



# ANNUAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2002

OF THE CONDITION AND AFFAIRS OF THE

## AMERICAN COMMERCE INSURANCE COMPANY

NAIC Group Code 0816 0816 NAIC Company Code 19941 Employer's ID Number 31-4361173  
(Current Period) (Prior Period)

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

Country of Domicile United States of America

Incorporated 09/18/1946 Commenced Business 03/19/1947

Statutory Home Office 3590 Twin Creeks Drive, Columbus, OH 43218-2579  
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office 211 Main Street  
(Street and Number) 508-949-4310  
(Area Code) (Telephone Number)  
Webster, Massachusetts 01570-0758  
(City or Town, State and Zip Code)

Mail Address 211 Main Street, Webster, Massachusetts 01570-0758  
(Street and Number or P.O. Box) (City or Town, State and Zip Code)

Primary Location of Books and Records 211 Main Street  
(Street and Number) 508-949-4310  
(Area Code) (Telephone Number)  
Webster, Massachusetts 01570-0758  
(City or Town, State and Zip Code)

Internet Website Address www.commerceinsurance.com

Statement Contact Brian Keith Germain 508-949-4310  
(Name) (Area Code) (Telephone Number) (Extension)  
bgermai@commerceinsurance.com 508-949-4246  
(E-mail Address) (FAX Number)

Policyholder Relations Contact Gregory Scott Clark 3590 Twin Creeks Drive  
(Name) (Street and Number)  
Columbus, Ohio 43218 614-282-2913 3204  
(City or Town, State and Zip Code) (AREA CODE) (Telephone Number) (Extension)

### OFFICERS

President and Chief Executive Officer Regan Paul Remillard Secretary James Anthony Ermilio  
Treasurer Randall Vaughn Becker#

### VICE PRESIDENTS

Gregory Scott Clark Joseph Brian Phillips Jr

### DIRECTORS OR TRUSTEES

Patrick William Doherty Terry Robert Farias Gerald Fels  
Richard Sidney Hamilton Charles Borromeo Liekweg Donald James McDowell  
Peter Carl Ohlheiser Regan Paul Remillard Henry Thomas Rowles  
Mark Allen Shaw Otto Tillman Wright John David Porter #

State of Ohio }  
County of Franklin } 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 thirty-first day of December 2002, 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 Annual 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 insurer as of the thirty-first day of December 2002, and of its income and deductions therefrom for the year ended on that date, 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.

Regan Paul Remillard James Anthony Ermilio Randall Vaughn Becker #  
President and Chief Executive Officer Secretary Treasurer

Subscribed and sworn to before me this \_\_\_\_\_ day of \_\_\_\_\_, 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 \_\_\_\_\_

**ANNUAL STATEMENT FOR THE YEAR 2002 OF THE AMERICAN COMMERCE INSURANCE COMPANY**

**SCHEDULE A - PART 1**

Showing all Real Estate OWNED December 31 of Current Year

1 Description of Property	Location		4 Date Acquired	5 Date of Last Appraisal	6 Actual Cost	7 Amount of Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances	9 Fair Value Less Encumbrances	10 Increase (Decrease) by Adjustment	11 Increase (Decrease) by Foreign Exchange Adjustment	12 Amounts Received During Year	13 Expended for Additions, Permanent Improvements and Changes in Encumbrances During Year	14 Gross Income Earned Less Interest Incurred on Encumbrances	15 Taxes, Repairs and Expenses Incurred
	2 City	3 State												
Three - story building, 37,077 sq ft., located on 5.982 acres of land, on four seperate parcels	Columbus	Ohio	.08/02/1979	12/13/2001	3,314,438		1,715,450	1,715,450	(80,982)				248,554	204,467
0299999 - Property occupied by the reporting entity - Administrative					3,314,438		1,715,450	1,715,450	(80,982)				0	248,554
0399999 - Total property occupied by the reporting entity					3,314,438		1,715,450	1,715,450	(80,982)				0	248,554
9999999 Totals					3,314,438		1,715,450	1,715,450	(80,982)				0	248,554

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Schedule A - Part 2

**NONE**

Schedule A - Part 3

**NONE**

Schedule B - Part 1

**NONE**

Schedule B - Part 2

**NONE**

Schedule BA - Part 1

**NONE**

Schedule BA - Part 2

**NONE**

**ANNUAL STATEMENT FOR THE YEAR 2002 OF THE AMERICAN COMMERCE INSURANCE COMPANY**

**SCHEDULE D - PART 1**

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

1	2	3	Interest		6	7	8	9	10	11	12	13	Interest		16	17	18	19	20	21			
			4	5									14	15									
CUSIP Identification	Description	*	Rate of	How Paid	Maturity Date	Option Date	Option Call Price	Book/Adjusted Carrying Value	Par Value	Rate Used to Obtain Fair Value	Fair Value	Actual Cost	Amount Due and Accrued Dec. 31 of Current Year on Bonds not in Default	Gross Amount Received During Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Amount of Interest Due and Accrued Dec. 31 Current Year, on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest			
US GOVERNMENT OBLIGATIONS																							
ISSUER OBLIGATIONS																							
912827-7F-3	U.S. TREASURY NOTE	C	3.500	MN	11/15/2006			117,303	120,000	104.0625	124,875	116,700	545	2,450	603	0	0	0	1	01/17/2002	4.177		
912827-L8-3	U.S. TREASURY NOTE	C	5.750	FA	08/15/2003			100,000	100,000	102.7813	102,781	100,000	2,172	2,875	0	0	0	0	1	12/03/1997	5.833		
COUNTRY TOTAL - U.S.								217,303	220,000	XXX	227,656	216,700	2,717	5,325	603	0	0	0	XXX	XXX	XXX		
0199999 - Total Bonds - U.S. Government - Issuer Obligations								217,303	220,000	XXX	227,656	216,700	2,717	5,325	603	0	0	0	0	0	XXX	XXX	XXX
SINGLE CLASS MORTGAGE-BACKED/ASSET-BACKED SECURITIES																							
36201C-4H-4	GNMA POOL#0579624		7.000	MTLY	02/15/2032			7,656,810	7,422,300	106.0150	7,868,751	7,658,886	23,092	389,671	(2,076)	0	0	0	1	03/04/2002	6.965		
36204K-TW-3	GNMA POOL #372365		8.000	MTLY	07/15/2026	11/30/2021		144,590	140,640	109.0130	153,315	144,925	938	11,251	(40)	0	0	0	1	11/22/1996	6.720		
36206A-KN-2	GNMA POOL #405401		9.000	MTLY	01/01/2025	04/30/2017		34,221	32,758	110.9060	36,331	34,381	246	2,948	(24)	0	0	0	1	07/27/1995	7.147		
36206A-LB-7	GNMA POOL #405422		9.000	MTLY	02/01/2025	04/30/2017		17,000	16,273	110.9060	18,047	17,079	122	1,465	(12)	0	0	0	1	07/27/1995	7.146		
36206A-LK-7	GNMA POOL #405430		9.000	MTLY	03/01/2025	04/30/2017		9,667	9,253	110.9060	10,262	9,711	69	833	(7)	0	0	0	1	07/27/1995	7.144		
362076-A6-8	GNMA GTD PASS THRU CERT #45029		11.000	MTLY	11/15/2010	01/31/2013		4,067	3,960	114.4321	4,531	4,217	36	436	(7)	0	0	0	1	03/13/1986	10.225		
36207A-BD-3	GNMA POOL #425836		8.000	MTLY	01/01/2028			157,008	151,546	108.3420	164,188	157,324	1,010	12,124	(34)	0	0	0	1	01/22/1998	5.619		
362090-6Z-3	GNMA POOL #478888		8.000	MTLY	11/01/2029	05/31/2028		2,138,411	2,094,841	108.2670	2,268,021	2,140,011	13,966	167,587	(250)	0	0	0	1	12/07/1999	6.632		
36211U-BH-4	GNMA POOL #523040		9.000	MTLY	02/15/2030			381,734	366,567	109.3950	401,006	382,146	2,749	32,991	(61)	0	0	0	1	03/01/2000	5.216		
36219P-7C-3	GNMA GTD PASS THRU CERT #255691		9.000	MTLY	11/15/2019	04/30/2017		7,442	7,526	111.2880	8,375	7,429	56	677	1	0	0	0	1	10/26/1989	9.759		
36225B-GW-2	GNMA POOL #0781113		7.000	MTLY	11/15/2029			4,786,156	4,623,920	106.0990	4,905,932	4,792,982	14,386	323,674	(6,037)	0	0	0	1	11/14/2001	6.920		
COUNTRY TOTAL - U.S.								15,337,107	14,869,582	XXX	15,838,761	15,349,089	56,670	943,657	(8,546)	0	0	0	XXX	XXX	XXX		
0299999 - Total Bonds - U.S. Government - Single Class Mortgage-Backed/Asset-Backed Securities								15,337,107	14,869,582	XXX	15,838,761	15,349,089	56,670	943,657	(8,546)	0	0	0	0	0	XXX	XXX	XXX
0399999 - Total - U.S. Government Bonds								15,554,410	15,089,582	XXX	16,066,417	15,565,789	59,387	948,982	(7,943)	0	0	0	0	0	XXX	XXX	XXX
STATES, TERRITORIES, POSSESSIONS (D&G)																							
ISSUER OBLIGATIONS																							
COLORADO																							
249192-FQ-3	DENVER COLO CITY & CNTY SGLE FAM		0.000	MATR	10/01/2030			1,224,076	6,930,000	19.0930	1,323,145	999,999	0	0	74,149	0	0	0	1PE	10/07/1999	6.448		
STATE TOTAL								1,224,076	6,930,000	XXX	1,323,145	999,999	0	0	74,149	0	0	0	0	XXX	XXX	XXX	
CONNECTICUT																							
207904-EB-5	CONNECTICUT ST ARPT REV		7.650	AO	10/01/2012	10/01/2004		717,359	670,000	110.7710	742,166	751,187	12,814	51,255	(27,062)	0	0	0	1PE	10/01/2001	3.398		
207904-EC-3	CONNECTICUT ST ARPT REV		7.650	AO	10/01/2012	10/01/2004		1,424,012	1,330,000	109.5710	1,457,294	1,491,163	25,436	101,745	(53,721)	0	0	0	1PE	10/01/2001	3.398		
STATE TOTAL								2,141,371	2,000,000	XXX	2,199,460	2,242,350	38,250	153,000	(80,783)	0	0	0	0	XXX	XXX	XXX	
FLORIDA																							
34073M-2T-8	FLORIDA HSG FIN CORP REV		0.000	MATR	01/01/2030	07/01/2009	27.624	817,426	4,425,000	18.2610	808,049	668,264	0	0	49,068	0	0	0	1PE	09/30/1999	6.386		
34073M-VF-6	FLORIDA HSG FIN CORP REV	C	0.000	MATR	12/01/2029			333,765	1,845,000	20.1090	371,011	274,960	0	0	20,551	0	0	0	1PE	12/14/1999	6.561		
STATE TOTAL								1,151,191	6,270,000	XXX	1,179,060	943,224	0	0	69,619	0	0	0	0	XXX	XXX	XXX	
INDIANA																							
455052-4B-3	INDIANA ST HSG FIN AUTH SINGLE FAM		5.900	JJ	01/01/2027			1,991,239	2,000,000	101.9060	2,038,120	1,990,000	59,000	118,000	365	0	0	0	1PE	08/09/1999	6.025		
STATE TOTAL								1,991,239	2,000,000	XXX	2,038,120	1,990,000	59,000	118,000	365	0	0	0	0	XXX	XXX	XXX	
MASSACHUSETTS																							
575915-E7-4	MASSACHUSETTS ST HSG FIN AGY HSG R	C	5.625	JJ	07/01/2040			3,286,198	3,750,000	101.7090	3,814,088	3,250,125	105,469	210,938	12,368	0	0	0	1PE	02/01/2000	6.678		
STATE TOTAL								3,286,198	3,750,000	XXX	3,814,088	3,250,125	105,469	210,938	12,368	0	0	0	0	XXX	XXX	XXX	
NEW HAMPSHIRE																							
64468T-KV-8	NEW HAMPSHIRE ST HSG FIN AUTH		5.900	JJ	07/01/2028			815,360	825,000	101.4510	836,971	814,085	24,338	48,675	378	0	0	0	1PE	08/17/1999	6.087		
STATE TOTAL								815,360	825,000	XXX	836,971	814,085	24,338	48,675	378	0	0	0	0	XXX	XXX	XXX	
NEW JERSEY																							
139525-AE-9	CAPE MAY CNTY NJ INDL POLLUTN CTL		7.200	MN	11/01/2029	11/01/2004	102.000	2,120,414	2,000,000	110.9980	2,219,960	2,275,760	24,000	144,000	(43,862)	0	0	0	1PE	06/16/1999	4.660		
STATE TOTAL								2,120,414	2,000,000	XXX	2,219,960	2,275,760	24,000	144,000	(43,862)	0	0	0	0	XXX	XXX	XXX	
PENNSYLVANIA																							
017350-YV-5	ALLEGHENY CNTY PA RESIDENTIAL FIN		6.350	AO	10/01/2036	10/01/2005	100.000	1,444,836	1,440,000	103.1960	1,486,022	1,450,224	22,860	91,440	(1,759)	0	0	0	1PE	12/08/1999	6.299		
STATE TOTAL								1,444,836	1,440,000	XXX	1,486,022	1,450,224	22,860	91,440	(1,759)	0	0	0	0	XXX	XXX	XXX	
TEXAS																							
19462M-CA-8	COLLEYVILLE TEX ECONOMIC DEV CORP		0.000	MATR	02/15/2025	02/15/2009	34.570	141,431	605,000	24.6340	149,036	119,118	0	0	8,753	0	0	0	1PE	04/24/2000	6.597		
19462M-CB-6	COLLEYVILLE TEX ECONOMIC DEV CORP		0.000	MATR	02/15/2026	02/15/2009	32.349	77,657	355,000	23.0300	81,757	65,405	0	0	4,806	0	0	0	1PE	04/24/2000	6.597		
597851-MM-3	MIDLOTHIAN TEX INDPT SCH DIST		0.000	MATR	02/15/2028			445,695	1,925,000	23.4930	452,240	423,789	0	0	21,906	0	0	0	1PE	02/19/2002	5.996		

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**ANNUAL STATEMENT FOR THE YEAR 2002 OF THE AMERICAN COMMERCE INSURANCE COMPANY**

**SCHEDULE D - PART 1**

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

1	2	3	Interest		6	7	8	9	10	11	12	13	Interest		16	17	18	19	20	21
			4	5									14	15						
CUSIP Identification	Description	*	Rate of	How Paid	Maturity Date	Option Date	Option Call Price	Book/Adjusted Carrying Value	Par Value	Rate Used to Obtain Fair Value	Fair Value	Actual Cost	Amount Due and Accrued Dec. 31 of Current Year on Bonds not in Default	Gross Amount Received During Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Amount of Interest Due and Accrued Dec. 31 Current Year, on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest
844424-PC-9	SOUTHLAKE TEX		0.000	MATR	02/15/2026	02/15/2009	32.616	694,572	3,145,000	23.2210	730,300	582,548	0	0	42,845	0	0	1PE	03/27/2000	6.574
844424-PF-2	SOUTHLAKE TEX		0.000	MATR	02/15/2029	02/15/2009	26.765	271,845	1,500,000	18.9990	284,985	228,000	0	0	16,769	0	0	1PE	03/27/2000	6.574
844424-QV-6	SOUTHLAKE TEX-SERIES B		0.000	MATR	02/15/2016	02/15/2006	51.986	491,056	1,155,000	44.8060	517,509	409,667	0	0	30,616	0	0	1PE	03/08/2000	6.649
947134-PJ-5	WEATHERFORD TX INDPT SCH DIST		0.000	MATR	02/15/2022	02/15/2010	45.084	5,729	20,000	30.7020	6,140	5,120	0	0	353	0	0	1PE	03/28/2001	6.572
947134-PM-8	WEATHERFORD TEC INDPT SCH DIST		0.000	MATR	02/15/2025	02/15/2010	36.782	10,536	45,000	24.8180	11,168	9,421	0	0	647	0	0	1PE	03/28/2001	6.545
947134-PN-6	WEATHERFORD TEX INDPT SCH DIST		0.000	MATR	02/15/2026	02/15/2010	34.410	3,286	15,000	23.1930	3,479	2,938	0	0	202	0	0	1PE	03/28/2001	6.544
STATE TOTAL								2,141,806	8,765,000	XXX	2,236,615	1,846,007	0	0	126,897	0	0	XXX	XXX	XXX
WASHINGTON																				
93978K-KQ-0	WASHINGTON ST HSG FIN COMMN		5.750	JD	12/01/2025			1,759,197	1,805,000	102.0460	1,841,930	1,752,456	8,649	103,788	1,999	0	0	1PE	08/17/1999	6.060
STATE TOTAL								1,759,197	1,805,000	XXX	1,841,930	1,752,456	8,649	103,788	1,999	0	0	XXX	XXX	XXX
COUNTRY TOTAL - U.S.								18,075,688	35,785,000	XXX	19,175,371	17,564,231	282,565	869,840	159,371	0	0	XXX	XXX	XXX
1199999 - Total Bonds - States, Territories and Possessions - Issuer Obligations								18,075,688	35,785,000	XXX	19,175,371	17,564,231	282,565	869,840	159,371	0	0	XXX	XXX	XXX
1799999 - Total - States, Territories and Possessions								18,075,688	35,785,000	XXX	19,175,371	17,564,231	282,565	869,840	159,371	0	0	XXX	XXX	XXX
POLITICAL SUBDIVISIONS (D&G) ISSUER OBLIGATIONS																				
ALASKA																				
011831-X5-8	ALASKA ST HSG FIN		0.000	MATR	06/01/2037	12/01/2009	19.676	3,347,290	25,000,000	13.3340	3,333,500	2,763,750	0	0	181,183	0	0	1PE	07/22/1999	5.723
STATE TOTAL								3,347,290	25,000,000	XXX	3,333,500	2,763,750	0	0	181,183	0	0	XXX	XXX	XXX
CALIFORNIA																				
130330-FS-7	CALIFORNIA HSG FIN AGY SINGLE FAM		0.000	MATR	02/01/2019			779,134	1,990,000	40.4700	805,353	638,233	0	0	44,118	0	0	1PE	07/30/1999	6.002
13033K-XU-8	CALIFORNIA HSG FIN AGY REV		0.000	MATR	08/01/2032			908,893	5,000,000	18.8640	943,200	899,300	0	0	9,593	0	0	1PE	10/25/2002	5.932
STATE TOTAL								1,688,028	6,990,000	XXX	1,748,553	1,537,533	0	0	53,711	0	0	XXX	XXX	XXX
DISTRICT OF COLUMBIA																				
254839-ZW-6	DISTRICT COLUMBIA REV		0.000	MATR	04/01/2039	04/01/2012	20.044	1,173,046	10,000,000	11.9190	1,191,900	1,118,600	0	0	54,446	0	0	1PE	03/07/2002	5.963
STATE TOTAL								1,173,046	10,000,000	XXX	1,191,900	1,118,600	0	0	54,446	0	0	XXX	XXX	XXX
FLORIDA																				
696510-UK-0	PALM BEACH CNTY FLA HSG FIN AUTH		0.000	MATR	04/01/2031	04/01/2009	25.008	509,620	2,960,000	16.7740	496,510	419,402	0	0	29,539	0	0	1PE	09/27/1999	6.153
STATE TOTAL								509,620	2,960,000	XXX	496,510	419,402	0	0	29,539	0	0	XXX	XXX	XXX
OHIO																				
010032-U9-9	OH AKRON, UNLTD TAX, G.O		7.125	JD	12/01/2005			148,945	150,000	115.1100	172,665	145,266	891	10,688	313	0	0	1PE	11/30/1979	7.534
STATE TOTAL								148,945	150,000	XXX	172,665	145,266	891	10,688	313	0	0	XXX	XXX	XXX
TEXAS																				
537096-KB-4	LITTLE ELM TEX INDPT SCH DIST		0.000	MATR	08/15/2031	08/15/2012	30.886	284,890	1,630,000	18.0600	294,378	272,569	0	0	12,321	0	0	1PE	04/02/2002	6.095
537096-KC-2	LITTLE ELM TEX INDPT SCH DIST		0.000	MATR	08/15/2032	08/15/2012	29.034	317,315	1,930,000	16.9700	327,521	303,608	0	0	13,707	0	0	1PE	04/02/2002	6.087
882716-3R-2	TEXAS ST VETERANS LAND		6.300	JD	12/01/2014	12/01/2004	100.000	829,064	800,000	105.2860	842,288	881,616	4,200	50,400	(14,242)	0	0	1PE	01/26/1999	4.352
STATE TOTAL								1,431,269	4,360,000	XXX	1,464,187	1,457,793	4,200	50,400	11,786	0	0	XXX	XXX	XXX
COUNTRY TOTAL - U.S.								8,298,197	49,460,000	XXX	8,407,315	7,442,344	5,091	61,088	330,978	0	0	XXX	XXX	XXX
1899999 - Total Bonds - Political Subdivisions - Issuer Obligations								8,298,197	49,460,000	XXX	8,407,315	7,442,344	5,091	61,088	330,978	0	0	XXX	XXX	XXX
2499999 - Total - Political Subdivisions Bonds								8,298,197	49,460,000	XXX	8,407,315	7,442,344	5,091	61,088	330,978	0	0	XXX	XXX	XXX
SPECIAL REVENUE & ASSESSMENT OBLIGATIONS ISSUER OBLIGATIONS																				
ALASKA																				
919061-DP-3	VALDEZ ALASKA MARINE TERM REV		5.500	AO	10/01/2028			1,876,983	2,000,000	101.0160	2,020,320	1,866,760	27,500	110,000	1,980	0	0	1	01/16/1997	6.060
STATE TOTAL								1,876,983	2,000,000	XXX	2,020,320	1,866,760	27,500	110,000	1,980	0	0	XXX	XXX	XXX
ARKANSAS																				
096530-AA-8	BLYTHEVILLE AR SLD WST RECYLNG REV		6.900	JJ	12/01/2021	01/01/2003	101.000	1,515,000	1,500,000	101.0310	1,515,465	1,610,070	51,750	103,500	(15,000)	0	0	1PE	06/09/1997	5.882
STATE TOTAL								1,515,000	1,500,000	XXX	1,515,465	1,610,070	51,750	103,500	(15,000)	0	0	XXX	XXX	XXX
CALIFORNIA																				
13033H-CK-0	CALIF HEALTH FAGS FING AUTH REV		5.550	FA	08/15/2025			1,472,809	1,500,000	100.1530	1,502,295	1,470,000	31,450	83,250	580	0	0	1PE	07/07/1997	5.775
STATE TOTAL								1,472,809	1,500,000	XXX	1,502,295	1,470,000	31,450	83,250	580	0	0	XXX	XXX	XXX
IDAHO																				
45129T-HW-0	IDAHO HOUSING & FINANCE ASSN		5.650	JJ	07/01/2009	01/01/2009	100.000	270,000	270,000	103.5980	279,715	270,000	7,628	15,255	0	0	0	1PE	02/21/1997	5.662

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**ANNUAL STATEMENT FOR THE YEAR 2002 OF THE AMERICAN COMMERCE INSURANCE COMPANY**

**SCHEDULE D - PART 1**

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

1 CUSIP Identification	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 Dec. 31 Current Year, on Bonds in Default as to Principal or Interest	19 NAIC Designation	20 Date Acquired	21 Effective Rate of Interest
			4 Rate of	5 How Paid									14 Amount Due and Accrued Dec. 31 of Current Year on Bonds not in Default	15 Gross Amount Received During Year						
STATE TOTAL								270,000	270,000	XXX	279,715	270,000	7,628	15,255	0	0	0	XXX	XXX	XXX
MISSOURI																				
60635R-UP-0	MISSOURI ST HEALTH & EDL FACS REV		5.500	FA	02/01/2008			696,913	700,000	109.8560	768,992	694,414	16,042	38,500	512	0	0	1PE	06/05/1997	5.679
790905-DG-5	ST LOUIS CNTY DM INDL DEV RVE		5.600	MS	09/01/2005			265,965	285,000	108.8200	288,373	267,581	4,947	14,840	(328)	0	0	1PE	06/01/1997	5.526
STATE TOTAL								962,878	965,000	XXX	1,057,365	961,995	20,988	53,340	184	0	0	XXX	XXX	XXX
PENNSYLVANIA																				
717893-MD-0	PHILADELPHIA PA WTR & WASTEWATER		5.750	JD	06/15/2013			317,220	310,000	104.0550	322,571	317,220	792	0	0	0	0	1PE	12/31/2002	5.529
717893-ME-8	PHILADELPHIA PA WTR & WASTEWTR REV		5.750	JD	06/15/2013	06/15/2005	100.000	1,526,086	1,495,000	103.7950	1,551,735	1,561,141	3,821	85,963	(11,647)	0	0	1PE	11/01/1999	4.900
STATE TOTAL								1,843,306	1,805,000	XXX	1,874,306	1,878,361	4,613	85,963	(11,647)	0	0	XXX	XXX	XXX
TEXAS																				
442348-XQ-6	HOUSTON, TX ARPT SYS REV REF SUB		6.000	JJ	07/01/2008			1,028,169	1,000,000	112.5210	1,125,210	1,046,640	30,000	60,000	(4,292)	0	0	1PE	04/01/1998	5.474
752834-BW-0	RANGER HOUSING CORP TX MTG REV	C	7.500	MS	03/01/2009			186,712	180,000	107.5130	193,523	192,307	4,500	13,500	(852)	0	0	1PE	09/21/1994	6.865
STATE TOTAL								1,214,881	1,180,000	XXX	1,318,733	1,238,947	34,500	73,500	(5,144)	0	0	XXX	XXX	XXX
UTAH																				
91755N-BU-8	UTAH STATE HOUSING FIN AGENCY		5.850	JJ	07/01/2009	01/01/2009	100.000	305,000	305,000	104.3940	318,402	305,000	8,921	17,843	0	0	0	1PE	05/22/1997	5.888
91755N-DB-8	UTAH HOUSING FIN AGENCY		5.750	JJ	07/01/2010	01/01/2009	100.000	670,000	670,000	104.2800	698,676	670,000	19,263	38,525	0	0	0	1PE	07/03/1997	5.787
91755N-HE-8	UTAH ST HSG FIN AGENCY		5.200	JJ	07/01/2011	01/01/2010	100.000	85,000	85,000	101.7540	86,491	85,000	2,210	4,420	0	0	0	1PE	01/12/1998	5.237
STATE TOTAL								1,060,000	1,060,000	XXX	1,103,569	1,060,000	30,394	60,788	0	0	0	XXX	XXX	XXX
COUNTRY TOTAL - U.S.								10,215,857	10,280,000	XXX	10,671,767	10,356,133	208,822	585,595	(29,047)	0	0	XXX	XXX	XXX
2599999 - Total Bonds - Special Revenue - Issuer Obligations								10,215,857	10,280,000	XXX	10,671,767	10,356,133	208,822	585,595	(29,047)	0	0	XXX	XXX	XXX
SINGLE CLASS MORTGAGE-BACKED/ASSET-BACKED SECURITIES																				
U.S. GOVERNMENT																				
31298Y-EU-1	FHLM POOL#C60147		7.000	MTLY	11/01/2031	12/31/2007	100.000	4,015,298	3,839,665	105.1060	4,035,718	4,019,049	22,398	67,194	(3,751)	0	0	1	09/19/2002	3.525
313401-4E-8	FHLM POOL#170247		14.000	MTLY	04/01/2016	01/31/2011	100.000	107,045	96,025	120.6150	115,820	110,308	1,120	13,444	(625)	0	0	1	10/26/1992	9.500
31354B-SS-2	FHLM POOL #545029		9.500	MTLY	12/01/2016		100.000	27,082	26,673	110.6500	29,514	27,215	211	2,534	(12)	0	0	1	05/09/1991	9.021
31371K-JZ-5	FNMA POOL#0254180		7.500	MTLY	01/01/2032	02/28/2007	100.000	9,226,017	8,790,366	106.1740	9,333,083	9,268,342	54,940	164,819	(42,325)	0	0	1	09/04/2002	2.091
STATE TOTAL								13,375,442	12,752,729	XXX	13,514,136	13,424,915	78,669	247,991	(46,713)	0	0	XXX	XXX	XXX
COUNTRY TOTAL - U.S.								13,375,442	12,752,729	XXX	13,514,136	13,424,915	78,669	247,991	(46,713)	0	0	XXX	XXX	XXX
2699999 - Total Bonds - Special Revenue - Single Class Mortgage-Backed/Asset-Backed Securities								13,375,442	12,752,729	XXX	13,514,136	13,424,915	78,669	247,991	(46,713)	0	0	XXX	XXX	XXX
3199999 - Total - Special Revenue Bonds								23,591,299	23,032,729	XXX	24,185,903	23,781,048	287,492	833,586	(75,760)	0	0	XXX	XXX	XXX
INDUSTRIAL & MISCELLANEOUS(UNAFFILIATED)																				
ISSUER OBLIGATIONS																				
00104P-AC-3	AFC CAP TR I		8.207	FA	02/03/2027			1,035,460	2,000,000	51.7730	1,035,460	1,869,320	62,008	164,140	(835,695)	0	0	5	08/22/2000	16.871
26156F-AA-1	DRESDNER FNDG TRUST I		8.151	JD	06/30/2031			934,735	1,000,000	101.7820	1,017,820	933,210	226	81,510	508	0	0	1PE	09/13/1999	8.971
303901-AE-2	FAIRFAX FINL HLD		7.750	JJ	07/15/2037			1,148,750	2,000,000	57.4375	1,148,750	1,422,500	71,472	155,000	71,170	0	0	3	08/30/2000	11.286
46623P-AA-2	JPM CAPITAL TR I BDS		7.540	JJ	01/15/2027			1,544,908	1,494,000	101.6940	1,519,308	1,547,590	51,943	112,648	(772)	0	0	1	02/18/1999	7.370
530790-AD-9	LIBERTY MUT INS		7.697	AO	10/15/2097			3,062,514	4,000,000	75.2180	3,008,720	3,062,500	64,997	307,880	8	0	0	2PE	06/07/2001	10.326
550060-AA-5	LUMBERMENS MUT CAS CO PP144A		9.150	JJ	07/01/2026			913,640	2,000,000	45.6820	913,640	1,797,800	91,500	183,000	(886,368)	0	0	4	10/03/2000	21.319
550060-AC-1	LUMBERMENS MUTUAL CASLTY 144A		8.300	JD	12/01/2037			865,060	2,000,000	43.2530	865,060	1,879,860	13,833	166,000	(1,015,874)	0	0	4	07/07/1999	20.155
553038-AA-8	MIC FIN TRUST I		8.375	FA	02/01/2027			1,907,008	2,000,000	98.3360	1,966,720	1,902,540	69,792	167,500	1,095	0	0	1	08/03/1999	9.040
63859R-AA-8	NATIONWIDE CSN TRUST		9.875	FA	02/15/2025	02/15/2005	104.720	2,155,733	2,000,000	108.4370	2,168,740	2,228,100	74,611	197,500	(25,560)	0	0	1	06/28/1999	8.061
743863-AA-0	PROVIDENT FING TR I		7.405	MS	03/15/2038			1,546,708	2,000,000	76.4760	1,529,520	1,543,460	43,607	148,100	1,520	0	0	2	09/25/2000	9.915
786427-AC-8	SAFECO CAP TR I		8.072	JJ	07/15/2037			2,424,076	3,000,000	100.3906	3,011,719	2,419,500	111,663	242,160	1,872	0	0	2	05/10/2000	10.327
803032-AF-8	SANWA BK LTD N Y BRH		7.400	JD	06/15/2011			1,809,820	2,000,000	98.5580	1,971,160	1,797,760	6,578	148,000	12,060	0	0	2	03/04/2002	9.236
86679P-AA-1	SUNLIFE CAN CAP SULI 8.526 144A		8.526	MN	05/29/2047			2,003,001	2,000,000	101.9640	2,039,280	2,003,020	15,157	170,520	(6)	0	0	1	06/28/1999	8.694
895287-AC-4	TRENWICK CAP TRUST		0.000	FA	02/01/2037			40,000	2,000,000	2.0000	40,000	1,882,500	0	176,400	(1,061,100)	0	0	6	06/16/1999	12.162
COUNTRY TOTAL - U.S.								21,391,413	29,494,000	XXX	22,235,897	26,289,660	677,388	2,420,358	(3,737,141)	0	0	XXX	XXX	XXX
3999999 - Total Bonds - Industrial, Misc. - Issuer Obligations								21,391,413	29,494,000	XXX	22,235,897	26,289,660	677,388	2,420,358	(3,737,141)	0	0	XXX	XXX	XXX
4599999 - Total - Industrial and Miscellaneous Bonds								21,391,413	29,494,000	XXX	22,235,897	26,289,660	677,388	2,420,358	(3,737,141)	0	0	XXX	XXX	XXX
5499999 - Total - Issuer Obligations								58,198,459	125,239,000	XXX	60,718,007	61,869,068	1,176,584	3,942,205	(3,275,237)	0	0	XXX	XXX	XXX
5599999 - Total - Single Class Mortgage-Backed/Asset-Backed Securities								28,712,550	27,622,311	XXX	29,352,896	28,774,004	135,339	1,191,648	(55,259)	0	0	XXX	XXX	XXX
6099999 Totals								86,911,008	152,861,311	XXX	90,070,903	90,643,072	1,311,923	5,133,853	(3,330,496)	0	0	XXX	XXX	XXX

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**ANNUAL STATEMENT FOR THE YEAR 2002 OF THE AMERICAN COMMERCE INSURANCE COMPANY**

**SCHEDULE D - PART 2 - SECTION 1**

Showing all PREFERRED STOCKS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	3 Number of Shares	4 Par Value Per Share	5 Rate Per Share	6 Book/Adjusted Carrying Value	7 Rate Per Share Used to Obtain Fair Value	8 Fair Value	9 Actual Cost	Dividends		12 Increase (Decrease) by Adjustment	13 Increase (Decrease) by Foreign Exchange Adjustment	14 NAIC Designation	15 Date Acquired
									10 Declared but Unpaid	11 Amount Received During Year				
PUBLIC UTILITIES (UNAFFILIATED) - U.S.														
059165-68-8	BALTIMORE GAS & ELECTRIC 6.70%	6,300,000	100.00	101.125	637,088	101.125	637,088	613,305	10,553	21,105	23,783	0	P2L	06/26/2002
341081-79-2	FLORIDA POWER & LIGHT 6.98% SER. S	10,000,000	100.00	103.875	1,038,750	103.875	1,038,750	1,046,800	0	34,900	(8,050)	0	P2L	07/16/2002
745332-77-5	PUGET SOUND ENERGY INC. 7.45%	10,395,000	25.00	24.400	253,638	25.000	259,875	253,638	4,840	9,680	0	0	P3L	06/26/2002
873170-77-6	TXU ELECTRIC CO. \$6.375	6,300,000	100.00	97.000	611,100	97.000	611,100	629,213	10,041	20,084	(18,113)	0	P3L	06/26/2002
873170-80-0	TXU ELECTRIC CO. \$7.98	10,000,000	100.00	103.625	1,036,250	103.625	1,036,250	1,048,800	19,950	19,900	(12,550)	0	P3L	07/17/2002
958905-20-0	WESTERN RES CAP II	30,000,000	0.00	15.450	463,500	15.450	463,500	781,500	0	63,750	(190,500)	0	P4L	06/01/1999
COUNTRY TOTAL - U.S.					4,040,326	XXX	4,046,563	4,373,256	45,383	169,420	(205,430)	0	XXX	XXX
6199999 - Total - Preferred Stock - Public Utility					4,040,326	XXX	4,046,563	4,373,256	45,383	169,420	(205,430)	0	XXX	XXX
BANKS, TRUST, & INSURANCE (UNAFFILIATED) - U.S.														
003714-81-3	ABN AMRO NORTH AMERICA INC.	1,000,000	0.00	948.160	948,160	948.160	948,160	1,013,750	0	64,600	(40,330)	0	P1L	06/24/1999
003714-85-4	ABN AMRO NORTH AMERICA 144A	1,000,000	1,000.00	1,020.600	1,020,600	1,020.600	1,020,600	972,779	0	49,425	47,821	0	P1L	03/11/2002
026087-85-8	AMERICAN FINL CORP OHIO	60,000,000	25.00	19.000	1,140,000	19.000	1,140,000	1,209,000	0	120,000	(69,000)	0	P3L	06/15/2001
172967-50-7	CITIGROUP INC. 6.213% SER. G	20,000,000	50.00	49.500	990,000	49.500	990,000	990,000	0	46,598	42,000	0	P1L	03/04/2002
172967-81-2	CITIGROUP INC. 5.864% SER. M	40,000,000	0.00	46.550	1,862,000	46.550	1,862,000	1,960,000	0	117,280	14,000	0	P1L	05/25/1999
55262L-30-8	MBNA CORPORATION ADJ SER. B	50,000,000	0.00	19.640	982,000	23.300	1,165,000	982,000	17,190	70,175	(133,000)	0	P3L	10/01/2001
780097-60-6	ROYAL BANK OF SCOTLAND SER.D	28,000,000	25.00	26.820	750,960	26.820	750,960	754,600	0	63,875	(3,640)	0	P1L	03/06/2002
78442P-20-5	SLM CORP PFD SER A 6.97%	50,000,000	50.00	52.990	2,649,500	52.990	2,649,500	2,500,000	43,563	174,250	87,000	0	P2L	09/05/2001
COUNTRY TOTAL - U.S.					10,343,220	XXX	10,526,220	10,340,129	60,753	706,202	(55,149)	0	XXX	XXX
6299999 - Total - Preferred Stock - Banks, Trust, Insurance					10,343,220	XXX	10,526,220	10,340,129	60,753	706,202	(55,149)	0	XXX	XXX
INDUSTRIAL & MISCELLANEOUS (UNAFFILIATED) - U.S.														
002920-20-5	ABBEEY NATL PLC CUM PFD 8.75% SER A	110,000,000	0.00	26.050	2,865,500	26.050	2,865,500	2,840,000	60,156	185,942	38,500	0	P1L	03/19/2002
032511-30-5	ANADARKO PETROLEUM 5.46%	12,000,000	0.00	86.625	1,039,500	86.625	1,039,500	1,038,480	0	65,520	17,580	0	P2L	06/24/1999
037411-40-2	APACHE CORP 5.68% SER. B	6,300,000	100.00	91.500	576,450	91.500	576,450	532,476	8,946	17,892	43,974	0	P2L	06/26/2002
073902-70-2	BEAR STEARNS 6.15% SER. E	13,167,000	50.00	45.800	603,049	45.800	603,049	542,217	10,122	20,244	60,832	0	P2L	06/26/2002
263534-30-7	DUPONT NEMOURS \$4.50 SER. B	8,977,000	100.00	84.500	758,557	84.500	758,557	632,879	10,099	20,198	125,678	0	P1L	06/26/2002
423328-88-9	HELLER FINANCIAL INC	20,000,000	0.00	110.375	2,207,500	110.375	2,207,500	2,086,000	0	133,740	107,500	0	P1L	07/06/1999
524908-70-4	LEHMAN BROS HLDGS 5.94% SER. C	40,000,000	0.00	43.750	1,750,000	43.750	1,750,000	1,744,800	0	118,800	30,000	0	P1L	06/16/1999
66977W-20-8	NOVA CHEMICAL CORP	30,000,000	0.00	18.600	558,000	18.600	558,000	776,250	0	71,250	(69,000)	0	P3L	07/15/1999
66977W-30-7	NOVA CHEMICAL CORP	50,000,000	0.00	18.300	915,000	18.300	915,000	1,256,150	0	113,000	(95,000)	0	P3L	06/16/1999
693304-80-0	PECO ENERGY COMPANY	10,000,000	100.00	100.625	1,006,250	100.625	1,006,250	1,053,750	0	37,400	(47,500)	0	P2L	06/04/2002
867229-60-1	SUNCOR ENERGY INC	50,000,000	0.00	26.470	1,323,500	26.470	1,323,500	1,268,750	0	114,063	23,500	0	P2L	06/16/1999
87425E-40-0	TALISMAN ENERGY INC	41,270,000	0.00	25.800	1,064,766	25.800	1,064,766	1,052,385	0	92,858	14,445	0	P2L	06/03/1999
87425E-50-9	TALISMAN ENERGY INC	31,933,000	0.00	26.080	832,813	26.080	832,813	786,350	0	71,051	24,908	0	P2L	07/27/1999
G16547-28-6	BSCH FINANCE LTD 8.625% PFD	50,000,000	0.00	26.160	1,308,000	26.160	1,308,000	1,137,500	0	107,813	25,500	0	P2L	11/21/2000
COUNTRY TOTAL - U.S.					16,808,884	XXX	16,808,884	16,747,987	89,324	1,169,770	300,916	0	XXX	XXX
6399999 - Total - Preferred Stock - Industrial, Misc.					16,808,884	XXX	16,808,884	16,747,987	89,324	1,169,770	300,916	0	XXX	XXX
6599999 Total - Preferred Stocks					31,192,429	XXX	31,381,666	31,461,371	195,459	2,045,393	40,337	0	XXX	XXX

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**ANNUAL STATEMENT FOR THE YEAR 2002 OF THE AMERICAN COMMERCE INSURANCE COMPANY**

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

Showing all COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	3 Number of Shares	4 Book/Adjusted Carrying Value	5 Rate Per Share Used to Obtain Fair Value	6 Fair Value	7 Actual Cost	Dividends		10 Increase (Decrease) by Adjustment	11 Increase (Decrease) by Foreign Exchange Adjustment	12 NAIC Designation (a)	13 Date Acquired
							8 Declared but Unpaid	9 Amount Received During Year				
PUBLIC UTILITIES (UNAFFILIATED) - U.S.												
92931B-10-6	WPS RESOURCES CORP	29,000,000	1,125,780	38.820	1,125,780	880,501	0	61,480	65,830	0	L	07/08/1999
COUNTRY TOTAL - U.S.			1,125,780	XXX	1,125,780	880,501	0	61,480	65,830	0	XXX	XXX
6699999 - Total - Common Stock - Public Utility			1,125,780	XXX	1,125,780	880,501	0	61,480	65,830	0	XXX	XXX
PARENTS, SUBSIDIARIES & AFFILIATES - U.S.												
41013G-10-3	JOHN HANCOCK PATRIOT GLOBAL DIV	300,000,000	3,414,000	11.380	3,414,000	3,110,375	24,300	291,600	(455,862)	0	L	04/18/2000
41013J-10-7	JOHN HANCOCK PATRIOT PREF DIV FUND	300,000,000	3,384,000	11.280	3,384,000	3,364,781	21,600	259,200	(463,167)	0	L	03/30/2000
41013Q-10-1	JOHN HANCOCK PATRIOT PREM DIV FUND	300,000,000	2,418,000	8.060	2,418,000	2,631,319	16,200	194,400	(395,142)	0	L	03/20/2000
41013T-10-5	JOHN HANCOCK PATRIOT DIV FUND II	300,000,000	2,928,000	9.760	2,928,000	3,106,588	19,500	306,000	(592,443)	0	L	04/27/2000
41013U-10-2	JOHN HANCOCK PATRIOT SELECT DIV	300,000,000	3,675,000	12.250	3,675,000	4,076,175	27,000	324,000	(670,296)	0	L	05/01/2000
74037G-10-6	PREFERRED INCOME FUND, INC	220,700,000	3,010,348	13.640	3,010,348	3,035,453	20,194	255,571	(165,525)	0	L	06/08/1999
74037H-10-4	PREFERRED INCOME OPPORTUNITY FUND	200,000,000	2,144,000	10.720	2,144,000	2,200,000	14,600	191,600	(140,000)	0	L	05/25/1999
6999999 - Total - Common Stock - Parent, Subsidiaries, Affiliates			20,973,348	XXX	20,973,348	21,524,691	143,394	1,822,371	(2,882,435)	0	XXX	XXX
7099999 Total - Common Stocks			22,099,128	XXX	22,099,128	22,405,191	143,394	1,883,851	(2,816,605)	0	XXX	XXX
7199999 Total - Preferred and Common Stocks			53,291,557	XXX	53,480,794	53,866,563	338,853	3,929,243	(2,776,268)	0	XXX	XXX

(a) For all common stocks bearing the NAIC designation "U" provide: the number of such issues .....0, the total \$ value (included in Column 6) of all such issues \$ .....0

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**ANNUAL STATEMENT FOR THE YEAR 2002 OF THE AMERICAN COMMERCE INSURANCE COMPANY**

**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
US GOVERNMENT OBLIGATIONS - U.S.							
36201C-4H-4	GNMA POOL#0579624	03/04/2002	BEAR STEARNS		10,310,519	9,992,023	38,858
912827-7F-3	U.S. TREASURY NOTE	01/17/2002	VARIOUS		116,700	120,000	743
COUNTRY TOTAL - U.S.					10,427,219	10,112,023	39,600
0399999 - Total - Bonds - U.S. Government					10,427,219	10,112,023	39,600
STATES, TERRITORIES, POSSESSIONS (D&G) - U.S.							
TEXAS							
597851-MM-3	MIDLOTHIAN TEX INDPT SCH DIST	02/19/2002	FIRST ALBANY		423,789	1,925,000	0
STATE TOTAL					423,789	1,925,000	0
COUNTRY TOTAL - U.S.					423,789	1,925,000	0
1799999 - Total - Bonds - States, Territories and Possessions					423,789	1,925,000	0
POLITICAL SUBDIVISIONS (D&G) - U.S.							
CALIFORNIA							
13033K-XU-8	CALIFORNIA HSG FIN AGY REV	10/25/2002	BEAR STEARNS		899,300	5,000,000	0
STATE TOTAL					899,300	5,000,000	0
DISTRICT OF COLUMBIA							
254839-ZW-6	DISTRICT COLUMBIA REV	03/07/2002	FIRST ALBANY		1,118,600	10,000,000	0
STATE TOTAL					1,118,600	10,000,000	0
TEXAS							
537096-KB-4	LITTLE ELM TEX INDPT SCH DIST	04/02/2002	SALOMON SMITH BARNEY INC		272,569	1,630,000	0
537096-KC-2	LITTLE ELM TEX INDPT SCH DIST	04/02/2002	SALOMON SMITH BARNEY INC		303,608	1,930,000	0
STATE TOTAL					576,177	3,560,000	0
COUNTRY TOTAL - U.S.					2,594,077	18,560,000	0
2499999 - Total - Bonds - Political Subdivisions					2,594,077	18,560,000	0
SPECIAL REVENUE & ASSESSMENT OBLIGATIONS - U.S.							
PENNSYLVANIA							
717893-MD-0	PHILADELPHIA PA WTR & WASTEWATER	12/31/2002	PREREFUND FROM 717893ME8		317,220	310,000	0
STATE TOTAL					317,220	310,000	0
U.S. GOVERNMENT							
31298Y-EU-1	FHLM POOL#C60147	09/19/2002	BEAR STEARNS		4,572,801	4,368,701	18,688
31371K-JZ-5	FNMA POOL#0254180	09/04/2002	BEAR STEARNS		10,891,012	10,329,354	32,279
STATE TOTAL					15,463,813	14,698,054	50,968
COUNTRY TOTAL - U.S.					15,781,033	15,008,054	50,968
3199999 - Total - Bonds - Special Revenue					15,781,033	15,008,054	50,968
INDUSTRIAL & MISCELLANEOUS (UNAFFILIATED) - U.S.							
803032-AF-8	SANWA BK LTD N Y BRH	03/04/2002	SALOMON SMITH BARNEY INC		1,797,760	2,000,000	33,711
COUNTRY TOTAL - U.S.					1,797,760	2,000,000	33,711
4599999 - Total - Bonds - Industrial, Misc.					1,797,760	2,000,000	33,711
6099997 - Total - Bonds - Part 3					31,023,877	47,605,077	124,279
6099998 - Total - Bonds - Part 5					0	0	0
6099999 - Total - Bonds					31,023,877	47,605,077	124,279
PUBLIC UTILITIES (UNAFFILIATED) - U.S.							
059165-68-8	BALTIMORE GAS & ELECTRIC 6.70%	06/26/2002	LIQ TRUST MERGER	6,300,000	613,305	100.00	0
341081-79-2	FLORIDA POWER & LIGHT 6.98% SER. S	07/16/2002	SALOMON SMITH BARNEY INC	10,000,000	1,046,800	100.00	0
745332-77-5	PUGET SOUND ENERGY INC. 7.45%	06/26/2002	LIQ TRUST MERGER	10,395,000	253,638	25.00	0
873170-77-6	TXU ELECTRIC CO. \$6.375	06/26/2002	LIQ TRUST MERGER	6,300,000	629,213	100.00	0
873170-80-0	TXU ELECTRIC CO. \$7.98	07/17/2002	DEUTSCHE BANK SECURITIES	10,000,000	1,048,800	100.00	0
COUNTRY TOTAL - U.S.					3,591,756	XXX	0
6199999 - Total - Preferred Stocks - Public Utilities					3,591,756	XXX	0
BANKS, TRUST, & INSURANCE (UNAFFILIATED) - U.S.							
003714-85-4	ABN AMRO NORTH AMERICA 144A	03/11/2002	SALOMON SMITH BARNEY INC	1,000,000	972,779	1,000.00	0
172967-50-7	CITIGROUP INC. 6.213% SER. G	03/04/2002	SALOMON SMITH BARNEY INC	20,000,000	948,000	50.00	0
780097-60-6	ROYAL BANK OF SCOTLAND SER.D	03/06/2002	FIRST ALBANY	28,000,000	754,600	25.00	0
COUNTRY TOTAL - U.S.					2,675,379	XXX	0
6299999 - Total - Preferred Stocks - Banks, Trusts, Insurance					2,675,379	XXX	0
INDUSTRIAL & MISCELLANEOUS (UNAFFILIATED) - U.S.							
002920-20-5	ABBEEY NATL PLC CUM PFD 8.75% SER A	03/19/2002	FIRST ALBANY	50,000,000	1,285,000		0
037411-40-2	APACHE CORP 5.68% SER. B	06/26/2002	LIQ TRUST MERGER	6,300,000	532,476	100.00	0
073902-70-2	BEAR STEARNS 6.15% SER. E	06/26/2002	LIQ TRUST MERGER	13,167,000	542,217	50.00	0

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**ANNUAL STATEMENT FOR THE YEAR 2002 OF THE AMERICAN COMMERCE INSURANCE COMPANY**

**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
US GOVERNMENT OBLIGATIONS - U.S.															
36201C-4H-4	GNMA POOL#0579624	12/15/2002	PAYDOWN OF PRINCIPAL		2,569,723	2,569,723	2,651,633	2,651,122	(511)	0	0	(81,399)	(81,399)	100,714	
36204K-TW-3	GNMA POOL #372365	12/15/2002	PRINCIPAL RECEIPT		208,387	208,387	214,736	208,387	(5,914)	0	0	0	0	9,844	
36206A-KN-2	GNMA POOL #405401	12/15/2002	PRINCIPAL RECEIPT		21,869	21,869	22,952	21,869	(992)	0	0	0	0	868	
36206A-LB-7	GNMA POOL #405422	12/15/2002	PRINCIPAL RECEIPT		9,136	9,136	9,588	9,136	(415)	0	0	0	0	356	
36206A-LK-7	GNMA POOL #405430	12/15/2002	PRINCIPAL RECEIPT		2,455	2,455	2,577	2,455	(112)	0	0	0	0	138	
362076-A6-8	GNMA GTD PASS THRU CERT #45029	12/15/2002	PRINCIPAL RECEIPT		369	369	393	369	(11)	0	0	0	0	22	
36207A-BD-3	GNMA POOL #425836	12/15/2002	PRINCIPAL RECEIPT		98,627	98,627	102,387	98,627	(3,577)	0	0	0	0	4,562	
362090-6Z-3	GNMA POOL #478888	12/15/2002	PRINCIPAL RECEIPT		1,466,737	1,466,737	1,498,363	1,466,737	(30,682)	0	0	0	0	60,964	
36211U-BH-4	GNMA POOL #523040	12/15/2002	PRINCIPAL RECEIPT		875,062	875,062	912,252	875,062	(36,353)	0	0	0	0	25,671	
36218B-LY-1	GNMA GTD PASS THRU CERT #217343	04/30/2002	VARIOUS		446	446	457	446	0	0	0	0	0	9	
36219P-7C-3	GNMA GTD PASS THRU CERT #255691	12/15/2002	PRINCIPAL RECEIPT		173	173	171	173	2	0	0	0	0	9	
36225B-GW-2	GNMA POOL #0781113	12/15/2002	PAYDOWN OF PRINCIPAL		3,020,380	3,020,380	3,130,812	3,128,201	(2,096)	0	0	(107,822)	(107,822)	121,777	
COUNTRY TOTAL - U.S.					8,273,363	8,273,363	8,546,322	8,462,583	(80,660)	0	0	(189,220)	(189,220)	324,935	XXX
0399999 - Bonds - U.S. Governments					8,273,363	8,273,363	8,546,322	8,462,583	(80,660)	0	0	(189,220)	(189,220)	324,935	XXX
STATES, TERRITORIES, POSSESSIONS (D&G) - U.S.															
CALIFORNIA															
13033K-JE-0	CALIFORNIA HSG FIN AGY REV	08/01/2002	CALLED		1,927,246	11,280,000	1,589,378	1,850,819	42,478	0	0	76,428	76,428	0	
STATE TOTAL					1,927,246	11,280,000	1,589,378	1,850,819	42,478	0	0	76,428	76,428	0	XXX
FLORIDA															
34073M-2T-8	FLORIDA HSG FIN CORP REV	07/01/2002	CALLED		10,490	60,000	9,061	10,555	136	0	0	(65)	(65)	0	
34073M-VF-6	FLORIDA HSG FIN CORP REV	07/01/2002	CALLED		971	5,000	745	876	27	0	0	95	95	0	
STATE TOTAL					11,460	65,000	9,806	11,431	164	0	0	29	29	0	XXX
NEW HAMPSHIRE															
64468T-KV-8	NEW HAMPSHIRE ST HSG FIN AUTH	12/31/2002	CALLED		205,000	205,000	202,288	202,575	64	0	0	2,425	2,425	14,272	
STATE TOTAL					205,000	205,000	202,288	202,575	64	0	0	2,425	2,425	14,272	XXX
PENNSYLVANIA															
017350-YY-5	ALLEGHENY CNTY PA RESIDENTIAL FIN	10/01/2002	CALLED		25,000	25,000	25,178	25,104	(11)	0	0	(104)	(104)	953	
STATE TOTAL					25,000	25,000	25,178	25,104	(11)	0	0	(104)	(104)	953	XXX
WASHINGTON															
93978K-KQ-0	WASHINGTON ST HSG FIN COMMN	12/01/2002	CALLED		90,000	90,000	87,380	87,694	78	0	0	2,306	2,306	4,456	
STATE TOTAL					90,000	90,000	87,380	87,694	78	0	0	2,306	2,306	4,456	XXX
COUNTRY TOTAL - U.S.					2,258,707	11,665,000	1,914,030	2,177,622	42,773	0	0	81,084	81,084	19,681	XXX
1799999 - Bonds - States, Territories and Possessions					2,258,707	11,665,000	1,914,030	2,177,622	42,773	0	0	81,084	81,084	19,681	XXX
POLITICAL SUBDIVISIONS (D&G) - U.S.															
CALIFORNIA															
130330-FS-7	CALIFORNIA HSG FIN AGY SINGLE FAM	08/01/2002	CALLED		136,883	355,000	113,856	134,780	3,659	0	0	2,103	2,103	0	
13033K-ML-0	CALIFORNIA HSG FIN AGY REV	08/01/2002	CALLED		672,317	4,545,000	590,168	674,119	11,316	0	0	(1,803)	(1,803)	0	
STATE TOTAL					809,200	4,900,000	704,024	808,899	14,974	0	0	301	301	0	XXX
FLORIDA															
696510-UK-0	PALM BEACH CNTY FLA HSG FIN AUTH	10/01/2002	CALLED		48,778	295,000	41,799	49,832	1,986	0	0	(1,054)	(1,054)	0	
STATE TOTAL					48,778	295,000	41,799	49,832	1,986	0	0	(1,054)	(1,054)	0	XXX
INDIANA															
407219-DT-8	HAMILTON CNTY IND PUB BLDG CORP	07/20/2002	CALLED		2,040,000	2,000,000	2,183,100	2,065,680	(4,495)	0	0	(25,680)	(25,680)	125,000	
STATE TOTAL					2,040,000	2,000,000	2,183,100	2,065,680	(4,495)	0	0	(25,680)	(25,680)	125,000	XXX
TEXAS															
106238-ED-6	BRAZOS, TX HIGHER ED AUTH	06/01/2002	CALLED		1,395,000	1,395,000	1,430,991	1,395,000	(2,697)	0	0	0	0	41,501	
STATE TOTAL					1,395,000	1,395,000	1,430,991	1,395,000	(2,697)	0	0	0	0	41,501	XXX
COUNTRY TOTAL - U.S.					4,292,978	8,590,000	4,359,913	4,319,411	9,769	0	0	(26,433)	(26,433)	166,501	XXX
2499999 - Bonds - Political Subdivisions					4,292,978	8,590,000	4,359,913	4,319,411	9,769	0	0	(26,433)	(26,433)	166,501	XXX
SPECIAL REVENUE & ASSESSMENT OBLIGATIONS - U.S.															
ARIZONA															
040588-LD-5	ARIZONA ST CTF5 PARTN	03/01/2002	CALLED		1,193,400	1,170,000	1,264,127	1,187,630	(1,959)	0	0	5,770	5,770	38,756	
STATE TOTAL					1,193,400	1,170,000	1,264,127	1,187,630	(1,959)	0	0	5,770	5,770	38,756	XXX
CALIFORNIA															
130327-BS-7	CALIF HIGHER ED LOAN AUTH	12/01/2002	CALLED		2,213,400	2,170,000	2,160,061	2,166,180	745	0	0	47,220	47,220	142,135	
STATE TOTAL					2,213,400	2,170,000	2,160,061	2,166,180	745	0	0	47,220	47,220	142,135	XXX

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**ANNUAL STATEMENT FOR THE YEAR 2002 OF THE AMERICAN COMMERCE INSURANCE COMPANY**

**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>IDAHO</b>															
45129T-HW-0	IDAHO HOUSING & FINANCE ASSN	07/01/2002	CALLED		50,000	50,000	50,000	50,000	0	0	0	0	0	2,260	
STATE TOTAL					50,000	50,000	50,000	50,000	0	0	0	0	0	2,260	XXX
<b>PENNSYLVANIA</b>															
717893-ME-8	PHILADELPHIA PA WTR & WASTEWR REV	12/31/2002	PRE-REFUNDED CALL		317,220	310,000	323,715	316,446	(2,415)	0	0	774	774	17,825	
STATE TOTAL					317,220	310,000	323,715	316,446	(2,415)	0	0	774	774	17,825	XXX
<b>TEXAS</b>															
235035-AG-7	DALLAS FT WORTH TX INT'L ARPT REV	10/10/2002	CALLED		2,040,000	2,000,000	2,160,260	2,031,314	(17,925)	0	0	8,686	8,686	124,300	
STATE TOTAL					2,040,000	2,000,000	2,160,260	2,031,314	(17,925)	0	0	8,686	8,686	124,300	XXX
<b>UTAH</b>															
91755N-BU-8	UTAH STATE HOUSING FIN AGENCY	07/01/2002	CALLED		60,000	60,000	60,000	60,000	0	0	0	0	0	2,633	
91755N-DB-8	UTAH HOUSING FIN AGENCY	07/01/2002	CALLED		140,000	140,000	140,000	140,000	0	0	0	0	0	6,038	
91755N-HE-8	UTAH ST HSG FIN AGENCY	07/01/2002	CALLED		10,000	10,000	10,000	10,000	0	0	0	0	0	520	
STATE TOTAL					210,000	210,000	210,000	210,000	0	0	0	0	0	9,190	XXX
<b>WISCONSIN</b>															
977123-JY-5	WI ST TRANS REV SERV-B	07/01/2002	CALLED		2,000,000	2,000,000	1,913,400	1,922,541	1,018	0	0	77,459	77,459	110,000	
STATE TOTAL					2,000,000	2,000,000	1,913,400	1,922,541	1,018	0	0	77,459	77,459	110,000	XXX
<b>U.S. GOVERNMENT</b>															
31298Y-EU-1	FHLM POOL#C60147	12/13/2002	PRINCIPAL RECEIPT		529,036	529,036	553,752	529,036	(24,716)	0	0	0	0	6,097	
313401-4E-8	FHLM POOL#170247	12/13/2002	PRINCIPAL RECEIPT		62,406	62,406	71,689	62,406	(7,568)	0	0	0	0	3,122	
31342D-AY-9	FHLM POOL#220023	08/21/2002	VARIOUS		70,888	70,888	76,027	70,888	(262)	0	0	0	0	4,159	
31354B-SS-2	FHLM POOL #545029	12/13/2002	PRINCIPAL RECEIPT		39,531	39,531	40,334	39,531	(622)	0	0	0	0	1,569	
31371K-JZ-5	FNMA POOL#0254180	12/24/2002	PRINCIPAL RECEIPT		1,538,987	1,538,987	1,622,670	1,538,987	(83,682)	0	0	0	0	18,204	
STATE TOTAL					2,240,848	2,240,848	2,364,472	2,240,848	(116,851)	0	0	0	0	33,151	XXX
COUNTRY TOTAL - U.S.					10,264,868	10,150,848	10,446,034	10,124,959	(137,387)	0	0	139,909	139,909	477,617	XXX
3199999 - Bonds - Special Revenues					10,264,868	10,150,848	10,446,034	10,124,959	(137,387)	0	0	139,909	139,909	477,617	XXX
<b>INDUSTRIAL &amp; MISCELLANEOUS (UNAFFILIATED) - U.S.</b>															
918204-AF-5	VF CORPORATION	09/27/2002	CALLED		2,090,400	2,000,000	2,258,040	2,231,574	(3,547)	0	0	(141,174)	(141,174)	167,528	
COUNTRY TOTAL - U.S.					2,090,400	2,000,000	2,258,040	2,231,574	(3,547)	0	0	(141,174)	(141,174)	167,528	XXX
4599999 - Bonds - Industrial and Miscellaneous					2,090,400	2,000,000	2,258,040	2,231,574	(3,547)	0	0	(141,174)	(141,174)	167,528	XXX
6099997 - Bonds - Part 4					27,180,316	40,679,211	27,524,340	27,316,150	(169,051)	0	0	(135,834)	(135,834)	1,156,263	XXX
6099998 - Bonds - Part 5					0	0	0	0	0	0	0	0	0	0	XXX
6099999 - Total - Bonds					27,180,316	40,679,211	27,524,340	27,316,150	(169,051)	0	0	(135,834)	(135,834)	1,156,263	XXX
<b>PARENTS, SUBSIDIARIES &amp; AFFILIATES - U.S.</b>															
50189#-10-4	LIQUIDATION SPECIAL TRUST	06/30/2002	LIQ TRUST MERGER		300,000,000	3,034,674	3,034,674	2,795,959	(572,603)	0	0	238,715	238,715		0
COUNTRY TOTAL - U.S.					3,034,674	XXX	3,034,674	2,795,959	(572,603)	0	0	238,715	238,715	XXX	0
6499999 - Preferred Stocks - Parent, Subsidiaries and Affiliates					3,034,674	XXX	3,034,674	2,795,959	(572,603)	0	0	238,715	238,715	XXX	0
6599997 - Preferred Stocks - Part 4					3,034,674	XXX	3,034,674	2,795,959	(572,603)	0	0	238,715	238,715	XXX	0
6599998 - Preferred Stocks - Part 5					0	XXX	0	0	0	0	0	0	0	XXX	0
6599999 - Total - Preferred Stocks					3,034,674	XXX	3,034,674	2,795,959	(572,603)	0	0	238,715	238,715	XXX	0
7099998 - Common Stocks - Part 5					0	XXX	0	0	0	0	0	0	0	XXX	0
7099999 - Total - Common Stocks					0	XXX	0	0	0	0	0	0	0	XXX	0
7199999 - Total - Preferred and Common Stocks					3,034,674	XXX	3,034,674	2,795,959	(572,603)	0	0	238,715	238,715	XXX	0
<b>7299999 Totals</b>					<b>30,214,990</b>	<b>XXX</b>	<b>30,559,015</b>	<b>30,112,109</b>	<b>(741,654)</b>	<b>0</b>	<b>0</b>	<b>102,881</b>	<b>102,881</b>	<b>1,156,263</b>	<b>0</b>

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**ANNUAL STATEMENT FOR THE YEAR 2002 OF THE AMERICAN COMMERCE INSURANCE COMPANY**

**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 Identification	Description	Date Acquired	Name of Vendor	Disposal Date	Name of Purchaser	Par Value (Bonds) or Number of Shares (Stock)	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>NONE</b>																
7299999 Totals																

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

Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

1 CUSIP Identification	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	8 Stock of Such Company Owned by Insurer on Statement Date	
							8 Number of Shares	9 % of Outstanding
41013G-10-3	JOHN HANCOCK PATRIOT GLOBAL DIV.....		(ii)	No.....		3,414,000	300,000,000	3.6
41013J-10-7	JOHN HANCOCK PATRIOT PREF DIV FUND.....		(ii)	No.....		3,384,000	300,000,000	4.1
41013Q-10-1	JOHN HANCOCK PATRIOT PREM DIV FUND.....		(ii)	No.....		2,418,000	300,000,000	2.0
41013T-10-5	JOHN HANCOCK PATRIOT DIV FUND II.....		(ii)	No.....		2,928,000	300,000,000	2.0
41013U-10-2	JOHN HANCOCK PATRIOT SELECT DIV FUND.....		(ii)	No.....		3,675,000	300,000,000	3.0
74037G-10-6	PREFERRED INCOME FUND, INC.....		(ii)	No.....		3,010,348	220,700,000	2.2
74037H-10-4	PREFERRED INCOME OPPORTUNITY FUND.....		(ii)	No.....		2,144,000	200,000,000	1.8
1599999 - Common Stock - Other Affiliates						20,973,348	XXX	XXX
1699999 - Total Common Stocks						20,973,348	XXX	XXX
1799999 Totals						20,973,348	XXX	XXX

- 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: \$ 84,193,655
- 2. Total amount of intangible assets nonadmitted: \$ 0

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

1 CUSIP Identification	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	5 Stock in Lower-tier Company Owned Indirectly by Insurer on Statement Date	
				5 Number of Shares	6 % of Outstanding
<b>NONE</b>					
0399999 Total				XXX	XXX



Schedule DB - Part A - Section 1

**NONE**

Schedule DB - Part A - Section 2

**NONE**

Schedule DB - Part A - Section 3

**NONE**

Schedule DB - Part B - Section 1

**NONE**

Schedule DB - Part B - Section 2

**NONE**

Schedule DB - Part B - Section 3

**NONE**

Schedule DB - Part C - Section 1

**NONE**

Schedule DB - Part C - Section 2

**NONE**

Schedule DB - Part C - Section 3

**NONE**

Schedule DB - Part D - Section 1

**NONE**

Schedule DB - Part D - Section 2

**NONE**

Schedule DB - Part D - Section 3

**NONE**

Schedule DB - Part E - Section 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	2	3
	Statement (Admitted) Value	Fair Value (a)	Excess of Statement over Fair Value(-), or Fair Value over Statement (+)
1. Bonds .....	86,911,008	90,070,903	3,159,895
2. Preferred Stocks .....	31,192,429	31,381,666	189,237
3. Totals	118,103,437	121,452,569	3,349,132

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

Securities Valuation Office.....

Bank of New York.....

.....



**ANNUAL STATEMENT FOR THE YEAR 2002 OF THE AMERICAN COMMERCE INSURANCE COMPANY**

**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
AR00001	B	U.S. Treasury Note 5.750 8/15/2003	Regions Bank, P.O.Box 830688 Birmingham, Alabama. 35283 AR RSD by Sec 66.2213.	100,000	100,000	102,781
AR99999 -				100,000	100,000	102,781
GA00001	B	U.S Treasury Note 3.50 11/15/2006	Wachovia Bank, P.O.Box 7618 Philadelphia, Pennsylvania. 19101 GA RSD by Sec 22-3-10.	25,000	24,438	26,016
GA99999 -				25,000	24,438	26,016
LA00001	B	U.S Treasury Note 3.50 11/15/2006	Bank One 100 North Brodway, Oklahoma City, OK. 73102 LA RSD by Sec 22:1021.	20,000	19,550	20,812
LA99999 -				20,000	19,550	20,812
MA00001	B	Ranger Housing Corporation Texas MTG Rev 7.50 3/01/2009	State Street Bank, 225 Franklin Street, Boston, Massachusetts. 02110 MA RSD by Sec 175:155.	180,000	186,712	193,523
MA99999 -				180,000	186,712	193,523
NM00001	B	Florida Housing Fin Corp Zero Coupon 12/01/2029	Wells Fargo Bank, 241 Washington Ave Santa Fe, New Mexico 87501 NM RSD by Sec 59A-5-20.	1,845,000	333,765	371,011
NM99999 -				1,845,000	333,765	371,011
NC00001	B	U.S Treasury Note 3.50 11/15/2006	Wachovia Bank, P.O.Box 830688 Birmingham Alabama 35283 NC RSD by Sec 58-5-10.	75,000	73,314	78,047
NC99999 -				75,000	73,314	78,047
XX99999 - Total - Not All Policyholders				2,245,000	737,779	792,190
OH00001	B	Massachusetts Housing, Fin Agy. 5.625 07/01/2040	Bank One, 100 North Broadway, Oklahoma City, Oklahoma 73102	3,750,000	3,286,198	3,814,087
OH99999 -				3,750,000	3,286,198	3,814,087
ZZ99999 - Total - All Policyholders				3,750,000	3,286,198	3,814,087
9999999 Totals				5,995,000	4,023,977	4,606,277

(a) Including \$ 15,971 cash and short-term investments as defined in SSAP No. 2 of the NAIC Accounting Practices and Procedures Manual.

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