



ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2003
OF THE CONDITION AND AFFAIRS OF THE
Victoria Select Insurance Company

NAIC Group Code	0140	0304	NAIC Company Code	10105	Employer's ID Number	34-1777972
	(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	05/25/1994		Commenced Business		09/01/1995	
Statutory Home Office	5915 Landerbrook Drive			Cleveland, OH 44124-4058		
	(Street and Number)			(City or Town, State and Zip Code)		
Main Administrative Office	5915 Landerbrook Drive			440-461-3461		
	(Street and Number)			(Area Code) (Telephone Number)		
	Cleveland, OH 44124-4058			(City or Town, State and Zip Code)		
Mail Address	5915 Landerbrook Drive			Cleveland, OH 44124-4058		
	(Street and Number or P.O. Box)			(City or Town, State and Zip Code)		
Primary Location of Books and Records	5915 Landerbrook Drive			440-461-3461-570		
	(Street and Number)			(Area Code) (Telephone Number)		
	Cleveland, OH 44124-4058			(City or Town, State and Zip Code)		
Internet Website Address	www.victoriainsurance.com					
Statutory Statement Contact	Patrick Jay Havens			440-461-3461-570		
	(Name)			(Area Code) (Telephone Number) (Extension)		
	patrick.havens@victoriainsurance.com			440-461-0492		
	(E-mail Address)			(Fax Number)		
Policyowner Relations Contact	5915 Landerbrook Drive					
	(Street and Number)					
	Cleveland, OH 44124-4058			440-461-3461-441		
	(City or Town, State and Zip Code)			(Area Code) (Telephone Number) (Extension)		

OFFICERS

President	John Charles Burkhalter #	Secretary	Glenn Warren Soden #
Treasurer	Joseph Gerard DuBois #		

VICE PRESIDENTS

John Francis Campbell Jr. #		
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DIRECTORS OR TRUSTEES

Kelly Ann Hamilton #	David Karl Hollingsworth #	David Ralph Jahn #
Stephen Scott Rasmussen #	Douglas Craig Robinette #	Richard Michael Waggoner #
Kirt Alan Walker #		

State of Ohio } ss
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.

John Charles Burkhalter President	Glenn Warren Soden Secretary	Joseph Gerard DuBois Treasurer
Subscribed and sworn to before me this day of , 2004	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	

Schedule A - Part 1

NONE

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 2003 OF THE Victoria Select 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 Governments Issuer Obligations (10) United States																				
912810-DX-3...	U S Treasury Bd.....		7.500	MN.....	11/15/2016.....			313,566	250,000	127.3130	318,283	318,281	2,421	18,750	(3,471)			1.....	08/16/2002...	4.825
912810-EE-4...	U S Treasury Bd.....		8.500	FA.....	02/15/2020.....			346,350	250,000	139.6560	349,140	351,523	8,026	21,250	(3,798)			1.....	08/16/2002...	4.992
912810-EL-8...	U S Treasury Bd.....		8.000	MN.....	11/15/2021.....			336,126	250,000	135.0630	337,658	340,049	2,582	20,000	(2,891)			1.....	08/16/2002...	5.050
912810-FP-8...	U S Treasury Bd.....		5.375	FA.....	02/15/2031.....			297,539	300,000	104.2810	312,843	297,469	6,091	16,125	59			1.....	07/18/2002...	5.433
912827-6D-9...	U S Treasury Nt.....		6.750	MN.....	05/15/2005.....			1,954,646	1,900,000	107.2190	2,037,161	2,043,836	16,560	128,250	(37,691)			1.....	07/23/2001...	4.560
912827-6J-6...	U S Treasury Nt.....		5.750	FA.....	08/15/2010.....			616,525	600,000	112.1250	672,750	619,969	13,031	34,500	(2,000)			1.....	04/04/2002...	5.252
912827-7F-3...	U S Treasury Nt.....		3.500	MN.....	11/15/2006.....			97,518	100,000	103.0310	103,031	95,922	452	3,500	798			1.....	12/10/2001...	4.431
Total United States								3,962,270	3,650,000	XXX	4,130,866	4,067,049	49,163	242,375	(48,994)	0	0	XXX	XXX	XXX
0199999 - Total Bonds - U.S. Government - Issuer Obligations								3,962,270	3,650,000	XXX	4,130,866	4,067,049	49,163	242,375	(48,994)			XXX	XXX	XXX
Single Class Mortgage (SC) United States																				
36208P-S9-0...	GNMA GNSF # 456944.....		6.500	MTLY.....	06/15/2028.....			363,066	363,439	0.0000	363,066	363,098	1,969	23,623	(34)			1.....	06/18/2001...	6.572
36225B-EV-6...	GNMA GNSF # 781048.....		6.500	MTLY.....	06/15/2029.....			404,938	403,329	0.0000	404,938	405,093	2,185	26,217	(161)			1.....	07/20/2001...	6.518
Total United States								768,004	766,768	XXX	768,004	768,191	4,154	49,840	(195)	0	0	XXX	XXX	XXX
0299999 - Total Bonds - U.S. Government - Single Class Mortgage-Backed/Asset-Backed Securities								768,004	766,768	XXX	768,004	768,191	4,154	49,840	(195)			XXX	XXX	XXX
0399996 - Bonds - U.S. Government								4,730,274	4,416,768	XXX	4,898,870	4,835,240	53,317	292,215	(49,189)			XXX	XXX	XXX
0399999 - Total - U.S. Government Bonds								4,730,274	4,416,768	XXX	4,898,870	4,835,240	53,317	292,215	(49,189)			XXX	XXX	XXX
State, Territories and Possessions Issuer Obligations (10) United States Illinois																				
452151-KC-6...	Illinois St GO.....		5.000	JD.....	06/01/2016.....	06/01/2013...	100.000	283,045	265,000	0.0000	283,045	283,433	1,104	6,515	(388)			1PE.....	09/24/2003...	4.120
Total Illinois								283,045	265,000	XXX	283,045	283,433	1,104	6,515	(388)	0	0	XXX	XXX	XXX
Massachusetts																				
575827-EK-2...	Massachusetts St GO Ref Ser A.....		6.500	MN.....	11/01/2014.....			243,204	200,000	0.0000	243,204	243,598	2,167		(394)			1PE.....	11/12/2003...	4.020
57582N-SH-9...	Massachusetts St GO Ref Ser D.....		5.500	AO.....	10/01/2018.....			222,752	200,000	0.0000	222,752	222,964	2,078		(212)			1PE.....	10/07/2003...	4.441
Total Massachusetts								465,956	400,000	XXX	465,956	466,562	4,245	0	(606)	0	0	XXX	XXX	XXX
Ohio																				
677518-3K-6...	Ohio St GO Higher Ed Ser B.....		5.000	MN.....	11/01/2015.....	11/01/2011...	100.000	161,352	150,000	0.0000	161,352	161,433	1,250		(81)			1PE.....	12/03/2003...	3.870
Total Ohio								161,352	150,000	XXX	161,352	161,433	1,250	0	(81)	0	0	XXX	XXX	XXX
Washington																				
93974A-A7-9...	Washington St GO Ref Ser R 2004A.....		5.000	JJ.....	07/01/2016.....	07/01/2013...	100.000	163,370	155,000	0.0000	163,370	163,514	1,464		(144)			1PE.....	10/15/2003...	4.302
Total Washington								163,370	155,000	XXX	163,370	163,514	1,464	0	(144)	0	0	XXX	XXX	XXX
Wisconsin																				
977056-6V-7...	Wisconsin St GO Ser C.....		5.000	MN.....	05/01/2015.....	05/01/2014...	100.000	96,766	90,000	0.0000	96,766	96,846	950		(80)			1PE.....	11/03/2003...	4.100
Total Wisconsin								96,766	90,000	XXX	96,766	96,846	950	0	(80)	0	0	XXX	XXX	XXX
Total United States								1,170,489	1,060,000	XXX	1,170,489	1,171,788	9,013	6,515	(1,299)	0	0	XXX	XXX	XXX
1199999 - Total Bonds - States, Territories and Possessions - Issuer Obligations								1,170,489	1,060,000	XXX	1,170,489	1,171,788	9,013	6,515	(1,299)			XXX	XXX	XXX
1799996 - Bonds - States, Territory, Poss - United States								1,170,489	1,060,000	XXX	1,170,489	1,171,788	9,013	6,515	(1,299)			XXX	XXX	XXX
1799999 - Total - States, Territories and Possessions								1,170,489	1,060,000	XXX	1,170,489	1,171,788	9,013	6,515	(1,299)			XXX	XXX	XXX
Political Subdivisions of States Issuer Obligations (10) United States Texas																				
235308-DD-2...	Dallas TX ISD GO Ref.....		5.500	FA.....	02/15/2014.....	02/15/2012...	100.000	184,806	165,000	113.6570	187,534	185,118	3,428		(312)			1PE.....	11/03/2003...	3.770
Total Texas								184,806	165,000	XXX	187,534	185,118	3,428	0	(312)	0	0	XXX	XXX	XXX
Total United States								184,806	165,000	XXX	187,534	185,118	3,428	0	(312)	0	0	XXX	XXX	XXX
1899999 - Total Bonds - Political Subdivisions - Issuer Obligations								184,806	165,000	XXX	187,534	185,118	3,428		(312)			XXX	XXX	XXX

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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
2499996 - Bonds - Political Subdivision - United States								184,806	165,000	XXX	187,534	185,118	3,428		(312)			XXX	XXX	XXX
2499999 - Total - Political Subdivisions Bonds								184,806	165,000	XXX	187,534	185,118	3,428		(312)			XXX	XXX	XXX
Special Revenue & Assessment Issuer Obligations (IO) United States Michigan																				
594636-PQ-9.....	Michigan St Comp Trans Rev Ser B.....		5.250	MN.....	05/15/2015...	05/15/2012...	100.000	119,780	110,000	0.0000	119,780	119,952	738	2,888	(172)			1PE.....	10/23/2003.....	3.990
	Total Michigan							119,780	110,000	XXX	119,780	119,952	738	2,888	(172)	0	0	XXX	XXX	XXX
	Total United States							119,780	110,000	XXX	119,780	119,952	738	2,888	(172)	0	0	XXX	XXX	XXX
2599999 - Total Bonds - Special Revenue - Issuer Obligations								119,780	110,000	XXX	119,780	119,952	738	2,888	(172)			XXX	XXX	XXX
Single Class Mortgage (SC) United States																				
31393T-UD-6.....	FNMA Ser 2003-102 CI BU.....		5.500	MTLY.....	04/25/2033...	01/01/2015...	100.000	250,252	250,000	0.0000	250,252	250,273	1,146	3,437	(21)			1.....	09/18/2003.....	5.503
	Total United States							250,252	250,000	XXX	250,252	250,273	1,146	3,437	(21)	0	0	XXX	XXX	XXX
2699999 - Total Bonds - Special Revenue - Single Class Mortgage-Backed/Asset-Backed Securities								250,252	250,000	XXX	250,252	250,273	1,146	3,437	(21)			XXX	XXX	XXX
3199996 - Bonds - Special Revenue - United States								370,032	360,000	XXX	370,032	370,225	1,884	6,325	(193)			XXX	XXX	XXX
3199999 - Total - Special Revenue Bonds								370,032	360,000	XXX	370,032	370,225	1,884	6,325	(193)			XXX	XXX	XXX
Industrial & Miscellaneous Issuer Obligations (IO) United States																				
039483-AG-7.....	Archer-Daniels-Midland Co Deb.....		8.875	AO.....	04/15/2011...			147,146	115,000	126.4500	145,418	148,038	2,155	5,103	(892)			1.....	10/01/2003.....	4.356
	Total United States							147,146	115,000	XXX	145,418	148,038	2,155	5,103	(892)	0	0	XXX	XXX	XXX
Other Country																				
904764-AG-2.....	Unilever Cap Corp Nt.....		7.125	MN.....	11/01/2010...			228,784	199,000	116.2600	231,357	229,296	2,363		(512)			1.....	11/06/2003.....	4.551
	Total Other Country							228,784	199,000	XXX	231,357	229,296	2,363	0	(512)	0	0	XXX	XXX	XXX
3999999 - Total Bonds - Industrial, Misc. - Issuer Obligations								375,930	314,000	XXX	376,775	377,334	4,518	5,103	(1,404)			XXX	XXX	XXX
Defined Multi-Class Residential (DR) United States																				
172973-SZ-3.....	Citicorp Mtg Sec Inc Ser 2003-9 CI A22.....		5.500	MTLY.....	10/25/2033...	03/01/2016...	100.000	190,361	185,224	0.0000	190,361	190,434	849	1,698	(73)			1PE.....	10/02/2003.....	4.990
	Total United States							190,361	185,224	XXX	190,361	190,434	849	1,698	(73)	0	0	XXX	XXX	XXX
4199999 - Total Bonds - Industrial, Misc. - Defined Multi-Class Residential Mortgage-Backed Securities								190,361	185,224	XXX	190,361	190,434	849	1,698	(73)			XXX	XXX	XXX
4599996 - Bonds - Industrial and Misc - United States								337,507	300,224	XXX	335,779	338,472	3,004	6,801	(965)			XXX	XXX	XXX
4599998 - Bonds - Industrial and Misc - Other Countries								228,784	199,000	XXX	231,357	229,296	2,363		(512)			XXX	XXX	XXX
4599999 - Total - Industrial and Miscellaneous Bonds								566,291	499,224	XXX	567,136	567,768	5,367	6,801	(1,477)			XXX	XXX	XXX
5499999 - Total - Issuer Obligations								5,813,275	5,299,000	XXX	5,985,444	5,921,241	66,860	256,881	(52,181)			XXX	XXX	XXX
5599999 - Total - Single Class Mortgage-Backed/Asset-Backed Securities								1,018,256	1,016,768	XXX	1,018,256	1,018,464	5,300	53,277	(216)			XXX	XXX	XXX
5699999 - Total - Defined Multi-Class Residential Mortgage-Backed Securities								190,361	185,224	XXX	190,361	190,434	849	1,698	(73)			XXX	XXX	XXX

Schedule D - Part 2 - Section 1

NONE

Schedule D - Part 2 - Section 2

NONE

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE Victoria Select 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
BONDS							
State, Territories and Possessions							
United States							
Illinois							
.....452151-KC-6.....	Illinois St GO 5.000% 06/01/16.....	.....09/24/2003.....	Raymond James & Assoc Inc.....		283,433	265,000	4,233
Total Illinois					283,433	265,000	4,233
Massachusetts							
.....575827-EK-2.....	Massachusetts St GO Ref Ser A 6.500% 11/01/14.....	.....11/12/2003.....	Morgan/JP/Securities - Bonds.....		243,598	200,000	578
.....57582N-SH-9.....	Massachusetts St GO Ref Ser D 5.500% 10/01/18.....	.....10/07/2003.....	First Winston Securities.....		222,964	200,000	
Total Massachusetts					466,562	400,000	578
Ohio							
.....677518-3K-6.....	Ohio St GO Higher Ed Ser B 5.000% 11/01/15.....	.....12/03/2003.....	First Winston Securities.....		161,433	150,000	771
Total Ohio					161,433	150,000	771
Washington							
.....93974A-A7-9.....	Washington St GO Ref Ser R 2004A 5.000% 07/01/16.....	.....10/15/2003.....	Maxcor Financial.....		163,514	155,000	
Total Washington					163,514	155,000	0
Wisconsin							
.....977056-6V-7.....	Wisconsin St GO Ser C 5.000% 05/01/15.....	.....11/03/2003.....	Salomon Smith Barney.....		96,846	90,000	263
Total Wisconsin					96,846	90,000	263
Total United States					1,171,788	1,060,000	5,845
1799996 - Bonds - States, Territory, Poss - United States					1,171,788	1,060,000	5,845
1799999 - Total - Bonds - States, Territories and Possessions					1,171,788	1,060,000	5,845
Political Subdivisions of States							
United States							
Texas							
.....235308-DD-2.....	Dallas TX ISD GO Ref 5.500% 02/15/14.....	.....11/03/2003.....	First Winston Securities.....		185,118	165,000	2,042
Total Texas					185,118	165,000	2,042
Total United States					185,118	165,000	2,042
2499996 - Bonds - Political Subdivision - United States					185,118	165,000	2,042
2499999 - Total - Bonds - Political Subdivisions					185,118	165,000	2,042
Special Revenue & Assessment							
United States							
Michigan							
.....594636-PQ-9.....	Michigan St Comp Trans Rev Ser B 5.250% 05/15/15.....	.....10/23/2003.....	Bank One Capital Markets.....		119,952	110,000	2,615
Total Michigan					119,952	110,000	2,615
United States							
.....31393T-UD-6.....	FNMA Ser 2003-102 CI BU 5.500% 04/25/33.....	.....09/18/2003.....	Goldman Sachs & Company.....		250,273	250,000	1,108
Total United States					250,273	250,000	1,108
Total United States					370,225	360,000	3,723
3199996 - Bonds - Special Revenues - United States					370,225	360,000	3,723
3199999 - Total - Bonds - Special Revenue					370,225	360,000	3,723
Industrial & Miscellaneous							
United States							
.....039483-AG-7.....	Archer-Daniels-Midland Co Deb 8.875% 04/15/11.....	.....10/01/2003.....	Spear Leeds.....		148,038	115,000	4,848
.....172973-SZ-3.....	Citicorp Mtg Sec Inc Ser 2003-9 CI A22 5.500% 10/25/33.....	.....10/02/2003.....	Bank of America BISD Dealer.....		190,434	185,224	821
Total United States					338,472	300,224	5,669
Other Country							
.....904764-AG-2.....	Unilever Cap Corp Nt 7.125% 11/01/10.....	.....11/06/2003.....	Morgan/JP/Securities - Bonds.....		229,296	199,000	433
Total Other Country					229,296	199,000	433
4599996 - Bonds - Industrial and Misc - United States					338,472	300,224	5,669
4599998 - Bonds - Industrial and Misc - Other Countries					229,296	199,000	433
4599999 - Total - Bonds - Industrial, Misc.					567,768	499,224	6,102
6099997 - Total - Bonds - Part 3					2,294,899	2,084,224	17,712
6099998 - Total - Bonds - Part 5					1,826	1,776	8
6099999 - Total - Bonds					2,296,725	2,086,000	17,720
6599998 - Total - Preferred Stocks - Part 5					0	XXX	0
6599999 - Total - Preferred Stocks					0	XXX	0
7099998 - Total - Common Stocks - Part 5					0	XXX	0
7099999 - Total - Common Stocks					0	XXX	0

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE Victoria Select Insurance Company

SCHEDULE D - PART 4

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

[illegible]

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ANNUAL STATEMENT FOR THE YEAR 2003 OF THE Victoria Select Insurance Company

SCHEDULE D - PART 5

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

[illegible]

SCHEDULE D - PART 6 - SECTION 1

1	2	3	4	5	6	7	Stock of Such Company Owned by Insurer on Statement Date	
CUSIP Identification	Description Name of Subsidiary, Controlled or Affiliated Company	NAIC Company Code or Alien Insurer Identification Number	NAIC Valuation Method (See SVO Purposes and Procedures manual)	Do Insurer's Admitted Assets Include Intangible Assets Connected with Holding of Such Company's Stock?	If Yes, Amount of Such Intangible Assets	Statement Value	8 Number of Shares	9 % of Outstanding
NONE								
1999999 Totals							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: | \$ | |
| 2. Total amount of intangible assets nonadmitted | \$ | |

SCHEDULE D - PART 6 - SECTION 2

1	2	3	4	5	
CUSIP Identification	Name of Lower-tier Company	Name of Company Listed in Section 1 Which Controls Lower-tier Company	Amount of Intangible Assets Included in Amount Shown in Column 6, Section 1	Number of Shares	% of Outstanding
NONE					
0399999 Total				XXX	XXX

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE Victoria Select Insurance Company

SCHEDULE DA - PART 1

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

[illegible]

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

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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	7,717,204	7,948,113	230,909
2. Preferred Stocks	0		0
3. Totals	7,717,204	7,948,113	230,909

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

Securities traded on national exchanges are valued based on prices from independent services. Investments for which published quotations are not available are valued from an internally developed matrix or obtained from other independent sources.....

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SCHEDULE E - PART 2 CASH EQUIVALENTS

Showing Investments owned December 31 of current year

1	2	3	4	5	6	7	8		
CUSIP Identification	Description	Date Acquired	Rate of Interest	Maturity	Book/Adjusted Carrying Value	Amount of Interest Due & Accrued	Gross Investment Income		
			NONE						
0199999 Total Cash Equivalents									

SCHEDULE E - PART 3 - SPECIAL DEPOSITS

1	2	3	4	5	6	7
Line Number	Type	Description of Deposit	Where Deposited and Purpose of Deposit	Par or Book Value	Statement Value (a)	Fair Value
AZ00001.....	B.....	USTNTS, 6.750%, 05/15/05.....	Phoenix,,AZ,,BNY Western Trust - FPAZPH.....	550,000	565,819	589,705
AZ99999 - Arizona				550,000	565,819	589,705
GA00001.....	B.....	USTNTS, 6.750%, 05/15/05.....	Winston-Salem, NC, Wachovia Bank, FPGAPH.....	45,000	46,294	48,249
GA99999 - Georgia				45,000	46,294	48,249
VA00001.....	B.....	USTNTS, 6.750%, 05/15/05.....	Richmond,,VA,,SunTrust, FPVAPH.....	600,000	617,257	643,314
VA99999 - Virginia				600,000	617,257	643,314
9999997 - Totals - Not All Policyholders				1,195,000	1,229,370	1,281,268
9999998 - Totals - All Policyholders				2,000,000	2,265,482	2,360,587
9999999 Totals				3,195,000	3,494,852	3,641,855

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