



ANNUAL STATEMENT

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

PROGRESSIVE PREFERRED INSURANCE COMPANY

NAIC Group Code..... 155, 155 (Current Period) (Prior Period) NAIC Company Code..... 37834 Employer's ID Number..... 34-1287020

Organized under the Laws of OHIO State of Domicile Port of Entry OHIO
Country of Domicile US

Incorporated..... September 24, 1979 Commenced Business..... April 15, 1980

Statutory Home Office 6300 WILSON MILLS ROAD, W33 MAYFIELD VILLAGE OH 44143-2182
(Street and Number) (City or Town, State and Zip Code)
Main Administrative Office 6300 WILSON MILLS ROAD, W33 MAYFIELD VILLAGE OH 44143-2182 440-461-5000
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)
Mail Address 6300 WILSON MILLS ROAD, W33 MAYFIELD VILLAGE OH 44143-2182
(Street and Number or P. O. Box) (City or Town, State and Zip Code)
Primary Location of Books and Records 6300 WILSON MILLS ROAD, W33 MAYFIELD VILLAGE OH 44143-2182 440-461-5000
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)
Internet Website Address PROGRESSIVE.COM
Statement Contact ROBERT WILLIAM HEIN 440-395-4460
(Name) (Area Code) (Telephone Number) (Extension)
Financial_Reporting@Progressive.com 440-446-7168
(E-Mail Address) (Fax Number)

Policyowner Relations and Claims Reporting Contact 6300 WILSON MILLS ROAD, E61 MAYFIELD VILLAGE OH 44143-2182 **1-800-776-4737**
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number) (Extension)

OFFICERS

President GLENN MORRIS RENWICK Treasurer STEPHEN DAVID PETERSON Secretary DANE ALLEN SHRALLOW

VICE PRESIDENTS

JEFFREY WAYNE BASCH (VICE PRESIDENT) TIMOTHY FRANCIS CERCELLE (ASST. VICE PRESIDENT) #
KATHLEEN MARY CERNY (ASST. SECRETARY) WILLIAM THOMAS FORRESTER, II (VICE PRESIDENT)
CHARLES ELWOOD JARRETT (VICE PRESIDENT) TIMOTHY FRANCIS KASELONIS (ASST. VICE PRESIDENT)
THOMAS ALFRED KING (VICE PRESIDENT) JAMES LEE KUSMER (VP/ASST. TREASURER)

DIRECTORS OR TRUSTEES

ALAN REX BAUER WILLIAM THOMAS FORRESTER, II CHARLES ELWOOD JARRETT THOMAS ALFRED KING
BRIAN JAMES PASSELL GLENN MORRIS RENWICK MICHAEL ROBERT UTH RICHARD HENRY WATTS

State of..... OHIO
County of..... CUYAHOGA

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) GLENN MORRIS RENWICK (Printed Name) President	(Signature) KATHLEEN MARY CERNY (Printed Name) Assistant Secretary	(Signature) JAMES LEE KUSMER (Printed Name) VP/ Assistant Treasurer
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Subscribed and sworn to before me this
.....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	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 December 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 December 31, Current Year, on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest	
U.S. Government - Issuer Obligations																					
912827-5S-7..	US TREASURY NOTE.....		5.875	MN..	11/15/2004			338,991	332,000	108.0000	358,560	344,658	2,532	21,914	(3,524)				1	05/11/2001	4.682
912827-6J-6...	US TREASURY NOTE.....		5.750	FA..	08/15/2010			15,355,807	14,700,000	114.9690	16,900,443	15,480,938	319,266	845,250	(69,812)				1	02/28/2001	5.037
912827-6T-4..	US TREASURY NOTE.....		5.000	FA..	02/15/2011			4,675,352	4,750,000	109.8750	5,219,063	4,670,771	89,708	118,750	4,580				1	05/17/2002	5.239
912827-6X-5..	US TREASURY NOTE.....		4.625	MN..	05/15/2006			10,266,987	10,000,000	107.8440	10,784,400	10,355,469	60,048	462,500	(70,641)				1	09/28/2001	3.773
912827-7B-2..	US TREASURY NOTE.....		5.000	FA..	08/15/2011			603,697	600,000	109.6560	657,936	604,031	11,332	30,000	(334)				1	01/23/2002	4.911
912827-7G-1..	US TREASURY NOTE.....		3.000	MN..	11/30/2003			499,750	500,000	101.5940	507,970	499,492	1,319	15,000	257				1	12/28/2001	3.054
912828-AH-3..	US TREASURY NOTE.....		3.250	FA..	08/15/2007			5,100,182	5,000,000	102.4690	5,123,450	5,103,125	61,379		(2,943)				1	11/07/2002	2.785
912828-AM-2..	US TREASURY NOTE.....		2.125	AO..	10/31/2004			84,105,505	83,639,023	101.0940	84,554,034	84,144,914	302,732	(39,409)					1	11/18/2002	1.807
912828-AN-0..	US TREASURY NOTE.....		3.000	MN..	11/15/2007			14,953,852	14,750,000	101.2190	14,929,803	14,953,965	57,452		(112)				1	12/30/2002	2.695
0199999	U.S. Government - Issuer Obligations.....							135,900,123	134,271,023	XXX	139,035,659	136,157,363	905,768	1,493,414	(181,938)	0	0	0	XXX	XXX	XXX
0399999	Total - U.S. Government.....							135,900,123	134,271,023	XXX	139,035,659	136,157,363	905,768	1,493,414	(181,938)	0	0	0	XXX	XXX	XXX
States, Territories & Possessions (Direct and Guaranteed) - Issuer Obligations																					
Georgia																					
373382-2W-9..	GEORGIA ST.....		6.250	AO..	04/01/2007			2,179,837	2,000,000	115.9900	2,319,800	2,249,900	31,250	125,000	(38,256)				1PE	02/14/2001	3.930
373382-NG-1..	GEORGIA ST.....		6.500	AO..	04/01/2009			6,338,112	5,380,000	119.9510	6,453,364	6,349,261	87,425		(11,149)				1PE	11/26/2002	3.320
373382-NY-2..	GEORGIA ST.....		6.300	MN..	11/01/2009			3,390,543	3,200,000		3,390,543	3,452,192	33,600	201,600	(22,715)				1PE	02/16/2000	5.250
373382-Q7-8..	GEORGIA ST.....		5.700	JJ..	07/01/2011			14,175,205	12,500,000		14,175,205	14,188,625	356,250		(13,420)				1PE	12/01/2002	3.837
373382-QF-0..	GEORGIA ST.....		6.300	MS..	03/01/2007			3,436,779	3,000,000		3,436,779	3,447,510	63,000		(10,731)				1PE	11/19/2002	2.590
373382-T6-7..	GEORGIA ST.....		6.000	MS..	09/01/2007			4,232,484	4,000,000		4,232,484	4,436,160	80,000	240,000	(43,867)				1PE	11/21/1997	4.600
373382-TP-5..	GEORGIA ST.....		6.500	JJ..	07/01/2007			4,131,229	3,670,000		4,131,229	4,206,297	119,275	119,275	(75,068)				1PE	03/06/2002	3.460
373383-DV-7..	GEORGIA ST.....		5.750	MS..	09/01/2010			1,408,144	1,285,000		1,408,144	1,427,892	24,629	73,888	(13,332)				1PE	06/27/2001	4.270
373383-GB-8..	GEORGIA ST.....		5.750	FA..	08/01/2011			12,579,414	12,230,000		12,579,414	12,665,021	293,010	703,225	(31,628)				1PE	02/18/2000	5.330
373383-GC-6..	GEORGIA ST.....		5.750	FA..	08/01/2012			2,120,768	1,930,000		2,120,768	2,143,941	46,240	110,975	(15,650)				1PE	06/27/2001	4.470
373383-JJ-8...	GEORGIA ST.....		5.800	MS..	03/01/2008			4,264,089	4,145,000		4,264,089	4,317,349	80,137	240,410	(19,997)				1PE	02/16/2000	5.158
373383-JK-5..	GEORGIA ST.....		5.800	MS..	03/01/2009			4,515,163	4,380,000		4,515,163	4,564,398	84,680	254,040	(18,519)				1PE	02/16/2000	5.207
373383-JL-3...	GEORGIA ST.....		5.800	MS..	03/01/2010			4,860,879	4,710,000		4,860,879	4,906,831	91,060	273,180	(17,320)				1PE	02/16/2000	5.256
373383-MC-9..	GEORGIA ST.....		6.000	AO..	10/01/2007			4,748,950	4,205,000		4,748,950	4,805,929	63,075	120,000	(50,219)				1PE	12/01/2002	3.052
373383-MG-0..	GEORGIA ST.....		6.000	AO..	10/01/2011	10/01/2010	100.000	10,493,913	9,475,000		10,493,913	10,653,785	142,125	568,500	(107,987)				1PE	06/28/2001	4.349
373383-NV-6..	GEORGIA ST.....		5.500	JJ..	07/01/2011			6,651,491	6,170,000		6,651,491	6,716,230	169,675	339,350	(45,619)				1PE	07/10/2001	4.390
373383-PZ-5..	GEORGIA ST.....		4.000	MN..	11/01/2007			4,118,827	4,000,000		4,118,827	4,143,360	26,667	160,000	(22,103)				1PE	11/01/2001	3.329
373383-SG-4..	GEORGIA ST.....		5.250	FA..	08/01/2007			5,467,025	5,000,000		5,467,025	5,483,500	109,375		(16,475)				1PE	10/23/2002	3.050
	Georgia.....							99,112,852	91,280,000	XXX	99,368,067	100,158,181	1,901,473	3,529,443	(574,055)	0	0	0	XXX	XXX	XXX
Massachusetts																					
57582N-DD-4..	MASSACHUSETTS ST.....		5.500	FA..	02/01/2009			12,635,553	11,150,000		12,635,553	12,662,386	95,394		(26,833)				1PE	11/13/2002	3.082
	Massachusetts.....							12,635,553	11,150,000	XXX	12,635,553	12,662,386	95,394	0	(26,833)	0	0	0	XXX	XXX	XXX
	Total States and US.....							111,748,405	102,430,000	XXX	112,003,620	112,820,567	1,996,867	3,529,443	(600,888)	0	0	0	XXX	XXX	XXX
1199999	States, Territories & Possessions - Issuer Obligations.....							111,748,405	102,430,000	XXX	112,003,620	112,820,567	1,996,867	3,529,443	(600,888)	0	0	0	XXX	XXX	XXX
1799999	Total - States, Territories & Possessions (Direct and Guaranteed).....							111,748,405	102,430,000	XXX	112,003,620	112,820,567	1,996,867	3,529,443	(600,888)	0	0	0	XXX	XXX	XXX
Political Subdivisions of States, Territories & Possessions (Direct and Guaranteed) - Issuer Obligations																					
Georgia																					
403761-BU-2..	GWINNETT CNTY GA WATER & SEWER.....		6.200	AO..	10/01/2007			3,230,145	2,955,000	110.8300	3,275,027	3,238,650	45,803		(8,505)				1PE	12/01/2002	2.495
	Georgia.....							3,230,145	2,955,000	XXX	3,275,027	3,238,650	45,803	0	(8,505)	0	0	0	XXX	XXX	XXX
	Total States and US.....							3,230,145	2,955,000	XXX	3,275,027	3,238,650	45,803	0	(8,505)	0	0	0	XXX	XXX	XXX
1899999	Political Subdivisions of States, Territories & Possessions - Issuer Obligations.....							3,230,145	2,955,000	XXX	3,275,027	3,238,650	45,803	0	(8,505)	0	0	0	XXX	XXX	XXX
2499999	Total - Political Subdivisions of States, Territories & Possessions (Direct and Guaranteed).....							3,230,145	2,955,000	XXX	3,275,027	3,238,650	45,803	0	(8,505)	0	0	0	XXX	XXX	XXX
Special Revenue & Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Issuer Obligations																					
California																					
13066Y-DC-0..	CALIFORNIA ST DEPT WTR RES PWR.....		5.250	MN..	05/01/2009			19,635,543	17,825,000		19,635,543	19,669,531	155,969		(33,988)				1PE	11/07/2002	3.450
	California.....							19,635,543	17,825,000	XXX	19,635,543	19,669,531	155,969	0	(33,988)	0	0	0	XXX	XXX	XXX
Georgia																					
047123-QT-4..	ATHENS GA WTR & SEW REV.....		6.200	JJ..	07/01/2008			339,308	400,000	116.8280	467,312	267,388	12,400	24,800	8,013				1PE	11/19/1984	9.838
047793-FB-5..	ATLANTA GA ARPT FACS REV.....		6.500	JJ..	01/01/2009			2,111,480	2,000,000		2,111,480	2,209,240	65,000	130,000	(15,326)				1PE	06/15/1995	5.400

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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 December 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 December 31, Current Year, on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest
047793-FT-6	ATLANTA GA ARPT FACS REV.....		5.750	JJ	01/01/2010	01/01/2004	102.000	8,705,696	8,400,000		8,705,696	8,716,596	241,500		(10,900)			..1PE	12/01/2002	3.982
04780M-AM-1	ATLANTA GA ARPT REV.....		5.750	JJ	01/01/2011	01/01/2010	101.000	1,869,537	1,680,000		1,869,537	1,871,251	48,300		(1,714)			..1PE	12/01/2002	4.011
051470-AZ-5	AUGUSTA-RICHMOND CNTY COLISEUM.....		6.100	FA	02/01/2005			465,151	500,000	109.4180	547,090	336,025	12,708	30,500	14,351			..1PE	11/27/1984	9.878
051470-BD-3	AUGUSTA-RICHMOND CNTY COLISEUM.....		6.100	FA	02/01/2009			431,029	500,000	117.6650	588,325	352,804	12,708	30,500	8,129			..1PE	01/01/1984	9.101
199124-AT-5	COLUMBUS GA MED CTR HOSP AUTH.....		7.750	JJ	07/01/2010			756,921	740,000	121.1660	896,628	747,051	28,675	57,350	(436)			..1PE	05/02/2001	7.085
	Georgia.....							14,679,122	14,220,000	...XXX	15,186,068	14,500,355	421,291	273,150	2,117	0	0	XXX	XXX	XXX
Michigan																				
483233-BP-6	KALAMAZOO MICH HOSP FIN AUTH.....		6.750	AO	04/01/2003			70,332	70,000	101.3780	70,965	79,793	1,181	4,725	(1,280)			..1	03/01/1994	4.748
	Michigan.....							70,332	70,000	...XXX	70,965	79,793	1,181	4,725	(1,280)	0	0	XXX	XXX	XXX
Nebraska																				
63967C-GU-0	NEBRASKA INVT FIN AUTH SINGLE.....		5.300	MS	09/01/2016	09/01/2003	100.000	560,000	560,000		560,000	560,000	9,893	29,680				..1PE	01/26/1996	5.300
63967C-UX-8	NEBRASKA INVT FIN AUTH SINGLE.....		5.100	MS	09/01/2025	09/01/2007	100.000	2,905,000	2,905,000		2,905,000	2,905,000	49,385	148,155				..1PE	12/31/1999	5.095
	Nebraska.....							3,465,000	3,465,000	...XXX	3,465,000	3,465,000	59,278	177,835	0	0	0	XXX	XXX	XXX
Utah																				
91755N-UC-7	UTAH ST HSG FIN AGY.....		5.800	JJ	07/01/2030	01/01/2008	100.000	1,790,000	1,790,000		1,790,000	1,790,000	51,910	103,820				..1PE	01/20/2000	5.798
	Utah.....							1,790,000	1,790,000	...XXX	1,790,000	1,790,000	51,910	103,820	0	0	0	XXX	XXX	XXX
Wisconsin																				
97689P-TR-9	WISCONSIN HSG & ECONOMIC DEV.....		5.250	AO	10/01/2027	04/01/2013	100.000	8,380,000	8,380,000		8,380,000	8,380,000	109,988	439,950				..1PE	07/23/1999	5.250
	Wisconsin.....							8,380,000	8,380,000	...XXX	8,380,000	8,380,000	109,988	439,950	0	0	0	XXX	XXX	XXX
	Total States and US.....							48,019,997	45,750,000	...XXX	48,527,576	47,884,679	799,617	999,480	(33,151)	0	0	XXX	XXX	XXX
2599999	Special Revenue & Assessment Obligations - Issuer Obligations.....							48,019,997	45,750,000	...XXX	48,527,576	47,884,679	799,617	999,480	(33,151)	0	0	XXX	XXX	XXX
3199999	Total - Special Revenue & Special Assessment Obligations.....							48,019,997	45,750,000	...XXX	48,527,576	47,884,679	799,617	999,480	(33,151)	0	0	XXX	XXX	XXX
Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations																				
United States																				
345397-TR-4	FORD MOTOR CREDIT CO.....		6.875	FA	02/01/2006			6,299,104	6,200,000	100.1750	6,210,850	6,347,250	177,604	426,250	(28,212)			..2PE	03/29/2001	6.294
459902-AF-9	INTERNATIONAL GAME TECHNOLOGY.....		7.875	MN	05/15/2004			4,984,285	5,000,000	104.0000	5,200,000	4,952,650	50,313	393,750	9,142			..2PE	05/11/1999	8.110
807066-AE-5	SCHOLASTIC CORP.....		5.750	JJ	01/15/2007			4,981,918	5,000,000	106.7130	5,335,650	4,978,550	132,569	137,361	3,368			..2PE	01/18/2002	5.851
852060-AE-2	SPRINT CAPITAL CORP.....		5.875	MN	05/01/2004			8,985,825	9,000,000	99.0000	8,910,000	8,955,270	88,125	528,750	25,199			..2PE	04/29/1999	5.992
855030-AG-7	STAPLES INC.....		7.375	AO	10/01/2012			10,408,547	10,500,000	109.7830	11,527,215	10,408,755	195,745		(208)			..2PE	09/25/2002	7.500
883199-AQ-4	TEXTRON FINANCIAL CORP.....		6.000	MN	11/20/2009			4,975,476	5,000,000	104.2680	5,213,400	4,975,550	32,500		(74)			..1PE	11/15/2002	6.087
	United States.....							40,635,155	40,700,000	...XXX	42,397,115	40,618,025	676,856	1,486,111	9,215	0	0	XXX	XXX	XXX
Canada																				
884903-AP-0	THOMPSON CORPORATION.....		5.750	FA	02/01/2008			4,981,027	5,000,000	108.7050	5,435,250	4,978,350	119,792	149,340	2,677			..1PE	01/16/2002	5.836
	Canada.....							4,981,027	5,000,000	...XXX	5,435,250	4,978,350	119,792	149,340	2,677	0	0	XXX	XXX	XXX
Foreign																				
902118-BC-1	TYCO INTL GROUP SA.....		6.375	AO	10/15/2011			1,870,000	2,000,000	93.5000	1,870,000	1,888,760	26,917	123,604	(18,760)			..3	01/29/2002	7.179
	Foreign.....							1,870,000	2,000,000	...XXX	1,870,000	1,888,760	26,917	123,604	(18,760)	0	0	XXX	XXX	XXX
3999999	Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations.....							47,486,182	47,700,000	...XXX	49,702,365	47,485,135	823,565	1,759,055	(6,868)	0	0	XXX	XXX	XXX
Industrial & Miscellaneous (Unaffiliated) - Single Class Mortgage-Backed/Asset-Backed Securities																				
United States																				
36229R-EM-7	GSR 2002-5 A1C.....		5.472	MTLY	01/25/2032	07/01/2030	100.000	2,006,876	2,000,000		2,006,876	2,010,040	9,120	54,720	(3,164)			..1PE	06/19/2002	5.177
	United States.....							2,006,876	2,000,000	...XXX	2,006,876	2,010,040	9,120	54,720	(3,164)	0	0	XXX	XXX	XXX
4099999	Industrial & Miscellaneous (Unaffiliated) - Single Class Mortgage-Backed/Asset Backed Securities.....							2,006,876	2,000,000	...XXX	2,006,876	2,010,040	9,120	54,720	(3,164)	0	0	XXX	XXX	XXX
Industrial & Miscellaneous (Unaffiliated) - Defined Multi-Class Residential Mortgage-Backed Securities																				
United States																				
3133T2-MJ-6	FHR 1610 PL.....		6.500	MTLY	04/01/2022	08/01/2006	100.000	10,562,487	10,545,943		10,562,487	10,633,688	57,124	685,486	(32,348)			..1PE	05/25/1999	6.334
3133T3-4B-1	FHR 1669 G.....		6.500	MTLY	02/01/2023	06/01/2006	100.000	7,112,536	7,100,000		7,112,536	7,164,898	38,458	461,500	(25,441)			..1PE	05/25/1999	6.325
3133TN-QY-3	FHR 2220 VN.....		8.000	MTLY	02/01/2017	07/01/2004	100.000	4,735,106	4,727,035		4,735,106	4,805,142	31,514	378,163	(50,994)			..1PE	08/29/2000	7.373
	United States.....							22,410,129	22,372,978	...XXX	22,410,129	22,603,728	127,096	1,525,149	(108,783)	0	0	XXX	XXX	XXX
4199999	Industrial & Miscellaneous - Defined Multi-Class Residential Mtg.-Backed Securities.....							22,410,129	22,372,978	...XXX	22,410,129	22,603,728	127,096	1,525,149	(108,783)	0	0	XXX	XXX	XXX
Industrial & Miscellaneous (Unaffiliated) - Defined Multi-Class Commercial Mortgage-Backed Securities																				
United States																				

E08.1

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 December 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 December 31, Current Year, on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest
22540V-C6-7..	CSFB 2002-CKP1 A2.....		6.221	MTLY	12/15/2035	08/01/2011	100.000	5,021,928	5,000,000		5,021,928	5,025,000	25,921	233,287	(3,072)			..1PE	03/13/2002	6.174
22540V-G6-3..	CSFB 2002-9 1A1.....		7.000	MTLY	03/25/2032	02/01/2032	100.000	3,278,070	3,235,489		3,278,070	3,280,483	18,874	150,989	(2,413)			..1PE	04/02/2002	6.319
393505-QX-3..	GT 1996-9 A5.....		7.200	MTLY	01/15/2028	06/15/2003	100.000	395,646	395,051		395,646	404,819	1,264	28,444	(1,285)			..1PE	11/04/1997	6.672
4399999..	United States Industrial & Miscellaneous - Defined Multi-Class Commercial Mtg.-Backed Securities.....							8,695,644	8,630,540	...XXX...	8,695,644	8,710,302	46,059	412,720	(6,770)	0	0	...XXX...	...XXX...	...XXX...
Industrial & Miscellaneous (Unaffiliated) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities																				
United States																				
125044-AB-3..	CDCMT 2002-FX1 A2.....		5.676	MTLY	10/15/2011	10/11/2011	100.000	5,023,411	5,000,000		5,023,411	5,024,709	15,767	141,900	(1,298)			..1PE	06/21/2002	5.660
17305E-AC-9..	CCCIT 2000-C1 C1.....		7.450	MS...	09/15/2007	09/15/2005	100.000	4,993,989	5,000,000		4,993,989	4,991,400	109,681	372,500	694			..2PE	09/18/2000	7.493
20046P-AG-3..	COMM 2000-C1 X IO.....		0.773	MTLY	08/01/2033	06/01/2016	100.000	5,674,671			5,674,671	6,847,620	85,999	1,172,654	(417,252)			..1PE	09/20/2000	9.322
21724P-AH-8..	COPEL 2000-A D.....		7.870	MTLY	05/18/2006	03/18/2005	100.000	4,308,875	4,307,311		4,308,875	4,309,723	12,241	338,985	(2,753)			..2PE	11/02/2000	7.967
33641N-BM-6..	FSR 2000-2 C.....		8.200	MTLY	11/18/2006	08/18/2005	100.000	4,345,156	4,345,267		4,345,156	4,345,136	12,867	348,011	(27)			..2PE	06/23/2000	8.343
339083-AE-7..	FCCGT 1997-A A.....		6.640	MTLY	09/01/2012	04/01/2006	100.000	404,764	405,297		404,764	405,170	2,243	26,912	(463)			..1PE	03/06/1997	6.637
361849-KN-1..	GMACC 2000-C1 A2.....		7.724	MTLY	03/01/2033	12/01/2009	100.000	2,997,919	3,000,000		2,997,919	2,999,898	19,310	231,720	(1,993)			..1PE	03/08/2000	7.804
412906-BC-2..	HDEMT 1999-3 CTFS.....		7.410	MTLY	09/15/2007	05/15/2005	100.000	2,299,811	2,300,000		2,299,811	2,299,556	7,575	170,430	91			..2PE	11/09/1999	7.530
52108H-BZ-6..	LBUBS 2000-C4 X IO.....		0.991	MTLY	07/11/2032	04/11/2015	100.000	3,842,214			3,842,214	4,598,128	37,826	760,134	(306,085)			..1PE	09/21/2000	9.179
585525-FA-1..	MRFC 2001-HEIL A4.....		6.615	MTLY	02/01/2021	08/01/2012	100.000	2,000,000	2,000,000		2,000,000	2,000,000	11,025	132,300				..1PE	06/01/2001	6.645
589929-LN-6..	MLMI 1996-C1 C.....		7.420	MTLY	04/01/2028	03/01/2006	100.000	8,047,789	8,100,000		8,047,789	8,030,391	50,085	601,020	(16,554)			..1PE	03/29/1996	7.590
589929-MW-5..	MLMI 1997-C1 A3.....		7.120	MTLY	06/01/2029	04/01/2007	100.000	1,003,251	1,000,000		1,003,251	1,009,688	5,933	71,200	(2,597)			..1PE	06/13/1997	7.034
617445-EC-1..	MSC 1996-WF1 A2.....		7.351	MTLY	11/01/2028	08/01/2003	100.000	3,545,509	3,537,043		3,545,509	3,593,636	21,632	264,984	(8,855)			..1PE	10/18/1996	6.985
62827G-AA-3..	MFF TRUST XIX 2002-1.....		6.440	MTLY	12/01/2009	01/30/2007	100.000	9,860,117	9,860,117		9,860,117	9,860,117	1,764	583,215				..1PE	01/23/2002	6.528
63859C-AS-2..	NLFC 1998-1 X2 IO.....		1.140	MTLY	03/01/2030	03/01/2008	100.000	2,295,116			2,295,116	3,991,552	44,730	674,457	(412,782)			..1PE	03/11/1998	7.845
65535V-AA-6..	NAA 2001-R1A A1.....		7.000	MTLY	02/01/2030	05/01/2027	100.000	2,590,818	2,555,255		2,590,818	2,589,591	14,906	178,868	1,858			..1PE	05/25/2001	6.687
69348H-CR-7..	PNCMA 2000-C2 X IO.....		0.920	MTLY	10/01/2033	04/01/2015	100.000	4,125,701			4,125,701	4,865,942	61,287	821,261	(354,526)			..1PE	10/13/2000	9.537
76110W-KG-0..	RASC 2000-KS4 A14.....		7.590	MTLY	12/25/2028	05/01/2004	100.000	8,000,000	8,000,000		8,000,000	8,000,000	50,600	606,796				..1PE	09/13/2000	7.515
76110W-KR-6..	RASC 2000-KS5 A14.....		7.250	MTLY	01/01/2029	07/01/2004	100.000	1,993,465	2,000,000		1,993,465	1,999,787	12,083	144,961	(6,365)			..1PE	11/30/2000	7.188
84603W-AA-2..	SOVEREIGN BANK A-1.....		10.200	JD....	06/30/2005		100.000	1,575,153	1,549,122		1,575,153	1,590,360	439	237,016	(5,752)			..2PE	09/06/2000	9.314
921796-KM-9..	VMF 2000-D A3.....		7.305	MTLY	02/01/2018	06/01/2006	100.000	4,000,000	4,000,000		4,000,000	4,000,000	24,350	292,200				..1PE	11/16/2000	7.383
4499999..	United States Industrial & Miscellaneous - Other Multi-Class Commercial Mtg.-Backed/Asset Backed Securities.....							82,927,729	66,959,412	...XXX...	82,927,729	87,352,404	602,343	8,171,524	(1,534,659)	0	0	...XXX...	...XXX...	...XXX...
4599999..	Total - Industrial & Miscellaneous (Unaffiliated).....							163,526,560	147,662,930	...XXX...	165,742,743	168,161,609	1,608,183	11,923,168	(1,660,244)	0	0	...XXX...	...XXX...	...XXX...
Totals																				
5499999..	Total - Issuer Obligations.....							346,384,852	333,106,023	...XXX...	352,544,247	347,586,394	4,571,620	7,781,392	(831,350)	0	0	...XXX...	...XXX...	...XXX...
5599999..	Total - Single Class Mortgage-Backed/Asset-Backed Securities.....							2,006,876	2,000,000	...XXX...	2,006,876	2,010,040	9,120	54,720	(3,164)	0	0	...XXX...	...XXX...	...XXX...
5699999..	Total - Defined Multi-Class Residential Mortgage-Backed Securities.....							22,410,129	22,372,978	...XXX...	22,410,129	22,603,728	127,096	1,525,149	(108,783)	0	0	...XXX...	...XXX...	...XXX...
5899999..	Total - Defined Multi-Class Commercial Mortgage-Backed Securities.....							8,695,644	8,630,540	...XXX...	8,695,644	8,710,302	46,059	412,720	(6,770)	0	0	...XXX...	...XXX...	...XXX...
5999999..	Total - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities.....							82,927,729	66,959,412	...XXX...	82,927,729	87,352,404	602,343	8,171,524	(1,534,659)	0	0	...XXX...	...XXX...	...XXX...
6099999..	Grand Total - Bonds.....							462,425,230	433,068,953	...XXX...	468,584,625	468,262,868	5,356,238	17,945,505	(2,484,726)	0	0	...XXX...	...XXX...	...XXX...

E08.2

SCHEDULE D - PART 2 - SECTION 1

Showing all PREFERRED STOCKS Owned December 31 of Current Year

1 CUSIP Identifi- cation	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 Desig- nation	15 Date Acquired
									10 Declared but Unpaid	11 Amount Received During Year				
Preferred Stocks - Banks, Trust and Insurance Companies (Unaffiliated)														
Foreign														
638539-88-2..	NATL WESTMINSTER BK PLC SERIES C.....	85,000.000	25.00	26.450	2,248,250	26.450	2,248,250	1,992,400	45,824	183,294	78,200		P1L	07/20/2000
	Foreign.....			XXX	2,248,250	XXX	2,248,250	1,992,400	45,824	183,294	78,200	0	XXX	XXX
6299999	Total - Preferred Stocks - Banks, Trust and Insurance Companies (Unaffiliated).....			XXX	2,248,250	XXX	2,248,250	1,992,400	45,824	183,294	78,200	0	XXX	XXX
6599999	Total - Preferred Stocks.....				2,248,250	XXX	2,248,250	1,992,400	45,824	183,294	78,200	0	XXX	XXX

SCHEDULE D - PART 2 - SECTION 2

Showing all COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identifi- cation	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				
	Total - Preferred Stock from Section 1.....		2,248,250	XXX	2,248,250	1,992,400	45,824	183,294	78,200		XXX	XXX
7199999	Total - Preferred and Common Stock.....		2,248,250	XXX	2,248,250	1,992,400	45,824	183,294	78,200	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.

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
Bonds - U.S. Government							
912827-6T-4	US TREASURY NOTE 5.000% 02/15/11	05/17/2002	Goldman Sachs		4,670,771	4,750,000	61,671
912827-7B-2	US TREASURY NOTE 5.000% 08/15/11	01/23/2002	CSFBdirect		604,031	600,000	13,125
912828-AH-3	US TREASURY NOTE 3.250% 08/15/07	11/07/2002	Union Bank of Switzerland		5,103,125	5,000,000	37,534
912828-AM-2	US TREASURY NOTE 2.125% 10/31/04	11/18/2002	Various		84,144,914	83,639,023	42,365
912828-AN-0	US TREASURY NOTE 3.000% 11/15/07	12/30/2002	Barclays Capital		14,953,965	14,750,000	56,229
0399999	Total - Bonds - U.S. Government				109,476,806	108,739,023	210,924
Bonds - States, Territories and Possessions							
Georgia							
373382-NG-1	GEORGIA ST 6.500% 04/01/09	11/26/2002	Lehman Brothers		6,349,261	5,380,000	59,255
373382-Q7-8	GEORGIA ST 5.700% 07/01/11	12/01/2002	Casualty		14,188,625	12,500,000	296,875
373382-QF-0	GEORGIA ST 6.300% 03/01/07	11/19/2002	Merrill Lynch		3,447,510	3,000,000	42,525
373382-TP-5	GEORGIA ST 6.500% 07/01/07	03/06/2002	Salomon Smith Barney		4,206,297	3,670,000	46,385
373383-MC-9	GEORGIA ST 6.000% 10/01/07	12/01/2002	Casualty		2,518,529	2,205,000	22,050
373383-SG-4	GEORGIA ST 5.250% 08/01/07	10/23/2002	Union Bank of Switzerland		5,483,500	5,000,000	63,438
	Georgia				36,193,722	31,755,000	530,528
Massachusetts							
57582N-DD-4	MASSACHUSETTS ST 5.500% 02/01/09	11/13/2002	Merrill Lynch		12,662,386	11,150,000	22,145
	Massachusetts				12,662,386	11,150,000	22,145
	Total States and US				48,856,108	42,905,000	552,673
1799999	Total - Bonds - States, Territories & Possessions				48,856,108	42,905,000	552,673
Bonds - Political Subdivisions of States							
Georgia							
403761-BU-2	GWINNETT CNTY GA WATER 6.200% 10/01/07	12/01/2002	Casualty		3,238,650	2,955,000	30,535
	SEWER						
	Georgia				3,238,650	2,955,000	30,535
	Total States and US				3,238,650	2,955,000	30,535
2499999	Total - Bonds - Political Subdivision				3,238,650	2,955,000	30,535
Bonds - Special Revenue and Special Assessment							
California							
13066Y-DC-0	CALIFORNIA ST DEPT WTR 5.250% 05/01/09	11/07/2002	Various		19,669,531	17,825,000	33,793
	PWR						
	California				19,669,531	17,825,000	33,793
Georgia							
047793-FI-6	ATLANTA GA ARPT FACS RE 5.750% 01/01/10	12/01/2002	Casualty		8,716,596	8,400,000	201,250
04780M-AM-1	ATLANTA GA ARPT REV 5.750% 01/01/11	12/01/2002	Casualty		1,871,251	1,680,000	40,250
	Georgia				10,587,847	10,080,000	241,500
	Total States and US				30,257,378	27,905,000	275,293
3199999	Total - Bonds - Special Revenue & Special Assessments				30,257,378	27,905,000	275,293
Bonds - Industrial and Miscellaneous							
United States							
125044-AB-3	CDCMT 2002-FX1 A2 5.676% 10/15/11	06/21/2002	Lehman Brothers		5,024,709	5,000,000	12,613
22540V-C6-7	CSFB 2002-CKP1 A2 6.221% 12/15/35	03/13/2002	CSFBdirect		5,025,000	5,000,000	23,325
22540V-G6-3	CSFB 2002-9 1A1 7.000% 03/25/32	04/02/2002	CSFBdirect		3,280,483	3,235,489	18,245
36229R-EM-7	GSR 2002-5 A1C 5.472% 01/25/32	06/19/2002	Goldman Sachs		2,010,040	2,000,000	7,904
62827G-AA-3	MFF TRUST XIX 2002-1 6.440% 12/01/09	01/23/2002	BNY Capital Mrkts		9,860,117	9,860,117	
807066-AE-5	SCHOLASTIC CORP 5.750% 01/15/07	01/18/2002	CSFBdirect		4,978,550	5,000,000	
855030-AG-7	STAPLES INC 7.375% 10/01/12	09/25/2002	JP Morgan Securities		10,408,755	10,500,000	
883199-AQ-4	TEXTRON FINANCIAL CORP 6.000% 11/20/09	11/15/2002	JP Morgan Securities		4,975,550	5,000,000	
	United States				45,563,204	45,595,606	62,087
Canada							
884903-AP-0	THOMPSON CORPORATION 5.750% 02/01/08	01/16/2002	Salomon Smith Barney		4,978,350	5,000,000	
	Canada				4,978,350	5,000,000	0
Foreign							

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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
902118-BC-1.....	TYCO INTL GROUP SA 6.375% 10/15/11.....	.....01/29/2002....	Barclays Capital.....		.....1,888,760	.....2,000,000	.....33,646
	Foreign.....				.....1,888,760	.....2,000,000	.....33,646
4599999	Total - Bonds - Industrial & Miscellaneous.....				.....52,430,314	.....52,595,606	.....95,733
6099997	Total - Bonds - Part 3.....				.....244,259,256	.....235,099,629	.....1,165,158
6099998	Total - Bonds - Summary Item from Part 5.....				.....293,364,612	.....291,846,647	.....1,858,167
6099999	Total - Bonds.....				.....537,623,868	.....526,946,276	.....3,023,325
7299999	Total - Bonds, Preferred and Common Stocks.....				.....537,623,868	.....XXX.....	.....3,023,325

E11.1

SCHEDULE D - PART 4

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

1 CUSIP Identifi- cation	2 Description	3 Disposal Date	4 Name of Purchaser	5 Number of Shares of Stock	6 Consideration	7 Par Value	8 Actual Cost	9 Book/Adjusted Carrying Value at Disposal Date	10 Increase (Decrease) by Adjustment	11 Increase (Decrease) by Foreign Exchange Adjustment	12 Foreign Exchange Gain (Loss) on Disposal	13 Realized Gain (Loss) on Disposal	14 Total Gain (Loss) on Disposal	15 Interest on Bonds Received During Year	16 Dividends on Stocks Received During Year
Bonds - U.S. Government															
31359M-LZ-4	FANNIE MAE 5.000% 01/15/07	03/22/2002	Goldman Sachs		37,631,546	38,000,000	37,963,140	37,963,265	(1,544)			(330,175)	(330,175)	470,528	
912827-2Y-7	US TREASURY NOTE 6.250% 06/30/02	06/30/2002	Maturity		4,500,000	4,500,000	4,551,580	4,508,969	(8,969)				0	150,938	
912827-6J-6	US TREASURY NOTE 5.750% 08/15/10	10/23/2002	Goldman Sachs		13,654,891	12,050,000	12,700,781	12,647,133	(43,783)			1,051,541	1,051,541	795,367	
912827-6T-4	US TREASURY NOTE 5.000% 02/15/11	02/06/2002	HSBC Securities		503,605	500,000	483,359	484,136	166			19,302	19,302	11,957	
0399999	Total - Bonds - U.S. Government				56,290,042	55,050,000	55,698,860	55,603,503	(54,130)	0	0	740,668	740,668	1,428,790	XXX
Bonds - States, Territories and Possessions															
Georgia															
047772-AB-4	ATLANTA GA 5.000% 12/01/02	07/19/2002	Merrill Lynch		1,119,034	1,105,000	1,140,570	1,112,100	(4,402)			11,335	11,335	35,452	
373382-3V-0	GEORGIA ST 6.250% 08/01/05	07/19/2002	Merrill Lynch		6,386,486	5,730,000	6,412,214	6,068,033	(49,696)			368,149	368,149	351,161	
	Georgia				7,505,520	6,835,000	7,552,784	7,180,133	(54,098)	0	0	379,484	379,484	386,613	XXX
Utah															
917542-JQ-6	UTAH ST 4.500% 07/01/04	03/08/2002	JP Morgan Securities		3,127,920	3,000,000	3,129,030	3,117,032	(9,003)			19,891	19,891	105,750	
	Utah				3,127,920	3,000,000	3,129,030	3,117,032	(9,003)	0	0	19,891	19,891	105,750	XXX
	Total States and US				10,633,440	9,835,000	10,681,814	10,297,165	(63,101)	0	0	399,375	399,375	492,363	XXX
1799999	Total - Bonds - States, Territories & Possessions				10,633,440	9,835,000	10,681,814	10,297,165	(63,101)	0	0	399,375	399,375	492,363	XXX
Bonds - Special Revenue and Special Assessment															
Connecticut															
207757-U9-4	CONNECTICUT ST SPL TAX 5.000% 10/01/06	01/15/2002	Goldman Sachs		8,620,080	8,000,000	8,634,080	8,607,865	(4,510)			16,725	16,725	136,667	
	OBLIG REV				8,620,080	8,000,000	8,634,080	8,607,865	(4,510)	0	0	16,725	16,725	136,667	XXX
	Connecticut				8,620,080	8,000,000	8,634,080	8,607,865	(4,510)	0	0	16,725	16,725	136,667	XXX
Georgia															
190828-KQ-5	COBB CNTY GA WTR & SEW 7.500% 01/01/02	01/01/2002	Maturity		200,000	200,000	166,544	200,000				0	0	7,500	
373624-BA-2	GEORGIA ST TOLLWAY AUTH 4.750% 07/01/05	07/19/2002	Salomon Smith Barney		5,583,051	5,220,000	5,415,698	5,320,856	(15,389)			277,584	277,584	263,791	
403760-AP-6	GWINNETT CNTY GA WATER 5.000% 08/01/04	07/19/2002	Lehman Brothers		3,006,818	2,830,000	2,909,268	2,865,786	(7,531)			148,563	148,563	138,749	
	SEWER											0	0		
	Georgia				8,789,869	8,250,000	8,491,510	8,386,642	(22,920)	0	0	426,147	426,147	410,040	XXX
Michigan															
483233-BP-6	KALAMAZOO MICH HOSP FIN 6.750% 04/01/03	04/01/2002	Call 100.0000		70,000	70,000	79,793	71,612	(1,612)			0	0	2,363	
	AUTH				70,000	70,000	79,793	71,612	(1,612)	0	0	0	0	2,363	XXX
	Michigan				70,000	70,000	79,793	71,612	(1,612)	0	0	0	0	2,363	XXX
Nebraska															
63967C-GU-0	NEBRASKA INVT FIN AUTH 5.300% 09/01/16	09/01/2002	Call 100.0000		725,000	725,000	725,000	725,000				0	0	28,620	
	SINGLE											0	0		
63967C-UX-8	NEBRASKA INVT FIN AUTH 5.100% 09/01/25	09/01/2002	Call 100.0000		545,000	545,000	545,000	545,000				0	0	21,038	
	SINGLE											0	0		
	Nebraska				1,270,000	1,270,000	1,270,000	1,270,000	0	0	0	0	0	49,658	XXX
Utah															
91755N-UC-7	UTAH ST HSG FIN AGY 5.800% 07/01/30	07/01/2002	Call 100.0000		1,020,000	1,020,000	1,020,000	1,020,000				0	0	55,100	
	Utah				1,020,000	1,020,000	1,020,000	1,020,000	0	0	0	0	0	55,100	XXX
Wisconsin															
97689P-TR-9	WISCONSIN HSG & ECONOMI 5.250% 10/01/27	10/01/2002	Call 100.0000		915,000	915,000	915,000	915,000				0	0	36,750	
	DEV											0	0		
	Wisconsin				915,000	915,000	915,000	915,000	0	0	0	0	0	36,750	XXX
	Total States and US				20,684,949	19,525,000	20,410,383	20,271,119	(29,042)	0	0	442,872	442,872	690,578	XXX
3199999	Total - Bonds - Special Revenue & Assessment				20,684,949	19,525,000	20,410,383	20,271,119	(29,042)	0	0	442,872	442,872	690,578	XXX
Bonds - Industrial and Miscellaneous															
United States															
124833-AL-8	CBM 1996-1 A2 6.880% 06/01/02	06/01/2002	Paydown		610,539	610,539	613,402	610,620	(81)			0	0	10,807	
126304-AM-6	CSC HOLDINGS INC 8.125% 07/15/09	11/26/2002	Merrill Lynch		5,652,500	6,000,000	5,943,660	5,943,854	4,983			(296,337)	(296,337)	673,021	
20046P-AG-3	COMM 2000-C1 X IO 0.773% 08/01/33	12/01/2002	Paydown				71,054	63,213	(63,213)			0	0	6,585	
21724P-AH-8	COPEL 2000-A D 7.870% 05/18/06	12/18/2002	Paydown		3,547,254	3,547,254	3,549,240	3,550,809	(3,555)			0	0	150,870	

E12

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
3133T2-MJ-6	FHR 1610 PL 6.500% 04/01/22	12/01/2002	Paydown		954,057	954,057	961,995	958,480	(4,423)				0	55,368	
3133TN-QY-3	FHR 2220 VN 8.000% 02/01/17	12/01/2002	Paydown		272,965	272,965	277,475	276,376	(3,411)				0	21,837	
33641N-BM-6	FSR 2000-2 C 8.200% 11/18/06	12/18/2002	Paydown		1,961,520	1,961,520	1,961,461	1,961,482	38				0	82,607	
339083-AE-7	FCCGT 1997-A A 6.640% 09/01/12	12/01/2002	Paydown		181,890	181,890	181,833	181,859	31				0	6,222	
393505-QX-3	GT 1996-9 A5 7.200% 01/15/28	12/15/2002	Paydown		1,218,648	1,218,648	1,248,781	1,224,448	(5,800)				0	44,884	
499040-AM-5	KNIGHT RIDDER INC 7.125% 06/01/11	12/17/2002	Union Bank of Switzerland		3,420,570	3,000,000	2,993,670	2,993,926	253			426,390	426,390	225,031	
52108H-BZ-6	LBUBS 2000-C4 X IO 0.991% 07/11/32	12/11/2002	Paydown				37,460	33,795	(33,795)				0	3,297	
617445-EC-1	MSC 1996-WF1 A2 7.351% 11/01/28	12/01/2002	Paydown		3,614,679	3,614,679	3,672,514	3,632,380	(17,701)				0	157,549	
63859C-AS-2	NLFC 1998-1 X2 IO 1.140% 03/01/30	03/01/2002	Paydown				20,387	13,830	(13,830)				0	700	
65535V-AA-6	NAA 2001-R1A A1 7.000% 02/01/30	12/01/2002	Paydown		617,146	617,146	625,439	625,287	(8,141)				0	24,358	
69348H-CR-7	PNCMA 2000-C2 X IO 0.920% 10/01/33	12/01/2002	Paydown				83,300	76,697	(76,697)				0	7,512	
84603W-AA-2	SOVEREIGN BANK A-1 10.200% 06/30/05	12/30/2002	Redemption 100.0000		273,584	273,584	280,867	279,197	(5,613)				0	28,368	
93933W-AA-4	WASHINGTON MUTUAL BANK 6.875% 06/15/11	04/09/2002	Merrill Lynch		4,074,840	4,000,000	3,992,640	3,992,918	(438)			82,359	82,359	89,375	
	United States				26,400,192	26,252,282	26,506,178	26,419,171	(231,393)	0	0	212,412	212,412	1,588,391	XXX
4599999	Total - Bonds - Industrial & Miscellaneous				26,400,192	26,252,282	26,506,178	26,419,171	(231,393)	0	0	212,412	212,412	1,588,391	XXX
6099997	Total - Bonds - Part 4				114,008,623	110,662,282	113,297,235	112,590,958	(377,666)	0	0	1,795,327	1,795,327	4,200,122	XXX
6099998	Total - Bonds - Summary Item from Part 5				300,194,833	291,846,647	293,364,612	293,510,826	146,216			6,684,006	6,684,006	4,303,948	XXX
6099999	Total - Bonds				414,203,456	402,508,929	406,661,847	406,101,784	(231,450)	0	0	8,479,333	8,479,333	8,504,070	XXX
Common Stocks - Banks, Trust and Insurance Companies															
United States															
092477-10-8	Blackrock Term Trust 2001	05/16/2002	Final Distribution										0		2,052
	United States				0	XXX	0	0	0	0	0	0	0	XXX	2,052
6799999	Total - Common Stocks - Banks, Trust & Insurance Companies				0	XXX	0	0	0	0	0	0	0	XXX	2,052
7099997	Total - Common Stocks - Part 4				0	XXX	0	0	0	0	0	0	0	XXX	2,052
7099999	Total - Common Stocks				0	XXX	0	0	0	0	0	0	0	XXX	2,052
7199999	Total - Preferred and Common Stocks				0	XXX	0	0	0	0	0	0	0	XXX	2,052
7299999	Total - Bonds, Preferred and Common Stocks				414,203,456	XXX	406,661,847	406,101,784	(231,450)	0	0	8,479,333	8,479,333	8,504,070	2,052

E12.1

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 (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
Bonds - U.S. Government																
31359M-LZ-4	FANNIE MAE 5.000% 01/15/07	01/15/2002	Goldman Sachs	04/02/2002	Goldman Sachs	8,000,000	8,128,000	7,914,440	8,123,130	(4,870)			(208,690)	(208,690)	103,444	24,444
31359M-NP-4	FANNIE MAE 4.250% 07/15/07	07/31/2002	Goldman Sachs	10/04/2002	HSBC Securities	31,000,000	31,346,580	32,354,700	31,333,657	(12,923)			1,021,043	1,021,043	274,479	32,938
31359M-PT-4	FANNIE MAE 2.875% 10/15/05	10/24/2002	Goldman Sachs	10/29/2002	Goldman Sachs	40,000,000	39,965,200	40,458,400	39,965,218	18			493,182	493,182	6,389	
912827-7B-2	US TREASURY NOTE 5.000% 08/15/11	01/23/2002	CSFBdirect	06/14/2002	Goldman Sachs	9,000,000	9,060,469	9,112,500	9,058,153	(2,316)			54,347	54,347	376,657	196,875
912827-7F-3	US TREASURY NOTE 3.500% 11/15/06	04/30/2002	Various	10/23/2002	Various	54,130,000	51,986,447	55,148,090	52,200,787	214,340			2,947,303	2,947,303	1,778,336	831,601
912827-7L-0	US TREASURY NOTE 4.875% 02/15/12	04/25/2002	Various	08/15/2002	Various	22,700,000	22,323,234	23,843,000	22,334,105	10,871			1,508,895	1,508,895	534,138	151,367
912828-AC-4	US TREASURY NOTE 4.375% 05/15/07	07/19/2002	Various	09/04/2002	Various	25,000,000	25,578,125	26,171,563	25,566,234	(11,891)			605,328	605,328	279,620	172,979
912828-AH-3	US TREASURY NOTE 3.250% 08/15/07	11/07/2002	Various	11/15/2002	HSBC Securities	44,700,000	45,636,469	45,403,875	45,622,120	(14,349)			(218,245)	(218,245)	361,342	247,945
912828-AM-2	US TREASURY NOTE 2.125% 10/31/04	10/29/2002	Goldman Sachs	12/04/2002	HSBC Securities	2,700,000	2,721,094	2,707,383	2,720,051	(1,042)			(12,668)	(12,668)	5,547	
912828-AM-2	US TREASURY NOTE 2.125% 10/31/04	10/29/2002	Goldman Sachs	12/01/2002	Casualty	11,360,977	11,449,735	11,382,336	11,445,848	(3,887)			(63,512)	(63,512)	20,561	
912828-AN-0	US TREASURY NOTE 3.000% 11/15/07	11/21/2002	Deutsche Bank	12/17/2002	Goldman Sachs	9,000,000	8,924,063	8,964,844	8,924,955	893			39,889	39,889	24,613	5,221
0399999	Total - Bonds - U.S. Government					257,590,977	257,119,416	263,461,131	257,294,258	174,844	0	0	6,166,872	6,166,872	3,765,126	1,663,370
Bonds - States, Territories and Possessions																
Illinois																
213183-YM-2	COOK CNTY ILL 6.500% 11/15/09	10/29/2002	Merrill Lynch	12/01/2002	Casualty	4,000,000	4,759,320	4,748,280	4,751,344	(7,976)			(3,064)	(3,064)	141,556	119,889
	Illinois					4,000,000	4,759,320	4,748,280	4,751,344	(7,976)	0	0	(3,064)	(3,064)	141,556	119,889
Minnesota																
591850-6X-5	METROPOLITAN COUNCIL 5.000% 02/01/06	10/24/2002	Union Bank of Switzerland	12/01/2002	Casualty	8,175,000	8,734,415	8,796,872	8,728,771	(5,644)			68,101	68,101	34,063	20,438
	MINN MINN					8,175,000	8,734,415	8,796,872	8,728,771	(5,644)	0	0	68,101	68,101	34,063	20,438
	Minnesota					8,175,000	8,734,415	8,796,872	8,728,771	(5,644)	0	0	68,101	68,101	34,063	20,438
	Total States and US					12,175,000	13,493,735	13,545,152	13,480,115	(13,620)	0	0	65,037	65,037	175,619	140,327
1799999	Total - Bonds - States, Territories & Possessions					12,175,000	13,493,735	13,545,152	13,480,115	(13,620)	0	0	65,037	65,037	175,619	140,327
Bonds - Special Revenue and Special Assessment																
New Jersey																
645788-MA-5	NEW JERSEY 5.500% 09/01/11	10/28/2002	Merrill Lynch	12/01/2002	Casualty	5,500,000	6,204,495	6,191,460	6,198,649	(5,846)			(7,189)	(7,189)	75,625	50,417
	ENVIRONMENTAL INFRA					5,500,000	6,204,495	6,191,460	6,198,649	(5,846)	0	0	(7,189)	(7,189)	75,625	50,417
	New Jersey					5,500,000	6,204,495	6,191,460	6,198,649	(5,846)	0	0	(7,189)	(7,189)	75,625	50,417
	Total States and US					5,500,000	6,204,495	6,191,460	6,198,649	(5,846)	0	0	(7,189)	(7,189)	75,625	50,417
3199999	Total - Bonds - Special Revenue & Assessment					5,500,000	6,204,495	6,191,460	6,198,649	(5,846)	0	0	(7,189)	(7,189)	75,625	50,417
Bonds - Industrial and Miscellaneous																
United States																
22540V-G6-3	CSFB 2002-9 1A1 7.000% 03/25/32	04/02/2002	CSFBdirect	12/01/2002	Paydown	718,787	728,783	718,787	718,787	(9,996)				0	21,567	4,053
36962G-YZ-1	GENERAL ELEC CAP CORP 5.000% 06/15/07	05/31/2002	CSFBdirect	05/31/2002	Goldman Sachs	5,000,000	4,974,300	4,983,700	4,974,300				9,400	9,400		
428236-AF-0	HEWLETT-PACKARD CO 5.500% 07/01/07	06/21/2002	Deutsche Bank	11/21/2002	Deutsche Bank	9,000,000	8,982,000	9,432,720	8,982,834	834			449,886	449,886	206,250	
62827G-AA-3	MFF TRUST XIX 2002-1 6.440% 12/01/09	01/23/2002	BNY Capital Mrkts	12/30/2002	Paydown	1,861,883	1,861,883	1,861,883	1,861,883					0	59,761	
	United States					16,580,670	16,546,966	16,997,090	16,537,804	(9,162)	0	0	459,286	459,286	287,578	4,053
4599999	Total - Bonds - Industrial & Miscellaneous					16,580,670	16,546,966	16,997,090	16,537,804	(9,162)	0	0	459,286	459,286	287,578	4,053
6099998	Total - Bonds					291,846,647	293,364,612	300,194,833	293,510,826	146,216	0	0	6,684,006	6,684,006	4,303,948	1,858,167
7299999	Total - Bonds, Preferred and Common Stocks					XXX	293,364,612	300,194,833	293,510,826	146,216	0	0	6,684,006	6,684,006	4,303,948	1,858,167

E13

**Sch. D-Pt. 6-Sn. 1
NONE**

**Sch. D-Pt. 6-Sn. 2
NONE**

**Sch. DA-Pt. 1
NONE**

**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	2	3
	Statement (Admitted) Value	Fair Value (a)	Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
1. Bonds.....	462,425,233	483,943,388	21,518,155
2. Preferred stocks.....	2,248,250	2,248,250	0
3. Totals.....	464,673,483	486,191,638	21,518,155

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

Fair Market Value is computed using NAIC market rates, when available.

If a market rate is not provided for by the NAIC, broker quotations or market rates provided by Interactive Data Corp (IDC)

are used in the computation.

SCHEDULE E - PART 1 - CASH

1	2	3	4	5	6	
Depository	Rate of Interest	Amount of Interest Received During Year	Amount of Interest Accrued December 31 of Current Year	Balance	*	
Open Depositories						
BRANCH BANK AND TRUST.....	WILSON, NC.....	1.780	2,666	725	99,000	XXX
CASH EQUIVALENTS:.....						XXX
CITICORP.....	NEW YORK, NY.....	VAR	5,124			XXX
GENERAL ELECTRIC CAP CORP.....	NEW YORK, NY.....	VAR	483			XXX
IBM CORP.....	NEW YORK, NY.....	VAR	3,461			XXX
UBS FINANCE (DE) LLC.....	NEW YORK, NY.....	VAR	924			XXX
ABN AMRO BANK CHICAGO.....	CHICAGO, IL.....	VAR	3,713			XXX
BANK OF AMERICA CAYMAN.....	CHARLOTTE, NC.....	VAR	628			XXX
BANK OF SCOTLAND.....	NEW YORK, NY.....	VAR	420			XXX
BANQ NATL PARIBAS CAYMAN.....	NEW YORK, NY.....	VAR	53,139			XXX
CAISSE DES DEPOT CON PAR.....	NEW YORK, NY.....	VAR	3,055			XXX
CHASE MANHATTAN BANK USA NA.....	NEW YORK, NY.....	VAR	4,372			XXX
DANSKE BANK A/S CAYMAN.....	NEW YORK, NY.....	VAR	764			XXX
DRESDNER BANK CAYMAN.....	NEW YORK, NY.....	VAR	4,858			XXX
FIFTH THIRD BANK.....	CINCINNATI, OH.....	VAR	1,129			XXX
KEY BANK NEW YORK.....	NEW YORK, NY.....	VAR	773			XXX
MELLON BANK NA.....	TORONTO, ONTARIO CANADA.....	VAR	5,879			XXX
RABOBANK NED CAYMAN.....	NEW YORK, NY.....	VAR	82,438			XXX
SOCIETE GENERALE CAYMAN.....	NEW YORK, NY.....	VAR	29,558			XXX
SUNTRUST BANK.....	ATLANTA, GA.....	VAR	7,787			XXX
SVENSKA BANK CAYMAN.....	NEW YORK, NY.....	VAR	48,570			XXX
US BANK NA CAYMAN.....	MINNEAPOLIS, MN.....	VAR	2,904			XXX
WACHOVIA BANK NA CAYMAN.....	WINSTON-SALEM, NC.....	VAR	1,457			XXX
WELLS FARGO BANK NA.....	MINNEAPOLIS, MN.....	VAR	10,156			XXX
0199999. Total - Open Depositories.....	XXX	274,257	725	99,000	XXX	
0399999. Total Cash on Deposit.....	XXX	274,257	725	99,000	XXX	
0599999. Total Cash.....	XXX	274,257	725	99,000	XXX	

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

1. January.....	38,384,000	4. April.....	19,574,000	7. July.....	20,899,000	10. October.....	65,870,250
2. February.....	43,804,250	5. May.....	99,000	8. August.....	31,719,000	11. November.....	75,286,500
3. March.....	40,499,000	6. June.....	3,199,000	9. September.....	34,599,000	12. December.....	99,000

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
SPECIAL DEPOSITS WHICH ARE NOT FOR THE BENEFIT OF ALL POLICYHOLDERS						
Georgia						
GA00001	B	US TREASURY NOTE 5.000% 02/15/11	Georgia, Wachovia Bank, Collateral for Ins Underwrtg	230,000	226,385	252,713
GA99999	Georgia			230,000	226,385	252,713
Louisiana						
LA00001	B	US TREASURY NOTE 5.875% 11/15/04	Louisiana, Banc One, Collateral for Ins Underwrtg	250,000	255,265	270,000
LA99999	Louisiana			250,000	255,265	270,000
New Mexico						
NM00001	B	US TREASURY NOTE 5.000% 02/15/11	New Mexico, Bank of Santa Fe, Collateral for Ins Underwrtg	325,000	319,892	357,094
NM99999	New Mexico			325,000	319,892	357,094
Ohio						
OH00001	B	US TREASURY NOTE 5.000% 02/15/11	Ohio, Bank of New York, Collateral for Ins Underwrtg	3,370,000	3,317,039	3,702,788
OH99999	Ohio			3,370,000	3,317,039	3,702,788
Oregon						
OR00001	B	US TREASURY NOTE 5.000% 02/15/11	Oregon, US Bank, Collateral for Ins Underwrtg	200,000	196,857	219,750
OR00002	B	GEORGIA ST 5 3/4% Due 8/1/2011 FA1 5.750% 08/01/11	Oregon, US Bank, Collateral for Ins Underwrtg	65,000	66,857	66,857
OR99999	Oregon			265,000	263,714	286,607
South Carolina						
SC00001	B	US TREASURY NOTE 5.000% 02/15/11	South Carolina, Wachovia Bank, Collateral for Ins Underwrtg	150,000	147,643	164,813
SC99999	South Carolina			150,000	147,643	164,813
Virginia						
VA00001	B	US TREASURY NOTE 5.000% 02/15/11	Virginia, Suntrust Bank, Collateral for Ins Underwrtg	125,000	123,036	137,344
VA99999	Virginia			125,000	123,036	137,344
XX99999	Total - All Special Deposits NOT Held for Benefit of all Policyholders, Claimants, & Creditors of the Company			4,715,000	4,652,974	5,171,359
SPECIAL DEPOSITS WHICH ARE FOR THE BENEFIT OF ALL POLICYHOLDERS						
North Carolina						
NC00001	B	US TREASURY NOTE 5.875% 11/15/04	North Carolina, Wachovia Bank, Collateral for Ins Underwrtg	82,000	83,727	88,560
NC99999	North Carolina			82,000	83,727	88,560
ZZ99999	Total - All Special Deposits Held for Benefit of all Policyholders, Claimants, & Creditors of the Company			82,000	83,727	88,560
9999999	Totals			4,797,000	4,736,701	5,259,919

(a) Includes \$.....0 cash and short-term investments as defined in SSAP No. 2 of the NAIC Accounting Practices and Procedures Manual.

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