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QUARTERLY STATEMENT

As of March 31, 2011

of the Condition and Affairs of the

Century Surety Company

NAIC Group Code.....0748, 0748 (Current Period) (Prior Period) | NAIC Company Code..... 36951 | Employer's ID Number..... 31-0936702

Organized under the Laws of OH | State of Domicile or Port of Entry OH | Country of Domicile US

Incorporated/Organized..... June 22, 1978 | Commenced Business..... August 11, 1978

Statutory Home Office: 465 Cleveland Avenue….. Westerville ..... OH 43082
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office: 465 Cleveland Avenue….. Westerville ..... OH 43082
(Street and Number) (City or Town, State and Zip Code)
614-895-2000
(Area Code) (Telephone Number)

Mail Address: 465 Cleveland Avenue….. Westerville ..... OH 43082
(Street and Number or P. O. Box) (City or Town, State and Zip Code)

Primary Location of Books and Records: 26255 American Drive….. Southfield ..... MI 48034
(Street and Number) (City or Town, State and Zip Code)
248-358-1100
(Area Code) (Telephone Number)

Internet Web Site Address: www.meadowbrook.com

Statutory Statement Contact: Kimberlee A. Arnold
(Name)
248-358-1100-8102
(Area Code) (Telephone Number) (Extension)
karnold@meadowbrook.com
(E-Mail Address)
248-358-1614
(Fax Number)

OFFICERS

Name	Title	Name	Title
1. Christopher John Timm	President	2. Michael Gerard Costello	Secretary
3. Steven Christopher Divine	Treasurer	4.	

OTHER

Michael Gerard Costello	Sr. VP & General Counsel	Robert Samuel Cubbin	Chairman
Steven Christopher Divine	Vice President	James Patrick Flood	Vice President
Karen Marwell Spaun	Vice President	Nathan Karl Voorhis	Vice President
Angelo Lovell Williams	Vice President		

DIRECTORS OR TRUSTEES

Robert Samuel Cubbin-Chairman	James Patrick Flood	James Michael Mahoney	Joseph Earl Mattingly
Archie Stephen McIntyre	Karen Marwell Spaun	Christopher John Timm	Nathan Karl Voorhis
Angelo Lovell Williams			

State of........ Ohio
County of..... Delaware

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. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

(Signature)	(Signature)	(Signature)
Christopher John Timm	Michael Gerard Costello	Steven Christopher Divine
1. (Printed Name)	2. (Printed Name)	3. (Printed Name)
President	Secretary	Treasurer
(Title)	(Title)	(Title)

Subscribed and sworn to before me
This ________ day of ________________________

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

ASSETS

	Current Statement Date 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 December 31 Prior Year Net Admitted Assets
1. Bonds	357,224,504	17	357,224,487	347,889,976
2. Stocks:				
2.1 Preferred stocks	14,799,697	9,200	14,790,497	14,643,649
2.2 Common stocks	49,454,323		49,454,323	48,307,314
3. Mortgage loans on real estate:				
3.1 First liens			0	
3.2 Other than first liens			0	
4. Real estate:				
4.1 Properties occupied by the company (less $..........0 encumbrances)			0	
4.2 Properties held for the production of income (less $..........0 encumbrances)			0	
4.3 Properties held for sale (less $..........0 encumbrances)			0	
5. Cash ($.....4,577,894), cash equivalents ($..........0) and short-term investments ($.....11,598,082)	16,175,976		16,175,976	5,062,332
6. Contract loans (including $..........0 premium notes)			0	
7. Derivatives			0	
8. Other invested assets			0	
9. Receivables for securities			0	
10. Securities lending reinvested collateral assets			0	
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	437,654,500	9,217	437,645,283	415,903,271
13. Title plants less $..........0 charged off (for Title insurers only)			0	
14. Investment income due and accrued	3,910,666		3,910,666	3,765,284
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	65,241,792	701,587	64,540,205	59,775,615
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $..........0 earned but unbilled premiums)	670,996		670,996	1,006,615
15.3 Accrued retrospective premiums			0	
16. Reinsurance:				
161. Amounts recoverable from reinsurers	24,174,124		24,174,124	27,467,940
16.2 Funds held by or deposited with reinsured companies			0	
16.3 Other amounts receivable under reinsurance contracts			0	
17. Amounts receivable relating to uninsured plans			0	
18.1 Current federal and foreign income tax recoverable and interest thereon	1,536,204		1,536,204	3,281,240
18.2 Net deferred tax asset	18,234,699	4,600,989	13,633,710	13,124,592
19. Guaranty funds receivable or on deposit	505		505	744
20. Electronic data processing equipment and software	639,129	639,125	4	3
21. Furniture and equipment, including health care delivery assets ($..........0)	26,410	26,410	0	
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	
23. Receivables from parent, subsidiaries and affiliates	8,087		8,087	30,383
24. Health care ($..........0) and other amounts receivable			0	
25. Aggregate write-ins for other than invested assets	2,562,261	0	2,562,261	2,504,573
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25)	554,659,373	5,977,328	548,682,044	526,860,259
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	
28. Total (Lines 26 and 27)	554,659,373	5,977,328	548,682,044	526,860,259

DETAILS OF WRITE-INS

1101.			0	
1102.			0	
1103.			0	
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above)	0	0	0	0
2501. Miscellaneous Receivable	1,639,949		1,639,949	1,496,239
2502. Goodwill	210,859		210,859	223,510
2503. Security Deposits	281,452		281,452	281,452
2598. Summary of remaining write-ins for Line 25 from overflow page	430,000	0	430,000	503,372
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above)	2,562,261	0	2,562,261	2,504,573

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Statement Date	2 December 31 Prior Year
1.	Losses (current accident year $.....22,672,172)	179,967,167	176,153,096
2.	Reinsurance payable on paid losses and loss adjustment expenses	25,457,509	23,893,133
3.	Loss adjustment expenses	53,142,532	51,814,429
4.	Commissions payable, contingent commissions and other similar charges	475,402	1,476,871
5.	Other expenses (excluding taxes, licenses and fees)	143,522	136,478
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)	794,524	666,315
7.1	Current federal and foreign income taxes (including $..........0 on realized capital gains (losses))		
7.2	Net deferred tax liability		
8.	Borrowed money $..........0 and interest thereon $..........0		
9.	Unearned premiums (after deducting unearned premiums for ceded reinsurance of $.....96,273,473 and including warranty reserves of $..........0)	100,883,002	94,296,218
10.	Advance premium		
11.	Dividends declared and unpaid:		
	11.1 Stockholders		
	11.2 Policyholders		
12.	Ceded reinsurance premiums payable (net of ceding commissions)	29,954,053	28,615,390
13.	Funds held by company under reinsurance treaties	0	0
14.	Amounts withheld or retained by company for account of others	2,600,858	2,693,387
15.	Remittances and items not allocated		
16.	Provision for reinsurance		
17.	Net adjustments in assets and liabilities due to foreign exchange rates		
18.	Drafts outstanding		
19.	Payable to parent, subsidiaries and affiliates	1,994,867	1,807,261
20.	Derivatives		
21.	Payable for securities		
22.	Payable for securities lending	2,663,568	
23.	Liability for amounts held under uninsured plans		
24.	Capital notes $..........0 and interest thereon $..........0		
25.	Aggregate write-ins for liabilities	1,369,167	1,167,099
26.	Total liabilities excluding protected cell liabilities (Lines 1 through 25)	399,446,171	382,719,678
27.	Protected cell liabilities		
28.	Total liabilities (Lines 26 and 27)	399,446,171	382,719,678
29.	Aggregate write-ins for special surplus funds	3,457,752	3,408,985
30.	Common capital stock	3,000,000	3,000,000
31.	Preferred capital stock		
32.	Aggregate write-ins for other than special surplus funds	0	0
33.	Surplus notes		
34.	Gross paid in and contributed surplus	104,914,779	104,914,779
35.	Unassigned funds (surplus)	37,863,343	32,816,818
36.	Less treasury stock, at cost:		
	36.1 ....0.000 shares common (value included in Line 30 $..........0)		
	36.2 ....0.000 shares preferred (value included in Line 31 $..........0)		
37.	Surplus as regards policyholders (Lines 29 to 35, less 36)	149,235,873	144,140,581
38.	Totals	548,682,044	526,860,259

DETAILS OF WRITE-INS

2501.	Miscellaneous Payables	1,221,263	970,836
2502.	Deferred Income	34,624	47,124
2503.	Escheat Claims	113,280	149,139
2598.	Summary of remaining write-ins for Line 25 from overflow page	0	0
2599.	Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above)	1,369,167	1,167,099
2901.	Additional admitted deferred tax assets – SSAP 10R	3,457,752	3,408,985
2902.			
2903.			
2998.	Summary of remaining write-ins for Line 29 from overflow page	0	0
2999.	Totals (Lines 2901 thru 2903 plus 2998) (Line 29 above)	3,457,752	3,408,985
3201.			
3202.			
3203.			
3298.	Summary of remaining write-ins for Line 32 from overflow page	0	0
3299.	Totals (Lines 3201 thru 3203 plus 3298) (Line 32 above)	0	0

STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written $.....45,233,372)	46,840,156	48,923,283	188,026,756
1.2 Assumed (written $.....56,197,040)	49,610,257	44,023,857	191,815,354
1.3 Ceded (written $.....45,233,372)	46,840,156	48,923,283	188,026,756
1.4 Net (written $.....56,197,040)	49,610,257	44,023,857	191,815,355
DEDUCTIONS:			
2. Losses incurred (current accident year $.....24,284,930):			
2.1 Direct	17,768,457	19,519,152	76,281,135
2.2 Assumed	23,246,372	20,119,463	91,288,366
2.3 Ceded	17,703,550	19,373,170	75,922,780
2.4 Net	23,311,279	20,265,445	91,646,721
3. Loss adjustment expenses incurred	7,288,404	5,165,216	24,476,462
4. Other underwriting expenses incurred	18,394,064	17,176,344	68,215,555
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	48,993,747	42,607,004	184,338,738
7. Net income of protected cells			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	616,510	1,416,853	7,476,617
INVESTMENT INCOME			
9. Net investment income earned	4,024,821	4,041,251	16,290,705
10. Net realized capital gains (losses) less capital gains tax of $..........0	368,844	(68,192)	391,451
11. Net investment gain (loss) (Lines 9 + 10)	4,393,665	3,973,060	16,682,156
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered $..........0 amount charged off $.....140,214)	(140,214)	(81,955)	(818,620)
13. Finance and service charges not included in premiums			
14. Aggregate write-ins for miscellaneous income	26,836	12,845	65,599
15. Total other income (Lines 12 through 14)	(113,378)	(69,109)	(753,021)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	4,896,797	5,320,803	23,405,752
17. Dividends to policyholders			
18. Net income after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	4,896,797	5,320,803	23,405,752
19. Federal and foreign income taxes incurred	1,745,036	3,519,622	7,694,613
20. Net income (Line 18 minus Line 19) (to Line 22)	3,151,761	1,801,181	15,711,139
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	144,140,581	144,811,890	144,811,890
22. Net income (from Line 20)	3,151,761	1,801,181	15,711,139
23. Net transfers (to) from Protected Cell accounts			
24. Change in net unrealized capital gains or (losses) less capital gains tax of $.....142,513	1,180,128	1,725,699	5,767,788
25. Change in net unrealized foreign exchange capital gain (loss)			
26. Change in net deferred income tax	708,121	1,765,948	2,285,053
27. Change in nonadmitted assets	6,514	(481,697)	1,292,269
28. Change in provision for reinsurance			
29. Change in surplus notes			
30. Surplus (contributed to) withdrawn from protected cells			
31. Cumulative effect of changes in accounting principles			
32. Capital changes:			
32.1 Paid in			
32.2 Transferred from surplus (Stock Dividend)			
32.3 Transferred to surplus			
33. Surplus adjustments:			
33.1 Paid in			
33.2 Transferred to capital (Stock Dividend)			
33.3 Transferred from capital			
34. Net remittances from or (to) Home Office			
35. Dividends to stockholders		(14,328,136)	(26,622,273)
36. Change in treasury stock			
37. Aggregate write-ins for gains and losses in surplus	48,767	265,539	894,716
38. Change in surplus as regards policyholders (Lines 22 through 37)	5,095,291	(9,251,465)	(671,309)
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	149,235,873	135,560,425	144,140,581

DETAILS OF WRITE-INS

0501.			
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above)	0	0	0
1401. Miscellaneous Income	26,836	12,845	65,599
1402.			
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above)	26,836	12,845	65,599
3701. Miscellaneous surplus adjustment from merger integration rollover	48,767	265,539	894,716
3702.			
3703.			
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798) (Line 37 above)	48,767	265,539	894,716

CASH FLOW

		1 Current Year to Date	2 Prior Year To Date	3 Prior Year Ended December 31
	CASH FROM OPERATIONS			
1.	Premiums collected net of reinsurance	53,114,485	46,988,770	195,470,234
2.	Net investment income	4,347,685	4,081,956	17,390,213
3.	Miscellaneous income	(113,378)	(69,109)	(753,021)
4.	Total (Lines 1 through 3)	57,348,792	51,001,617	212,107,426
5.	Benefit and loss related payments	14,639,016	10,141,677	64,824,031
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7.	Commissions, expenses paid and aggregate write-ins for deductions	25,220,341	21,726,790	86,999,906
8.	Dividends paid to policyholders			
9.	Federal and foreign income taxes paid (recovered) net of $..........0 tax on capital gains (losses)		(2,698,084)	6,277,447
10.	Total (Lines 5 through 9)	39,859,357	29,170,383	158,101,383
11.	Net cash from operations (Line 4 minus Line 10)	17,489,435	21,831,233	54,006,043
	CASH FROM INVESTMENTS			
12.	Proceeds from investments sold, matured or repaid:			
	12.1 Bonds	11,375,916	7,995,890	37,393,529
	12.2 Stocks		136,803	2,147,503
	12.3 Mortgage loans			
	12.4 Real estate			
	12.5 Other invested assets			
	12.6 Net gains or (losses) on cash, cash equivalents and short-term investments			
	12.7 Miscellaneous proceeds	2,663,568	968,263	
	12.8 Total investment proceeds (Lines 12.1 to 12.7)	14,039,484	9,100,956	39,541,032
13.	Cost of investments acquired (long-term only):			
	13.1 Bonds	20,768,394	17,069,947	76,720,464
	13.2 Stocks			
	13.3 Mortgage loans			
	13.4 Real estate			
	13.5 Other invested assets			
	13.6 Miscellaneous applications			
	13.7 Total investments acquired (Lines 13.1 to 13.6)	20,768,394	17,069,947	76,720,464
14.	Net increase (decrease) in contract loans and premium notes			
15.	Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(6,728,910)	(7,968,991)	(37,179,432)
	CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
16.	Cash provided (applied):			
	16.1 Surplus notes, capital notes			
	16.2 Capital and paid in surplus, less treasury stock			
	16.3 Borrowed funds			
	16.4 Net deposits on deposit-type contracts and other insurance liabilities			
	16.5 Dividends to stockholders		14,328,136	26,622,273
	16.6 Other cash provided (applied)	353,120	316,331	1,380,910
17.	Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6)	353,120	(14,011,805)	(25,241,363)
	RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18.	Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17)	11,113,645	(149,564)	(8,414,752)
19.	Cash, cash equivalents and short-term investments:			
	19.1 Beginning of year	5,062,332	13,477,083	13,477,083
	19.2 End of period (Line 18 plus Line 19.1)	16,175,976	13,327,519	5,062,332

Note: Supplemental disclosures of cash flow information for non-cash transactions:

20.0001				

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Accounting Practices

The accompanying financial statements of Century Surety Company ("Company") have been completed in accordance with the National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures Manual except to the extent that Ohio state laws and regulations differ. Effective January 1, 2001, the state of Ohio required that insurance companies domiciled in the state of Ohio prepare their statutory basis financial statements in accordance with the NAIC *Accounting Practices and Procedures manual – Effective January 1, 2001* (NAIC SAP), subject to any deviations prescribed or permitted by the state of Ohio Insurance Commissioner. The Company has no such deviations as of March 31, 2011.

B. Use of Estimates in the Preparation of the Financial Statements

No significant change.

C. Accounting Policy

No significant change.

2. ACCOUNTING CHANGES AND CORRECTION OF ERRORS

No significant change.

3. BUSINESS COMBINATIONS AND GOODWILL

A. On June 1, 2005, the Company purchased ProCentury Insurance Company (ProCentury), formerly known as Fireman's Fund Insurance Company of Texas from Fireman's Fund Insurance Company.

The cost of acquisition was as follows:

Statutory surplus	$ 5,400,000
Purchase price above surplus	300,000
Finder's fee	50,000
Direct legal fees	156,049
Total cost	$5,906,049

Total goodwill is calculated as follows:

Total cost	$5,906,049
Less statutory book value	5,400,000
Total positive goodwill	$ 506,049
Amortization as of March 31, 2011	$ 295,190
Unamortized balance as of March 31, 2011	$ 210,859

The total positive goodwill is considered to be admitted and is being amortized to unrealized gain/loss over a ten year period.

B. Statutory Mergers - Not applicable.

C. Impairment Loss - Not applicable.

4. DISCONTINUED OPERATIONS

Not applicable.

5. INVESTMENTS

A. No significant change.

B. No significant change.

C. No significant change.

D. Loan-backed securities

1. Our asset manager uses a proprietary model for loss assumptions and widely accepted models for prepayment assumptions in valuing mortgage-backed and asset-backed securities; inputs come from major third party data providers. The effect of interest rates, volatility, and prepayment speeds are derived using Monte Carlo simulation. Credit loss analysis, resulting effective analytics (spreads, duration, convexity) and cash-flows are reported to clients on a monthly basis. Model assumptions are specific to asset class and collateral types and are regularly evaluated and adjusted where appropriate.
2. Securities recognized other-than-temporary impairment ("OTTI"), disclosed in the aggregate - Not applicable.
3. Loan-backed securities with an historical or current period recognized OTTI, currently held by the reporting entity where the present value of the discounted cash flows was/is less than the amortized cost basis of the securities.

CUSIP	Book/Adj Carry Value Amortized cost before current period OTTI	Projected Cash Flows	Recognized OTTI	Amortized cost after OTTI	Fair Value at time of OTTI	Date of Financial Statement Where Reported
00441RAJ6	$422,063	$355,309	$66,754	$355,309	$151,156	12/31/2009
05951KAX1	$415,185	$469,438	($54,253)	$469,438	$442,296	09/30/2009
05951KAX1	$374,662	$291,695	$82,967	$291,695	$249,632	03/31/2010
05951KAX1	$271,197	$265,483	$5,714	$265,483	$239,361	06/30/2010
12628KAA0	$175,417	$129,228	$46,189	$129,228	$108,752	12/31/2009
12628KAA0	$99,596	$89,216	$10,380	$89,216	$77,774	03/31/2010
233046AB7	$292,480	$343,204	($50,724)	$343,204	$336,344	09/30/2009
301965CH0	$660,244	$647,951	$12,293	$647,951	$274,451	12/31/2009
393505VY5	$303,167	$368,021	($64,854)	$368,021	$375,262	09/30/2009
589962CV9	$707,042	$683,785	$23,257	$683,785	$651,084	12/31/2009
BCC00H341	$989,799	$1,208,847	($219,048)	$1,208,847	$940,572	09/30/2009
	XXX	XXX	$ (141,325)	XXX	XXX	XXX

4. All impaired securities for which an OTTI has not been recognized in earnings as a realized loss including securities with a recognized OTTI for non-interest related declines when a non-recognized interest related impairment remains.

	Book Value	Market Value	Unrealized Loss
Less than 12 Months	$ 9,619,996	$ 9,262,954	$ (357,042)
Greater than 12 Months	$ 7,049,361	$ 4,511,311	$ (2,538,050)
Total	$ 16,669,357	$ 13,774,265	$ (2,895,092)

NOTES TO FINANCIAL STATEMENTS

5. There are a number of factors that are considered in determining if there is not an OTTI on an investment, including but not limited to, debt burden, credit ratings, sector, liquidity, financial flexibility, company management, expected earnings and cash flow stream, and economic prospects associated with the investment.

E. No significant change.
F. No significant change.
G. No significant change.

6. JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES
Not applicable.

7. INVESTMENT INCOME
No significant change.

8. DERIVATIVE INSTRUMENTS
No significant change.

9. INCOME TAXES
No significant change.

10. INFORMATION CONCERNING PARENT, SUBSIDIARIES AND AFFILIATES

A. No significant change.
B. The following is a list of transactions between the Company and its affiliates on a pre-pooled basis, excluding reinsurance transactions and any non-insurance transactions which involve less than ½ of 1% of total assets of the reporting entity:

Affiliate	Date of Transaction	Explanation	Amount Paid (From)/To Company
Meadowbrook, Inc.	Various	Internal Admin. Costs	$ (6,221,741)

C. The Management Services Agreement ("Agreement") currently is effective October 1, 2010 through September 30, 2013. If the Agreement is not terminated by the parties, it automatically extends for additional three (3) year periods thereafter.
D. At March 31, 2011, the Company reported $8,087 due from parent, subsidiaries and affiliates and $1,994,867 due to parent, subsidiaries and affiliates pursuant to the Intercompany Loan Agreement. Intercompany balances between parent, subsidiaries and affiliates are settled on a monthly basis.
E. No significant change.
F. The Company does not directly hire employees. Rather, the Company entered into the Agreement with Meadowbrook, Inc. and affiliates, which provides the accounting, financial reporting, underwriting, compliance, reinsurance, sales, claims, loss prevention, and general management services for the Company. Fees paid to Meadowbrook, Inc. and affiliates are determined on a monthly basis, based on the actual costs associated with overall administration of all programs. On a pre-pooled basis, the Company directly incurred $6,221,741 of such expenses for the year ended March 31, 2011.

   Effective October 1, 2009 the Company entered into a new Agency Agreement with Meadowbrook, Inc. and its affiliates or subsidiaries (the "Agent") whereby the Company pays the Agent a commission for the production of premium. As of March 31, 2011, the Company has paid the Agent $175,733 in commissions.

   In addition, the Company's federal income tax return is consolidated with the entities referenced in Note 9(F) of the 2010 Annual Statement. Pursuant to the Tax Allocation Agreement, the Company incurred $1,745,036 of tax expense during the year, to be remitted to the ultimate parent, Meadowbrook Insurance Group, Inc. ("MIGI").

G. No significant change.
H. No significant change.
I. No significant change.
J. Investments in SCA Entities - Not applicable.
K. Investments in Foreign SCA Entities - Not applicable.
L. Valuation of Downstream Holding Companies - Not applicable.

11. DEBT
No significant change.

12. RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POSTRETIREMENT BENEFIT PLANS
Not applicable.

13. CAPITAL AND SURPLUS, DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS

A. No significant change.
B. No significant change.
C. Dividends on common stock are paid as declared by the Board of Directors of the Company. Without prior approval of its domiciliary commissioner, Ohio law limits dividends to shareholders to the greater of 10% of the prior year policyholders' surplus less dividends paid in the prior twelve months or the prior year net income (excluding realized capital gains) less dividends paid in the prior twelve months. These dividends are further limited by a clause in the Ohio law, which prohibits an insurer from declaring dividends unless the value of assets remaining is at least equal to the aggregate amount of debts and liabilities, including capital.
D. The Company did not make a dividend payment to ProCentury Corporation as of March 31, 2011.
E. Within the limitations of (C) above, the maximum ordinary dividend payment allowed to shareholders as of March 31, 2011, without prior regulatory approval, is $3,162,559 after considering the ordinary dividend payments per (D) above.
F. No significant change.
G. No significant change.
H. No significant change.
I. No significant change.
J. The portion of unassigned funds (surplus) represented by cumulative unrealized capital gains is $7,313,344.
K. No significant change.
L and M. No significant change.

14. CONTINGENCIES

A. The Company has no material contingent commitments to a SCA entity, joint venture, partnership, or limited liability company, nor any contingent commitments attributable to low income housing tax credit properties as of March 31, 2011.

NOTES TO FINANCIAL STATEMENTS

B. The Company is subject to guaranty fund and other assessments by the states in which it writes business. Guaranty fund assessments should be accrued at the time of the insolvencies. Other assessments should be accrued either at the time the assessments are levied or in the case of premium-based assessments, at the time the premiums are written, or in the case of loss-based assessments, at the time the losses are incurred.

The Company has accrued a liability for guaranty fund and other assessments of $10,925 and a related premium tax benefit asset of $505. The liability is included in the taxes, licenses and fees liability. The asset is included in the guaranty funds receivable asset. The amounts represent management's best estimates based on information received from the states in which the Company writes business and may change due to many factors including the Company's share of the ultimate cost of current insolvencies.

C. The Company is unaware of any gain contingencies that could have a material financial effect.

D. The Company is unaware of any extra contractual obligation and bad faith losses that could have a material financial effect.

E. The Company has not encountered any contingent liabilities arising from litigation, income taxes or other matters, nor has any impairment of an asset, that would be considered material in relation to the financial position of the Company.

15. LEASES

A. Lessee Leasing Arrangements

1. The Company leases office facilities under various noncancelable operating leases that expire June 2011, and October 2013.
2. At March 31, 2011, future minimum rental payments are as follows:

Year	Amount
2011	490,539
2012	615,960
2013	513,300
Total	$ 1,619,799

3. The Company has not entered into any sale-leaseback arrangements.

B. Lessor Leasing Arrangements

Not applicable.

16. INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND WITH CONCENTRATIONS OF CREDIT RISK

Not applicable.

17. SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES

A. Transfers of Receivables Reported as Sales - Not applicable.

B. Transfers and Servicing of Financial Assets - Not applicable.

C. There are no wash sales as of March 31, 2011.

18. GAIN OR LOSS FROM UNINSURED PLANS AND THE UNINSURED PORTION OF PARTIALLY INSURED PLANS

Not applicable.

19. DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS

Not applicable.

20. FAIR VALUE MEASUREMENT

A. Inputs Used for Assets and Liabilities Measured at Fair Value

1. Fair Value Measurements at Reporting Date

The Company has categorized its assets and liabilities that are measured at fair value into the three-level fair value hierarchy as reflected in the following table.

Level 1 - Valuations that are based on unadjusted quoted market prices in active markets for identical securities. The fair value of exchange-traded equities and mutual funds included in the Level 1 category were based on quoted prices that are readily and regularly available in an active market and are thus classified as Level 1.

Level 2 - Valuations that are based on observable inputs (other than Level 1 prices), such as quoted prices for similar assets at the measurement date; quoted prices in markets that are not active; or other inputs that are observable, either directly or indirectly. The fair value of securities included in the Level 2 category were based on market values obtained from a third-party pricing service. They were evaluated using pricing models that vary by asset class and incorporate available trade, bid and other observable market information. The third-party service monitors market indicators as well as industry and economic events. The Level 2 category includes corporate bonds, government and agency bonds, asset-backed, residential mortgage-backed and commercial mortgage-backed securities and municipal bonds.

Level 3 - Valuations that are derived from techniques in which one or more of the significant inputs are unobservable and/or involve management judgment and/or are based on non-binding broker quotes.

NOTES TO FINANCIAL STATEMENTS

Description	Quoted Prices in Active Mkts for Identical Assets Level 1	Significant Other Observable Inputs Level 2	Significant Unobservable Inputs Level 3	Total Fair Value as of 3/31/11
Assets at Fair Value				
Perpetual Preferred Stock				
Industrial and Misc.	$ 10,108,979	$ 517,650	$ 0	$ 10,626,629
Total Perpetual Preferred Stock	$ 10,108,979	$ 517,650	$ 0	$ 10,626,629
Redeemable Preferred Stock				
Industrial and Misc.	$ 903,720	$ 0	$ 0	$ 903,720
Total Redeemable Preferred Stock	$ 903,720	$ 0	$ 0	$ 903,720
Debt Securities				
Industrial and Misc.				
Issuer Obligations	$ 0	$ 0	$ 78,013	$ 78,013
Other Multi-Class CMO/ABS	$ 0	$ 0	$ 992,637	$ 992,637
Other Multi-Class RMBS	$ 0	$ 2,077,719	$ 179,122	$ 2,256,841
Total Debt Securities	$ 0	$ 2,077,719	$ 1,249,772	$ 3,327,491
Common Stock				
Industrial and Misc.	$ 9,626,945	$ 0	$ 0	$ 9,626,945
Mutual Funds	$ 5,975,027	$ 0	$ 0	$ 5,975,027
Total Common Stock	$ 15,601,972	$ 0	$ 0	$ 15,601,972
Total Assets at Fair Value	**$ 26,614,671**	**$ 2,595,369**	**$ 1,249,772**	**$ 30,459,812**

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred between Levels. During the current year, no transfers into or out of Levels 1 and 2 were required.

2. Rollforward of Fair Value Measurements in Level 3

	Industrial & Misc.	Mortgage-Backed Securities	Asset-Backed Securities	Commercial Mortgage-Backed Securitied	Total
Beginning Balance	$ 266,334		$955,822		$ 1,222,156
Transfer into Level 3 (End of Period)					
Transfer out of Level 3 (End of Period)					
Total gains or losses					
Included in Net Income	22		(23,435)		(23,413)
Included in Surplus	(7,538)		60,250		52,712
Purchases, issuances, sales and settlements					
Purchases (End of Period)					
Sales (End of Period)	(1,683)				(1,683)
Ending Balance	**$ 257,135**		**$ 992,637**		**$ 1,249,772**

3. Policy on Transfers Into and Out of Level 3
At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred into or out of Level 3. During the current year, no transfers into or out of Level 3 were required.

4. Inputs and Techniques Used for Level 2 and Level 3 Fair Values
The estimated fair values of the Company's investments are based on prices provided by a third party pricing service and a third party investment manager. The prices provided by these services are based on quoted market prices, when available; non-binding broker quotes, or matrix pricing. The Company has not historically adjusted security prices.

For corporate, government and municipal bonds, the third party pricing service utilizes a pricing model with standard inputs that include benchmark yields, reported trades, issuer spreads, two-sided markets, benchmark securities, market bids / offers, and other reference data observable in the marketplace The model uses the option adjusted spread methodology and is a multi-dimensional relational model. All bonds valued under these techniques are classified as Level 2.

For asset-backed, residential mortgage-backed and commercial mortgage-backed securities, the third party pricing service valuation methodology includes consideration of interest rate movements, new issue data, monthly remittance reports and other pertinent data that is observable in the marketplace. This information is used to determine the cash flows for each tranche and identifies the inputs to be used such as benchmark yields, prepayment assumptions and collateral performance. All asset-backed, residential mortgage-backed and commercial mortgage-backed securities valued under these methods are classified as Level 2.

For all assets where readily observable pricing methods are not available the third party investment manager will price the asset using a combination of non-binding broker / dealer quotes, benchmarking techniques, and sector specific knowledge. All assets priced by using this methodology are classified as Level 3.

NOTES TO FINANCIAL STATEMENTS

5. Derivative Fair Values - Not applicable

B. Disclosure was removed by the NAIC December 2010
C. Other Fair Value Disclosures - Not applicable.
D. Reasons Not Practical to Estimate Fair Values - Not applicable.

21. OTHER ITEMS

A. No significant change.
B. No significant change.
C. No significant change.
D. At March 31, 2011, the Company had admitted assets of $27,547,346 for amounts due from agents, and ($2,420) for amounts due from insureds. The Company routinely assesses the collectibility of these receivables and, where necessary, establishes an allowance for estimated uncollectible accounts. The potential loss associated with uncollectible accounts in excess of amounts non-admitted or otherwise provided for through an allowance for estimated uncollectible accounts is not believed to be material to the Company's financial position.
E. No significant change.
F. State Transferable Tax Credits - Not applicable.
G. No significant change.

22. EVENTS SUBSEQUENT

A. Type I - Recognized Subsequent Events:
There were no events occurring subsequent to the end of the current quarter through the date of this filing meriting disclosure.
B. Type II - Nonrecognized Subsequent Events:
There were no events occurring subsequent to the end of the current quarter through the date of this filing meriting disclosure.

23. REINSURANCE

A. Unsecured Reinsurance Recoverables
The Company's unsecured reinsurance balances in excess of 3% of policyholder surplus with any one reinsurer are estimated at March 31, 2011 are as follows:

Reinsurer Name	NAIC Code	Federal ID#	Amount
Star Insurance Company	18023	38-2626205	358,793,258

This amount due from Star is related to the Intercompany Reinsurance Agreement noted in Note 26.

B. Reinsurance Recoverables in Dispute
No significant change.

C. Reinsurance Assumed and Ceded

1. The following table summarizes ceded and assumed unearned premiums and the related commission equity at March 31, 2011.

	Assumed		Ceded		Assumed less Ceded	
	Unearned Premiums	Commission Equity	Unearned Premiums	Commission Equity	Unearned Premiums	Commission Equity
a. Affiliates	$ 100,883,000	$ 0	$ 96,273,000	$ 0	$ 4,610,000	$ 0
b. All other	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
c. Totals	$ 100,883,000	$ 0	$ 96,273,000	$ 0	$ 4,610,000	$ 0
d. Direct Unearned Premium Reserve: $ 96,273,000						

2. The additional or return commission, predicated on loss experience or on any other form of profit sharing arrangements in this annual statement as a result of existing contractual arrangements is accrued as follows:

	Direct	Assumed	Ceded	Net
a. Contingent Commission	$ 35,177	$ 0	$ 0	$ 35,177
b. Sliding Scale Commission	0	0	0	0
c. Other Profit Commission Arrangements	360,903	0	0	360,903
d. Total	$ 396,080	$ 0	$ 0	$ 396,080

3. The Company does not use protected cells as an alternative to traditional reinsurance.

D. Uncollectible Reinsurance
No significant change.

E. Commutation of Ceded Reinsurance
No significant change.

F. Retroactive Reinsurance
No significant change.

G. Reinsurance Accounted for as a Deposit
No significant change.

24. RETROSPECTIVELY RATED CONTRACTS & CONTRACTS SUBJECT TO REDETERMINATION

A. Accrued retrospective premiums reported as an asset on the balance sheet have been determined based upon loss experience on business subject to such experience rating adjustment. Accrued retrospectively rated premiums, including all of those relating to bulk IBNR, have determined by or allocated to individual policyholder accounts.
B. The Company records accrued retrospective premiums through written premium.
C. Net written premiums for the current year on retrospective Other liabilities - claims made policies were $1,124,834, or 20.99% of total other liabilities - claims made net premiums written.

NOTES TO FINANCIAL STATEMENTS

D. Ten percent of the amount of accrued retrospective premiums not offset by retrospective return premiums, other liabilities to the same party (other than loss and loss expense reserves), or collateral as permitted by SSAP No. 66, Retrospectively Rated Contracts, has been non-admitted.

a. Total accrued retro premium	$ (1,806,526)
b. Unsecured amount	0
c. Less: Non-admitted amount (10%)	0
d. Less: Non-admitted for any person for whom agents' balances or uncollected premiums are non-admitted.	0
e. Admitted amount (a)-(c)-(d)	$ (1,806,526)

25. CHANGE IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

Net incurred losses and loss adjustment expenses attributable to insured events of prior accident years decreased $0.9 million during calendar year 2011 as a result of re-estimation of unpaid loss and loss adjustment expenses. This decrease recognizes additional paid loss and loss adjustment expenses of $23.1 million, offset by a decrease in reserves on prior accident years of $24.0 million. Original estimates of ultimate losses are increased or decreased as additional information becomes known regarding individual claims.

26. INTERCOMPANY POOLING ARRANGEMENTS

A. Effective January 1, 2009, the Company and its United States affiliates (Star Insurance Company (Star), Savers Property and Casualty Insurance Company, Williamsburg National Insurance Company, Ameritrust Insurance Corporation and ProCentury Insurance Company) are participants in an Intercompany Reinsurance Agreement, whereby each participating affiliate cedes 100% of its business to the Company. Thereafter, the Company cedes to each participating affiliate, which have agreed to reinsure the Company for their respective participation. The participants and their respective participations as of January 1, 2009 are as follows:

Name of Insurer	NAIC Code	Percentage Participation
Star Insurance Co. (Lead insurer)	18023	35.83%
Century Surety Co.	36951	29.07%
Savers Property and Casualty Ins. Co.	16551	13.04%
ProCentury Insurance Co.	21903	9.44%
Williamsburg National Ins. Co.	25780	6.72%
Ameritrust Insurance Corp.	10665	5.90%

B. All business written by each participant is subject to the Intercompany Reinsurance Agreement.

C. After pooling and before redistribution, the Company has the following reinsurance ceded with nonaffiliated reinsurers:

1. For Liability Lines ($6,000,000 xs of $1,000,000 retention)
2. For Workers Compensation Lines ($104,000,000 xs $1,000,000 retention)
3. For Public Entity Liability Lines ($9,000,000 xs $1,000,000 retention)
4. For Property Per Risk Coverage ($9,000,000 xs $1,000,000 retention)
5. For Property Catastrophe Coverage ($44,000,000 xs $6,000,000 retention)
6. For Medical Professional Liability Lines ($700,000 xs $300,000 retention)
7. For Commercial Truck Liability Lines ($1,500,000 xs $500,000 retention)
8. For Other Liability Lines ($750,000 xs $250,000 retention)
9. For Agriculture Lines –Property ($9,500,000 xs $500,000 retention)
10. For Agriculture Lines- Liability ($500,000 xs $500,000 retention)
11. For Awards Lines ($10,000,000 xs $5,000,000 retention)
12. For Clash Lines ($3,000,000 xs $0 retention)
13. For Ocean Marine lines (variable quota share maximum retained line $1,000,000 part of $5,000,000)
14. Various quota share treaties all lines
15. Various Facultative Agreements all lines
16. Various Umbrella agreements

D. Under the Intercompany Reinsurance Agreement, only the Company has contractual rights of direct recovery from the excess of loss, catastrophe, quota share, facultative and umbrella agreements noted above.

E. There are no discrepancies between the assumed and ceded reinsurance schedules of the pool participants.

F. Under the Intercompany Reinsurance Agreement, only the Company establishes a provision for reinsurance and write-off of uncollectible reinsurance relating to the above noted reinsurance agreements.

G. Amounts due to/from lead entity and pool participants as of March 31, 2011:

Name of Insurer	Amounts Receivable	Amounts Payable	Net Receivable/(Payable)
Star Insurance Co. (Lead insurer)	$ 110,800,364	$ 122,379,542	$ (11,579,178)
Century Surety Co.	$ 61,836,888	$ 55,411,562	$ 6,425,326
Savers Property and Casualty Ins. Co.	$ 20,662,867	$ 19,087,358	$ 1,575,509
ProCentury Insurance Co.	$ 15,479,451	$ 14,629,552	$ 849,899
Williamsburg National Ins. Co.	$ 15,493,711	$ 15,728,944	$ (235,233)
Ameritrust Insurance Corp.	$ 8,906,625	$ 5,942,948	$ 2,963,677

27. STRUCTURED SETTLEMENTS

No significant change.

28. HEALTH CARE RECEIVABLES

Not applicable.

29. PARTICIPATING ACCIDENT AND HEALTH POLICIES

No significant change.

30. PREMIUM DEFICIENCY RESERVES

No significant change.

31. HIGH DEDUCTIBLES

The Company has no high deductibles as of March 31, 2011.

32. DISCOUNTING OF LIABILITIES FOR UNPAID LOSSES AND UNPAID LOSS ADJUSTMENT EXPENSES

No significant change.

NOTES TO FINANCIAL STATEMENTS

33. ASBESTOS AND ENVIRONMENTAL RESERVES
No Significant change.

34. SUBSCRIBER SAVINGS ACCOUNTS
Not applicable.

35. MULTIPLE PERIL CROP INSURANCE
No significant change.

36. FINANCIAL GUARANTY INSURANCE
A1. Unrecorded installment premiums and expected earnings - Not applicable.
A2. Recorded non-installment premiums and expected earnings - Not applicable.
A3. Changes in claims liability and discount rate used - Not applicable.
A4. Risk management activities - Not applicable.
B. The Company has no insured financial obligations.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [ ] No [X]

1.2 If yes, has the report been filed with the domiciliary state? Yes [ ] No [ ]

2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [ ] No [X]

2.2 If yes, date of change: ....

3. Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [ ] No [X]
If yes, complete the Schedule Y-Part 1 - Organizational chart.

4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [ ] No [X]

4.2 If yes, provide name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes [ ] No [X] N/A [ ]
If yes, attach an explanation.

6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2010.......................

6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2005.......................

6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 11/9/2006.........................

6.4 By what department or departments?
Ohio Department of Insurance

6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [ ] No [ ] N/A [X]

6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [ ] No [ ] N/A [X]

7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [ ] No [X]

7.2 If yes, give full information:

8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [ ] No [X]

8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [ ] No [X]

8.4 If the response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator].

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC

9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No [ ]
(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
(c) Compliance with applicable governmental laws, rules and regulations;
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
(e) Accountability for adherence to the code.

9.11 If the response to 9.1 is No, please explain:

9.2 Has the code of ethics for senior managers been amended? Yes [X] No [ ]

9.21 If the response to 9.2 is Yes, provide information related to amendment(s).
Code of Conduct revised as of 02/28/2011

9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [ ] No [X]

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

FINANCIAL

10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [X] No [ ]

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: $....................................0

INVESTMENT

11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes [ ] No [X]

11.2 If yes, give full and complete information relating thereto:

12. Amount of real estate and mortgages held in other invested assets in Schedule BA: $....................................0

13. Amount of real estate and mortgages held in short-term investments: $....................................0

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes [X] No [ ]

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	$ 0	$ 0
14.22 Preferred Stock	$ 0	$ 0
14.23 Common Stock	$ 32,924,240	$ 33,852,351
14.24 Short-Term Investments	$ 0	$ 0
14.25 Mortgage Loans on Real Estate	$ 0	$ 0
14.26 All Other	$ 0	$ 0
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)	$ 32,924,240	$ 33,852,351
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	$ 0	$ 0

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes [ ] No [X]

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [ ] No [ ]
If no, attach a description with this statement.

16. Excluding items in Schedule E-Part 3-Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 3, III. Conducting Examinations, F-Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [X] No [ ]

16.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address
JP Morgan Chase Bank, NA	P.O. Box 710634, Columbus, OH 43271-0634

16.2 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation.

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

16.3 Have there been any changes, including name changes, in the custodian(s) identified in 16.1 during the current quarter? Yes [ ] No [X]

16.4 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

16.5 Identify all investment advisors, broker/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
107423	Conning, Inc	One Financial Plaza, Hartford, CT 06103-2627
106810	Munder Capital Management	480 Pierce Street, Birmingham, MI 48009

17.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes [X] No [ ]

17.2 If no, list exceptions:

GENERAL INTERROGATORIES (continued)

PART 2

PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? Yes [ ] No [X] N/A [ ]
If yes, attach an explanation.

2. Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured? Yes [ ] No [X]
If yes, attach an explanation.

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes [ ] No [X]
3.2 If yes, give full and complete information thereto:

4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation liabilities tabular reserves (see Annual Statement Instructions pertaining to disclosure of discounting for definition of "tabular reserves,") discounted at a rate of interest greater than zero? Yes [ ] No [X]
4.2 If yes, complete the following schedule:

1	2	3	Total Discount				Discount Taken During Period			
			4	5	6	7	8	9	10	11
Line of Business	Maximum Interest	Disc. Rate	Unpaid Losses	Unpaid LAE	IBNR	Total	Unpaid Losses	Unpaid LAE	IBNR	Total
	....	....	....	....	....	0	....	....	....	0
Total.....................................	........XXX...	........XXX........	0	0	0	0	0	0	0	0

5. Operating Percentages:
5.1 A&H loss percent 0.0 %
5.2 A&H cost containment percent 0.0 %
5.3 A&H expense percent excluding cost containment expenses 0.0 %
6.1 Do you act as a custodian for health savings accounts? Yes [ ] No [X]
6.2 If yes, please provide the amount of custodial funds held as of the reporting date. 0
6.3 Do you act as an administrator for health savings accounts? Yes [ ] No [X]
6.4 If yes, please provide the amount of funds administered as of the reporting date. 0

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

1 NAIC Company Code	2 Federal ID Number	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Is Insurer Authorized? (YES or NO)

NONE

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

	States, Etc.	1 Active Status	Direct Premiums Written 2 Current Year to Date	3 Prior Year to Date	Direct Losses Paid (Deducting Salvage) 4 Current Year to Date	5 Prior Year to Date	Direct Losses Unpaid 6 Current Year to Date	7 Prior Year to Date
1.	Alabama AL	E	751,034	391,993	134,865	67,061	1,947,237	1,503,477
2.	Alaska AK	E	274,833	164,695	10,000	83,609	633,178	785,205
3.	Arizona AZ	L	290,363	424,443	430,312	145,058	2,748,538	4,145,028
4.	Arkansas AR	E	269,688	234,309	31,926	22,440	731,358	701,007
5.	California CA	E	6,826,996	14,467,364	2,505,022	3,095,833	39,500,604	44,625,048
6.	Colorado CO	E	380,374	385,974	13,377	73,187	2,607,907	2,480,597
7.	Connecticut CT	E	307,875	106,525	41,211	9,374	530,976	566,945
8.	Delaware DE	E	12,737	(813)	15,250	750	192,236	133,627
9.	District of Columbia DC	E	34,397	60,433	9,190	(5,327)	410,142	336,993
10.	Florida FL	E	10,817,469	9,834,380	4,582,810	2,866,299	36,653,656	38,755,996
11.	Georgia GA	E	900,081	811,587	408,160	200,939	2,554,326	2,552,708
12.	Hawaii HI	E	62,352	31,440	2,051	6,147	309,241	355,424
13.	Idaho ID	E	70,032	93,648	14,933	11,455	201,598	146,503
14.	Illinois IL	E	824,245	617,733	155,090	234,802	3,506,419	3,795,518
15.	Indiana IN	L	98,447	112,556	(13,207)	2,523	1,222,455	1,709,754
16.	Iowa IA	E	93,340	21,948	17,704	(25,780)	118,362	101,576
17.	Kansas KS	E	221,594	176,265	90,451	21,830	634,162	607,485
18.	Kentucky KY	E	309,360	239,811	650	81,269	1,182,914	1,142,652
19.	Louisiana LA	E	2,448,796	2,332,555	1,461,012	917,400	10,514,572	10,337,981
20.	Maine ME	E	25,421	27,637	35,316	5,564	48,850	39,256
21.	Maryland MD	E	201,553	176,942	49,794	4,810	435,257	407,186
22.	Massachusetts MA	E	406,501	414,706	60,617	(9,731)	1,071,330	463,001
23.	Michigan MI	E	1,364,083	1,359,657	217,307	(34,359)	3,527,835	3,206,358
24.	Minnesota MN	E	184,542	95,528	6,000	4,758	815,781	677,748
25.	Mississippi MS	E	576,201	456,823	117,359	40,265	1,388,103	1,289,000
26.	Missouri MO	E	848,133	770,538	1,726,051	447,400	3,450,025	3,354,266
27.	Montana MT	E	139,655	156,043	(2,796)		276,809	310,578
28.	Nebraska NE	E	163,104	97,727	(87,887)	69,939	264,689	182,934
29.	Nevada NV	E	329,546	125,713	148,759	(173,990)	2,028,163	2,115,507
30.	New Hampshire NH	E	100,823	(6,055)	6,286	11,000	175,668	100,275
31.	New Jersey NJ	E	1,091,419	1,042,163	245,836	546,215	3,493,981	3,863,416
32.	New Mexico NM	E	172,470	96,482	7,500	70,477	2,407,496	1,478,823
33.	New York NY	E	2,053,502	2,022,985	1,529,513	776,340	13,180,966	10,678,590
34.	North Carolina NC	E	699,766	740,576	99,241	112,365	1,502,013	2,442,020
35.	North Dakota ND	E	38,326	24,839			128,594	110,804
36.	Ohio OH	L	512,277	455,027	125,454	195,359	2,423,395	2,988,339
37.	Oklahoma OK	E	682,860	456,063	128,047	46,756	1,686,616	1,731,704
38.	Oregon OR	E	559,935	423,438	40,988	343,403	3,291,851	1,918,038
39.	Pennsylvania PA	E	1,097,732	662,999	151,681	283,993	3,957,143	3,883,409
40.	Rhode Island RI	E	20,188	17,638	23,962		20,358	6,138
41.	South Carolina SC	E	445,207	357,661	389,310	49,378	1,447,418	1,686,709
42.	South Dakota SD	E	46,433	52,158	1,015	1,975	89,634	63,649
43.	Tennessee TN	E	211,930	206,972	218,116	38,188	1,025,634	1,258,188
44.	Texas TX	E	6,299,194	5,264,652	1,912,313	2,327,204	20,697,711	20,323,366
45.	Utah UT	E	85,207	50,967		(335)	661,399	745,983
46.	Vermont VT	E	58,177	77,764	375	13,072	270,683	263,080
47.	Virginia VA	E	313,519	259,857	26,527	(14,081)	1,858,634	1,748,887
48.	Washington WA	E	1,288,970	1,111,191	299,728	177,200	6,899,861	5,773,934
49.	West Virginia WV	L	468	5,468	(4,500)		39,890	182,234
50.	Wisconsin WI	L	94,746	84,831	7,533	16,007	364,882	363,135
51.	Wyoming WY	E	127,471	119,366			988,067	947,752
52.	American Samoa AS	N						
53.	Guam GU	N						
54.	Puerto Rico PR	N						
55.	US Virgin Islands VI	N						
56.	Northern Mariana Islands MP	N						
57.	Canada CN	N						
58.	Aggregate Other Alien OT	XXX	0	0	0	0	0	0
59.	Totals	(a) 5	45,233,372	47,715,202	17,390,253	13,158,039	186,118,615	189,387,830

DETAILS OF WRITE-INS

5801.		XXX						
5802.		XXX						
5803.		XXX						
5898.	Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0
5899.	Totals (Lines 5801 thru 5803 + Line 5898) (Line 58 above)	XXX	0	0	0	0	0	0

(L) - Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) - Registered - Non-domiciled RRGs; (Q) - Qualified - Qualified or Accredited Reinsurer;
(E) - Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) - None of the above - Not allowed to write business in the state.
(a) Insert the number of L responses except for Canada and Other Alien.

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 – ORGANIZATIONAL CHART

NONE

PART 1 - LOSS EXPERIENCE

Lines of Business	Current Year to Date 1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	4 Prior Year to Date Direct Loss Percentage
1. Fire	5,385,707	241,774	4.5	22.6
2. Allied lines	1,083,741	892,864	82.4	124.1
3. Farmowners multiple peril			0.0	
4. Homeowners multiple peril			0.0	
5. Commercial multiple peril	12,073,313	7,526,101	62.3	47.6
6. Mortgage guaranty			0.0	
8. Ocean marine	647,738	(184,529)	(28.5)	149.9
9. Inland marine	455,453	8,755	1.9	40.1
10. Financial guaranty			0.0	
11.1. Medical professional liability - occurrence			0.0	
11.2. Medical professional liability - claims-made			0.0	
12. Earthquake			0.0	
13. Group accident and health			0.0	
14. Credit accident and health			0.0	
15. Other accident and health			0.0	
16. Workers' compensation			0.0	
17.1 Other liability-occurrence	19,681,218	4,953,630	25.2	39.6
17.2 Other liability-claims made	1,482,033	(240,877)	(16.3)	(2.7)
17.3 Excess workers' compensation			0.0	
18.1 Products liability-occurrence			0.0	
18.2 Products liability-claims made			0.0	
19.1, 19.2 Private passenger auto liability			0.0	
19.3, 19.4 Commercial auto liability	4,439,498	3,733,156	84.1	20.5
21. Auto physical damage	1,485,055	875,077	58.9	59.8
22. Aircraft (all perils)			0.0	
23. Fidelity	1,672		0.0	22.8
24. Surety	55,916	(39,260)	(70.2)	(37.0)
26. Burglary and theft			0.0	
27. Boiler and machinery	48,812	1,767	3.6	8.1
28. Credit			0.0	
29. International			0.0	
30. Warranty			0.0	
31. Reinsurance-nonproportional assumed property	XXX	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed liability	XXX	XXX	XXX	XXX
33. Reinsurance-nonproportional assumed financial lines	XXX	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business	0	0	0.0	
35. Totals	46,840,156	17,768,457	37.9	39.9

DETAILS OF WRITE-INS

3401.			0.0	
3402.			0.0	
3403.			0.0	
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0.0	XXX
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34)	0	0	0.0	

PART 2 - DIRECT PREMIUMS WRITTEN

Lines of Business	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1. Fire	4,538,060	4,538,060	4,823,174
2. Allied lines	877,704	877,704	1,137,969
3. Farmowners multiple peril			
4. Homeowners multiple peril			
5. Commercial multiple peril	12,262,822	12,262,822	16,013,550
6. Mortgage guaranty			
8. Ocean marine	760,056	760,056	364,421
9. Inland marine	403,109	403,109	439,970
10. Financial guaranty			
11.1 Medical professional liability - occurrence			
11.2 Medical professional liability - claims made			
12. Earthquake			
13. Group accident and health			
14. Credit accident and health			
15. Other accident and health			
16. Workers' compensation			
17.1 Other liability-occurrence	19,707,136	19,707,136	16,379,332
17.2 Other liability-claims made	1,124,834	1,124,834	1,873,722
17.3 Excess workers' compensation			
18.1 Products liability-occurrence			
18.2 Products liability-claims made			
19.1 19.2 Private passenger auto liability			
19.3 19.4 Commercial auto liability	4,109,694	4,109,694	4,869,846
21. Auto physical damage	1,334,389	1,334,389	1,635,567
22. Aircraft (all perils)			
23. Fidelity	1,275	1,275	10,878
24. Surety	56,091	56,091	137,163
26. Burglary and theft			
27. Boiler and machinery	58,202	58,202	29,610
28. Credit			
29. International			
30. Warranty			
31. Reinsurance-nonproportional assumed property	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed liability	XXX	XXX	XXX
33. Reinsurance-nonproportional assumed financial lines	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business	0	0	0
35. Totals	45,233,372	45,233,372	47,715,202

DETAILS OF WRITE-INS

3401.			
3402.			
3403.			
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34)	0	0	0

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

Years in Which Losses Occurred	1 Prior Year-End Known Case Loss and LAE Reserves	2 Prior Year-End IBNR Loss and LAE Reserves	3 Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	4 2011 Loss and LAE Payments on Claims Reported as of Prior Year-End	5 2011 Loss and LAE Payments on Claims Unreported as of Prior Year-End	6 Total 2011 Loss and LAE Payments (Cols. 4 + 5)	7 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	8 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	9 Q.S. Date IBNR Loss and LAE Reserves	10 Total Q.S. Loss and LAE Reserves (Cols. 7 + 8 + 9)	11 Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 4 + 7 minus Col. 1)	12 Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	13 Prior Year-End Total Loss and LAE Reserve Developed (Savings)/Deficiency (Cols. 11 + 12)
1. 2008 + Prior	41,398	41,444	82,842	6,355	115	6,471	38,626	808	36,755	76,189	3,584	(3,766)	(182)
2. 2009	22,660	29,254	51,914	3,846	115	3,962	21,025	808	25,875	47,708	2,211	(2,456)	(245)
3. Subtotals 2009 + Prior	64,057	70,698	134,756	10,201	231	10,432	59,651	1,616	62,630	123,897	5,795	(6,222)	(427)
4. 2010	35,566	57,646	93,212	10,557	2,076	12,632	19,235	14,542	46,291	80,067	(5,775)	5,263	(513)
5. Subtotals 2010 + Prior	99,623	128,344	227,968	20,758	2,306	23,064	78,885	16,157	108,921	203,964	20	(959)	(939)
6. 2011	XXX	XXX	XXX	XXX	2,393	2,393	XXX	7,236	21,910	29,146	XXX	XXX	XXX
7. Totals	99,623	128,344	227,968	20,758	4,700	25,458	78,885	23,393	130,831	233,110	20	(959)	(939)
8. Prior Year-End's Surplus As Regards Policyholders	144,141										Col. 11, Line 7 As % of Col. 1, Line 7	Col. 12, Line 7 As % of Col. 2, Line 7	Col. 13, Line 7 As % of Col. 3, Line 7
											1. 0.0 %	2. (0.7)%	3. (0.4)%
													Col. 13, Line 7 Line 8
													4. (0.7)%

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

		Response
1.	Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?	NO
2.	Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement?	NO
3.	Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	NO
4.	Will the Director and Officer Supplement be filed with the state of domicile and the NAIC with this statement?	NO

Explanation:

1.
2.
3.
4.

Bar Code:

* 3 6 9 5 1 2 0 1 1 4 9 0 0 0 0 0 1 *

* 3 6 9 5 1 2 0 1 1 4 5 5 0 0 0 0 1 *

* 3 6 9 5 1 2 0 1 1 3 6 5 0 0 0 0 1 *

* 3 6 9 5 1 2 0 1 1 5 0 5 0 0 0 0 1 *

Overflow Page for Write-Ins

Additional Write-ins for Assets:

	Current Statement Date 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 December 31, Prior Year Net Admitted Assets
2504. Loan Receivable	430,000		430,000	503,372
2597. Summary of remaining write-ins for Line 25	430,000	0	430,000	503,372

SCHEDULE A - VERIFICATION

Real Estate

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	0	
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Current year change in encumbrances		
4. Total gain (loss) on disposals		
5. Deduct amounts received on disposals		
6. Total foreign exchange change in book/adjusted carrying value		
7. Deduct current year's other than temporary impairment recognized		
8. Deduct current year's depreciation		
9. Book/adjusted carrying value at end of current period (Lines 1+2+3+4-5+6-7-8)	0	0
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)	0	0

NONE

SCHEDULE B - VERIFICATION

Mortgage Loans

	1 Year to Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year	0	
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)		
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		
8. Deduct amortization of premium and mortgage interest points and commitment fees		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest		
10. Deduct current year's other than temporary impairment recognized		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	0	0
12. Total valuation allowance		
13. Subtotal (Line 11 plus Line 12)	0	0
14. Deduct total nonadmitted amounts		
15. Statement value at end of current period (Line 13 minus Line 14)	0	0

NONE

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	0	
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)		
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		
8. Deduct amortization of premium and depreciation		
9. Total foreign exchange change in book/adjusted carrying value		
10. Deduct current year's other than temporary impairment recognized		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	0	0
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)	0	0

NONE

SCHEDULE D - VERIFICATION

Bonds and Stocks

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	410,850,156	367,957,887
2. Cost of bonds and stocks acquired	20,768,394	76,720,464
3. Accrual of discount	65,838	403,439
4. Unrealized valuation increase (decrease)	1,335,291	6,889,827
5. Total gain (loss) on disposals	368,844	706,814
6. Deduct consideration for bonds and stocks disposed of	11,375,916	39,541,035
7. Deduct amortization of premium	534,084	1,971,877
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized		315,363
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	421,478,524	410,850,156
11. Deduct total nonadmitted amounts	9,217	
12. Statement value at end of current period (Line 10 minus Line 11)	421,469,307	410,850,156

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. Class 1 (a)	321,048,262	47,257,377	30,468,886	873,536	338,710,289			321,048,262
2. Class 2 (a)	21,607,588	5,083,380	3,560,056	(23,661)	23,107,250			21,607,588
3. Class 3 (a)	4,261,969		100,000	(1,303,823)	2,858,146			4,261,969
4. Class 4 (a)	2,162,628		1,683	(23,650)	2,137,296			2,162,628
5. Class 5 (a)	163,251		3,101	(118,228)	41,922			163,251
6. Class 6 (a)	1,883,397		52,515	136,800	1,967,683			1,883,397
7. Total Bonds	351,127,095	52,340,756	34,186,240	(459,025)	368,822,587	0	0	351,127,095
PREFERRED STOCK								
8. Class 1								
9. Class 2	5,397,653			60,071	5,457,724			5,397,653
10. Class 3	5,921,426			82,603	6,004,029			5,921,426
11. Class 4	2,829,930			(2,650)	2,827,280			2,829,930
12. Class 5	435,500			6,825	442,325			435,500
13. Class 6	68,339				68,339			68,339
14. Total Preferred Stock	14,652,848	0	0	146,849	14,799,697	0	0	14,652,848
15. Total Bonds and Preferred Stock	365,779,944	52,340,756	34,186,240	(312,176)	383,622,283	0	0	365,779,944

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation:
NAIC 1 $.....11,598,082; NAIC 2 $..........0; NAIC 3 $..........0; NAIC 4 $..........0; NAIC 5 $..........0; NAIC 6 $..........0.

SCHEDULE DA - PART 1

Short-Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999. Totals	11,598,082	XXX	11,598,082	3	

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	3,237,102	11,653,543
2. Cost of short-term investments acquired	31,572,363	105,842,671
3. Accrual of discount		
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals		
6. Deduct consideration received on disposals	23,211,382	114,259,113
7. Deduct amortization of premium		
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	11,598,082	3,237,102
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	11,598,082	3,237,102

Sch. DB-Pt A-Verification
NONE

Sch. DB-Pt B-Verification
NONE

Sch. DB-Pt C-Sn 1
NONE

Sch. DB-Pt C-Sn 2
NONE

Sch. DB-Verification
NONE

SCHEDULE E- VERIFICATION

Cash Equivalents

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	0	4,266,440
2. Cost of cash equivalents acquired		24,208,671
3. Accrual of discount		533
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals		
6. Deduct consideration received on disposals		28,475,644
7. Deduct amortization of premium		
8. Total foreign exchange change in book/ adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	0	0
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	0	0

Sch. A-Pt 2
NONE

Sch. A-Pt 3
NONE

Sch. B-Pt 2
NONE

Sch. B-Pt 3
NONE

Sch. BA-Pt 2
NONE

Sch. BA-Pt 3
NONE

SCHEDULE D - PART 3

Show all Long-Term Bonds and Stock Acquired During the Current Quarter

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
Bonds - U.S. Special Revenue and Special Assessment									
31417Y RW 9	FN MA0500		02/10/2011	J.P. MORGAN		1,983,690	1,911,702	3,717	1
67919P FQ 1	OKLAHOMA ST WTR RES BRD		03/24/2011	MERRILL LYNCH		1,904,869	1,670,000		1FE
3199999.	Total - Bonds - U.S. Special Revenue & Special Assessments					3,888,559	3,581,702	3,717	XXX
Bonds - Industrial and Miscellaneous									
037735 CR 6	APPALACHIAN POWER CO		03/22/2011	MORGAN STANLEY		997,210	1,000,000		2FE
039483 BB 7	ARCHER-DANIELS-MIDLAND C		03/30/2011	BANK AMERICA		755,468	750,000	3,231	1FE
06051G EG 0	BANK OF AMERICA CORP		03/14/2011	BANK AMERICA		996,740	1,000,000		1FE
24702R AQ 4	DELL INC		03/28/2011	DEUTSCHE BANK		995,410	1,000,000		1FE
263534 CE 7	E.I. DU PONT DE NEMOURS		03/22/2011	CREDIT SUISSE		623,681	625,000		1FE
375558 AQ 6	GILEAD SCIENCES INC		03/23/2011	MORGAN STANLEY		1,982,840	2,000,000		2FE
438516 BA 3	HONEYWELL INTERNATIONAL		02/14/2011	BANK AMERICA		1,097,217	1,100,000		1FE
46625H HX 1	JPMORGAN CHASE & CO		02/17/2011	J.P. MORGAN		498,970	500,000		1FE
478366 AV 9	JOHNSON CONTROLS INC		02/01/2011	J.P. MORGAN		849,720	850,000		2FE
494550 BG 0	KINDER MORGAN ENER PART		02/23/2011	MORGAN STANLEY		249,955	250,000		2FE
637432 MN 2	NATIONAL RURAL UTIL COOP		02/14/2011	DEUTSCHE BANK		673,684	675,000		1FE
78355H JQ 3	RYDER SYSTEM INC		02/17/2011	RBC CAPITAL MARKETS SECURITIES - US		1,003,655	1,000,000		2FE
92343V AX 2	VERIZON COMMUNICATIONS		03/23/2011	J.P. MORGAN		495,725	500,000		1FE
949746 QU 8	WELLS FARGO & COMPANY		02/10/2011	CREDIT SUISSE		780,224	775,000	16,792	1FE
046353 AB 4	ASTRAZENECA PLC	F	03/04/2011	MIZUHO SECURITIES		2,278,400	2,000,000	57,033	1FE
2515A1 4E 8	DEUTSCHE BANK AG LONDON	F	02/15/2011	DEUTSCHE BANK		1,755,777	1,775,000	5,929	1FE
80105N AG 0	SANOFI-AVENTIS	F	03/22/2011	J.P. MORGAN		445,392	450,000		1FE
88166D AA 4	TEVA PHARM FIN III	F	03/16/2011	BARCLAYS AMERICAN		399,768	400,000		1FE
3899999.	Total - Bonds - Industrial & Miscellaneous					16,879,835	16,650,000	82,985	XXX
8399997.	Total - Bonds - Part 3					20,768,394	20,231,702	86,702	XXX
8399999.	Total - Bonds					20,768,394	20,231,702	86,702	XXX
9999999.	Total - Bonds, Preferred and Common Stocks					20,768,394	XXX	86,702	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues: 0.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Government																					
31398A T4 4	FANNIE MAE		03/24/2011	MORGAN STANLEY		506,565	500,000	499,910	499,926		7		7		499,933		6,632	6,632	1,854	06/26/2013	1
36202C 5D 1	G2 2644		03/01/2011	MBS PAYMENT		1,015	1,015	1,028	1,015				0		1,015			0	11	05/01/2027	1
36202E 6E 4	G2 4469		03/01/2011	MBS PAYMENT		119,912	119,912	120,980	119,926		(14)		(14)		119,912			0	893	03/01/2039	1
36202W KY 4	GN 611511		03/01/2011	MBS PAYMENT		1,621	1,621	1,698	1,622		(1)		(1)		1,621			0	14	03/01/2018	1
36211W KC 1	GN 525091		03/01/2011	MBS PAYMENT		149	149	158	149				0		149			0	2	03/01/2028	1
36296D LB 2	GN 688022		03/01/2011	MBS PAYMENT		53,427	53,427	53,364	53,425		1		1		53,427			0	506	07/01/2038	1
36296P 6Q 9	GN 697579		03/01/2011	MBS PAYMENT		200,587	200,587	204,411	200,679		(92)		(92)		200,587			0	1,783	07/01/2038	1
0599999.	Total - Bonds - U.S. Government					883,275	876,710	881,549	876,742	0	(99)	0	(99)	0	876,642	0	6,632	6,632	5,063	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment																					
3128LA 7D 6	FG A77192		03/01/2011	MBS PAYMENT		48,842	48,842	49,296	48,845		(3)		(3)		48,842			0	445	12/01/2037	1
3128M4 PX 5	FG G02838		03/01/2011	MBS PAYMENT		105,254	105,254	99,646	105,175		80		80		105,254			0	670	12/01/2035	1
312929 UA 8	FG A83277		03/01/2011	MBS PAYMENT		164,129	164,129	164,904	164,152		(23)		(23)		164,129			0	1,371	05/01/2038	1
312935 RM 3	FG A88592		03/01/2011	MBS PAYMENT		15,849	15,849	16,485	15,856		(7)		(7)		15,849			0	133	03/01/2039	1
31294K RE 7	FG E01385		03/01/2011	MBS PAYMENT		34,229	34,229	33,993	34,222		7		7		34,229			0	237	11/01/2017	1
31294K ZT 5	FG E01654		03/01/2011	MBS PAYMENT		24,318	24,318	24,314	24,318				0		24,318			0	191	11/01/2018	1
312962 6K 4	FG B10874		03/01/2011	MBS PAYMENT		22,487	22,487	22,399	22,485		2		2		22,487			0	170	03/01/2018	1
312962 WC 3	FG B10643		03/01/2011	MBS PAYMENT		33,154	33,154	33,724	33,165		(11)		(11)		33,154			0	280	05/01/2018	1
312964 6W 4	FG B12685		03/01/2011	MBS PAYMENT		90,557	90,557	91,477	90,569		(12)		(12)		90,557			0	494	04/01/2018	1
312964 UH 0	FG B12384		03/01/2011	MBS PAYMENT		46,051	46,051	46,497	46,058		(7)		(7)		46,051			0	342	09/01/2018	1
312968 5L 0	FG B16251		03/01/2011	MBS PAYMENT		17,152	17,152	17,370	17,153		(1)		(1)		17,152			0	141	03/01/2019	1
31297H YK 9	FG A29714		03/01/2011	MBS PAYMENT		69,125	69,125	68,671	69,122		2		2		69,125			0	310	03/01/2029	1
31297U Y8 7	FG A38835		03/01/2011	MBS PAYMENT		95,696	95,696	94,455	95,658		38		38		95,696			0	647	06/01/2034	1
31371K 2R 1	FN 254684		03/01/2011	MBS PAYMENT		27,726	27,726	28,199	27,736		(10)		(10)		27,726			0	219	08/01/2017	1
31371K Y4 7	FN 254631		03/01/2011	MBS PAYMENT		29,427	29,427	29,955	29,438		(12)		(12)		29,427			0	237	06/01/2017	1
31371L Q2 8	FN 255273		03/01/2011	MBS PAYMENT		151,102	151,102	149,265	151,059		44		44		151,102			0	1,040	11/01/2018	1
31376K B3 9	FN 357458		03/01/2011	MBS PAYMENT		9,693	9,693	9,737	9,694		(1)		(1)		9,693			0	70	04/01/2018	1
31385X GU 5	FN 555611		03/01/2011	MBS PAYMENT		11,224	11,224	11,275	11,225		(1)		(1)		11,224			0	78	11/01/2017	1
31390V K3 7	FN 657414		03/01/2011	MBS PAYMENT		25,144	25,144	26,024	25,163		(19)		(19)		25,144			0	216	05/01/2017	1
31391H 2X 1	FN 667790		03/01/2011	MBS PAYMENT		49,355	49,355	50,242	49,383		(28)		(28)		49,355			0	340	07/01/2017	1
31391Y 5W 3	FN 681361		03/01/2011	MBS PAYMENT		34,887	34,887	35,519	34,904		(16)		(16)		34,887			0	264	08/01/2017	1
31393C HX 4	FNR 2003-54 AD		03/01/2011	MBS PAYMENT		22,947	22,947	22,169	22,915		32		32		22,947			0	180	02/01/2012	1
31393D L7 4	FNR 2003-80 CA		03/01/2011	MBS PAYMENT		48,139	48,139	45,892	48,082		57		57		48,139			0	280	09/01/2013	1
31393E B3 2	FNR 2003-94 CE		03/01/2011	MBS PAYMENT		8,691	8,691	8,887	8,694		(3)		(3)		8,691			0	68	06/01/2024	1
31393M ER 8	FHR 2591 PN		03/01/2011	MBS PAYMENT		37,428	37,428	35,148	37,152		276		276		37,428			0	220	04/01/2011	1
31393M FK 2	FHR 2591 WB		03/01/2011	MBS PAYMENT		139,726	139,726	132,347	139,158		568		568		139,726			0	864	06/01/2011	1

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
31393N TU 3	FHR 2597 DE		03/01/2011	MBS PAYMENT		4,392	4,392	4,407	4,392		(1)		(1)		4,392			0	29	09/01/2013	1
31393Q MH 2	FHR 2614 EQ		03/01/2011	MBS PAYMENT		51,301	51,301	49,415	51,226		75		75		51,301			0	361	05/01/2014	1
31393Q WR 9	FHR 2610 DG		03/01/2011	MBS PAYMENT		25,533	25,533	23,937	25,419		114		114		25,533			0	155	07/01/2013	1
31393R 2D 1	FHR 2611 A		03/01/2011	MBS PAYMENT		117,490	117,490	109,817	116,842		648		648		117,490			0	725	01/01/2012	1
31393U QJ 5	FNR 2003-117 MN		03/01/2011	MBS PAYMENT		81,593	81,593	77,437	81,279		315		315		81,593			0	492	06/01/2012	1
31394C CH 3	FNR 2005-3 HC		03/01/2011	MBS PAYMENT		54,540	54,540	52,797	54,507		33		33		54,540			0	399	10/01/2022	1
31394E GN 2	FNR 2005-63 HA		03/01/2011	MBS PAYMENT		35,920	35,920	34,988	35,872		47		47		35,920			0	279	04/01/2013	1
31395A S8 9	FHR 2812 BG		03/01/2011	MBS PAYMENT		44,153	44,153	44,045	44,142		11		11		44,153			0	352	12/01/2011	1
31395A XT 7	FHR 2824 EG		01/01/2011	MBS PAYMENT		13,149	13,149	12,754	13,149				0		13,149			0	49	01/01/2011	1
31395G FP 2	FHR 2856 TE		03/01/2011	MBS PAYMENT		30,861	30,861	29,747	30,790		71		71		30,861			0	200	05/01/2012	1
31395K BQ 5	FHR 2905 CU		03/01/2011	MBS PAYMENT		204,854	204,854	208,855	204,854				0		204,854			0	1,754	10/01/2011	1
31395P EM 0	FHR 2952 PA		03/01/2011	MBS PAYMENT		94,304	94,304	91,888	94,229		75		75		94,304			0	906	04/01/2025	1
31395R AR 9	FHRR R001 AE		03/01/2011	MBS PAYMENT		94,732	94,732	92,649	94,588		144		144		94,732			0	649	01/01/2012	1
31398N XW 9	FNA 2010-M5 A1		03/01/2011	MBS PAYMENT		21,671	21,671	21,780	21,674		(2)		(2)		21,671			0	86	05/01/2017	1
31400J GV 5	FN 688812		03/01/2011	MBS PAYMENT		11,294	11,294	11,486	11,296		(2)		(2)		11,294			0	93	05/01/2017	1
31400P BE 4	FN 693137		03/01/2011	MBS PAYMENT		16,769	16,769	17,070	16,773		(4)		(4)		16,769			0	137	05/01/2017	1
31401B P5 8	FN 703444		03/01/2011	MBS PAYMENT		8,583	8,583	8,781	8,587		(4)		(4)		8,583			0	61	12/01/2017	1
31401L E6 6	FN 711257		03/01/2011	MBS PAYMENT		38,212	38,212	38,427	38,219		(7)		(7)		38,212			0	367	02/01/2018	1
31401M CE 9	FN 712069		03/01/2011	MBS PAYMENT		53,206	53,206	53,172	53,205		1		1		53,206			0	558	01/01/2018	1
31402J 2C 0	FN 730771		03/01/2011	MBS PAYMENT		19,250	19,250	19,550	19,253		(3)		(3)		19,250			0	161	02/01/2018	1
31402Q 4B 4	FN 735318		03/01/2011	MBS PAYMENT		41,161	41,161	40,724	41,150		11		11		41,161			0	299	10/01/2018	1
31402R LY 3	FN 735743		03/01/2011	MBS PAYMENT		96,507	96,507	95,467	96,479		28		28		96,507			0	687	08/01/2019	1
31404D ED 6	FN 765232		03/01/2011	MBS PAYMENT		28,768	28,768	28,984	28,773		(5)		(5)		28,768			0	219	07/01/2018	1
31404S TP 0	FN 777358		03/01/2011	MBS PAYMENT		23,942	23,942	23,729	23,937		5		5		23,942			0	141	12/01/2018	1
31405S HL 1	FN 797735		03/01/2011	MBS PAYMENT		19,527	19,527	19,838	19,531		(4)		(4)		19,527			0	161	06/01/2019	1
31412M M8 8	FN 929283		03/01/2011	MBS PAYMENT		543,005	543,005	546,313	543,103		(99)		(99)		543,005			0	3,325	11/01/2022	1
31414S 3U 5	FN 975211		03/01/2011	MBS PAYMENT		201,285	201,285	192,604	201,076		209		209		201,285			0	1,100	10/01/2037	1
31417Y RW 9	FN MA0500		03/01/2011	MBS PAYMENT		6,839	6,839	7,097					0		6,839			0	29	05/01/2040	1
31418T C4 7	FN AD5490		03/01/2011	MBS PAYMENT		44,715	44,715	47,076	44,733		(18)		(18)		44,715			0	268	02/01/2040	1
31419A K2 2	FN AE0312		03/01/2011	MBS PAYMENT		75,513	75,513	77,761	75,527		(14)		(14)		75,513			0	312	05/01/2040	1
31419F FW 1	FN AE4680		03/01/2011	MBS PAYMENT		22,786	22,786	23,630	22,794		(8)		(8)		22,786			0	126	09/01/2040	1
31419G XX 7	FN AE6093		03/01/2011	MBS PAYMENT		20,282	20,282	21,040	20,294		(11)		(11)		20,282			0	114	08/01/2025	1
38374B 5M 1	GNR 2003-79 PH		03/01/2011	MBS PAYMENT		20,613	20,613	21,385	20,637		(24)		(24)		20,613			0	162	07/01/2013	1
38374B LQ 4	GNR 2003-60 MA		03/01/2011	MBS PAYMENT		4,981	4,981	4,814	4,980		1		1		4,981			0	35	11/01/2022	1
38374B UM 3	GNR 2003-66 NE		03/01/2011	MBS PAYMENT		43,545	43,545	41,653	43,459		86		86		43,545			0	278	09/01/2011	1
38374F CX 0	GNR 2004-5 VB		03/01/2011	MBS PAYMENT		236,314	236,314	244,289	236,412		(98)		(98)		236,314			0	2,439	10/01/2012	1

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
38374K DC 4	GNR 2004-104 GA		03/01/2011	MBS PAYMENT		57,298	57,298	55,507	57,262		36		36		57,298			0	421	12/01/2019	1
38374K RA 3	GNR 2005-3 AE		03/01/2011	MBS PAYMENT		36,569	36,569	35,544	36,533		36		36		36,569			0	262	01/01/2014	1
38374K UT 8	GNR 2005-13 PA		03/01/2011	MBS PAYMENT		87,387	87,387	84,574	87,286		101		101		87,387			0	600	10/01/2013	1
60415N XR 8	MINNESOTA ST HSG FIN AGY		01/03/2011	CALLED BY ISSUER at 100.000		115,000	115,000	119,253	117,091		(2,091)		(2,091)		115,000			0	2,875	01/01/2036	1FE
64468T ZN 0	NEW HAMPSHIRE ST HSG FIN AUTH		01/03/2011	CALLED BY ISSUER at 100.000		5,000	5,000	5,050	5,010		(10)		(10)		5,000			0	110	07/01/2023	1FE
880459 X2 3	TENNESSEE HSG DEV AGY		01/03/2011	CALLED BY ISSUER at 100.000		25,000	25,000	26,458	25,609		(609)		(609)		25,000			0	641	07/01/2034	1FE
93978K 3L 0	WASHINGTON ST HSG FIN COMMN		03/01/2011	CALLED BY ISSUER at 100.000		15,000	15,000	15,392	15,158		(158)		(158)		15,000			0	10	12/01/2025	1FE
93978K K2 3	WASHINGTON ST HSG FIN COMMN		03/01/2011	CALLED BY ISSUER at 100.000		120,000	120,000	120,132	120,027		(27)		(27)		120,000			0	346	12/01/2033	1FE
3199999.	Total - Bonds - U.S. Special Revenue & Assessment					4,275,176	4,275,176	4,249,206	4,268,538	0	(200)	0	(200)	0	4,275,176	0	0	0	32,280	XXX	XXX
Bonds - Industrial and Miscellaneous																					
00253C GM 3	AMT 2001-1 A2		03/01/2011	MBS PAYMENT		215	215	221	215				0		215			0	2	02/01/2012	1Z*
00253C HW 0	AMT 2002-2 A2		03/01/2011	MBS PAYMENT		8,647	8,647	8,647	8,647				0		8,647			0	64	11/01/2032	1Z*
004421 BK 8	ACE 2002-HE3 M3		03/28/2011	VARIOUS		13,921	13,921	7,283	11,033	2,888			2,888		13,921			0		03/25/2011	1Z*
00764M AD 9	AABST 2003-1 M2		03/28/2011	MBS PAYMENT		1,857	1,857	37					0				1,857	1,857		05/25/2010	1Z*
03072S FA 8	AMSI 2003-1 MV3		03/28/2011	VARIOUS		1,528	1,528	255	1,528				0		1,528			0		04/25/2011	1Z*
030981 AD 6	AMERIGAS PART/FIN CORP		01/20/2011	TENDER OFFER		103,950	100,000	100,000	100,000				0		100,000		3,950	3,950	1,208	05/20/2015	3FE
048312 AB 8	ACETF 2002-1 A2		01/20/2011	MBS PAYMENT		80,293	80,293	80,246	80,273		20		20		80,293			0	845	04/20/2011	1FE
05947U LH 9	BACM 2003-1 A1		03/01/2011	MBS PAYMENT		60,749	60,749	60,904	60,749				0		60,749			0	531	05/01/2012	1Z*
05948X MU 2	BOAMS 2003-5 1A36		03/01/2011	MBS PAYMENT		451,823	451,823	448,716	450,998		825		825		451,823			0	3,329	11/01/2011	1Z*
05951K AX 1	BAFC 2006-7 T2A1		03/01/2011	MBS PAYMENT		7,516	17,163	12,240	12,240				0		12,240		(4,724)	(4,724)	177	10/01/2036	1Z*
12628K AA 0	CSAB 2006-3 A1A		03/01/2011	MBS PAYMENT		2,728	2,728	1,788	1,788				0		1,788		940	940	26	11/01/2036	1Z*
126380 AB 0	CSMC 2006-9 2A1		03/01/2011	MBS PAYMENT		44,612	44,612	43,468	42,759	1,852			1,852		44,612			0	408	04/01/2035	1Z*
191216 AH 3	COCA-COLA CO/THE		03/15/2011	MATURITY		500,000	500,000	540,090	501,310		(1,310)		(1,310)		500,000			0	14,375	03/15/2011	1FE
22540V HG 0	CSFB 2001-HE25 B		03/28/2011	MBS PAYMENT		104	104						0				104	104		09/25/2011	1Z*
22540V UM 2	CSFB 2002-HE1 B		03/28/2011	MBS PAYMENT		122	122	2					0				122	122		07/25/2010	1Z*
22541N UA 5	CSFB 2002-30 DB1		03/01/2011	MBS PAYMENT		5,744	5,744	5,851	5,744				0		5,744			0	60	11/01/2032	1Z*
22541N UH 0	CSFB 2002-CP5 A1		03/01/2011	MBS PAYMENT		7,076	7,076	7,076	7,076				0		7,076			0	51	05/01/2012	1Z*
22541N ZG 7	HEAT 2003-1 B1		03/28/2011	MBS PAYMENT		1,403	1,403						0				1,403	1,403		03/25/2010	1Z*
22541S U3 0	CSFB 2004-8 1A2		03/01/2011	MBS PAYMENT		133,174	133,174	133,694	133,218		(44)		(44)		133,174			0	1,174	02/01/2014	1Z*
225458 PD 4	CSFB 2005-AGE1 B3		03/28/2011	VARIOUS		3,447	3,447	3,129	785	2,661			2,661		3,447			0		09/25/2015	5Z*
31846L BT 2	FAMLT 1998-1F NOTE		03/01/2011	MBS PAYMENT		629	629	650	629				0		629			0	7	03/01/2021	1Z*
32054Y AC 7	FIB 2000-1 A		03/16/2011	MBS PAYMENT		4,206	4,206	867					0				4,206	4,206		07/15/2026	6FE
35729P FA 3	FHLT 2004-C M8		03/28/2011	VARIOUS		1,401	1,401	1,316	148	1,253			1,253		1,401			0		03/25/2013	1Z*
456606 BJ 0	INHEL 2000-C MF1		03/01/2011	MBS PAYMENT		1,817	5,663	1,129	1,129				0		1,129		688	688	64	09/01/2017	1Z*
456606 DD 1	INHEL 2001-C M2		03/28/2011	VARIOUS		2,885	2,885	2,586	1,671	1,213			1,213		2,885			0		12/25/2010	6Z*
456606 DE 9	INHEL 2001-C B		03/28/2011	MBS PAYMENT		4,132	4,132	148					0				4,132	4,132		05/25/2016	1Z*

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value 11	12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
466157 AC 8	WENT5 2001-AA A2		03/15/2011	MBS PAYMENT		6,426	6,426	6,459	6,426				0		6,426			0	75	03/15/2017	1FE
46625M LR 8	JPMCC 2002-C1 A2		03/01/2011	MBS PAYMENT		13,246	13,246	13,746	13,246				0		13,246			0	86	07/01/2011	1Z*
46625M TW 9	JPMCC 2003-C1 A1		03/01/2011	MBS PAYMENT		7,547	7,547	7,585	7,547				0		7,547			0	56	07/01/2012	1Z*
52108H 6T 6	LBUBS 2005-C5 A2		03/11/2011	MBS PAYMENT		19,186	19,186	19,025	19,161		26		26		19,186			0	97	02/11/2015	1Z*
55265K T4 1	MASTR 2003-10 3A1		03/01/2011	MBS PAYMENT		100,245	100,245	101,326	100,283		(38)		(38)		100,245			0	878	11/01/2033	1Z*
57643L CD 6	MABS 2003-WMC2 M6		03/28/2011	MBS PAYMENT		807	807	23					0				807	807		05/25/2011	1Z*
589929 YA 0	MLMI 2002-AFC1 BF1		03/28/2011	VARIOUS		3,744	3,744	2,200	2,703	1,041			1,041		3,744			0		01/01/2016	6Z*
61746W MN 7	MSDWC 2002-AM1 B1		03/28/2011	MBS PAYMENT		196	196	10					0				196	196		07/25/2011	1Z*
61746W RT 9	MSDWC 2002-HE2 B1		03/28/2011	MBS PAYMENT		138	138						0				138	138		07/25/2011	1Z*
61746W VU 1	MSDWC 2002-NC4 B1		03/28/2011	VARIOUS		943	943	254	816	127			127		943			0		10/25/2010	6Z*
64352V EB 3	NCHET 2003-5 AI4		03/01/2011	MBS PAYMENT		14,491	14,491	14,486	14,491				0		14,491			0	116	01/01/2012	1Z*
68389F EY 6	OOMLT 2004-1 M7		03/28/2011	VARIOUS		2,736	2,736	2,414	587	2,149			2,149		2,736			0		09/25/2009	6Z*
68619A AG 2	ORGN 2001-A M1		03/28/2011	VARIOUS		4,175	4,175	2,040	4,175				0		4,175			0		11/15/2017	6FE
69371R J9 8	PACCAR FINANCIAL CORP		03/25/2011	HSBC SECURITIES LIMITED		279,021	275,000	274,634	274,699		30		30		274,728		4,292	4,292	1,613	06/17/2013	1FE
76110V BM 9	RFMS2 1998-HI2 M2		03/01/2011	MBS PAYMENT		5,505	5,505	5,502	5,504		1		1		5,505			0	67	09/01/2011	1Z*
76111X LT 8	RFMSI 2004-S6 1A5		03/01/2011	MBS PAYMENT		228,008	228,008	229,861	228,102		(94)		(94)		228,008			0	2,119	08/01/2012	1Z*
803111 AQ 6	SARA LEE CORP		01/19/2011	GOLDMAN SACHS		1,546,650	1,500,000	1,386,825	1,461,193		960		960		1,462,153		84,497	84,497	6,297	06/15/2013	2FE
86358E ES 1	SAIL 2003-BC11 B		03/28/2011	MBS PAYMENT		247	247	28					0				247	247		10/25/2033	1Z*
86358E FR 2	SAIL 2003-BC12 M4		03/28/2011	VARIOUS		1,259	1,259	1,136	733	526			526		1,259			0		05/25/2009	6Z*
86358E FT 8	SAIL 2003-BC12 M6		03/28/2011	MBS PAYMENT		173	173						0				173	173		06/25/2009	1Z*
86358E GG 5	SAIL 2004-1 B		03/28/2011	MBS PAYMENT		56,820	56,820						0				56,820	56,820		11/25/2009	1Z*
86358R EA 1	SASC 2001-SB1 B1		03/01/2011	MBS PAYMENT		6,376	6,376	5,121	4,297	2,057	22		2,079		6,376			0	32	03/01/2022	1Z*
86358R L7 0	SASC 2002-HF1 B		03/28/2011	VARIOUS		33,806	33,806	24,526	21,754	12,052			12,052		33,806			0		03/25/2011	6Z*
86359A 2T 9	SASC 2003-BC3 M4		03/28/2011	MBS PAYMENT		3,399	3,399	1					0				3,399	3,399		05/25/2013	1Z*
86359A CS 0	SASC 2002-HF2 B1		03/28/2011	MBS PAYMENT		104,670	104,670	6,282					0				104,670	104,670		03/25/2010	1Z*
86359A CT 8	SASC 2002-HF2 B2		03/28/2011	MBS PAYMENT		1,592	1,592	12					0				1,592	1,592		02/25/2011	1Z*
86359A ME 0	SASC 2003-AL1 A		03/01/2011	MBS PAYMENT		8,359	8,359	8,009	8,355		4		4		8,359			0	45	11/01/2025	1FE
86359A TS 2	SASC 2003-AM1 B2		03/28/2011	VARIOUS		771	771	511	771				0		771			0		08/25/2010	1Z*
88576P AB 9	HENDR 2003-AA NOTE		03/15/2011	MBS PAYMENT		19,317	19,317	19,316	19,281		36		36		19,317			0	145	08/15/2019	1FE
90928A AA 5	UAL 2007 PASS TRUST		01/02/2011	MBS PAYMENT		1,683	1,683	1,678	1,601	81			81		1,683			0	62	07/02/2019	4FE
947074 AJ 9	WEATHERFORD INTL INC		03/25/2011	DEUTSCHE BANK		2,214,040	2,000,000	2,115,600	2,101,185		(3,282)		(3,282)		2,097,903		116,137	116,137	37,042	06/15/2017	2FE
94981A AB 9	WFMBS 2003-14 1A2		03/01/2011	MBS PAYMENT		87,912	87,912	83,722	87,770		142		142		87,912			0	644	11/01/2018	1Z*
BCC00H 34 1	AMHPT 1996-2 B2		03/15/2011	MBS PAYMENT			36,625	23,435	18,587	4,848			4,848		23,435		(23,435)	(23,435)	667	09/15/2026	6FE
3899999.	Total - Bonds - Industrial & Miscellaneous					6,217,465	5,998,922	5,816,111	5,825,207	32,748	(2,705)	0	30,043	0	5,855,253	0	362,212	362,212	72,362	XXX	XXX
8399997.	Total - Bonds - Part 4					11,375,916	11,150,808	10,946,866	10,970,487	32,748	(3,004)	0	29,744	0	11,007,071	0	368,844	368,844	109,704	XXX	XXX
8399999.	Total - Bonds					11,375,916	11,150,808	10,946,866	10,970,487	32,748	(3,004)	0	29,744	0	11,007,071	0	368,844	368,844	109,704	XXX	XXX

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value 11	12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
9999999.	Total - Bonds, Preferred and Common Stocks					11,375,916	XXX	10,946,866	10,970,487	32,748	(3,004)	0	29,744	0	11,007,071	0	368,844	368,844	109,704	XXX	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues: 0.

Sch. DB-Pt A-Sn 1
NONE

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

Sch. DB-Pt B-Sn 1
NONE

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

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

Sch. DB-Pt D
NONE

Sch. DL-Pt. 1
NONE

Sch. DL-Pt. 2
NONE

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter 6 First Month	7 Second Month	8 Third Month	9 *
Open Depositories								
JPMorgan Chase.... Columbus, OH....					8,566,833	10,876,653	4,577,894	XXX..
0199999. Total Open Depositories	XXX	XXX	0	0	8,566,833	10,876,653	4,577,894	XXX..
0399999. Total Cash on Deposit	XXX	XXX	0	0	8,566,833	10,876,653	4,577,894	XXX..
0599999. Total Cash	XXX	XXX	0	0	8,566,833	10,876,653	4,577,894	XXX..

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year

NONE