



ANNUAL STATEMENT

For the Year Ended December 31, 2003  
of the Condition and Affairs of the

Atlanta Reserve Insurance Company

|                                       |                                                                     |                                            |                                      |
|---------------------------------------|---------------------------------------------------------------------|--------------------------------------------|--------------------------------------|
| NAIC Group Code..... 3495,            | 0084                                                                | NAIC Company Code..... 10968               | Employer's ID Number..... 31-1627506 |
| (Current Period) (Prior Period)       |                                                                     |                                            |                                      |
| Organized under the Laws of           | Ohio                                                                | State of Domicile or Port of Entry         | Ohio                                 |
| Country of Domicile                   | US                                                                  |                                            |                                      |
| Incorporated.....                     | December 7, 1998                                                    | Commenced Business.....                    | January 1, 1999                      |
| Statutory Home Office                 | 580 Walnut Street..... Cincinnati ..... OH ..... 45202-2575         |                                            |                                      |
|                                       | (Street and Number) (City or Town, State and Zip Code)              |                                            |                                      |
| Main Administrative Office            | 11700 Great Oaks Way..... Alpharetta ..... GA ..... 30022-2448      | 678-627-6000                               |                                      |
|                                       | (Street and Number) (City or Town, State and Zip Code)              | (Area Code) (Telephone Number)             |                                      |
| Mail Address                          | P.O.Box 105091..... Atlanta ..... GA ..... 30348-5091               |                                            |                                      |
|                                       | (Street and Number or P. O. Box) (City or Town, State and Zip Code) |                                            |                                      |
| Primary Location of Books and Records | 11700 Great Oaks Way..... Alpharetta ..... GA ..... 30022-2448      | 678-627-6000                               |                                      |
|                                       | (Street and Number) (City or Town, State and Zip Code)              | (Area Code) (Telephone Number)             |                                      |
| Internet Website Address              | www.ipacc.com                                                       |                                            |                                      |
| Statutory Statement Contact           | Vicki Windham Daniell                                               | 205-803-8336                               |                                      |
|                                       | (Name)                                                              | (Area Code) (Telephone Number) (Extension) |                                      |
|                                       | vicki.daniell@ipacc.com                                             | 205-803-8231                               |                                      |
|                                       | (E-Mail Address)                                                    | (Fax Number)                               |                                      |
| Policyowner Relations Contact         | 11700 Great Oaks Way..... Alpharetta ..... GA ..... 30022-2448      | 800-225-8930 ext 72371                     |                                      |
|                                       | (Street and Number) (City or Town, State and Zip Code)              | (Area Code) (Telephone Number) (Extension) |                                      |

OFFICERS

|                                          |                                        |                                   |
|------------------------------------------|----------------------------------------|-----------------------------------|
| President..... Scott Christopher Pitrone | Treasurer..... Roger Hubert Prestridge | Secretary..... Samuel James Simon |
| John Raymond Miner                       | Roger Smith                            | William Robert Kennedy            |
| Shelia Heldenbrand Williams              | John Thomas Brooks                     | Vicki Windham Daniell             |
|                                          |                                        | Joseph Anthony Pietrangelo        |
|                                          |                                        | Michael Bernard Wedig             |

DIRECTORS OR TRUSTEES

|                         |                        |                    |                           |
|-------------------------|------------------------|--------------------|---------------------------|
| James Randall Gober     | William Robert Kennedy | John Raymond Miner | Scott Christopher Pitrone |
| Roger Hubert Prestridge | Samuel James Simon     | Roger Smith        |                           |

State of..... Alabama  
County of..... Jefferson

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                 | Signature          | Signature               |
| Scott Christopher Pitrone | Samuel James Simon | Roger Hubert Prestridge |
| (Printed Name)            | (Printed Name)     | (Printed Name)          |
| President                 | Secretary          | Treasurer               |

Subscribed and sworn to before me this

...23rd.....day of .....February....., 2004

.....

My commission expires August 4, 2007

- 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                                |                                   |                                                    |                                                                                                               |                  |               |                            |
|                                                                                                        |                                                                                          |       |          |          |               |             |                   |                              |           |                                |            |             | Amount Due and Accrued December 31 of Current Year on Bonds not in Default | Gross Amount Received During Year |                                   |                                                    | Amount of Interest Due and Accrued December 31, Current Year, on Bonds in Default as to Principal or Interest |                  |               |                            |
| 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 |                                                                            |                                   | Increase (Decrease) by Adjustment | Increase (Decrease) by Foreign Exchange Adjustment |                                                                                                               | NAIC Designation | Date Acquired | Effective Rate of Interest |
| U.S. Government - Issuer Obligations                                                                   |                                                                                          |       |          |          |               |             |                   |                              |           |                                |            |             |                                                                            |                                   |                                   |                                                    |                                                                                                               |                  |               |                            |
| 912827 N8 1..                                                                                          | U.S. TREASURY NOTES 5.875 2-15-04.....                                                   | ..... | 5.875    | AF15     | 02/15/2004    | .....       | .....             | 499,949                      | 500,000   | ..100.5940                     | 502,970    | 498,711     | 11,097                                                                     | 29,375                            | 407                               | .....                                              | .....                                                                                                         | 1                | 10/04/2000    | 5.961                      |
| 912828 AT 7..                                                                                          | U.S. TREASURY NOTES 3.00 2-15-08.....                                                    | ..... | 3.000    | AF15     | 02/15/2008    | .....       | .....             | 2,003,527                    | 2,000,000 | ..100.4690                     | 2,009,380  | 2,004,219   | 22,667                                                                     | 30,000                            | (692)                             | .....                                              | .....                                                                                                         | 1                | 02/18/2003    | 2.954                      |
| 912828 AZ 3..                                                                                          | U.S. TREASURY NOTES 2.625 05-15-08.....                                                  | ..... | 2.625    | NM15     | 05/15/2008    | .....       | .....             | 735,321                      | 750,000   | ..98.5000                      | 738,750    | 735,117     | 4,485                                                                      | .....                             | 204                               | .....                                              | .....                                                                                                         | 1                | 12/04/2003    | 3.106                      |
| 01999999.                                                                                              | U.S. Government - Issuer Obligations.....                                                | ..... | .....    | .....    | .....         | .....       | .....             | 3,238,797                    | 3,250,000 | ...XXX....                     | 3,251,100  | 3,238,047   | 38,249                                                                     | 59,375                            | (81)                              | .....0                                             | .....0                                                                                                        | XXX              | XXX           | XXX                        |
| 03999999.                                                                                              | Total - U.S. Government.....                                                             | ..... | .....    | .....    | .....         | .....       | .....             | 3,238,797                    | 3,250,000 | ...XXX....                     | 3,251,100  | 3,238,047   | 38,249                                                                     | 59,375                            | (81)                              | .....0                                             | .....0                                                                                                        | XXX              | XXX           | XXX                        |
| Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations                                         |                                                                                          |       |          |          |               |             |                   |                              |           |                                |            |             |                                                                            |                                   |                                   |                                                    |                                                                                                               |                  |               |                            |
| United States                                                                                          |                                                                                          |       |          |          |               |             |                   |                              |           |                                |            |             |                                                                            |                                   |                                   |                                                    |                                                                                                               |                  |               |                            |
| 293562 AC 8..                                                                                          | ENRON OIL & GAS 6.50 12-01-07 NC.....                                                    | ..... | 6.500    | DJ....   | 12/01/2007    | .....       | .....             | 173,426                      | 180,000   | ..110.6970                     | 199,255    | 169,148     | 975                                                                        | 11,700                            | 1,394                             | .....                                              | .....                                                                                                         | 2                | 08/29/2000    | 7.596                      |
| 428040 BT 5..                                                                                          | HERTZ CORP 4.70 10-02-06 NC.....                                                         | ..... | 4.700    | OA02     | 10/02/2006    | .....       | .....             | 249,961                      | 250,000   | ..101.7600                     | 254,400    | 249,958     | 2,905                                                                      | .....                             | 3                                 | .....                                              | .....                                                                                                         | .2PE             | 09/24/2003    | 4.706                      |
| 549463 AD 9..                                                                                          | LUCENT TECH 5.50 11-15-08 NC.....                                                        | ..... | 5.500    | NM15     | 11/15/2008    | .....       | .....             | 185,393                      | 200,000   | ..93.3750                      | 186,750    | 177,992     | 1,406                                                                      | 11,000                            | 89,893                            | .....                                              | .....                                                                                                         | 5                | 09/07/2000    | 7.309                      |
| 871928 AJ 6..                                                                                          | IBM-TIERS 97 7.35 6-01-17 AL 8-19-10.....                                                | ..... | 7.350    | DJ....   | 06/01/2017    | .....       | .....             | 120,424                      | 122,249   | ..111.0000                     | 135,696    | 120,125     | 749                                                                        | 8,985                             | 75                                | .....                                              | .....                                                                                                         | .1PE             | 08/09/1999    | 7.529                      |
| .....                                                                                                  | United States.....                                                                       | ..... | .....    | .....    | .....         | .....       | .....             | 729,204                      | 752,249   | ...XXX....                     | 776,101    | 717,223     | 6,035                                                                      | 31,685                            | 91,365                            | .....0                                             | .....0                                                                                                        | XXX              | XXX           | XXX                        |
| 39999999.                                                                                              | Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations.....                      | ..... | .....    | .....    | .....         | .....       | .....             | 729,204                      | 752,249   | ...XXX....                     | 776,101    | 717,223     | 6,035                                                                      | 31,685                            | 91,365                            | .....0                                             | .....0                                                                                                        | XXX              | XXX           | XXX                        |
| Industrial & Miscellaneous (Unaffiliated) - Defined Multi-Class Residential Mortgage-Backed Securities |                                                                                          |       |          |          |               |             |                   |                              |           |                                |            |             |                                                                            |                                   |                                   |                                                    |                                                                                                               |                  |               |                            |
| United States                                                                                          |                                                                                          |       |          |          |               |             |                   |                              |           |                                |            |             |                                                                            |                                   |                                   |                                                    |                                                                                                               |                  |               |                            |
| 76110H HY 8.                                                                                           | RALI 2003-QS17 CB4 SEQ 5.50 9-25-33.....                                                 | ..... | 5.500    | MTHL     | 09/25/2033    | 02/25/2012  | .....             | 250,038                      | 250,000   | ..99.8750                      | 249,688    | 250,039     | 1,146                                                                      | 3,438                             | (1)                               | .....                                              | .....                                                                                                         | .1PE             | 09/26/2003    | 5.497                      |
| .....                                                                                                  | United States.....                                                                       | ..... | .....    | .....    | .....         | .....       | .....             | 250,038                      | 250,000   | ...XXX....                     | 249,688    | 250,039     | 1,146                                                                      | 3,438                             | (1)                               | .....0                                             | .....0                                                                                                        | XXX              | XXX           | XXX                        |
| 41999999.                                                                                              | Industrial & Miscellaneous - Defined Multi-Class Residential Mtg.-Backed Securities..... | ..... | .....    | .....    | .....         | .....       | .....             | 250,038                      | 250,000   | ...XXX....                     | 249,688    | 250,039     | 1,146                                                                      | 3,438                             | (1)                               | .....0                                             | .....0                                                                                                        | XXX              | XXX           | XXX                        |
| 45999999.                                                                                              | Total - Industrial & Miscellaneous (Unaffiliated).....                                   | ..... | .....    | .....    | .....         | .....       | .....             | 979,242                      | 1,002,249 | ...XXX....                     | 1,025,789  | 967,262     | 7,181                                                                      | 35,123                            | 91,364                            | .....0                                             | .....0                                                                                                        | XXX              | XXX           | XXX                        |
| Totals                                                                                                 |                                                                                          |       |          |          |               |             |                   |                              |           |                                |            |             |                                                                            |                                   |                                   |                                                    |                                                                                                               |                  |               |                            |
| 54999999.                                                                                              | Total - Issuer Obligations.....                                                          | ..... | .....    | .....    | .....         | .....       | .....             | 3,968,001                    | 4,002,249 | ...XXX....                     | 4,027,201  | 3,955,270   | 44,284                                                                     | 91,060                            | 91,284                            | .....0                                             | .....0                                                                                                        | XXX              | XXX           | XXX                        |
| 56999999.                                                                                              | Total - Defined Multi-Class Residential Mortgage-Backed Securities.....                  | ..... | .....    | .....    | .....         | .....       | .....             | 250,038                      | 250,000   | ...XXX....                     | 249,688    | 250,039     | 1,146                                                                      | 3,438                             | (1)                               | .....0                                             | .....0                                                                                                        | XXX              | XXX           | XXX                        |
| 60999999.                                                                                              | Grand Total - Bonds.....                                                                 | ..... | .....    | .....    | .....         | .....       | .....             | 4,218,039                    | 4,252,249 | ...XXX....                     | 4,276,889  | 4,205,309   | 45,430                                                                     | 94,498                            | 91,283                            | .....0                                             | .....0                                                                                                        | XXX              | XXX           | XXX                        |

E08

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

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

SCHEDULE D - PART 3

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

| 1                                                     | 2                                               | 3                   | 4                              | 5                               | 6              | 7              | 8                                             |
|-------------------------------------------------------|-------------------------------------------------|---------------------|--------------------------------|---------------------------------|----------------|----------------|-----------------------------------------------|
| CUSIP<br>Identification                               | Description                                     | Date<br>Acquired    | Name of Vendor                 | Number<br>of Shares<br>of Stock | Actual Cost    | Par Value      | Paid for<br>Accrued Interest<br>and Dividends |
| Bonds - U.S. Government                               |                                                 |                     |                                |                                 |                |                |                                               |
| 912828 AT 7.....                                      | U.S. TREASURY NOTES 3.00 2-15-08.....           | .....02/18/2003.... | MCDONALD & CO.....             | .....                           | .....2,004,219 | .....2,000,000 | ......663                                     |
| 912828 AZ 3.....                                      | U.S. TREASURY NOTES 2.625 05-15-08.....         | .....05/12/2003.... | MCDONALD INVESTMENTS.....      | .....                           | .....150,305   | .....150,000   | .....                                         |
| 912828 AZ 3.....                                      | U.S. TREASURY NOTES 2.625 05-15-08.....         | .....12/04/2003.... | LEHMAN BROTHERS INC.....       | .....                           | .....584,813   | .....600,000   | ......865                                     |
| 0399999.                                              | Total - Bonds - U.S. Government.....            |                     |                                |                                 | .....2,739,337 | .....2,750,000 | .....1,528                                    |
| Bonds - Industrial and Miscellaneous<br>United States |                                                 |                     |                                |                                 |                |                |                                               |
| 428040 BT 5.....                                      | HERTZ CORP 4.70 10-02-06 NC.....                | .....09/24/2003.... | J. P. MORGAN SECURITIES.....   | .....                           | .....249,958   | .....250,000   | .....                                         |
| 76110H HY 8.....                                      | RALI 2003-QS17 CB4 SEQ 5.50 9-25-33.....        | .....09/26/2003.... | GREENWICH CAPITAL MARKETS..... | .....                           | .....250,039   | .....250,000   | .....1,108                                    |
|                                                       | United States.....                              |                     |                                |                                 | .....499,997   | .....500,000   | .....1,108                                    |
| 4599999.                                              | Total - Bonds - Industrial & Miscellaneous..... |                     |                                |                                 | .....499,997   | .....500,000   | .....1,108                                    |
| 6099997.                                              | Total - Bonds - Part 3.....                     |                     |                                |                                 | .....3,239,334 | .....3,250,000 | .....2,636                                    |
| 6099999.                                              | Total - Bonds.....                              |                     |                                |                                 | .....3,239,334 | .....3,250,000 | .....2,636                                    |
| 7299999.                                              | Total - Bonds, Preferred and Common Stocks..... |                     |                                |                                 | .....3,239,334 | .....XXX.....  | .....2,636                                    |

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<br>Identifi-<br>cation         | Description                                     | Disposal<br>Date | Name of Purchaser         | Number<br>of Shares<br>of Stock | Consideration | Par<br>Value | Actual<br>Cost | Book/Adjusted<br>Carrying Value<br>at Disposal<br>Date | Increase<br>(Decrease) by<br>Adjustment | Increase<br>(Decrease)<br>by Foreign<br>Exchange<br>Adjustment | Foreign<br>Exchange<br>Gain<br>(Loss) on<br>Disposal | Realized<br>Gain<br>(Loss) on<br>Disposal | Total<br>Gain<br>(Loss) on<br>Disposal | Interest<br>on Bonds<br>Received<br>During<br>Year | Dividends on<br>Stocks<br>Received<br>During Year |
| Bonds - U.S. Government              |                                                 |                  |                           |                                 |               |              |                |                                                        |                                         |                                                                |                                                      |                                           |                                        |                                                    |                                                   |
| 912827 4K 5.....                     | U.S. TREASURY NOTES 5.375 6-30-03.....          | 06/30/2003       | REDEEMED.....             |                                 | 2,500,000     | 2,500,000    | 2,571,100      | 2,500,000                                              | (8,605)                                 |                                                                |                                                      |                                           | 0                                      | 67,188                                             |                                                   |
| 0399999.                             | Total - Bonds - U.S. Government.....            |                  |                           |                                 | 2,500,000     | 2,500,000    | 2,571,100      | 2,500,000                                              | (8,605)                                 | 0                                                              | 0                                                    | 0                                         | 0                                      | 67,188                                             | XXX.                                              |
| Bonds - Industrial and Miscellaneous |                                                 |                  |                           |                                 |               |              |                |                                                        |                                         |                                                                |                                                      |                                           |                                        |                                                    |                                                   |
| United States                        |                                                 |                  |                           |                                 |               |              |                |                                                        |                                         |                                                                |                                                      |                                           |                                        |                                                    |                                                   |
| 871928 AJ 6.....                     | IBM-TIERS 97 7.35 6-01-17 AL 8-19-10.....       | 06/01/2003       | SINKING FUND PAYMENT..... |                                 | 2,534         | 2,534        | 2,490          | 2,495                                                  | 1                                       |                                                                |                                                      | 39                                        | 39                                     | 93                                                 |                                                   |
| 871928 AJ 6.....                     | IBM-TIERS 97 7.35 6-01-17 AL 8-19-10.....       | 12/01/2003       | SINKING FUND PAYMENT..... |                                 | 2,627         | 2,627        | 2,581          | 2,587                                                  | 2                                       |                                                                |                                                      | 39                                        | 39                                     | 193                                                |                                                   |
|                                      | United States.....                              |                  |                           |                                 | 5,161         | 5,161        | 5,071          | 5,082                                                  | 3                                       | 0                                                              | 0                                                    | 78                                        | 78                                     | 286                                                | XXX.                                              |
| 4599999.                             | Total - Bonds - Industrial & Miscellaneous..... |                  |                           |                                 | 5,161         | 5,161        | 5,071          | 5,082                                                  | 3                                       | 0                                                              | 0                                                    | 78                                        | 78                                     | 286                                                | XXX.                                              |
| 6099997.                             | Total - Bonds - Part 4.....                     |                  |                           |                                 | 2,505,161     | 2,505,161    | 2,576,171      | 2,505,082                                              | (8,602)                                 | 0                                                              | 0                                                    | 78                                        | 78                                     | 67,474                                             | XXX.                                              |
| 6099999.                             | Total - Bonds.....                              |                  |                           |                                 | 2,505,161     | 2,505,161    | 2,576,171      | 2,505,082                                              | (8,602)                                 | 0                                                              | 0                                                    | 78                                        | 78                                     | 67,474                                             | XXX.                                              |
| 7299999.                             | Total - Bonds, Preferred and Common Stocks..... |                  |                           |                                 | 2,505,161     | XXX.         | 2,576,171      | 2,505,082                                              | (8,602)                                 | 0                                                              | 0                                                    | 78                                        | 78                                     | 67,474                                             | 0                                                 |

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<br>Identifi-<br>cation | Description | Date<br>Acquired | Name of Vendor | Disposal<br>Date | Name of Purchaser | Par Value<br>(Bonds)<br>or Number of<br>Shares<br>(Stocks) | Actual<br>Cost | Consideration | Book/Adjusted<br>Carrying Value<br>at Disposal<br>Date | Increase<br>(Decrease)<br>by<br>Adjustment | Increase<br>(Decrease)<br>by Foreign<br>Exchange<br>Adjustment | Foreign<br>Exchange<br>Gain<br>(Loss) on<br>Disposal | Realized<br>Gain<br>(Loss) on<br>Disposal | Total<br>Gain<br>(Loss) on<br>Disposal | Interest and<br>Dividends<br>Received<br>During Year | Paid for<br>Accrued<br>Interest and<br>Dividends |

NONE

SCHEDULE D - PART 6 - SECTION 1

Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

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

1. Amount of insurer's capital and surplus from the prior period's statutory statement reduced by any admitted EDP, goodwill and net deferred tax assets included therein: \$.....5,640,202.
2. Total amount of intangible assets nonadmitted \$......0.

SCHEDULE D - PART 6 - SECTION 2

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

NONE

SCHEDULE DA - PART 1

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

| 1                                   | 2                                           | 3                | 4                     | Interest   |             | 7                | 8                                  | 9                                          | 10                                                             | 11           | 12             | Interest                                                                           |                             | 15                              | 16                       | 17                               |
|-------------------------------------|---------------------------------------------|------------------|-----------------------|------------|-------------|------------------|------------------------------------|--------------------------------------------|----------------------------------------------------------------|--------------|----------------|------------------------------------------------------------------------------------|-----------------------------|---------------------------------|--------------------------|----------------------------------|
|                                     |                                             |                  |                       | 5          | 6           |                  |                                    |                                            |                                                                |              |                | 13                                                                                 | 14                          |                                 |                          |                                  |
| CUSIP<br>Identifi-<br>cation        | Description                                 | Date<br>Acquired | Name of<br>Vendor     | Rate<br>of | How<br>Paid | Maturity<br>Date | Book/Adjusted<br>Carrying<br>Value | Increase<br>(Decrease)<br>by<br>Adjustment | Increase<br>(Decrease)<br>by Foreign<br>Exchange<br>Adjustment | Par<br>Value | Actual Cost    | Amount Due and<br>Accrued Dec. 31<br>of Current Year<br>on Bonds not in<br>Default | Gross<br>Amount<br>Received | Paid for<br>Accrued<br>Interest | NAIC<br>Desig-<br>nation | Effective<br>Rate<br>of Interest |
| Exempt Money Market Mutual Funds    |                                             |                  |                       |            |             |                  |                                    |                                            |                                                                |              |                |                                                                                    |                             |                                 |                          |                                  |
| United States                       |                                             |                  |                       |            |             |                  |                                    |                                            |                                                                |              |                |                                                                                    |                             |                                 |                          |                                  |
| 825252 30 7..                       | AIM SHORT TERM INVESTMENTS TRUST.....       | 12/31/2003       | BANK OF NEW YORK..... | ...0.810   | MTLY        | 12/31/2004       | .....1,421,245                     | .....1,421,245                             | .....                                                          | .....        | .....1,421,245 | .....1,042                                                                         | .....10,971                 | .....                           | ....1....                | .....0.810                       |
|                                     | TREASURY PORTFOLIO.....                     |                  |                       |            |             |                  |                                    |                                            |                                                                |              |                |                                                                                    |                             |                                 |                          |                                  |
|                                     | United States.....                          |                  |                       |            |             |                  | .....1,421,245                     | .....1,421,245                             | .....0                                                         | .....0       | .....1,421,245 | .....1,042                                                                         | .....10,971                 | .....0                          | ...XXX.                  | .....XXX....                     |
| 7799999.                            | Exempt Money Market Mutual Funds.....       |                  |                       |            |             |                  | .....1,421,245                     | .....1,421,245                             | .....0                                                         | .....0       | .....1,421,245 | .....1,042                                                                         | .....10,971                 | .....0                          | ...XXX.                  | .....XXX....                     |
| Class One Money Market Mutual Funds |                                             |                  |                       |            |             |                  |                                    |                                            |                                                                |              |                |                                                                                    |                             |                                 |                          |                                  |
| United States                       |                                             |                  |                       |            |             |                  |                                    |                                            |                                                                |              |                |                                                                                    |                             |                                 |                          |                                  |
| 825251 84 6..                       | AIM SHORT TERM INVESTMENTS CO.....          | 12/31/2003       | BANK OF NEW YORK..... | ...0.890   | MTLY        | 12/31/2004       | .....62,665                        | .....62,665                                | .....                                                          | .....        | .....62,665    | .....1                                                                             | .....295                    | .....                           | ....1....                | .....0.890                       |
|                                     | PRIME PORTFOLIO.....                        |                  |                       |            |             |                  |                                    |                                            |                                                                |              |                |                                                                                    |                             |                                 |                          |                                  |
| 09248U 61 9.                        | BLACKROCK PROVIDENT INSTITUTIONAL FUND..... | 12/31/2003       | BANK OF NEW YORK..... | ...0.950   | MTLY        | 12/31/2004       | .....185,859                       | .....185,859                               | .....                                                          | .....        | .....185,859   | .....144                                                                           | .....3,325                  | .....                           | ....1....                | .....0.950                       |
|                                     | United States.....                          |                  |                       |            |             |                  | .....248,524                       | .....248,524                               | .....0                                                         | .....0       | .....248,524   | .....145                                                                           | .....3,620                  | .....0                          | ...XXX.                  | .....XXX....                     |
| 7899999.                            | Class One Money Market Mutual Funds.....    |                  |                       |            |             |                  | .....248,524                       | .....248,524                               | .....0                                                         | .....0       | .....248,524   | .....145                                                                           | .....3,620                  | .....0                          | ...XXX.                  | .....XXX....                     |
| 8099999.                            | Grand Total - Short-Term Investments.....   |                  |                       |            |             |                  | .....1,669,769                     | (a).....1,669,769                          | .....0                                                         | .....0       | .....1,669,769 | .....1,187                                                                         | .....14,591                 | .....0                          | ...XXX.                  | .....XXX....                     |

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

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

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

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

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

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

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

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

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

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

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

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

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

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

SCHEDULE DM

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

|                          | 1                             | 2                 | 3                                                                               |
|--------------------------|-------------------------------|-------------------|---------------------------------------------------------------------------------|
|                          | Statement (Admitted)<br>Value | Fair<br>Value (a) | Excess of Statement over<br>Fair Value (-), or Fair<br>Value over Statement (+) |
| 1. Bonds.....            | 5,887,808                     | 5,946,658         | 58,850                                                                          |
| 2. Preferred stocks..... |                               |                   | 0                                                                               |
| 3. Totals.....           | 5,887,808                     | 5,946,658         | 58,850                                                                          |

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

Generally, market values for publicly traded investment grade bonds were obtained from Interactive Data Services, Inc., a national and municipal security pricing service or

EJV Partners, L.P., a national and taxable municipal security pricing service. Market values for privately placed investment grade bonds were obtained from broker quotes

or determined by comparison to similar investments in the public market by security analysts of American Money Management Corporation, manager of the Company's

investment portfolio. Market values for preferred stocks and non-investment grade bonds were obtained from the Securities Valuation Office of the National Association of

Insurance Commissioners.

SCHEDULE E - PART 1 - CASH

| 1                                             | 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                             |                  |                                         |                                                        |         |     |
| Bank of New York..... New York, New York..... | 0.050            | 6                                       |                                                        | 56      | XXX |
| 0199999. Total - Open Depositories.....       | XXX              | 6                                       | 0                                                      | 56      | XXX |
| 0399999. Total Cash on Deposit.....           | XXX              | 6                                       | 0                                                      | 56      | XXX |
| 0599999. Total Cash.....                      | XXX              | 6                                       | 0                                                      | 56      | XXX |

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

|                  |     |               |           |                   |     |                   |     |
|------------------|-----|---------------|-----------|-------------------|-----|-------------------|-----|
| 1. January.....  | 510 | 4. April..... | 507       | 7. July.....      | 503 | 10. October.....  | 505 |
| 2. February..... | 501 | 5. May.....   | 505       | 8. August.....    | 501 | 11. November..... | 505 |
| 3. March.....    | 501 | 6. June.....  | 2,013,940 | 9. September..... | 571 | 12. December..... | 56  |

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned December 31 of Current Year

| 1                       | 2           | 3                | 4                   | 5        | 6                               | 7                                   | 8                          |
|-------------------------|-------------|------------------|---------------------|----------|---------------------------------|-------------------------------------|----------------------------|
| CUSIP<br>Identification | Description | Date<br>Acquired | Rate of<br>Interest | Maturity | Book/Adjusted<br>Carrying Value | Amount of Interest<br>Due & Accrued | Gross Investment<br>Income |

NONE

SCHEDULE E - PART 3 - SPECIAL DEPOSITS

| 1<br>Line<br>Number                                                 | 2<br>Type                                                                                                         | 3<br>Description of Deposit             | 4<br>Where Deposited and Purpose of Deposit                       | 5<br>Par or Book<br>Value | 6<br>Statement<br>Value (a) | 7<br>Fair<br>Value |
|---------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------|-----------------------------------------|-------------------------------------------------------------------|---------------------------|-----------------------------|--------------------|
| SPECIAL DEPOSITS WHICH ARE NOT FOR THE BENEFIT OF ALL POLICYHOLDERS |                                                                                                                   |                                         |                                                                   |                           |                             |                    |
| Florida                                                             |                                                                                                                   |                                         |                                                                   |                           |                             |                    |
| FL00001.                                                            | .....B.....                                                                                                       | U.S. TREASURY NOTES 2.625 05-15-08..... | WACHOVIA BANK,FL RSD BY INS CODE, SECTION 624.411.....            | .....150,000              | .....147,064                | .....147,750       |
| FL99999.                                                            | Florida .....                                                                                                     | .....                                   | .....                                                             | .....150,000              | .....147,064                | .....147,750       |
| Georgia                                                             |                                                                                                                   |                                         |                                                                   |                           |                             |                    |
| GA00001.                                                            | .....B.....                                                                                                       | U.S. TREASURY NOTES 5.875 2-15-04.....  | WACHOVIA BANK,GA RSD BY INS CODE, SECTIONS 33-3-8 AND 33-3-9..... | .....35,000               | .....34,997                 | .....35,208        |
| GA00002.                                                            | .....B.....                                                                                                       | U.S. TREASURY NOTES 2.625 05-15-08..... | WACHOVIA BANK,GA RSD BY INS CODE, SECTIONS 33-3-8 AND 33-3-9..... | .....50,000               | .....49,021                 | .....49,250        |
| GA99999.                                                            | Georgia.....                                                                                                      | .....                                   | .....                                                             | .....85,000               | .....84,018                 | .....84,458        |
| 9999997                                                             | Total - All Special Deposits NOT Held for Benefit of all Policyholders, Claimants, & Creditors of the Company.... | .....                                   | .....                                                             | .....235,000              | .....231,082                | .....232,208       |
| SPECIAL DEPOSITS WHICH ARE FOR THE BENEFIT OF ALL POLICYHOLDERS     |                                                                                                                   |                                         |                                                                   |                           |                             |                    |
| Ohio                                                                |                                                                                                                   |                                         |                                                                   |                           |                             |                    |
| OH00001.                                                            | .....B.....                                                                                                       | U.S. TREASURY NOTES 3.00 2-15-08.....   | BANK OF NEW YORK,OH RSD BY INS CODE, SECTION 3929.08.....         | .....2,000,000            | .....2,003,527              | .....2,009,380     |
| OH00002.                                                            | .....B.....                                                                                                       | U.S. TREASURY NOTES 2.625 05-15-08..... | BANK OF NEW YORK,OH RSD BY INS CODE, SECTION 3929.08.....         | .....550,000              | .....539,236                | .....541,750       |
| OH99999.                                                            | Ohio.....                                                                                                         | .....                                   | .....                                                             | .....2,550,000            | .....2,542,763              | .....2,551,130     |
| 9999998.                                                            | Total - All Special Deposits Held for Benefit of all Policyholders, Claimants, & Creditors of the Company.....    | .....                                   | .....                                                             | .....2,550,000            | .....2,542,763              | .....2,551,130     |
| 9999999.                                                            | Totals.....                                                                                                       | .....                                   | .....                                                             | .....2,785,000            | .....2,773,845              | .....2,783,338     |

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