage, express, telegraph and telephone	410,435		264,237			674,672
5.4 Printing and stationery	272,476		192,095			464,571
5.5 Cost or depreciation of furniture and equipment	241,610		218,266			459,876
5.6 Rental of equipment	243,757		137,198			380,955
5.7 Cost or depreciation of EDP equipment and software	221,402		64,298			285,700
6.1 Books and periodicals	10,776		8,531			19,307
6.2 Bureau and association fees	40,331		24,579			64,910
6.3 Insurance, except on real estate	303,217		168,690			471,907
6.4 Miscellaneous losses						
6.5 Collection and bank service charges	249,329		172,926		227,957	650,212
6.6 Sundry general expenses	17,740		11,049			28,789
6.7 Group service and administration fees						
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	915,025		271,223			1,186,248
9.1 Real estate expenses						
9.2 Investment expenses not included elsewhere						
9.3 Aggregate write-ins for expenses	6,426,929		4,377,648			10,804,577
10. General expenses incurred	20,978,958		13,217,927		266,807	(a) 34,463,692
11. General expenses unpaid December 31, prior year	2,768,839		1,434,309		94,039	4,297,187
12. General expenses unpaid December 31, current year	2,707,565		1,488,589		32,824	4,228,978
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)	21,040,232		13,163,647		328,022	34,531,901
DETAILS OF WRITE-INS						
09.301. Data processing	276,995		178,405			455,400
09.302. Repairs and maintenance	122,883		68,543			191,426
09.303. Sales contest and awards	910,132		508,823			1,418,955
09.398. Summary of remaining write-ins for Line 9.3 from overflow page	5,116,919		3,621,877			8,738,796
09.399. Totals (Line 09.301 through Line 09.303 plus Line 09.398) (Line 9.3 above)	6,426,929		4,377,648			10,804,577

(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					
2. State insurance department licenses and fees	95,382	60,120			155,502
3. State taxes on premiums	220				220
4. Other state taxes, including $ 449,891 for employee benefits	289,046	160,845			449,891
5. U.S. Social Security taxes	1,338,488	760,591			2,099,079
6. All other taxes	106,832	286,981			393,813
7. Taxes, licenses and fees incurred	1,829,968	1,268,537			3,098,505
8. Taxes, licenses and fees unpaid December 31, prior year	406,968	425,657			832,625
9. Taxes, licenses and fees unpaid December 31, current year	332,682	442,014			774,696
10. Taxes, licenses and fees paid during year (Line 7 plus Line 8 minus Line 9)	1,904,254	1,252,180			3,156,434

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					
130% 58 CSO 4 NLP	168			168	
41 CSI 3 CRVM	23,619	23,619			
61 CSI 3.5 CRVM	928,416	928,416			
61 CIET 3.5 NLP	50,434	50,434			
UNEARNED PREMIUM	471	471			
41 CSO 2.75 NLP					
41 CSO 3 CRVM	10,613		10,613		
41 CSO 3.5 CRVM	45,762		45,762		
200% 58 CSO 3.5 CRVM	15,199		15,199		
58 CSO 2.5 CRVM/NLP					
58 CSO 3 CRVM	444,203		444,203		
58 CSO 3.5 CRVM	12,617,700		12,617,700		
58 CSO 3.5 CRVM/NLP					
58 CSO 4 CRVM	21,388		21,388		
58 CSO 3 NLP	60,986		60,986		
58 CSO 3.5 NLP	569		569		
58 CSO 4.5 NLP	1,873		1,873		
58 CET 3 NLP	1,063,922		1,063,922		
58 CET 3.5 NLP	114,407		114,407		
58 CET 4.5 NLP	59,305		59,305		
58 CSO 4.5 CRVM	141,364		141,364		
58 CSO 4.5 CRVM	1,541,297		1,541,297		
58 CSO 4.5 CRVM	28,015		28,015		
80 CSO 3.5% CRVM	3,522,736		3,522,736		
80 CSO 4% CRVM CNF	10,158,657		10,158,657		
80 CSO 4% NLP CNF	5,458,253		5,458,253		
80 CSO 4.5% CRVM	88,005,748		88,005,748		
80 CSO 4.5% NLP	168,838		168,838		
80 CSO 5% CRVM	28,373,563		28,373,563		
80 CSO 5% NLP					
80 CET 3.5% NLP	420,410		420,410		
80 CET 4% NLP	18,494		18,494		
80 CET 4.5% NLP	5,431,412		5,431,412		
80 CET 5% NLP	2,135,964		2,135,964		
80 CSO 4.5% CRVM LA ESCOCESA	4,421,669		4,421,669		
80 CSO 5% CRVM LA ESCOCESA	237,284		237,284		
UNIVERSAL LIFE- CRVM	30,658,154		30,658,154		
200% 80 CSO 4% CRVM	398		398		
200% 80 CSO 4.5% CRVM	89,767		89,767		
200% 80 CSO 5% CRVM	17,786		17,786		
200% 80 CET 4.5% NLP					
200% 80 CET 5% NLP					
01 CSO 4% CRVM CNF	27,441,626		27,441,626		
01 CSO 4% NLP CNF	844,200		844,200		
200% 01 CSO 4% CRVM CNF	6,099		6,099		
200% 01 CSO 4% NLP CNF					
SIDE FUND	1,013,001		1,013,001		
IMMEDIATE PAY EXTRA	3,172,007	17,462	3,154,545		
RIDER DEPOSIT FUNDS	449,374		449,374		
0199997 - TOTALS (Gross) - Life Insurance	229,215,151	1,020,402	228,194,581	168	
0199998 - Reinsurance ceded - Life Insurance	489,707		489,707		
0199999 - TOTALS (Net) - Life Insurance	228,725,444	1,020,402	227,704,874	168	
(Gross) - Annuities (excluding supplementary contracts with life contingencies)					
ICL FLEX: PRENEED+IRA/FLEX+TB 220 21410/220 22431	109,743,887		109,743,887		
SIDE FUND -- CARRY IN SECTION A					
0299997 - TOTALS (Gross) - Annuities (excluding supplementary contracts with life contingencies)	109,743,887		109,743,887		
0299999 - TOTALS (Net) - Annuities (excluding supplementary contracts with life contingencies)	109,743,887		109,743,887		
(Gross) - Accidental Death Benefits					
59 ADB & 01 CSO 4	18,333		18,333		
59 ADB & 80 CSO 4	905,066		905,066		
59 ADB & 58 CSO 3	7,222	4	7,218		
0499997 - TOTALS (Gross) - Accidental Death Benefits	930,621	4	930,617		
0499999 - TOTALS (Net) - Accidental Death Benefits	930,621	4	930,617		
(Gross) - Disability - Active Lives					
52 INT DIS (B5-P2) & 01 CSO 4	70,084		70,084		
52 INT DIS (B5-P2) & 80 CSO 4	1,030,868		1,030,868		
52 INT DIS (B5-P2) & 58 CSO 3	11,394	9	11,385		
0599997 - TOTALS (Gross) - Disability - Active Lives	1,112,346	9	1,112,337		
0599998 - Reinsurance ceded - Disability - Active Lives	10,941		10,941		
0599999 - TOTALS (Net) - Disability - Active Lives	1,101,405	9	1,101,396		
(Gross) - Disability - Disabled Lives					
26 CLASS (3) 3					
52 INTERCO DISA (BEN 5) 3	1,889,945		1,889,945		
PAYOR DIS-52 INT DISA (B5) 3					
PAYOR DEATH-80 CSO 4.5	1,712		1,712		
PAYOR DEATH-80 CSO 5	1,650		1,650		
PAYOR DEATH-01 CSO 4	4,242		4,242		
EDB -52 INT DISA & 58 CSO 3					
0699997 - TOTALS (Gross) - Disability - Disabled Lives	1,897,549		1,897,549		
0699998 - Reinsurance ceded - Disability - Disabled Lives	687		687		
0699999 - TOTALS (Net) - Disability - Disabled Lives	1,896,862		1,896,862		
(Gross) - Miscellaneous Reserves					
NONDEDUCTION	2,168,527	231	2,168,296		
0799997 - TOTALS (Gross) - Miscellaneous Reserves	2,168,527	231	2,168,296		
0799999 - TOTALS (Net) - Miscellaneous Reserves	2,168,527	231	2,168,296		
9999999 - TOTALS (Net) - Page 3, Line 1	344,566,746	1,020,646	343,545,932	168	

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.

Non-Participating

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

2.2 If not, state which kind is issued.

Non-Participating

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

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

4.1 Amount of insurance? $ .....

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.

.....

8. Does the reporting entity have any Contingent Deferred Annuity contracts or agreements in effect as of December 31 of the current year? Yes ( ) No (X)

8.1 If yes, state the total dollar amount of account value covered by these contracts or agreements: $ .....

8.2 State the amount of reserves established for this business: $ .....

8.3 Identify where the reserves are reported in the blank:

.....

9. Does the reporting entity have any Guaranteed Lifetime Income Benefit contracts, agreements or riders in effect as of December 31 of the current year? Yes ( ) No (X)

9.1 If yes, state the total dollar amount of account value covered by these contracts, agreements or riders: $ .....

9.2 State the amount of reserves established for this business: $ .....

9.3 Identify where the reserves are reported in the blank:

.....

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

1 Description of Valuation Class	Valuation Basis 2 Changed From	 3 Changed To	4 Increase in Actuarial Reserve Due to Change

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	1,037,120					1,036,983			137
2. Additional contract reserves (a)	14,807,649					14,807,649			
3. Additional actuarial reserves - Asset/Liability analysis									
4. Reserve for future contingent benefits									
5. Reserve for rate credits									
6. Aggregate write-ins for reserves									
7. Totals (Gross)	15,844,769					15,844,632			137
8. Reinsurance ceded	176,953					176,953			
9. Totals (Net)	15,667,816					15,667,679			137
CLAIM RESERVE									
10. Present value of amounts not yet due on claims	25,977,958	21,181,357				4,796,601			
11. Additional actuarial reserves - Asset/Liability analysis									
12. Reserve for future contingent benefits									
13. Aggregate write-ins for reserves									
14. Totals (Gross)	25,977,958	21,181,357				4,796,601			
15. Reinsurance ceded	15,657,084	14,183,402				1,473,682			
16. Totals (Net)	10,320,874	6,997,955				3,322,919			
17. TOTAL (Net)	25,988,690	6,997,955				18,990,598			137
18. TABULAR FUND INTEREST	1,139,623	648,624				490,999			
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.

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Exhibit 7, Deposit Type Contracts

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	12,802,838	5,100	4,933,932				1,526,933		1,129,865		5,207,008
1.2 Reinsurance assumed											
1.3 Reinsurance ceded	1,691,614		1,369,174				322,440				
1.4 Net	11,111,224	5,100	3,564,758				1,204,493		1,129,865		5,207,008
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	10,638,526	8,000	2,626,000				780,000		1,663,526		5,561,000
3.2 Reinsurance assumed											
3.3 Reinsurance ceded	1,229,211						390,000		839,211		
3.4 Net	9,409,315	8,000	(b) 2,626,000	(b)		(b)	(b) 390,000		(b) 824,315	(b)	(b) 5,561,000
4. TOTALS 4.1 Direct	23,441,364	13,100	7,559,932				2,306,933		2,793,391		10,768,008
4.2 Reinsurance assumed											
4.3 Reinsurance ceded	2,920,825		1,369,174				712,440		839,211		
4.4 Net	20,520,539	(a) 13,100	(a) 6,190,758				(a) 1,594,493		1,954,180		10,768,008

(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	51,545,029	25,850	26,809,203	603,441			3,212,843		5,502,858		15,390,834
1.2 Reinsurance assumed											
1.3 Reinsurance ceded	6,020,866		2,307,530				1,752,584		1,960,752		
1.4 Net	(d) 45,524,163	25,850	24,501,673	603,441			1,460,259		3,542,106		15,390,834
2. Liability December 31, current year from Part 1:											
2.1 Direct	23,441,363	13,100	7,559,932				2,306,932		2,793,391		10,768,008
2.2 Reinsurance assumed											
2.3 Reinsurance ceded	2,920,825		1,369,174				712,440		839,211		
2.4 Net	20,520,538	13,100	6,190,758				1,594,492		1,954,180		10,768,008
3. Amounts recoverable from reinsurers December 31, current year	1,319,589		1,319,589								
4. Liability December 31, prior year:											
4.1 Direct	21,083,561	11,900	8,048,908				2,603,672		2,227,483		8,191,598
4.2 Reinsurance assumed											
4.3 Reinsurance ceded	2,845,718		1,412,937				881,000		551,781		
4.4 Net	18,237,843	11,900	6,635,971				1,722,672		1,675,702		8,191,598
5. Amounts recoverable from reinsurers December 31, prior year	744,335		249,451				85,000		409,884		
6. Incurred Benefits:											
6.1 Direct	53,902,831	27,050	26,320,227	603,441			2,916,103		6,068,766		17,967,244
6.2 Reinsurance assumed											
6.3 Reinsurance ceded	6,671,227		3,333,905				1,499,024		1,838,298		
6.4 Net	47,231,604	27,050	22,986,322	603,441			1,417,079		4,230,468		17,967,244

(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 $ 724,960 in Line 1.1, $ 724,960 in Line 1.4.
$ 724,960 in Line 6.1 and $ 724,960 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			
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 to Line 11)			
13. Title plants (for Title insurers only)			
14. Investment income due and accrued			
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	529,087	648,013	118,926
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due	2,819,278	3,952,865	1,133,587
15.3 Accrued retrospective premiums			
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers			
16.2 Funds held by or deposited with reinsured companies			
16.3 Other amounts receivable under reinsurance contracts			
17. Amounts receivable relating to uninsured plans			
18.1 Current federal and foreign income tax recoverable and interest thereon			
18.2 Net deferred tax asset		26,180	26,180
19. Guaranty funds receivable or on deposit			
20. Electronic data processing equipment and software	846,948	543,784	(303,164)
21. Furniture and equipment, including health care delivery assets	461,834	534,886	73,052
22. Net adjustment in assets and liabilities due to foreign exchange rates			
23. Receivable from parent, subsidiaries and affiliates			
24. Health care and other amounts receivable			
25. Aggregate write-ins for other than invested assets	1,138,345	643,992	(494,353)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Line 12 to Line 25)	5,795,492	6,349,720	554,228
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
28. Total (Line 26 and Line 27)	5,795,492	6,349,720	554,228
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. Other Assets	788,842	555,905	(232,937)
2502. Prepaid Assets	349,503	88,087	(261,416)
2503.			
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)	1,138,345	643,992	(494,353)

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

Triple-S Vida, Inc., (the Company), (formerly known as Great American Life Assurance Company of Puerto Rico), is a wholly owned subsidiary of Triple S Management Corporation (the Parent Company) since January 31, 2006. The Company was incorporated in September 1964 under the provisions of the Insurance Code of the Commonwealth of Puerto Rico (the Insurance Code) and is engaged in the underwriting of life, disability, supplemental health insurance, and the administration of annuities and individual retirement accounts within Puerto Rico and the U.S. Virgin Islands.

On October 19, 2007 the Office of the Commissioner of Insurance of Puerto Rico granted the approval for a change in the corporate name of the Company. On November 1, 2007, the Company changed its name from Great American Life Assurance Company of Puerto Rico to Triple-S Vida, Inc.

This is a statement of the accounting principles and methods applied in preparing these statutory financial statements.

A. Accounting Practices

The Company presents these financial statements on the basis of accounting principles prescribed or permitted by National Association of Insurance Commissioner and the Commonwealth of Puerto Rico. The Company adopted the *Accounting Practices and Procedures Manual* (NAIC SAP) issued by the National Association of Insurance Commissioners (NAIC).

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

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

C. Accounting Policy

Life and annuity premiums are recognized as income over the premium paying period of the related policies when collected. Deposits on deposits-type contracts are entered directly as liability when received. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to current operations as incurred.

In addition, the company uses the following accounting policies:

a) Short term investments are stated at cost.

b) Bonds not backed by other loans, are stated at amortized cost using the interest method.

c) Common stocks are stated at market value.

d) The Company has no preferred stocks.

e) The Company has no investment in mortgage notes.

f) Loan backed bonds are stated at amortized cost using the interest method computed using anticipated prepayments at the date of purchase. Prepayment assumptions for loan-backed bonds were obtained from internal estimates. These assumptions are consistent with the current interest rate and economic environment.

g) The Company has no direct or indirect interest in any other company, corporation, and group of companies, partnership or individual.

h) The Company has no ownership interest in joint ventures.

i) The Company does not invest in derivative financial instruments.

j) The Company does not anticipate investment income as a factor in the premium deficiency calculation, in accordance with SSAP No. 54, Individual and Group Accident and Health Contracts.

k) Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates are continually reviewed, and any adjustments are reflected in the period determined.

l) The Company has not modified its asset capitalization policy from the prior period.

NOTES TO FINANCIAL STATEMENTS

2. Accounting Changes and Correction of Errors

A. There were no correction of errors or changes in accounting principles for the years ended December 31, 2012 and 2011.

3. Business Combinations and Goodwill

Not applicable.

4. Discontinued Operations

Not applicable.

5. Investments

A. Mortgage Loans

The company has no investment in Mortgage Loans.

B. Debt Restructuring

The Company has no investments on restructured debt.

C. Reverse Mortgage

The Company has no investment in reverse mortgages.

D. Loan Back Securities

1. Loan back securities are presented at amortized cost using the interest method.
2. Prepayment assumptions of single class and multi-class mortgage-back\asset-back securities were obtained from third party vendors.
3. There had been no changes in the adjustment methodology.
4. There were no impairments recorded during 2012.

E. Repurchase agreements

There were no repurchase agreements.

F. Real Estate

Not applicable

G. The Company has no investments in low-income housing tax credits.

6. Joint Ventures, Partnerships and Limited Liability Companies

A. B. The Company has no investment in Joint Ventures, Partnership or Limited Liability Companies.

7. Investment Income

A. B. No due or accrued income was excluded from surplus.

8. Derivatives Instruments

A.-F. The Company does not invest in derivative financial instruments.

9. **Income Taxes**

A.-D. 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"). The AMT is determined at a rate of 20% of the alternative minimum taxable income, which

NOTES TO FINANCIAL STATEMENTS

includes an adjustment for 50% of the Company's difference between the pre-tax income determined in accordance with GAAP after certain adjustments, and the regular taxable income.

On July 10, 2009 the Governor 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.

Recently, the Government 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 reform, 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.

The components of the net deferred tax asset/(liability) at December 31 are as follows:

(in thousands)	December 31,2012			December 31,2011			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
a. Gross deferred tax assets	839,925	-	839,925	-	110,210	110,210	839,925	(110,210)	729,715
b. Statutory valuation allowance adjustments	-	-	-	-	-	-	-	-	-
c. Adjusted gross deferred tax assets (1a-1b)	839,925	-	839,925	-	110,210	110,210	839,925	(110,210)	729,715
d. Deferred tax asset nonadmitted	-	-	-	-	(26,180)	(26,180)	-	26,180	26,180
e. Subtotal net admitted deferred tax assets (1c-1d)	839,925	-	839,925	-	84,030	84,030	839,925	(84,030)	755,895
f. Deferred tax liabilities	-	(648,665)	(648,665)	0.00	0.00	0.00	-	(648,665)	(648,665)
g. Net admitted deferred tax assets /(net deferred tax liability) (1e-1f)	839,925	(648,665)	191,260	-	84,030	84,030	839,925	(732,695)	107,230

Admission Calculation Components SSAP No. 101 *(in thousands)*	December 31,2012			December 31,2011			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
a. Federal income taxes paid in prior years recoverable through loss carrybacks	-	-	-	-	-	-	-	-	-
b. Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above after aplication of the threshold limitation). The lesser of 2(b)2 below									
1 Adjusted gross deferred tax assets expected to be realized following the balance sheet date	839,925	-	839,925	-	84,030	84,030	839,925	(84,030)	755,895
2 Adjusted gross deferred tax assets allowed per limitation threshold	-	-	-	-	-	-	-	-	-
c. Adjusted gross deferred tax assets(excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	-	(648,655)	(648,655)	-	-	-	-	(648,655)	(648,655)
d. Deferred tax assets admitted as the result of application of SSAP No. 101 total (2(a) +2(b)+2c	839,925	(648,655)	191,270	-	84,030	84,030	839,925	(732,685)	107,240

	2012	2011
a. Ratio percentage used to determine recovery period and threshold limitation amount	916%	863%
b. Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	56,016,625	53,153,459

The Company's temporary differences principally correspond to unrealized gains or losses in common stocks resulting in a net deferred tax liability of $(648,665) and a deferred tax asset of $110,210 in 2012 and 2011, respectively.

During 2012 the Company purchased gross tax credits amounting $1,000,000 with a discount of $194,000. These credits are used against any income tax liability and any unused portions of such tax credits are presented as a deferred tax asset and do not affect surplus.

The change in net deferred taxes affecting surplus is comprised of the following:

	December 31, 2012	December 31, 2011	Change
Gross deferred tax assets	$ -	$ 110,210	$ (110,210)
Gross deferred tax liability	(648,665)	-	(648,665)
Net deferred tax (liability)	$ (648,665)	$ 110,210	(758,875)
Tax effect of unrealized losses			-
Change in net deferred income tax affecting surplus			$ (758,875)

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. The tax effects of temporary differences that give rise to significant portions of the deferred tax assets and liabilities at December 31, 2012 and 2011 are presented below:

	2012	2011
Deferred tax assets		
Impairment loss in equity securities	$ -	$ 26,180
Unrealized loss on equity securities	-	84,030
Tax credits	839,925	
Deferred tax liabilities		
Unrealized gain on equity securities	(648,665)	-
Net deferred tax asset (liability)	191,260	110,210
Less: Nonadmitted	-	(26,180)
Net admitted deferred tax asset (liability)	$ 191,260	$ 84,030

10. Information Concerning Parent

A-C. The Company is a 100% owned subsidiary of Triple-S Management Corporation since December 31, 2006.

D. Amounts receivable from the Parent Company or affiliates were $130,704 and $0 as of December 31, 2012 and 2011, respectively. According to SSAP No. 96, amounts owed that are more than 90 days from the due date are non-admitted assets. There were no non-admitted receivables from affiliates as of December 31, 2012 and 2011.

E. There are no guarantees or undertakings for the benefit of a subsidiary or affiliated party.

F. The Company paid a management fee of $1,800,000 to the Parent Company during 2012 and 2011. The Company also allocated a portion of certain administrative expenses that amounted to $6,895,519 and $4,555,200 at December 31, 2012 and 2011, respectively.

G. Not applicable.

H. Not applicable.

I. Not applicable.

J. Not applicable.

K. Not applicable.

L. Not applicable.

11. Debt

The Company has no debentures outstanding. Refer to the capital section for information regarding Surplus Note.

12. Retirement Plans, Deferred Compensation, Post-employment Benefits, Compensated Absences and Other Post-retirement Benefit Plans

A. Defined Benefit Plan

Not applicable.

B. Defined Contribution Plan

The Company provides retirement benefits to substantially all employees, after one year of service. The benefits are provided through a defined contribution plan in the form of a Profit Sharing and Savings Plan. Banco Popular of Puerto Rico is the custodian of the plan, and as such, executes all investment transactions and holds assets of the plan. The Plan is subject to the provisions of the Employee Retirement Income Security Act (ERISA).

The Profit Sharing and Savings plan allows employees to contribute up to 10% of their annual salary or $13,000, whichever is less. The Company matches 100% of the employee's contribution for the first 1% of their annual salary and 50% for the next 2% and 3%. Additional contributions may be made to the plan at the discretion of the Board of Directors of the Company.

NOTES TO FINANCIAL STATEMENTS

Employees become gradually vested at a rate of 25% for each year of service starting the third year and are 100% vested after five years of service for the matching and discretionary contributions. For the profit sharing contributions, employees are fully vested after three years of continuous service. Employees are fully vested for their contributions and allocated earnings or losses immediately.

Pension expense for year ended 2012 and 2011 is as follows:

	2012	2011
Profit-sharing contribution	$ 1,014,806	$ 860,249
Matching of employee's contributions	282,826	239,751
Total contributions	$ 1,297,632	$ 1,100,000

C. Multi-employee plan

Not applicable.

D. Consolidated /Holding Company Plans

Not applicable.

E. Post employment benefits are immaterial and are paid on a pay as you go basis. Compensated absences and vacation pay is recorded as an accrued liability within the salaries and wages category of general expenses.

F. Not applicable.

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

1. The Company's capital is common stock, 3,000,000, shares of $1 par value, common stock authorized, issued and outstanding during years 2012 and 2011.

2. The Company has no preferred stock.

3. 4. and 5. The payment of dividends to shareholders is limited to the statutory unassigned surplus (as defined by the Insurance Code of the Commonwealth of Puerto Rico) of the Company. Total unassigned surplus is $335,250 and $(4,431,915) for years ended 2012 and 2011, respectively. There are no restrictions placed on the Company's unassigned surplus.

The unassigned surplus funds are held for the benefit of the Company stockholders, since only non-participating business is issued.

6. There are no restrictions to unassigned funds.

7. There have been no advances to surplus.

8. The Company held no stock for special purposes.

9. The Company had no special surplus funds.

10. The portion of unassigned funds surplus represented or (reduced) by each item below is as follows:

Net change in fair value of equity securities	$ 5,059,170
Net increase in non-admitted assets	528,047
Change in deferred income taxes	(758,875)
Change in Asset Valuation Reserve	(4,558,850)
Change in Surplus Note	(5,000,000)

11. On December 22, 2005, the Company entered into a $57,000,000 surplus note agreement with the Parent Company pursuant to the provisions of Article 29.30 of the Insurance Code, which is reported as a note payable to Parent Company and accrues interests at an annual rate of 6.6%. The note is payable on demand; however, pursuant to the requirements established by the Commissioner of Insurance, the parties agreed that no payment of the total principal nor the interest due on the loan will be made without first obtaining written authorization from the Commissioner of Insurance within at least 60 days prior to the proposed payment date.

On January 17, 2007 the board of directors authorized management to request approval from the Office of the Commissioner of Insurance, pursuant to the provisions of article 29.30 of the Insurance code, to convert $20,000,000 of its $57,000,000 outstanding surplus note agreement to additional paid-in capital. The Office of the Commissioner of Insurance granted the approval to convert this amount on January 17, 2008. The total approved amount was converted to paid-in capital on the first quarter of 2008.

On January 16, 2009, the Office of the Commissioner of Insurance granted approval for repayment of $5,000,000 of the accrued interest on the surplus note to the Parent Company. Also, on June 28, 2010

the Office of the Commissioner of Insurance granted approval for repayment of $5,000,000 of the accrued interest on the surplus note to Parent Company. The repayment was made during the year with a transfer of investment securities to Parent Company.

On October 5, 2010, the Office of the Commissioner of Insurance granted approval of an amended contract that specified a floating interest rate that will not exceed 6.6%. Interest rate used for 2011 and 2012 was 4.67%.

On May 18, 2011, the Office of the Commissioner of Insurance granted approval for repayment of $5,000,000 of the accrued interest on the surplus note to the Parent Company. The repayment was made with cash.

In addition, on May 12, 2012 the Office of the Commissioner of Insurance granted approval of for repayment of $4,917,000 of the accrued interest on the surplus note to the Parent Company and on August 6, 2012 granted approval of the payment of $5,000,000 to the principal of the surplus note. Both payments were made with cash.

Accrued interest on the surplus note agreement at December 31, 2012 and 2011 amounted to $944,886 and $4,110,829, respectively.

12 and 13. There has been no restatement of surplus due to quasi- reorganization.

14. Contingencies

A. Contingent Commitments

The Company has committed no reserves to cover any contingent liabilities.

B. The Company has no unpaid assessment at December 31, 2012.

C. Gain Contingencies

The Company is not aware of any gain contingency as of December 31, 2012.

D. All Other Contingencies

Various liabilities arise during the normal course of the Company's business operations and have been recorded. The Company is involved in litigation from time to time with claimants, beneficiaries, and others, and a number of lawsuits were pending at December 31, 2012. Based on the opinion of its legal counsel, management believes that the ultimate liability, if any, resulting from this pending proceedings and legal actions in the aggregate will not have a material financial effect on the Company.

15. Leases

A. Lessee Leasing Arrangements

The Company entered into a non-cancelable operating lease agreement commencing on March 1, 2010 and expiring on February 28, 2020 for the central office. In addition, the Company has other operating lease agreements for the occupancy of their district offices. The Company's rent expense under those agreements amounted to approximately $1,936,623 and $1,949,690 in 2012 and 2011, respectively.

At December 31, 2012, the minimum aggregate rental commitments for the Company and District Offices are as follows:

	Central Office	District Offices
Year ending December 31		
2013	$ 1,177,092	$ 620,496
2014	1,199,508	505,017
2015	1,220,287	344,136
2016	1,239,163	183,751
2017	1,258,040	45,875
Thereafter	2,789,198	20,400
	$ 8,883,288	$ 1,719,675

In addition the Company has several other operating leases for equipment and vehicles used in its operations. Total rent expense under such leases amounted to $342,398 and $303,631 in 2012 and 2011, respectively.

Future minimum rental payments under such leases are as follows:

Year ending December 31	
2013	$ 149,314
2014	77,031
2015	26,692
2016	21,143
2017	8,810
Thereafter	-
	$ 282,989

B. Lessor Leases

The Company is not the lessor in any lease agreement.

16. Information About Financial Instruments With Off-Balance Sheet Risk And Financial Instruments With Concentrations of Credit Risk.

Not applicable.

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

Not applicable.

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

Not applicable.

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators

Not applicable.

20. Fair Value Measurements

A–**C.** Included in various investment related disclosures in the statutory financial statements are certain financial instruments disclosed at fair value. Other financial instruments are periodically measured at fair value, such as when impaired, or, for certain bonds and preferred stock when carried at the lower of cost or market.

The Company uses observable inputs when available. Fair value is based upon quoted market prices when available. If market prices are not available, the Company employs internally developed models that primarily use market-based inputs including yield curves, interest rates, volatilities, and credit curves, among others. The Company limits valuation adjustments to those deemed necessary to ensure that the security or derivative's fair value adequately represents the price that would be received or paid in the marketplace. Valuation adjustments may include consideration of counterparty credit quality and liquidity as well as other criteria. The estimated fair value amounts are subjective in nature and may involve uncertainties and matters of significant judgment for certain financial instruments. Changes in the underlying assumptions used in estimating fair value could affect the results. The fair value measurement levels are not indicative of risk of investment.

The Company's financial assets and liabilities carried at fair value have been classified, for disclosure purposes, based on a hierarchy defined by ASC 820, Fair Value Measurements. The hierarchy gives the highest ranking to fair values determined using unadjusted quoted prices in active markets for identical assets and liabilities (Level 1) and the lowest ranking to fair values determined using methodologies and models with unobservable inputs (Level 3). An asset's or a liability's classification is based on the lowest level input that is significant to its measurement. For example, a Level 3 fair value measurement may include inputs that are both observable (Levels 1 and 2) and unobservable (Level 3). The levels of the fair value hierarchy are as follows:

Level 1 Inputs are unadjusted, quoted prices for identical assets or liabilities in active markets at the measurement date.

Level 2 Inputs other than quoted prices included in Level 1 that are observable for the asset or liability through corroboration with market data at the measurement date.

NOTES TO FINANCIAL STATEMENTS

Level 3 Unobservable inputs that reflect management's best estimate of what market participants would use in pricing the asset or liability at the measurement date.

The level in the fair value hierarchy within which a fair measurement in its entirety falls is based on the lowest level input that is significant to the fair value measurement in its entirety.

The following table presents assets and liabilities that are measured at fair value on a recurring basis at December 31, 2012:

	As Reflected on the Statutory Statements of Assets, Liabilities, Capital and Surplus as of December 31, 2012	Fair Value Measurements at Reporting Date Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
U.S. treasury securities and obligations of U.S. government instrumentalities	$ 10,028,194	$ 12,999,170	$ -	$ -
Obligations of the states of the United States and political subdivisions of the states	174,034,102	-	197,259,438	-
Obligations of U.S. government-sponsored enterprises	2,500,000	-	2,534,643	
Obligations of the Commonwealth		-		-
of Puerto Rico and its instrumentalities	27,739,823	-	28,939,470	-
Corporate bonds	103,960,331	-	126,835,548	-
Mortgage-backed securities	7,180,755	-	7,470,809	-
Collateralized mortgage obligations	63,192,152		66,828,821	
	388,635,357	12,999,170	429,868,729	-
Common stocks	46,531,311	18,922,654	19,795,954	7,812,703
	$ 435,166,668	$ 31,921,824	$ 449,664,683	$ 7,812,703

The following table presents assets and liabilities that are measured at fair value on a recurring basis at December 31, 2011:

	As Reflected on the Statutory Statements of Assets, Liabilities, Capital and Surplus as of December 31, 2012	Fair Value Measurements at Reporting Date Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
U.S. treasury securities and obligations of U.S. government instrumentalities	$ 10,011,101	$ 13,551,573	$ -	$ -
Obligations of the states of the United States and political subdivisions of the states	131,812,065	-	146,406,471	-
Obligations of U.S. government-sponsored enterprises	10,021,755	-	10,314,671	
Obligations of the Commonwealth		-		-
of Puerto Rico and its instrumentalities	37,114,241	-	37,772,191	-
Corporate bonds	105,985,131	-	126,107,854	-
Mortgage-backed securities	5,407,882	-	5,867,047	-
Collateralized mortgage obligations	55,537,200		57,538,774	
	355,889,375	13,551,573	384,007,008	-
Common stocks	34,111,027	22,404,209	5,030,259	6,116,353
	$ 390,000,402	$ 35,955,782	$ 389,037,267	$ 6,116,353

A reconciliation of the beginning and ending balances of assets measured at fair value on a recurring basis using significant unobservable inputs (Level 3) for the year ended December 31, 2012 is as follows:

NOTES TO FINANCIAL STATEMENTS

	Equity Securities
Balance at beginning of year	$ 6,116,353
Total gains or losses	
Realized in earnings	-
Unrealized in surplus	962,943
Purchases	733,407
Transfers in and/or out of Level 3	-
Balance at end of year	$ 7,812,703

D. Not applicable.

21. Other Items

Not applicable.

22. Events Subsequent

Type I. Not applicable.

Type II. Not applicable.

23. Reinsurance

A. Ceded Reinsurance Report

Section 1-General Interrogatories

A. None of the reinsurers, listed in Schedule S as non-affiliated, is owned or controlled, either directly of indirectly, by the Company or by any representative, officer, trustee, or director of the Company.

B. No policies issued by the Company have been reinsured with a company chartered in a country other than the United States (excluding U.S. Branches of such companies) which is owned or controlled directly or indirectly by an insured or any other person not primarily engaged in the insurance business.

Section 2-Ceded Reinsurance Report-Part A

A. The Company does not have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credits.

B. The Company does not have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts which, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceeded the total direct premium collected under reinsured policies.

Section 3-Ceded Reinsurance Report-Part B

A. What is the estimated amount of aggregate reduction in surplus (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits that are reflected in Section 2 above), of termination of all reinsurance agreements, by either party, as of the date of this statement? Where necessary, the company may consider the current or anticipated experience of the business reinsured in the making this estimate. $ 0

B. Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts which were in-force or which had existing reserves established by the company as of the effective date of the agreement? No.

B. Uncollectible Reinsurance

The Company has not written off any uncollectible reinsurance during the year.

C. Commutation of Reinsurance Reflected in Income and Expense

The Company has not commuted any ceded reinsurance during the year.

NOTES TO FINANCIAL STATEMENTS

24. Retrospectively Rated Contracts & Contracts Subject to Re-determination

Not applicable.

25. Change in Incurred Losses and Loss Adjustment Expenses Reserves

Reserves for incurred losses and loss adjustment attributable to insured events of prior years has increased by $2,282,695 from $18,237,843 in 2011 to $20,520,538 in 2012 as result of re-estimation of the unpaid losses and loss adjustment expenses. This increase is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased as additional information becomes known regarding individual claims.

26. Inter-company Pooling Arrangements

Not applicable.

27. Structured Settlements

Not applicable

28. Health Care Receivables

Not applicable

29. Participating Policies

Not applicable

30. Premium Deficiency Reserves

Not applicable

31. Reserves for Life Contracts and Annuity Contracts.

1. The Company waives deduction of deferred fractional premiums upon death of the insured and returns any portion of premiums paid beyond the date of death. Surrender values are not promised in excess of the legally computed reserves.

2. Additional premiums are charged for policies issued on substandard basis according to underwriting classification. Corresponding reserves held on such policies are calculated using the same interest rate as standard policies, but employing mortality rates which are multiples of standard mortality.

3. As of December 31, 2012 and 2011, the Company had no insurance in force for which the gross premiums are less than the net premiums according to the standard valuation set by the Commonwealth of Puerto Rico.

4. The Tabular Interest (Page 7, Part A, line 4), Tabular Less Actual Reserve Released (Page 7, Part A, line 5) and Tabular Cost (Page 7, Part A, line 9) have been determined by formula as described for those lines in the instructions.

5. The Company does not have any deposit funds not involving life contingencies under Page 7, Part B, line 3.

6. The Company does not have any other increases under Page 7, Part B, line 5.

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

Withdrawal Characteristics of Annuity Actuarial Reserves and Deposit-Type Contract Funds and other Liabilities without Life or Disability Contingencies

	(1) Amount	(2) % of Total
A. Subject to discretionary withdrawal:		
(1) With market value adjustment		
(2) At book value less current surrender charge		
(3) At fair value		
(4) Total with adjustment or at market value (Total of 1 through 3)		
(5) At book value without adjustment (minimal of no change of adjustment)	$109,743,887	100%
B. Not subject to discretionary withdrawal		
C. Total (gross)	109,743,887	100%

NOTES TO FINANCIAL STATEMENTS

D. Reinsurance Ceded
E. Total (net)*(C) – (D) 109.,743,887 100%

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

F. Life & Accident & and Health Annual Statement:

1. Exhibit 5, Annuities Section, Total (net) $109,743,887 100%
2. Exhibit 5, Supplementary Contracts with Life Contingencies
3. Exhibit of Deposit Life Contracts, Line14, Col 1

4. Sub-Total $109,743,887 100%

Separate Accounts Annual Statement

5. Exhibit 6, Line 0299999, Column 2
6. Exhibit 6, Line 0399999, Column 2
7. Page 3, Line 2, Column 3
8. Page 3, Line 3.1, Column 3
9. Page 3, Line 3.2, Column 3
10. Page 3, Line 3.3 Column 3
11. Sub-Total

12. Combined Total $109,743,887 100%

33. **Premium and Annuity Considerations Deferred and Uncollected**

	(1) **Gross**	(2) **Loading**	(3) **Net of Loading**
(1)Industrial	50,125	34,726	15,399
(2)Ordinary-First	5,440,768	3,914,406	1,526,362
(3)Ordinary-Renewal	25,925,672	8,423,644	17,502,028
(4)Credit Life	----	-----	----
(5)Group Life-Renewal	----	-----	----
(6)Group Annuity	-----	-----	----
(7)Totals	$31,416,565	$12,372,776	$19,043,789

34. Separate Accounts

Not applicable

35. Loss/Claim Adjustment Expenses

The activity in the liability for the unpaid Accident and Health claim adjustment expenses is summarized below:

NOTES TO FINANCIAL STATEMENTS

			2012	2011
Beginning balance (12/31/12)			9,860,881	8,212,717
Reinsurance recoverable			-	-
		Net claim liabilities	9,860,881	8,212,717
Incurred claims and LAE:				
	Current period		21,653,755	16,490,060
	Prior period		577,777	403,176
		Total	22,231,532	16,893,236
Payments of losses and LAE:				
	Current period		11,883,563	9,515,864
	Prior period		7,474,394	5,729,208
		Total	19,357,957	15,245,072
		Net claim liabilities	12,734,456	9,860,881
Reinsurance recoverable			-	-
Ending balance			12,734,456	9,860,881

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:	12/31/2011
3.1	State as of what date the latest financial examination of the reporting entity was made or is being made.	12/31/2011
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.	12/31/2011
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).	.....
3.4	By what department or departments? Office of the Commisioner of Insurance of 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 ( ) No ( ) N/A (X)
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

GENERAL

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 ( ) No (X)

6.2 If yes, give full information:

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

7.2 If yes,

7.21 State the percentage of foreign control; %

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

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 Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC

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?
Pricewaterhouse Coopers Munoz Rivera Ave. Oriental Tower 9th Floor San Juan, PR 00918

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?
Grifith Ballard & Co. 100 First Ave. Northeast Suite 117 Cedar Rapids, Iowa 52401

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).
.....

15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes ( ) No (X)

15.2 If the response to 15.1 is yes, 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

24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03) Yes (X) No ( )

24.02 If no, give full and complete information relating thereto:

24.03 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 17 where this information is also provided)

24.04 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)

24.05 If answer to 24.04 is YES, report amount of collateral for conforming programs. $

24.06 If answer to 24.04 is NO, report amount of collateral for other programs. $

24.07 Does your 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)

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

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

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

24.101 Total fair value of reinvented collateral assets reported on Schedule DL, Parts 1 and 2 $

24.102 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 $

24.103 Total payable for securities lending reported on the liability page $

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

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
Bank of New York	One Mellon Center 151035 Pittsburgh PA 15258-0001

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)

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

INVESTMENT

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

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

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	$ 388,635,357	$	$ (388,635,357)
30.2 Preferred stocks	$	$	$
30.3 Totals	$ 388,635,357	$	$ (388,635,357)

30.4 Describe the sources or methods utilized in determining the fair values:
N/A

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

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

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

32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC 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? $ 347,040

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
Grifith, Ballard & Co.	$ 142,831
IBU, Inc.	$ 127,104
	$
	$

34.1 Amount of payments for legal expenses, if any? $ 313,607

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
O'Neill & Borges, Inc.	$ 248,527
	$
	$
	$

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	$	$ 41,498,234
2.2 Premium Denominator	$ 172,638,131	$ 151,460,051
2.3 Premium Ratio (Line 2.1 divided by Line 2.2)	.....	..... 0.274
2.4 Reserve Numerator	$ 13,759,308	$ 10,373,274
2.5 Reserve Denominator	$ 388,907,448	$ 336,505,745
2.6 Reserve Ratio (Line 2.4 divided by Line 2.5)	..... 0.035	..... 0.031

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 2012	2 2011	3 2010	4 2009	5 2008
Life Insurance in Force (Exhibit of Life Insurance)					
1. Ordinary-whole life and endowment (Line 34, Column 4)	1,578,477	1,550,068	1,462,298	1,538,206	1,383,888
2. Ordinary-term (Line 21, Column 4, less Line 34, Column 4)	4,461,760	4,481,188	4,398,922	4,491,389	4,455,965
3. Credit life (Line 21, Column 6)	7	17	40	75	143
4. Group, excluding FEGLI/SGLI (Line 21, Column 9 less Line 43 and Line 44, Column 4)	3,538,441	3,131,323	3,064,119	3,249,696	5,068,237
5. Industrial (Line 21, Column 2)	1,240	1,258	1,289	1,324	1,367
6. FEGLI/SGLI (Line 43 and Line 44, Column 4)					
7. Total (Line 21, Column 10)	9,579,925	9,163,854	8,926,668	9,280,690	10,909,600
New Business Issued (Exhibit of Life Insurance)					
8. Ordinary-whole life and endowment (Line 34, Column 2)	201,095	635,473	262,092	372,936	272,659
9. Ordinary-term (Line 2, Column 4, less Line 34, Column 2)	892,735	706,740	823,587	931,537	966,084
10. Credit life (Line 2, Column 6)					
11. Group (Line 2, Column 9)	627,326	94,786	221,190	245,822	625,918
12. Industrial (Line 2, Column 2)			11	1	8
13. Total (Line 2, Column 10)	1,721,156	1,436,999	1,306,880	1,550,296	1,864,669
Premium Income-Lines of Business (Exhibit 1 - Part 1)					
14. Industrial life (Line 20.4, Column 2)	17,258	28,718	(9,475)	11,655	19,229
15.1 Ordinary life insurance (Line 20.4, Column 3)	74,371,544	74,010,973	69,765,340	67,801,165	62,812,558
15.2 Ordinary individual annuities (Line 20.4, Column 4)	39,942,587	31,854,202	10,733,324	4,434,115	8,018,308
16. Credit life, (group and individual) (Line 20.4, Column 5)		3,771	18,048	10,593	13,994
17.1 Group life insurance (Line 20.4, Column 6)	5,098,390	4,064,154	4,383,552	3,808,314	5,083,441
17.2 Group annuities (Line 20.4, Column 7)					
18.1 A & H-group (Line 20.4, Column 8)	6,540,364	4,796,904	4,679,625	4,997,754	5,370,712
18.2 A & H-credit (group and individual) (Line 20.4, Column 9)					
18.3 A & H-other (Line 20.4, Column 10)	46,667,989	36,701,330	32,794,173	31,001,841	25,699,104
19. Aggregate of all other lines of business (Line 20.4, Column 11)					
20. Total	172,638,132	151,460,052	122,364,587	112,065,437	107,017,346
Balance Sheet (Pages 2 and 3)					
21. Total admitted assets excluding Separate Accounts business (Page 2, Line 26, Column 3)	480,788,319	425,899,660	380,559,749	352,484,564	329,391,208
22. Total liabilities excluding Separate Accounts business (Page 3, Line 26)	423,366,889	368,271,575	326,446,370	303,158,439	280,648,770
23. Aggregate life reserves (Page 3, Line 1)	344,566,746	296,921,497	259,759,974	247,671,401	237,610,093
24. Aggregate A & H reserves (Page 3, Line 2)	25,988,690	23,462,759	21,259,012	19,728,174	17,934,092
25. Deposit-type contract funds (Page 3, Line 3)					
26. Asset valuation reserve (Page 3, Line 24.01)	6,552,486	1,993,627	1,924,006	645,440	
27. Capital (Page 3, Line 29 and Line 30)	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
28. Surplus (Page 3, Line 37)	54,421,430	54,628,085	51,113,379	46,326,125	45,742,441
Cash Flow (Page 5)					
29. Net cash from operations (Line 11)	52,680,796	49,231,702	22,868,010	19,229,806	23,251,784
Risk-Based Capital Analysis					
30. Total adjusted capital	63,947,727	59,621,712	56,037,385	49,971,565	48,742,441
31. Authorized control level risk-based capital	6,984,913	6,904,678	4,789,380	4,830,664	5,118,643
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)	86.8	89.5	94.8	93.3	91.5
33. Stocks (Line 2.1 and Line 2.2)	10.4	8.4	2.8	3.9	4.7
34. Mortgage loans on real estate (Line 3.1 and Line 3.2)					
35. Real estate (Line 4.1, Line 4.2 and Line 4.3)					
36. Cash, cash equivalents and short-term investments (Line 5)	1.4	0.5	0.7	0.9	2.0
37. Contract loans (Line 6)	1.4	1.6	1.7	1.8	1.8
38. Derivatives (Page 2, Line 7)				XXX	XXX
39. Other invested assets (Line 8)					
40. Receivables for securities (Line 9)					
41. Securities lending reinvested collateral assets (Line 10)				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 2012	2 2011	3 2010	4 2009	5 2008
Investments in Parent, Subsidiaries and Affiliates					
44. Affiliated bonds (Schedule D Summary, Line 12, Column 1)					
45. Affiliated preferred stocks (Schedule D Summary, Line 18, Column 1)					
46. Affiliated common stocks (Schedule D Summary, Line 24, Column 1)					
47. Affiliated short-term investments (subtotal included in Schedule DA Verification, Column 5, Line 10)					
48. Affiliated mortgage loans on real estate					
49. All other affiliated					
50. Total of above Line 44 to Line 49					
51. Total investment in parent included in Line 44 to Line 49 above					
Total Nonadmitted and Admitted Assets					
52. Total nonadmitted assets (Page 2, Line 28, Column 2)	5,795,492	6,349,719	6,180,674	6,639,012	7,724,751
53. Total admitted assets (Page 2, Line 28, Column 3)	480,788,319	425,899,660	380,559,749	352,484,564	329,391,208
Investment Data					
54. Net investment income (Exhibit of Net Investment Income)	21,063,132	18,823,297	17,775,733	17,546,688	17,793,007
55. Realized capital gains (losses) (Page 4, Line 34, Column 1)	(187,849)	1,155,197	662,007	(869,192)	(3,540,506)
56. Unrealized capital gains (losses) (Page 4, Line 38, Column 1)	5,059,170	(2,026,156)	508,402	1,008,945	(209,925)
57. Total of above Line 54, Line 55 and Line 56	25,934,453	17,952,338	18,946,142	17,686,441	14,042,576
Benefits and Reserve Increase (Page 6)					
58. Total contract benefits - life (Lines 10, 11, 12, 13, 14 and 15, Column 1 minus Lines 10, 11, 12, 13, 14 and 15, Columns 9, 10 and 11)	38,154,552	36,659,283	40,075,543	37,025,535	34,516,810
59. Total contract benefits - A & H (Line 13 and Line 14, Columns 9, 10 and 11)	22,197,712	16,860,441	13,196,445	12,503,898	12,441,155
60. Increase in life reserves - other than group and annuities (Line 19, Columns 2 and 3)	13,526,488	11,257,388	9,814,452	11,201,391	10,072,293
61. Increase in A & H Reserves (Line 19, Columns 9, 10 and 11)	2,525,945	2,203,747	1,530,838	1,794,096	1,831,718
62. Dividends to policyholders (Line 30, Column 1)					
Operating Percentages					
63. 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	42.0	43.5	50.0	54.5	51.1
64. 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	20.0	18.0	24.4	23.1	23.6
65. A & H loss percent (Schedule H, Part 1, Line 5 and Line 6, Column 2)	46.4	47.3	38.4	40.2	57.5
66. A & H cost containment percent (Schedule H, Part 1, Line 4, Column 2)					
67. A & H expense percent excluding cost containment expenses (Schedule H, Part 1, Line 10, Column 2)	56.8	58.1	61.2	66.1	57.4
A & H Claim Reserve Adequacy					
68. Incurred losses on prior years' claims - group health (Schedule H, Part 3, Line 3.1, Column 2)	9,461,424	9,623,625	8,928,360	9,631,593	8,307,333
69. Prior years' claim liability and reserve - group health (Schedule H, Part 3, Line 3.2, Column 2)	9,018,172	8,760,101	8,706,643	8,947,460	8,689,927
70. Incurred losses on prior years' claims - health other than group (Schedule H, Part 3, Line 3.1, Column 1 less Column 2)	10,997,424	8,907,497	6,704,559	7,500,282	5,388,001
71. Prior years' claim liability and reserve - health other than group (Schedule H, Part 3, Line 3.2, Column 1 less Column 2)	11,222,402	8,653,573	7,539,118	6,995,967	6,726,845
Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)					
72. Industrial life (Column 2)	37,176	37,012	21,532	30,206	89,803
73. Ordinary-life (Column 3)	3,492,086	4,942,355	3,043,214	350,910	5,435,368
74. Ordinary-individual annuities (Column 4)	518,875	497,657	224,141	111,411	(191,484)
75. Ordinary-supplementary contracts (Column 5)					
76. Credit life (Column 6)		(5,941)	13,951	5,696	21,960
77. Group life (Column 7)	321,727	(886,145)	202,280	(187,274)	119,313
78. Group annuities (Column 8)					
79. A & H-group (Column 9)	(308,276)	(1,512,864)	(1,611,267)	(240,821)	(597,257)
80. A & H-credit (Column 10)					
81. A & H-other (Column 11)	623,934	1,248,284	2,619,484	(264,177)	1,286,700
82. Aggregate of all other lines of business (Column 12)					
83. Total (Column 1)	4,685,522	4,320,358	4,513,335	(194,049)	6,164,403

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:

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	2,616	1,258	277,844	6,031,256	30	17	3,667	127,765	3,131,323	9,163,854
2. Issued during year			55,966	1,093,830			78	7,938	627,326	1,721,156
3. Reinsurance assumed										
4. Revived during year			4,740	194,685						194,685
5. Increased during year (net)	31	16	1,589	194,649						194,665
6. Subtotals, Line 2 to Line 5	31	16	62,295	1,483,164			78	7,938	627,326	2,110,506
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)	2,647	1,274	340,139	7,514,420	30	17	3,745	135,703	3,758,649	11,274,360
Deductions during year:										
10. Death	47	27	5,346	15,617			XXX	140	2,472	18,116
11. Maturity			359	2,947			XXX			2,947
12. Disability							XXX			
13. Expiry	21	7	2,572	13,084						13,091
14. Surrender			3,234	108,230						108,230
15. Lapse			39,930	1,097,502		10	108	2,745	217,736	1,315,248
16. Conversion			61	8,053			XXX	XXX	XXX	8,053
17. Decreased (net)			3,898	228,750			50			228,750
18. Reinsurance										
19. Aggregate write-ins for decreases										
20. Totals (Line 10 to Line 19)	68	34	55,400	1,474,183		10	158	2,885	220,208	1,694,435
21. In force end of year (Line 9 minus Line 20)	2,579	1,240	284,739	6,040,237	30	7	3,587	132,818	3,538,441	9,579,925
22. Reinsurance ceded end of year	XXX		XXX	1,676,657	XXX		XXX	XXX	1,592,443	3,269,100
23. Line 21 minus Line 22	XXX	1,240	XXX	4,363,580	XXX	(b) 7	XXX	XXX	1,945,998	6,310,825
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	X X X		X X X	
25. Other paid-up insurance	1,874	874	129	257
26. Debit ordinary insurance	X X X	X X X	8,359	4,080

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	843	42,357	6,803	309,428
28. Term policies-other	3,873	426,537	28,403	3,387,222
29. Other term insurance-decreasing	X X X		X X X	23
30. Other term insurance	X X X	423,841	X X X	654,589
31. Totals (Line 27 to Line 30)	4,716	892,735	35,206	4,351,262
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	22,206	110,498
34. Totals, whole life and endowment	51,250	201,095	227,327	1,578,477
35. Totals (Line 31 to Line 34)	55,966	1,093,830	284,739	6,040,237

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			1,240	
37. Ordinary	1,093,830		6,040,237	
38. Credit Life (Group and Individual)			7	
39. Group	627,326		3,538,441	
40. Totals (Line 36 to Line 39)	1,721,156		9,579,925	

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 i				
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	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)	5 Number of Policies	6 Amount of Insurance (a)	7 Number of Certificates	8 Amount of Insurance (a)
48. Waiver of Premium			41,496	1,417,188				
49. Disability Income								
50. Extended Benefits	269	162	X X X	X X X				
51. Other	2,310	1,078						
52. Total	2,579	(b) 1,240	41,496	(b) 1,417,188		(b)		(b)

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000)
(b) See Paragraph 9 of the Annual Audited Financial Reports in the General section of the annual statement instructions.

EXHIBIT OF NUMBER OF POLICIES, CONTRACTS, CERTIFICATES, INCOME PAYABLE AND ACCOUNT VALUES IN FORCE FOR SUPPLEMENTARY CONTRACTS, ANNUITIES, ACCIDENT 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		2,592		
2. Issued during year		971		
3. Reinsurance assumed				
4. Increased during year (net)				
5. Totals (Line 1 to Line 4)		3,563		
Deductions during year:				
6. Decreased (net)		106		
7. Reinsurance ceded				
8. Totals (Line 6 and Line 7)		106		
9. In force end of year		3,457		
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						
2. Issued during year						
3. Reinsurance assumed						
4. Increased during year (net)						XXX
5. Totals (Line 1 to Line 4)						XXX
Deductions during year:						
6. Conversions					XXX	XXX
7. Decreased (net)						XXX
8. Reinsurance ceded						XXX
9. Totals (Line 6 to Line 8)		XXX		XXX		XXX
10. In force end of year		(a)		(a)		(a)

NONE

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.

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	N						
11. Georgia	GA	N						
12. Hawaii	HI	N						
13. Idaho	ID	N						
14. Illinois	IL	N						
15. Indiana	IN	N						
16. Iowa	IA	N						
17. Kansas	KS	N						
18. Kentucky	KY	N						
19. Louisiana	LA	N						
20. Maine	ME	N						
21. Maryland	MD	N						
22. Massachusetts	MA	N						
23. Michigan	MI	N						
24. Minnesota	MN	N						
25. Mississippi	MS	N						
26. Missouri	MO	N						
27. Montana	MT	N						
28. Nebraska	NE	N						
29. Nevada	NV	N						
30. New Hampshire	NH	N						
31. New Jersey	NJ	N						
32. New Mexico	NM	N						
33. New York	NY	N						
34. North Carolina	NC	N						
35. North Dakota	ND	N						
36. Ohio	OH	N						
37. Oklahoma	OK	N						
38. Oregon	OR	N						
39. Pennsylvania	PA	N						
40. Rhode Island	RI	N						
41. South Carolina	SC	N						
42. South Dakota	SD	N						
43. Tennessee	TN	N						
44. Texas	TX	N						
45. Utah	UT	N						
46. Vermont	VT	N						
47. Virginia	VA	N						
48. Washington	WA	N						
49. West Virginia	WV	N						
50. Wisconsin	WI	N						
51. Wyoming	WY	N						
52. American Samoa	AS	N						
53. Guam	GU	N						
54. Puerto Rico	PR	L	85,461,141	39,942,587	52,546,032		177,949,760	
55. U.S. Virgin Islands	VI	L	455				455	
56. Northern Mariana Islands	MP	N						
57. Canada	CAN	N						
58. Aggregate Other Alien	OT	XXX						
59. Subtotal		(a) 2	85,461,596	39,942,587	52,546,032		177,950,215	
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	85,461,596	39,942,587	52,546,032		177,950,215	
96. Plus Reinsurance Assumed		XXX						
97. Totals (All Business)		XXX	85,461,596	39,942,587	52,546,032		177,950,215	
98. Less Reinsurance Ceded		XXX						
99. Totals (All Business) less Reinsurance Ceded		XXX	85,461,596	39,942,587	(b) 52,546,032		177,950,215	
DETAILS OF WRITE-INS								
58001.		XXX						
58002.		XXX						
58003.		XXX						
58998. Summary of remaining write-ins for Line 58 from overflow page		XXX						
58999. Total (Line 58001 through Line 58003 plus Line 58998) (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						

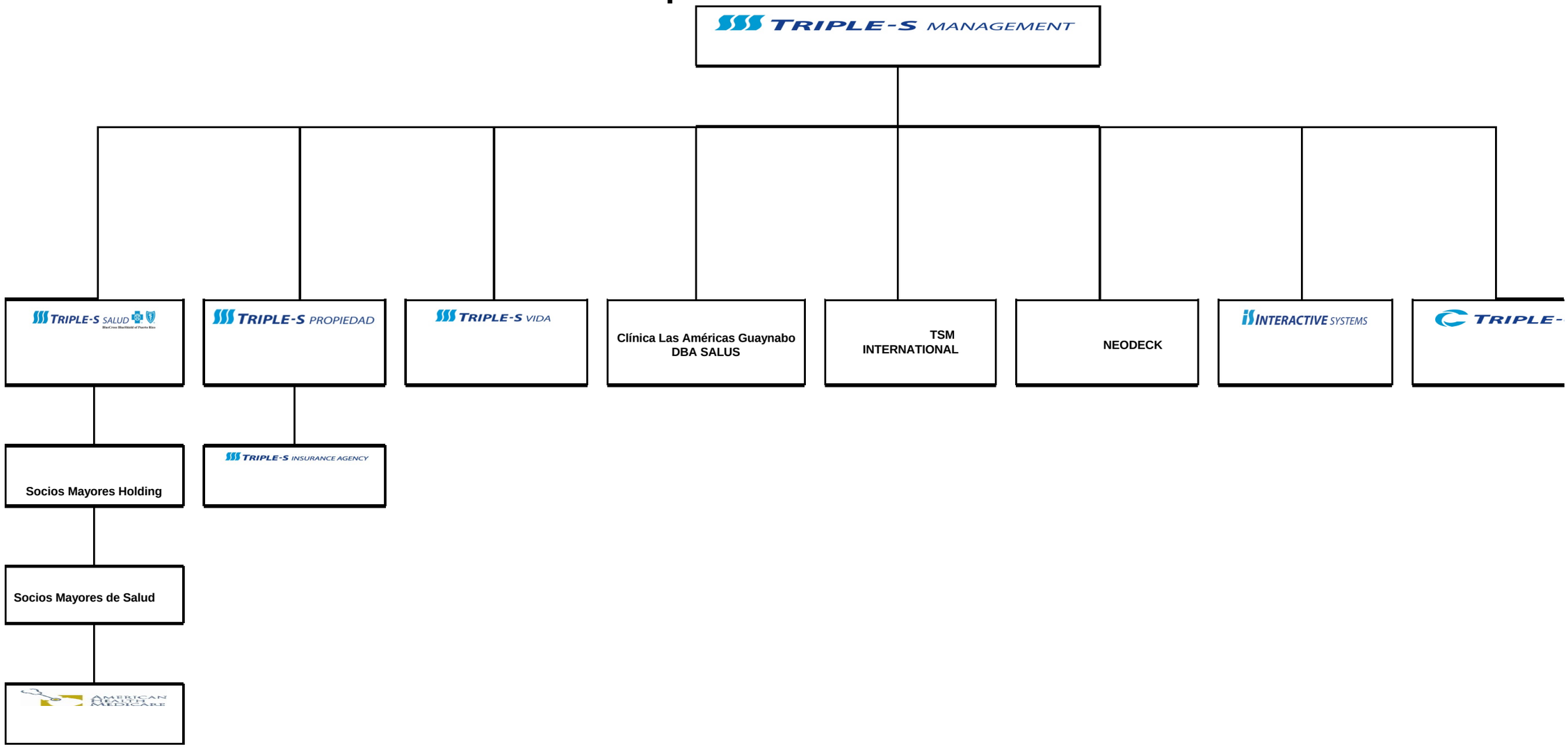
(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer;
(E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business 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; Exhibit 1, Lines 6.4, 10.4, 16.4, Cols. 8, 9, and 10

Triple-S Management Corporation

Corporate Structure



SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
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