



# ANNUAL STATEMENT

For the Year Ended December 31, 2002  
of the Condition and Affairs of the

## LEADER PREFERRED INSURANCE COMPANY

NAIC Group Code..... 0084, 0084 NAIC Company Code..... 10195 Employer's ID Number..... 34-1785809  
(Current Period) (Prior Period)

Organized under the Laws of Ohio State of Domicile or Port of Entry Ohio

Country of Domicile USA

Incorporated..... November 7, 1994

Commenced Business..... July 1, 1995

Statutory Home Office	580 Walnut Street ..... Cincinnati ..... OH ..... 45202 <i>(Street and Number) (City or Town, State and Zip Code)</i>	
Main Administrative Office	4100 Harry Hines Boulevard ..... Dallas ..... TX ..... 75219 <i>(Street and Number) (City or Town, State and Zip Code)</i>	214-526-3876 <i>(Area Code) (Telephone Number)</i>
Mail Address	4100 Harry Hines Boulevard ..... Dallas ..... TX ..... 75219 <i>(Street and Number or P. O. Box) (City or Town, State and Zip Code)</i>	
Primary Location of Books and Records	4100 Harry Hines Boulevard ..... Dallas ..... TX ..... 75219 <i>(Street and Number) (City or Town, State and Zip Code)</i>	214-526-3876 <i>(Area Code) (Telephone Number)</i>
Internet Website Address	www.LeaderInsurance.com	
Statement Contact	William Joseph Herm <i>(Name)</i> BHerm@LeaderInsurance.com <i>(E-Mail Address)</i>	214-526-3876-4573 <i>(Area Code) (Telephone Number) (Extension)</i> 214-520-4529 <i>(Fax Number)</i>
Policyowner Relations Contact	4100 Harry Hines Boulevard ..... Dallas ..... TX ..... 75219 <i>(Street and Number) (City or Town, State and Zip Code)</i>	214-526-3876-5739 <i>(Area Code) (Telephone Number) (Extension)</i>

### OFFICERS

President ..... James Randall Gober Treasurer ..... Donald Alan Baker Secretary ..... Tommy Joe Stone

### VICE PRESIDENTS

Ronald Charles Hayes	Karen Holley Horrell	Tracy Lea McGovern	Judy Regis Metoyer
Thomas Edward Mischell	Scott Christopher Pitrone	Eve Cutler Rosen	Fred Joseph Runk
Virginia Ann Ward	John Joseph Whalin	David John Witzgall	Robert Jude Zbacnik

### DIRECTORS OR TRUSTEES

James Randall Gober	Karen Holley Horrell	Keith Alan Jensen	John Raymond Miner #
Roger Hubert Prestridge	Eve Cutler Rosen	Tommy Joe Stone	

State of..... Texas  
County of..... Dallas

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.

_____ (Signature) James Randall Gober _____ (Printed Name) President	_____ (Signature) Tommy Joe Stone _____ (Printed Name) Secretary	_____ (Signature) Donald Alan Baker _____ (Printed Name) Treasurer
---	---	---

Subscribed and sworn to before me this

.....14th.....day of .....February....., 2003

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

**Sch. A-Pt. 1  
NONE**

**Sch. A-Pt. 2  
NONE**

**Sch. A-Pt. 3  
NONE**

**Sch. B-Pt. 1  
NONE**

**Sch. B-Pt. 2  
NONE**

**Sch. BA-Pt. 1  
NONE**

**Sch. BA-Pt. 2  
NONE**

### SCHEDULE D - PART 1

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

1 CUSIP Identifi- cation	2 Description	3 *	Interest		6 Maturity Date	7 Option Date	8 Option Call Price	9 Book/Adjusted Carrying Value	10 Par Value	11 Rate Used to Obtain Fair Value	12 Fair Value	13 Actual Cost	Interest		16 Increase (Decrease) by Adjustment	17 Increase (Decrease) by Foreign Exchange Adjustment	18 Amount of Interest Due and Accrued December 31, Current Year, on Bonds in Default as to Principal or Interest	19 NAIC Design- ation	20 Date Acquired	21 Effective Rate of Interest		
			4 Rate of	5 How Paid									14 Amount Due and Accrued December 31 of Current Year on Bonds not in Default	15 Gross Amount Received During Year								
<b>U.S. Government - Single Class Mortgage-Backed/Asset-Backed Securities</b>																						
83162C GM 9	SBA SER 96-20A 6.30 1-01-16 AL 8-06		6.300	JJ	01/01/2016	12/31/2011		323,213	323,213	109.6880	354,525	323,213	10,181	20,737					1PE	01/19/1996	6.300	
0299999	U.S. Government - Single Class Mortgage-Backed/Asset-Backed Securities							323,213	323,213	XXX	354,525	323,213	10,181	20,737	0	0	0	0	XXX	XXX	XXX	
0399999	Total - U.S. Government							323,213	323,213	XXX	354,525	323,213	10,181	20,737	0	0	0	0	XXX	XXX	XXX	
<b>Industrial &amp; Miscellaneous (Unaffiliated) - Issuer Obligations</b>																						
<b>United States</b>																						
001957 AV 1	AT&T CORP 6.00 3-15-09 NC		6.000	SM15	03/15/2009			17,292	18,000	98.8750	17,798	16,997	318	1,080	89				2	06/04/1999	6.788	
00209T AA 3	AT&T BROADBAND 8.375 3-15-13 NC		8.375	SM15	03/15/2013			181,000	181,000	113.0000	204,530	181,000	1,811						2	11/18/2002	8.375	
003708 AA 2	ABLE EMP (GSA) 6.65 6-15-04 A03		6.650	DJ15	06/15/2004			78,150	78,150	103.6250	80,983	78,150	231	5,197					1PE	03/22/1996	6.650	
084423 AD 4	BERKLEY W.R. 6.25 1-15-06 NC		6.250	JJ15	01/15/2006			98,687	100,000	106.6180	106,618	96,536	2,882	6,250	377				2PE	02/20/1996	6.735	
293562 AC 8	ENRON OIL & GAS 6.50 12-01-07 NC		6.500	DJ	12/01/2007			238,934	250,000	109.2610	273,153	234,928	1,354	16,250	1,796				2PE	08/29/2000	7.596	
31331F AC 5	FEDERAL EX PT 6.68 1-1-08 AL0505 SF		6.680	JJ	01/01/2008			216,485	213,564	110.7500	236,522	218,587	7,133	14,266	(482)				2	02/04/1998	6.356	
449901 AC 1	ICI NORTH AMERICA 8.875 11-15-06 NC		8.875	NM15	11/15/2006			280,380	265,000	114.8160	304,262	298,886	3,005	23,519	(3,340)				2PE	04/18/1996	7.133	
50075N AH 7	KRAFT FOODS INC 6.25 06-01-12 NC		6.250	DJ	06/01/2012			253,676	250,000	111.8270	279,568	253,850	1,302	8,290	(174)				1	05/23/2002	6.043	
549463 AD 9	LUCENT TECH 5.50 11-15-08 NC		5.500	NM15	11/15/2008			119,375	250,000	47.7500	119,375	222,490	1,757	13,750	(68,125)				5	09/07/2000	7.309	
718507 BJ 4	PHILLIPS PETROLEUM 6.375 3-30-09 NC		6.375	SM31	03/30/2009			256,753	250,000	103.0000	257,500	257,500	4,029	15,938	(747)				1PE	02/25/2002	5.852	
759351 AA 7	REINSURANCE GRP OF AMER 7.25 4-01-06		7.250	OA	04/01/2006			299,628	300,000	108.2360	324,708	299,082	5,438	21,750	98				2PE	03/19/1996	7.294	
76182K AM 7	RJ REYNOLDS TOBACCO 6.50 06-01-07 NC		6.500	DJ	06/01/2007			253,344	250,000	104.3320	260,830	253,725	1,354	8,621	(381)				2	05/31/2002	6.149	
811410 AM 1	SEA LAND SER C 6.60 1-02-11 AL07		6.600	JJ02	01/02/2011			279,308	279,308	101.1250	282,450	279,308	9,166	18,434					2	02/11/1998	6.600	
866810 AE 4	SUN MICROSYSTEMS 7.50 8-15-06 NC		7.500	AF15	08/15/2006			201,518	200,000	106.3130	212,626	202,230	5,667	15,000	(355)				2PE	12/01/2000	7.258	
871928 AJ 6	IBM-TIERS 97 7.35 6-01-17 AL 8-19-10		7.350	DJ	06/01/2017			167,237	169,879	113.3750	192,600	166,928	1,041	12,486	99				1PE	08/09/1999	7.529	
	United States							2,941,767	3,054,901	XXX	3,153,523	3,060,197	46,488	180,831	(71,145)				0	XXX	XXX	XXX
3999999	Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations							2,941,767	3,054,901	XXX	3,153,523	3,060,197	46,488	180,831	(71,145)				0	XXX	XXX	XXX
4599999	Total - Industrial & Miscellaneous (Unaffiliated)							2,941,767	3,054,901	XXX	3,153,523	3,060,197	46,488	180,831	(71,145)				0	XXX	XXX	XXX
<b>Totals</b>																						
5499999	Total - Issuer Obligations							2,941,767	3,054,901	XXX	3,153,523	3,060,197	46,488	180,831	(71,145)				0	XXX	XXX	XXX
5599999	Total - Single Class Mortgage-Backed/Asset-Backed Securities							323,213	323,213	XXX	354,525	323,213	10,181	20,737	0	0	0	0	XXX	XXX	XXX	
6099999	Grand Total - Bonds							3,264,980	3,378,114	XXX	3,508,048	3,383,410	56,669	201,568	(71,145)				0	XXX	XXX	XXX

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**Sch. D-Pt. 2-Sn. 1**  
**NONE**

**Sch. D-Pt. 2-Sn. 2**  
**NONE**

**SCHEDULE D - PART 3**

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

1 CUSIP Identification	2 Description	3 Date Acquired	4 Name of Vendor	5 Number of Shares of Stock	6 Actual Cost	7 Par Value	8 Paid for Accrued Interest and Dividends
<b>Bonds - Industrial and Miscellaneous</b>							
<b>United States</b>							
00209T AA 3	AT&T BROADBAND 8.375 3-15-13 NC	11/18/2002	EXCHANGED		181,170	181,170	
50075N AH 7	KRAFT FOODS INC 6.25 06-01-12 NC	05/23/2002	J. P. MORGAN SECURITIES		507,700	500,000	781
718507 BJ 4	PHILLIPS PETROLEUM 6.375 3-30-09 NC	02/25/2002	BANK ONE		257,500	250,000	6,552
76182K AM 7	RJ REYNOLDS TOBACCO 6.50 06-01-07 NC	05/31/2002	J. P. MORGAN SECURITIES		253,725	250,000	677
	United States				1,200,095	1,181,170	8,010
4599999	Total - Bonds - Industrial & Miscellaneous				1,200,095	1,181,170	8,010
6099997	Total - Bonds - Part 3				1,200,095	1,181,170	8,010
6099998	Total - Bonds - Summary Item from Part 5				259,750	250,000	3,459
6099999	Total - Bonds				1,459,845	1,431,170	11,469
7299999	Total - Bonds, Preferred and Common Stocks				1,459,845	.XXX	11,469

**SCHEDULE D - PART 4**

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

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
CUSIP Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year
<b>Bonds - U.S. Government</b>															
83162C GM 9.....	SBA SER 96-20A 6.30 1-01-16 AL 8-06.....	07/01/2002	PAYDOWNS.....		29,699	29,699	29,699	29,699					0	1,400	
0399999.	Total - Bonds - U.S. Government.....				29,699	29,699	29,699	29,699	0	0	0	0	0	1,400	XXX
<b>Bonds - Public Utilities</b>															
<b>United States</b>															
283695 BB 9.....	EL PASO NAT GAS 7.75 1-15-02 NC.....	01/15/2002	REDEEMED.....		125,000	125,000	120,625	125,000	31				0	4,844	
	United States.....				125,000	125,000	120,625	125,000	31	0	0	0	0	4,844	XXX
3899999.	Total - Bonds - Public Utilities.....				125,000	125,000	120,625	125,000	31	0	0	0	0	4,844	XXX
<b>Bonds - Industrial and Miscellaneous</b>															
<b>United States</b>															
001957 AV 1.....	AT&T CORP 6.00 3-15-09 NC.....	11/18/2002	EXCHANGED.....		181,170	182,000	171,863	174,721	791			6,449	6,449	12,831	
00209T AA 3.....	AT&T BROADBAND 8.375 3-15-13 NC.....	11/18/2002	PARTIAL CALL.....		170	170	170	170					0		
003708 AA 2.....	ABLE EMP (GSA) 6.65 6-15-04 A03.....	06/15/2002	SINKING FUND PAYMENT.....		23,607	23,607	23,607	23,607					0	785	
003708 AA 2.....	ABLE EMP (GSA) 6.65 6-15-04 A03.....	12/15/2002	SINKING FUND PAYMENT.....		24,392	24,392	24,392	24,392					0	1,622	
064208 AA 9.....	BANC ONE ARIZONA 6.00 9-15-05 NC.....	06/17/2002	BEAR STEARNS & CO. INC.....		105,077	100,000	96,173	98,433	198			6,644	6,644	4,583	
31331F AC 5.....	FEDERAL EX PT 6.68 1-1-08 AL0505 SF.....	07/01/2002	SINKING FUND PAYMENT.....		27,469	27,469	28,116	27,877	(31)			(407)	(407)	1,835	
38141G AL 8.....	GOLDMAN SACHS 7.80 1-28-10 NC.....	08/22/2002	GOLDMAN SACHS & CO.....		272,335	240,000	243,170	242,702	(170)			29,634	29,634	20,228	
50075N AH 7.....	KRAFT FOODS INC 6.25 06-01-12 NC.....	05/31/2002	J. P. MORGAN SECURITIES.....		255,403	250,000	253,850	253,844	(6)			1,558	1,558	651	
811410 AM 1.....	SEA LAND SER C 6.60 1-02-11 AL07.....	01/02/2002	SINKING FUND PAYMENT.....		16,605	16,605	16,605	16,605					0	548	
81371F AA 5.....	KROGER CO 9.05 12-15-04 FSA NC.....	06/14/2002	SALOMON SMITH BARNEY.....		111,699	100,000	118,113	106,162	(1,014)			5,537	5,537	4,626	
871928 AJ 6.....	IBM-TIERS 97 7.35 6-01-17 AL 8-19-10.....	06/01/2002	SINKING FUND PAYMENT.....		3,143	3,143	3,088	3,093	1			50	50	116	
871928 AJ 6.....	IBM-TIERS 97 7.35 6-01-17 AL 8-19-10.....	12/01/2002	SINKING FUND PAYMENT.....		3,259	3,259	3,202	3,208	2			51	51	240	
	United States.....				1,024,329	970,645	982,349	974,814	(229)	0	0	49,516	49,516	48,065	XXX
4599999.	Total - Bonds - Industrial & Miscellaneous.....				1,024,329	970,645	982,349	974,814	(229)	0	0	49,516	49,516	48,065	XXX
6099997.	Total - Bonds - Part 4.....				1,179,028	1,125,344	1,132,673	1,129,513	(198)	0	0	49,516	49,516	54,309	XXX
6099998.	Total - Bonds - Summary Item from Part 5.....				260,375	250,000	259,750	259,621	(129)			754	754	16,369	XXX
6099999.	Total - Bonds.....				1,439,403	1,375,344	1,392,423	1,389,134	(327)	0	0	50,270	50,270	70,678	XXX
7299999.	Total - Bonds, Preferred and Common Stocks.....				1,439,403	XXX	1,392,423	1,389,134	(327)	0	0	50,270	50,270	70,678	0

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**SCHEDULE D - PART 5**

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

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identifi- cation	Description	Date Acquired	Name of Vendor	Disposal Date	Name of Purchaser	Par Value (Bonds) or Number of Shares (Stocks)	Actual Cost	Consideration	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest and Dividends Received During Year	Paid for Accrued Interest and Dividends
<b>Bonds - Industrial and Miscellaneous</b>																
<b>United States</b>																
961548 AM 6.....	WESTVACO 8.30 8-1-22 AL1011C03@103.7..	03/26/2002	FIRST ALBANY CORP.....	11/15/2002	REDEEMED BY CALL.....	250,000	259,750	260,375	259,621	(129)			754	754	16,369	3,459
	United States.....					250,000	259,750	260,375	259,621	(129)	0	0	754	754	16,369	3,459
4599999	Total - Bonds - Industrial & Miscellaneous.....					250,000	259,750	260,375	259,621	(129)	0	0	754	754	16,369	3,459
6099998	Total - Bonds.....					250,000	259,750	260,375	259,621	(129)	0	0	754	754	16,369	3,459
7299999	Total - Bonds, Preferred and Common Stocks.....					XXX	259,750	260,375	259,621	(129)	0	0	754	754	16,369	3,459

**SCHEDULE D - PART 6 - SECTION 1**

Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

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

1. Amount of insurer's capital and surplus from the prior period's statutory statement reduced by any admitted EDP, goodwill and net deferred tax assets included therein: \$.....0.
2. Total amount of intangible assets nonadmitted \$.....0.

**NONE**

**SCHEDULE D - PART 6 - SECTION 2**

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

**NONE**

## SCHEDULE DA - PART 1

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

1 CUSIP Identifi- cation	2 Description	3 Date Acquired	4 Name of Vendor	Interest		7 Maturity Date	8 Book/Adjusted Carrying Value	9 Increase (Decrease) by Adjustment	10 Increase (Decrease) by Foreign Exchange Adjustment	11 Par Value	12 Actual Cost	Interest		15 Paid for Accrued Interest	16 NAIC Design- nation	17 Effective Rate of Interest
				5 Rate of	6 How Paid							13 Amount Due and Accrued Dec. 31 of Current Year on Bonds not in Default	14 Gross Amount Received			
<b>Exempt Money Market Mutual Funds</b>																
<b>United States</b>																
825252 30 7..	AIM Short-Term Investments Trust Treasury Portfolio.....	12/17/2002	Bank of New York.....	1.240	Mtly..	12/31/2003	1,399,024			1,399,024	1,399,024	1,447	20,242		1....	1.240
	United States.....						1,399,024	0	0	1,399,024	1,399,024	1,447	20,242	0	XXX	XXX....
7799999.	Exempt Money Market Mutual Funds.....						1,399,024	0	0	1,399,024	1,399,024	1,447	20,242	0	XXX	XXX....
<b>Class One Money Market Mutual Funds</b>																
<b>United States</b>																
825251 84 6..	AIM Short-Term Investments Co. Prime Portfolio.....	12/10/2002	Bank of New York.....	1.200	Mtly..	12/31/2003	250,200			250,200	250,200	191	140		1....	1.200
	United States.....						250,200	0	0	250,200	250,200	191	140	0	XXX	XXX....
7899999.	Class One Money Market Mutual Funds.....						250,200	0	0	250,200	250,200	191	140	0	XXX	XXX....
8099999.	Grand Total - Short-Term Investments.....						1,649,224	(a).....0	0	1,649,224	1,649,224	1,638	20,382	0	XXX	XXX....

(a) Includes \$.....0 other than accrual of discount and amortization of premium.

**Sch. DB-Pt. A-Sn. 1  
NONE**

**Sch. DB-Pt. A-Sn. 2  
NONE**

**Sch. DB-Pt. A-Sn. 3  
NONE**

**Sch. DB-Pt. B-Sn. 1  
NONE**

**Sch. DB-Pt. B-Sn. 2  
NONE**

**Sch. DB-Pt. B-Sn. 3  
NONE**

**Sch. DB-Pt. C-Sn. 1  
NONE**

**Sch. DB-Pt. C-Sn. 2  
NONE**

**Sch. DB-Pt. C-Sn. 3  
NONE**

**Sch. DB-Pt. D-Sn. 1  
NONE**

**Sch. DB-Pt. D-Sn. 2  
NONE**

**Sch. DB-Pt. D-Sn. 3  
NONE**

**Sch. DB-Pt. E-Sn. 1  
NONE**

## SCHEDULE DM

For bonds and preferred stocks owned as of December 31, state the aggregate statement (admitted) value, the aggregate fair value, and the aggregate difference, if any, between them.

	1 Statement (Admitted) Value	2 Fair Value (a)	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
1. Bonds.....	4,903,263	5,157,272	254,009
2. Preferred stocks.....			0
3. Totals.....	4,903,263	5,157,272	254,009

(a) Amortized or book values shall not be substituted for fair values. Describe the sources or methods utilized in determining the fair values.

Generally, market values for publicly traded investment grade bonds were obtained from Interactive Data Services, Inc., a national and municipal security pricing service or EJV Partners, L.P., a national and taxable municipal security pricing service. Market values for privately placed investment grade bonds were obtained from broker quotes or determined by comparison to similar investments in the public market by security analysts of American Money Management Corporation, manager of the Company's investment portfolio. Market values for preferred stocks and non-investment grade bonds were obtained from the Securities Valuation Office of the National Association of Insurance Commissioners.

**SCHEDULE E - PART 1 - CASH**

1 Depository	2 Rate of Interest	3 Amount of Interest Received During Year	4 Amount of Interest Accrued December 31 of Current Year	5 Balance	6 *
<b>Open Depositories</b>					
Bank of New York..... New York, NY.....	.....0.230	.....35	.....	.....494	XXX
JPMorgan Chase Bank..... Dallas, TX.....				.....8,848	XXX
0199999. Total - Open Depositories.....	.....XXX	.....35	.....0	.....9,342	XXX
0399999. Total Cash on Deposit.....	.....XXX	.....35	.....0	.....9,342	XXX
0599999. Total Cash.....	.....XXX	.....35	.....0	.....9,342	XXX

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

1. January.....	.....22,857	4. April.....	.....23,675	7. July.....	.....11,206	10. October.....	.....9,292
2. February.....	.....286,876	5. May.....	.....23,645	8. August.....	.....14,704	11. November.....	.....9,842
3. March.....	.....22,840	6. June.....	.....29,859	9. September.....	.....21,830	12. December.....	.....9,342

**SCHEDULE E - PART 2 - SPECIAL DEPOSITS**

1 Line Number	2 Type	3 Description of Deposit	4 Where Deposited and Purpose of Deposit	5 Par or Book Value	6 Statement Value (a)	7 Fair Value
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(a) Includes \$.....0 cash and short-term investments as defined in SSAP No. 2 of the NAIC Accounting Practices and Procedures Manual.

**NONE**