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QUARTERLY STATEMENT

As of June 30, 2011

of the Condition and Affairs of the

National Interstate Insurance Company

NAIC Group Code.....84, 84 (Current Period) (Prior Period) | NAIC Company Code..... 32620 | Employer's ID Number..... 34-1607395

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

Incorporated/Organized..... February 10, 1989 | Commenced Business..... March 28, 1989

Statutory Home Office	3250 Interstate Drive….. Richfield ..... OH ..... 44286 *(Street and Number) (City or Town, State and Zip Code)*	
Main Administrative Office	3250 Interstate Drive….. Richfield ..... OH ..... 44286 *(Street and Number) (City or Town, State and Zip Code)*	800-929-1500 *(Area Code) (Telephone Number)*
Mail Address	3250 Interstate Drive….. Richfield ..... OH ..... 44286 *(Street and Number or P. O. Box) (City or Town, State and Zip Code)*	
Primary Location of Books and Records	3250 Interstate Drive….. Richfield ..... OH ..... 44286 *(Street and Number) (City or Town, State and Zip Code)*	800-929-1500 *(Area Code) (Telephone Number)*
Internet Web Site Address	www.nationalinterstate.com	
Statutory Statement Contact	Julie Ann McGraw *(Name)*	330-659-8900 -1272 *(Area Code) (Telephone Number) (Extension)*
	julie.mcgraw@natl.com *(E-Mail Address)*	330-659-8904 *(Fax Number)*

OFFICERS

Name	Title	Name	Title
1. David Warner Michelson	President & Chief Executive Officer	2. Arthur Jeffrey Gonzales	VP/Secretary/General Counsel
3. Julie Ann McGraw	VP, CFO & Treasurer	4. Terry Eugene Phillips	Senior Vice President

OTHER

Gary Norman Monda	Vice President	James Allan Parks	Vice President
Anthony Joseph Mercurio	Vice President	John Lloyd Woods	Vice President
Terri Kaye Johnson	Vice President	Bradford Lee Scofield	Vice President
Robert Adrian Bernatchez	Vice President	George Olaf Skuggen #	Vice President
Dale Alan Willis #	Vice President		

DIRECTORS OR TRUSTEES

Alan Robert Spachman	Gary Norman Monda	David Warner Michelson	Michelle Ann Silvestro
Terry Eugene Phillips	Ronald George Steiger Jr.	Edward Jeffrey Masch	James Allan Parks
Anthony Joseph Mercurio	Terri Kaye Johnson	Bradford Lee Scofield	Julie Ann McGraw
John Lloyd Woods	Arthur Jeffrey Gonzales	Pamela Lee McDermid	Robert Adrian Bernatchez
Tanya Marie Inama #	George Olaf Skuggen #	Dale Alan Willis #	

State of........ Ohio
County of..... Summit

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)
David Warner Michelson	Arthur Jeffrey Gonzales	Julie Ann McGraw
1. (Printed Name)	2. (Printed Name)	3. (Printed Name)
President & Chief Executive Officer	VP/Secretary/General Counsel	VP, CFO & Treasurer
(Title)	(Title)	(Title)

Subscribed and sworn to before me
This 29th day of July

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	577,521,890		577,521,890	410,583,469
2. Stocks:				
2.1 Preferred stocks	5,532,967		5,532,967	7,652,732
2.2 Common stocks	184,656,796		184,656,796	172,059,591
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)	15,656,886		15,656,886	15,887,822
4.2 Properties held for the production of income (less $..........0 encumbrances)			0	
4.3 Properties held for sale (less $..........0 encumbrances)			0	
5. Cash ($.....(8,990,846)), cash equivalents ($..........0) and short-term investments ($.....27,806,935)	18,816,089		18,816,089	7,353,082
6. Contract loans (including $..........0 premium notes)			0	
7. Derivatives			0	
8. Other invested assets	14,246,690		14,246,690	13,832,721
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)	816,431,316	0	816,431,316	627,369,417
13. Title plants less $..........0 charged off (for Title insurers only)			0	
14. Investment income due and accrued	5,734,025		5,734,025	3,495,588
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	11,479,406	387,152	11,092,255	13,354,505
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $..........0 earned but unbilled premiums)	131,050,117	224,078	130,826,039	88,454,948
15.3 Accrued retrospective premiums			0	
16. Reinsurance:				
161. Amounts recoverable from reinsurers	5,009,807		5,009,807	5,031,367
16.2 Funds held by or deposited with reinsured companies	1,076,228		1,076,228	1,162,596
16.3 Other amounts receivable under reinsurance contracts	928,567		928,567	
17. Amounts receivable relating to uninsured plans			0	
18.1 Current federal and foreign income tax recoverable and interest thereon	1,005,385		1,005,385	4,653,731
18.2 Net deferred tax asset	24,188,696	2,755,144	21,433,552	19,105,446
19. Guaranty funds receivable or on deposit			0	
20. Electronic data processing equipment and software	1,158,706		1,158,706	851,149
21. Furniture and equipment, including health care delivery assets ($..........0)			0	
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	
23. Receivables from parent, subsidiaries and affiliates	17,560,726		17,560,726	17,011,664
24. Health care ($..........0) and other amounts receivable			0	
25. Aggregate write-ins for other than invested assets	3,540,417	904,126	2,636,290	19,072,801
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25)	1,019,163,396	4,270,500	1,014,892,896	799,563,212
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	
28. Total (Lines 26 and 27)	1,019,163,396	4,270,500	1,014,892,896	799,563,212

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. Receivable from insureds for deductible payments	844,066	21,091	822,975	824,812
2502. Prepaid expenses	849,953	849,953	0	
2503. Miscellaneous receivables	346,889		346,889	523,007
2598. Summary of remaining write-ins for Line 25 from overflow page	1,499,509	33,082	1,466,427	17,724,981
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above)	3,540,417	904,126	2,636,290	19,072,801

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Statement Date	2 December 31 Prior Year
1.	Losses (current accident year $.....48,193,784)	275,176,046	148,644,616
2.	Reinsurance payable on paid losses and loss adjustment expenses		
3.	Loss adjustment expenses	64,127,722	46,600,049
4.	Commissions payable, contingent commissions and other similar charges	8,832,793	7,953,789
5.	Other expenses (excluding taxes, licenses and fees)	9,225,486	10,820,252
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)	4,196,543	4,698,593
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 $.....125,711,331 and including warranty reserves of $..........0)	124,704,822	106,142,942
10.	Advance premium	950,577	959,753
11.	Dividends declared and unpaid:		
	11.1 Stockholders		
	11.2 Policyholders		
12.	Ceded reinsurance premiums payable (net of ceding commissions)	20,280,293	9,479,588
13.	Funds held by company under reinsurance treaties	191,344,339	166,330,288
14.	Amounts withheld or retained by company for account of others	14,928,193	14,059,123
15.	Remittances and items not allocated	1,189,971	1,784,183
16.	Provision for reinsurance	1,386,773	1,322,257
17.	Net adjustments in assets and liabilities due to foreign exchange rates		
18.	Drafts outstanding		
19.	Payable to parent, subsidiaries and affiliates	14,950,972	7,038,476
20.	Derivatives		
21.	Payable for securities	1,008,948	
22.	Payable for securities lending		
23.	Liability for amounts held under uninsured plans		
24.	Capital notes $..........0 and interest thereon $..........0		
25.	Aggregate write-ins for liabilities	1,543,985	82,444
26.	Total liabilities excluding protected cell liabilities (Lines 1 through 25)	733,847,464	525,916,352
27.	Protected cell liabilities		
28.	Total liabilities (Lines 26 and 27)	733,847,464	525,916,352
29.	Aggregate write-ins for special surplus funds	3,142,292	622,241
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	32,108,779	32,108,779
35.	Unassigned funds (surplus)	242,794,362	237,915,840
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)	281,045,433	273,646,860
38.	Totals	1,014,892,896	799,563,212

DETAILS OF WRITE-INS

2501.	Unearned rental income	40,509	82,444
2502.	Payable for balance sheet guarantee	1,503,477	
2503.			
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)	1,543,985	82,444
2901.	Implementation of SSAP 10R	3,142,292	622,241
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)	3,142,292	622,241
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 $.....219,779,078)	178,692,436	160,769,618	337,414,898
1.2 Assumed (written $.....105,285,169)	63,738,417	10,910,686	23,948,588
1.3 Ceded (written $.....185,877,813)	121,806,746	68,138,172	143,261,906
1.4 Net (written $.....139,186,434)	120,624,106	103,542,133	218,101,579
DEDUCTIONS:			
2. Losses incurred (current accident year $.....66,272,802):			
2.1 Direct	103,341,819	83,831,077	183,390,044
2.2 Assumed	40,210,396	6,421,708	14,595,691
2.3 Ceded	77,570,519	41,888,924	88,188,730
2.4 Net	65,981,696	48,363,862	109,797,005
3. Loss adjustment expenses incurred	11,316,862	10,145,236	22,444,747
4. Other underwriting expenses incurred	39,914,000	38,240,170	72,658,789
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	117,212,559	96,749,268	204,900,541
7. Net income of protected cells			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	3,411,547	6,792,865	13,201,038
INVESTMENT INCOME			
9. Net investment income earned	8,266,785	9,415,648	17,893,886
10. Net realized capital gains (losses) less capital gains tax of $.....635,736	1,180,653	1,405,243	1,740,597
11. Net investment gain (loss) (Lines 9 + 10)	9,447,438	10,820,891	19,634,483
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered $..........0 amount charged off $..........0)	0		
13. Finance and service charges not included in premiums	255,084	241,334	507,691
14. Aggregate write-ins for miscellaneous income	(1,368,433)	(1,322,856)	(2,692,552)
15. Total other income (Lines 12 through 14)	(1,113,349)	(1,081,522)	(2,184,861)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	11,745,637	16,532,234	30,650,660
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)	11,745,637	16,532,234	30,650,660
19. Federal and foreign income taxes incurred	8,843,136	6,489,666	10,793,157
20. Net income (Line 18 minus Line 19) (to Line 22)	2,902,501	10,042,568	19,857,504
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	273,646,860	238,390,295	238,390,295
22. Net income (from Line 20)	2,902,501	10,042,568	19,857,504
23. Net transfers (to) from Protected Cell accounts			
24. Change in net unrealized capital gains or (losses) less capital gains tax of $.....636,609	1,757,500	749,092	12,372,269
25. Change in net unrealized foreign exchange capital gain (loss)			
26. Change in net deferred income tax	5,266,879	1,797,983	2,162,999
27. Change in nonadmitted assets	(4,983,842)	(118,285)	2,952,019
28. Change in provision for reinsurance	(64,515)	(574,904)	(1,192,037)
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			0
33.2 Transferred to capital (Stock Dividend)			
33.3 Transferred from capital			
34. Net remittances from or (to) Home Office			
35. Dividends to stockholders			
36. Change in treasury stock			
37. Aggregate write-ins for gains and losses in surplus	2,520,051	59,167	(896,188)
38. Change in surplus as regards policyholders (Lines 22 through 37)	7,398,574	11,955,620	35,256,565
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	281,045,433	250,345,915	273,646,860

DETAILS OF WRITE-INS

	1	2	3
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	564,664	528,155	1,047,731
1402. Interest on funds held	(1,933,096)	(1,851,011)	(3,740,283)
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)	(1,368,433)	(1,322,856)	(2,692,552)
3701. Implementation of SSAP 10R	2,520,051	59,167	(896,188)
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)	2,520,051	59,167	(896,188)

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	110,219,389	95,877,640	217,649,772
2.	Net investment income	7,897,957	11,497,670	21,332,860
3.	Miscellaneous income	(1,113,349)	(1,081,522)	(2,184,861)
4.	Total (Lines 1 through 3)	117,003,997	106,293,788	236,797,772
5.	Benefit and loss related payments	(59,738,991)	42,629,492	86,583,890
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7.	Commissions, expenses paid and aggregate write-ins for deductions	34,921,001	43,608,285	84,443,307
8.	Dividends paid to policyholders			
9.	Federal and foreign income taxes paid (recovered) net of $.....635,736 tax on capital gains (losses)	5,700,343	3,123,072	13,101,741
10.	Total (Lines 5 through 9)	(19,117,647)	89,360,849	184,128,938
11.	Net cash from operations (Line 4 minus Line 10)	136,121,644	16,932,939	52,668,834
	CASH FROM INVESTMENTS			
12.	Proceeds from investments sold, matured or repaid:			
	12.1 Bonds	94,958,319	242,279,964	337,502,894
	12.2 Stocks	7,707,889	506,399	4,112,165
	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	1,008,948		
	12.8 Total investment proceeds (Lines 12.1 to 12.7)	103,675,156	242,786,363	341,615,059
13.	Cost of investments acquired (long-term only):			
	13.1 Bonds	263,400,028	151,170,002	269,106,742
	13.2 Stocks	15,107,343	395,500	122,392,508
	13.3 Mortgage loans			
	13.4 Real estate		77,769	138,706
	13.5 Other invested assets			
	13.6 Miscellaneous applications			
	13.7 Total investments acquired (Lines 13.1 to 13.6)	278,507,370	151,643,271	391,637,956
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)	(174,832,215)	91,143,092	(50,022,897)
	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			0
	16.3 Borrowed funds			
	16.4 Net deposits on deposit-type contracts and other insurance liabilities			
	16.5 Dividends to stockholders			
	16.6 Other cash provided (applied)	50,173,577	(95,600,649)	2,593,303
17.	Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6)	50,173,577	(95,600,649)	2,593,303
	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)	11,463,007	12,475,382	5,239,240
19.	Cash, cash equivalents and short-term investments:			
	19.1 Beginning of year	7,353,082	2,113,842	2,113,842
	19.2 End of period (Line 18 plus Line 19.1)	18,816,089	14,589,224	7,353,082

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

20.0001			

NOTES TO FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies

A. The accompanying financial statements of National Interstate Insurance Company (Company) have been prepared on the basis of accounting practices prescribed or permitted by the State of Ohio Department of Insurance. The Ohio Department of Insurance requires insurance companies domiciled in the state of Ohio to prepare their statutory financial statements in accordance with the National Association of Insurance Commissioners' (NAIC) Accounting *Practices and Procedures Manual* subject to any deviations prescribed or permitted by the Ohio Department of Insurance. There are no deviations prescribed or permitted by the Ohio Department of Insurance utilized in the Company's financial statements.

Note 2 - Accounting Changes and Corrections of Errors

No significant change.

Note 3 - Business Combinations and Goodwill

No significant change.

Note 4 - Discontinued Operations

No significant change.

Note 5 - Investments

D. Loan-Backed Securities

1. The Company uses dealer-modeled prepayment assumptions for mortgage-backed and asset-backed securities at the date of purchase to determine effective yields; significant changes in estimated cash flows from the original purchase assumptions are accounted for on a prospective basis.
2. The Company does not have any loan-backed securities with an other-than-temporary impairment for which it has the intent to sell or the inability or lack of intent to retain the investment in the security.
3. The were no securities with an other-than-temporary ("OTTI") impairment recognized in 2011.
4. The following table shows all loan-backed securities with an unrealized loss:

Less than 12 months		12 months or more	
Fair Value	Unrealized Loss	Fair Value	Unrealized Loss
$ 42,933,273	$ (443,225)	$ 9,992,118	$ (2,428,794)

5. Based on cash flow projections received from external sources (which reflect loan to collateral values, subordination, vintage and geographic concentration), implied cash flows inherent in security ratings and analysis of historical payment data, management believes that the Company will recover its cost basis in all securities with unrealized losses at June 30, 2011. The Company has the intent to hold such securities until they recover in value or mature.

Note 6 - Joint Ventures, Partnerships and Limited Liability Companies

No significant change.

Note 7 - Investment Income

No significant change.

Note 8 - Derivative Instruments

No significant change.

Note 9 - Income Taxes

No significant change.

NOTES TO FINANCIAL STATEMENTS

Note 10 - Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

No significant change.

Note 11 - Debt

No significant change.

Note 12 - Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans

No significant change.

Note 13 - Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations

No significant change.

Note 14 - Contingencies

E. Other Contingencies

Lawsuits arise against the Company in the normal course of business. Contingent liabilities from litigation, income taxes and other matters are not considered material in relation to the financial position of the Company.

Note 15 - Leases

No significant change.

Note 16 - Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk

No significant change.

Note 17 - Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

C. Wash Sales

Not applicable.

Note 18 - Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans

No significant change.

Note 19 - Direct Premium Written/Produced by Managing General Agents/Third Party Administrators

No significant change.

Note 20 - Fair Value

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

1. Fair Value Measurements by Level 1, 2 and 3

Under fair value accounting, the Company must determine the appropriate level in the fair value hierarchy for each fair value measurement. The fair value hierarchy prioritizes the inputs, which refer broadly to assumptions market participants would use in pricing an asset or liability, into three levels. It gives the highest priority to quoted prices (unadjusted) in active markets for identical assets or liabilities and the lowest priority to unobservable inputs. The level in the fair value hierarchy within which a fair value measurement in its entirety falls is determined based on the lowest level input that is significant to the fair value measurement in its entirety. Fair values for our investment portfolio are reviewed by company personnel using data from nationally recognized pricing services as well as non-binding broker quotes.

Level 1 inputs are quoted prices (unadjusted) in active markets for identical securities that the reporting entity has the ability to access at the measurement date.

NOTES TO FINANCIAL STATEMENTS

Level 2 inputs are inputs other than quoted prices (unadjusted) in active markets for identical securities that are observable for the security, either directly or indirectly. Level 2 inputs include quoted prices for similar securities in active markets, quoted prices for identical or similar securities that are not active and observable inputs other than quoted prices, such as interest rate and yield curves.

Level 3 inputs are unobservable inputs for the asset or liability.

The following table provides information as of June 30, 2011 about the Company's investments measured at fair value.

Description	Level 1	Level 2	Level 3	Total
Bonds				
State and Local Government	$ -	$ -	$ 449,885	$ 449,885
Industrial and Misc	-	12,815,063	-	12,815,063
Residential Mortgage Backed Securities	-	2,145,627	-	2,145,627
Total Bonds	$ -	$ 14,960,690	$ 449,885	$ 15,410,575
Preferred Stock				
Industrial and Misc	$ -	$ -	$ 446,900	$ 446,900
Total Preferred Stocks	$ -	$ -	$ 446,900	$ 446,900
Common Stock				
Industrial and Misc	$ 2,846,209	$ 140	$ -	$ 2,846,349
Mutual Funds	18,348,832	-	-	18,348,832
Total Common Stocks	$ 21,195,041	$ 140	$ -	$ 21,195,181
Totals	$ 21,195,041	$ 14,960,830	$ 896,785	$ 37,052,656

The following table provides information as of December 31, 2010 about the Company's investments measured at fair value.

Description	Level 1	Level 2	Level 3	Total
Bonds				
State and Local Government	$ -	$ -	$ 462,858	$ 462,858
Industrial and Misc	-	3,703,848	-	3,703,848
Residential Mortgage Backed Securities	-	2,513,264	-	2,513,264
Total Bonds	$ -	$ 6,217,112	$ 462,858	$ 6,679,970
Preferred Stock				
Industrial and Misc	$ -	$ 1,027,929	$ 2,429,350	$ 3,457,279
Total Preferred Stocks	$ -	$ 1,027,929	$ 2,429,350	$ 3,457,279
Common Stock				
Industrial and Misc	$ 3,396,979	$ 22,000	$ -	$ 3,418,979
Mutual Funds	11,877,708	-	-	11,877,708
Total Common Stocks	$ 15,274,687	$ 22,000	$ -	$ 15,296,687
Totals	$ 15,274,687	$ 7,267,041	$ 2,892,208	$ 25,433,936

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 1 and 2. This policy also applies to transfers into or out of Level 3 as stated in paragraph 3 below. There were no significant transfers between Level 1 and Level 2 during the period ended June 30, 2011.

NOTES TO FINANCIAL STATEMENTS

2. Rollforward of Level 3 Items

The following table presents a reconciliation of the beginning and ending balances for investments measured at fair value using level 3 inputs for the period ended June 30, 2011.

	State and Local Government	Industrial and Misc Preferred Stocks
Beginning balance at January 1, 2011	$ 457,152	$ 2,422,800
Transfers into Level 3	-	-
Transfers out of Level 3 (a)	-	-
Total gains or (losses):		
Included in earnings	-	-
Included in other comprehensive income	(7,267)	(24,400)
Purchases and issuances	-	-
Sales, settlements and redemptions	-	(2,000,000)
Ending balance at June 30, 2011	$ 449,885	$ 446,900

The following table presents a reconciliation of the beginning and ending balances for investments measured at fair value using level 3 inputs for the year ended June 30, 2011.

	State and Local Government	Industrial and Misc Preferred Stocks
Beginning balance at January 1, 2011	$ 462,858	$ 2,429,350
Transfers into Level 3	-	-
Transfers out of Level 3 (a)	-	-
Total gains or (losses):		
Included in earnings	-	-
Included in other comprehensive income	(12,973)	17,550
Purchases and issuances	-	-
Sales, settlements and redemptions	-	(2,000,000)
Ending balance at June 30, 2011	$ 449,885	$ 446,900

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. The Company's policy is to recognize transfers in and transfers out as of the end of the reporting period.

4. Inputs and Techniques Used for Level 2 and Level 3 Fair Values

The pricing services use a variety of observable inputs to estimate the fair value of fixed maturities that do not trade on a daily basis. These inputs include, but are not limited to, recent reported trades, benchmark yields, issuer spreads, bids or offers, reference data and measures of volatility. Included in the pricing of mortgage-backed securities are estimates of the rate of future prepayments and defaults of principal over the remaining life of the underlying collateral. Inputs from brokers and independent financial institutions include, but are not limited to, yields or spreads of comparable investments which have recent trading activity, credit quality, duration, credit enhancements, collateral value and estimated cash flows based on inputs including delinquency rates, estimated defaults and losses, and estimates of the rate of future prepayments. Valuation techniques utilized by pricing services and values obtained from brokers and independent financial institutions are reviewed by company personnel who are familiar with the securities being priced and the markets in which they trade to ensure that the fair value determination is representative of an exit price, as defined by accounting standards.

Level 2 primarily consists of financial instruments whose fair value is based on quoted prices in markets that are not active and includes certain publicly traded unaffiliated common stock, corporate obligations, and mortgage backed securities that are not actively traded. Level 3 consists of financial instruments that are not traded in an active market, whose fair value is estimated by management based on inputs from independent financial institutions, which include non-binding broker quotes, for which the Company believes reflects fair value, but are unable to verify inputs to the valuation methodology. The Company obtained one quote or price per instrument from our brokers and pricing services and did not adjust any quotes or prices that were obtained. Management reviews these broker quotes using information such as the market prices of similar investments. The Company primarily uses the market approach valuation technique for all investments.

5. Derivative Fair Values

Not applicable.

B. This Disclosure Removed by NAIC December, 2010.

C. Other Fair Value Disclosures

Not applicable.

D. Reasons Not Practical to Estimate Fair Values

Not applicable.

Note 21 - Other Items

No significant change.

Note 22 - Events Subsequent

No significant change.

Note 23 - Reinsurance

No significant change.

Note 24 - Retrospectively Rated Contracts & Contracts Subject to Redetermination

No significant change.

Note 25 - Change in Incurred Losses and Loss Adjustment Expenses

Reserves as of December 31, 2010 were $195,244,665. As of June 30, 2011, $58,219,544 has been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now $279,608,087. The increase in outstanding losses and LAE as compared to prior year is a result of the Company and affiliates entering into an inter-company pooling arrangement with Vanliner Insurance Company effective January 1, 2011. The impact to prior year reserves was an increase of $147,028,070 for assuming the initial reserves effective with the implementation of the new pooling agreement. There has been $4,445,104 favorable prior year development since December 31, 2010. The increase in incurred claims and claims adjustment expenses are generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims.

Note 26 - Intercompany Pooling Arrangements

Effective January 1, 2011, the Company entered into an amended pooling agreement with its insurance subsidiaries, National Interstate Insurance Company of Hawaii (NIIC-HI), Triumphe Casualty Company (TCC) and Vanliner Insurance Company (VIC).

The following summarizes the participation percentages:

Name of Insurer	NAIC Code	% Participation
Triumphe Casualty Company	41106	2%
National Interstate Insurance Company of Hawaii	11051	2%
Vanliner Insurance Company	21172	26%
National Interstate Insurance Company (Lead)	32620	70%

Prior to the pooling of business, each participating company makes cessions, primarily excess of loss arrangements, to various other affiliated and non-affiliated reinsurers under terms of other reinsurance agreements. Each participant records its own Provision for Reinsurance based on its pre-pooling reinsurance activity. These liabilities are not shared with the other pooled participants. In the event that a reinsurance balance becomes uncollectible, the uncollectible balance will be shared by the pooled members in accordance to the pooling participation schedule. As of June 30, 2011 the Company, the lead participant for pooling had a $0.4 million receivable from NIIC-HI, a $7.3 million Funds Held payable to TCC and a $7.5 million payable to VIC.

NOTES TO FINANCIAL STATEMENTS

Note 27 - Structured Settlements

No significant change.

Note 28 - Health Care Receivables

No significant change.

Note 29 - Participating Policies

No significant change.

Note 30 - Premium Deficiency Reserves

No significant change.

Note 31 - High Deductibles

No significant change.

Note 32 - Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

No significant change.

Note 33 - Asbestos/Environmental Reserves

No significant change.

Note 34 - Subscriber Savings Accounts

No significant change.

Note 35 - Multiple Peril Crop Insurance

No significant change.

Note 36 - Financial Guaranty Insurance

B. Not applicable.

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 [X] No [ ]

1.2 If yes, has the report been filed with the domiciliary state? Yes [X] 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). 10/18/2006.......................

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 [ ] No [X]

9.21 If the response to 9.2 is Yes, provide information related to amendment(s).

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: $.....................1,603,473

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	$ 156,762,904	$ 163,461,615
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)	$ 156,762,904	$ 163,461,615
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
Key Bank	PO Box 6717 Cleveland, OH 44101

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

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 [X] No [ ] N/A [ ]
   If yes, attach an explanation.
   Effective January 1, 2011, the pooling agreement was amended and restated to include Vanliner Insurance Company. The Company's participation percentage has changed from 96 percent to 70 percent.

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 51.9 %
   5.2 A&H cost containment percent 12.8 %
   5.3 A&H expense percent excluding cost containment expenses 39.1 %

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)
Affiliates				
21172	86-0114294	Vanliner Ins Co	MO	YES
All Other Insurers				
00000	AA-1126566	Lloyd's of London Syndicate #566	GB	YES
00000	AA-1120084	Lloyd's of London Syndicate #1955	GB	YES
00000	AA-3190838	Tokio Millenium Re Ltd	BM	NO

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

	1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2	3	4	5	6	7
States, Etc.	Active Status	Current Year to Date	Prior Year to Date	Current Year to Date	Prior Year to Date	Current Year to Date	Prior Year to Date
1. Alabama AL	L	2,040,123	2,766,685	2,421,018	961,522	5,096,672	4,988,088
2. Alaska AK	L	2,476,484	2,041,058	891,763	202,163	2,334,264	1,738,899
3. Arizona AZ	L	3,804,574	3,084,771	929,066	1,821,247	5,638,519	4,419,352
4. Arkansas AR	L	463,308	343,328	309,876	142,657	744,991	648,538
5. California CA	L	29,248,217	22,215,359	10,996,567	12,578,118	66,204,644	66,760,566
6. Colorado CO	L	2,139,970	1,913,011	445,039	356,763	2,792,762	2,294,010
7. Connecticut CT	L	6,004,165	4,423,618	2,362,283	1,054,375	9,325,034	8,213,295
8. Delaware DE	L	1,021,860	776,432	6,762,860	1,080,616	7,853,188	8,658,687
9. District of Columbia DC	L				425	9,930	2,758
10. Florida FL	L	11,803,629	8,822,161	4,834,704	2,882,974	15,421,633	15,084,784
11. Georgia GA	L	3,221,730	2,866,386	845,232	6,207,696	4,295,523	3,802,525
12. Hawaii HI	L	6,397,818	7,342,351	2,507,050	2,810,401	17,311,415	20,573,613
13. Idaho ID	L	2,695,396	2,485,711	362,806	177,725	1,844,701	988,062
14. Illinois IL	L	4,980,073	4,964,152	2,125,615	1,471,252	11,687,224	8,988,206
15. Indiana IN	L	2,642,276	2,751,913	1,320,674	525,965	5,733,995	5,171,090
16. Iowa IA	L	7,036,847	5,616,299	1,127,868	604,843	4,698,257	3,129,870
17. Kansas KS	L	2,932,418	2,967,568	391,402	582,330	3,808,412	3,194,685
18. Kentucky KY	L	1,141,674	834,861	264,198	373,548	1,239,219	1,278,684
19. Louisiana LA	L	1,761,720	1,742,862	1,026,476	1,569,426	3,572,043	3,169,454
20. Maine ME	L	163,152	140,856	173,846	35,369	484,125	507,484
21. Maryland MD	L	2,532,600	2,335,912	793,244	967,943	4,030,362	3,963,527
22. Massachusetts MA	L	6,473,944	6,644,606	3,629,711	2,661,166	16,809,620	12,410,886
23. Michigan MI	L	8,730	4,364	(125)	(2,334)	2,552	35,181
24. Minnesota MN	L	2,624,031	2,677,449	1,079,834	5,477,406	3,775,064	4,673,141
25. Mississippi MS	L	1,583,287	1,680,833	1,202,116	233,177	2,829,663	2,697,040
26. Missouri MO	L	3,317,107	3,678,508	1,952,260	1,211,385	7,431,692	5,882,574
27. Montana MT	L	2,868,279	3,169,200	2,728,713	1,572,034	5,027,644	4,901,510
28. Nebraska NE	L	2,722,264	2,857,670	519,909	608,448	3,675,664	3,836,522
29. Nevada NV	L	1,708,781	1,549,985	562,828	751,439	4,303,528	3,208,309
30. New Hampshire NH	L	1,110,189	1,165,028	1,431,060	759,213	3,527,575	3,606,963
31. New Jersey NJ	L	36,553	32,480	26,774	78,824	405,008	837,904
32. New Mexico NM	L	580,492	650,842	130,668	196,274	637,367	562,858
33. New York NY	L	17,741,078	16,236,780	2,937,812	2,296,384	25,820,872	21,255,747
34. North Carolina NC	L	13,983,001	13,226,239	5,620,122	4,420,232	22,076,181	23,130,023
35. North Dakota ND	L	630,948	469,221	793,982	195,318	1,074,372	1,391,333
36. Ohio OH	L	8,693,779	6,199,967	3,557,120	2,579,093	11,274,495	11,915,749
37. Oklahoma OK	L	2,766,986	2,198,133	641,868	1,904,598	3,976,407	3,596,964
38. Oregon OR	L	1,133,181	1,148,528	455,581	455,772	1,760,059	1,107,356
39. Pennsylvania PA	L	14,611,986	11,665,135	3,938,860	2,596,815	17,862,070	14,674,128
40. Rhode Island RI	L	140,778	257,737	42,888	108,730	721,268	623,493
41. South Carolina SC	L	920,490	808,616	513,915	1,173,138	1,744,858	2,321,016
42. South Dakota SD	L	730,330	978,072	1,096,090	495,464	947,512	919,401
43. Tennessee TN	L	4,601,079	3,581,873	2,627,588	1,737,781	6,317,458	4,866,984
44. Texas TX	L	22,360,654	27,625,525	14,932,137	7,763,156	44,339,479	35,646,387
45. Utah UT	L	3,344,030	2,983,119	327,133	323,512	3,323,992	2,819,798
46. Vermont VT	L	537,095	763,686	315,765	151,197	1,426,302	1,151,601
47. Virginia VA	L	4,745,539	3,953,539	963,392	1,629,193	5,003,542	5,685,239
48. Washington WA	L	2,129,459	1,282,874	287,551	558,527	2,158,132	1,998,504
49. West Virginia WV	L	82,450	(16,991)	18,386	20,917	351,969	1,127,944
50. Wisconsin WI	L	2,868,090	2,123,874	910,171	524,020	7,487,807	6,308,615
51. Wyoming WY	L	216,434	153,506	3,760	11,700	488,350	554,159
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) 51	219,779,078	200,185,692	94,139,456	78,899,937	380,707,415	351,323,506

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			0.0	
2. Allied lines	986,536	317,240	32.2	31.7
3. Farmowners multiple peril	-		0.0	
4. Homeowners multiple peril	-		0.0	
5. Commercial multiple peril	472,754	(12,728)	(2.7)	(54.6)
6. Mortgage guaranty	-		0.0	
8. Ocean marine	-	(46,794)	0.0	62.0
9. Inland marine	2,600,108	2,049,942	78.8	27.0
10. Financial guaranty	-		0.0	
11.1. Medical professional liability - occurrence	-		0.0	
11.2. Medical professional liability - claims-made	-		0.0	
12. Earthquake	101	(29)	(28.7)	
13. Group accident and health	-		0.0	
14. Credit accident and health	-		0.0	
15. Other accident and health	223,151	88,330	39.6	61.4
16. Workers' compensation	33,043,233	21,203,453	64.2	55.6
17.1 Other liability-occurrence	9,436,749	4,236,934	44.9	14.2
17.2 Other liability-claims made	922,937	938,765	101.7	225.1
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	2,614,093	1,932,225	73.9	54.9
19.3, 19.4 Commercial auto liability	97,680,628	51,514,850	52.7	56.4
21. Auto physical damage	30,685,797	21,119,569	68.8	47.0
22. Aircraft (all perils)	-		0.0	
23. Fidelity	-		0.0	
24. Surety	22,027		0.0	
26. Burglary and theft	208	62	29.8	
27. Boiler and machinery	4,114		0.0	
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	178,692,436	103,341,819	57.8	52.1

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			
2. Allied lines	483,625	1,068,752	763,933
3. Farmowners multiple peril	-	-	
4. Homeowners multiple peril	-	-	
5. Commercial multiple peril	246,975	480,253	494,878
6. Mortgage guaranty	-	-	
8. Ocean marine	-	-	(148)
9. Inland marine	1,171,233	2,950,501	2,124,041
10. Financial guaranty	-	-	
11.1 Medical professional liability - occurrence	-	-	
11.2 Medical professional liability - claims made	-	-	
12. Earthquake	750	750	
13. Group accident and health	-	-	
14. Credit accident and health	-	-	
15. Other accident and health	-	-	-
16. Workers' compensation	18,317,367	37,056,712	33,225,216
17.1 Other liability-occurrence	6,691,904	12,670,601	9,540,373
17.2 Other liability-claims made	116,770	770,257	914,433
17.3 Excess workers' compensation	-	-	
18.1 Products liability-occurrence	-	-	
18.2 Products liability-claims made	-	-	
19.1 19.2 Private passenger auto liability	1,369,341	2,685,859	3,174,655
19.3 19.4 Commercial auto liability	70,260,987	126,833,888	114,054,909
21. Auto physical damage	17,722,004	35,242,984	35,889,584
22. Aircraft (all perils)	-	-	
23. Fidelity	-	-	
24. Surety	1,386	6,412	3,815
26. Burglary and theft	1,381	1,381	
27. Boiler and machinery	5,255	10,728	
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	116,388,978	219,779,078	200,185,689

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	57,584	61,978	119,562	19,826	41	19,867	43,328	116	54,644	98,088	5,570	(7,177)	(1,607)
2. 2009	30,116	57,740	87,856	11,125	197	11,322	25,647	311	46,975	72,933	6,656	(10,257)	(3,601)
3. Subtotals 2009 + Prior	87,700	119,718	207,418	30,951	238	31,189	68,975	427	101,619	171,021	12,226	(17,434)	(5,208)
4. 2010	39,947	94,907	134,854	24,937	2,094	27,031	30,396	1,663	76,528	108,587	15,386	(14,622)	764
5. Subtotals 2010 + Prior	127,647	214,625	342,272	55,888	2,332	58,220	99,371	2,090	178,147	279,608	27,612	(32,056)	(4,444)
6. 2011	XXX	XXX	XXX	XXX	22,074	22,074	XXX	18,829	40,839	59,668	XXX	XXX	XXX
7. Totals	127,647	214,625	342,272	55,888	24,406	80,294	99,371	20,919	218,986	339,276	27,612	(32,056)	(4,444)
8. Prior Year-End's Surplus As Regards Policyholders	273,647										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. 21.6 %	2. (14.9)%	3. (1.3)%
													Col. 13, Line 7 Line 8
													4. (1.6)%

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 2 6 2 0 2 0 1 1 4 9 0 0 0 0 0 2 *

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

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

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

Overflow Page for Write-Ins

Additional Write-ins for Assets:

	Current Statement Date			4
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	December 31, Prior Year Net Admitted Assets
2504. Commission receivable	1,499,509	33,082	1,466,427	1,045,377
2505. Amounts refundable on purchase price of Vanliner			0	14,255,969
2506. Receivable for balance sheet guarantee			0	2,423,635
2597. Summary of remaining write-ins for Line 25	1,499,509	33,082	1,466,427	17,724,981

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	15,887,822	16,208,112
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		138,706
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	230,936	458,996
9. Book/adjusted carrying value at end of current period (Lines 1+2+3+4-5+6-7-8)	15,656,885	15,887,822
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)	15,656,885	15,887,822

SCHEDULE B - VERIFICATION

Mortgage Loans

NONE

	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

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	13,832,721	12,972,009
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)	413,969	860,712
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)	14,246,690	13,832,721
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)	14,246,690	13,832,721

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	590,295,792	525,914,906
2. Cost of bonds and stocks acquired	278,507,370	391,499,250
3. Accrual of discount	224,183	555,305
4. Unrealized valuation increase (decrease)	1,396,979	13,927,245
5. Total gain (loss) on disposals	1,816,390	3,199,244
6. Deduct consideration for bonds and stocks disposed of	102,666,207	341,615,059
7. Deduct amortization of premium	1,862,856	2,846,186
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized		338,912
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	767,711,651	590,295,792
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	767,711,651	590,295,792

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)	375,136,753	195,228,787	65,363,928	452,853	375,136,753	505,454,465		374,184,286
2. Class 2 (a)	42,198,875	18,777,774	548,241	(2,778,612)	42,198,875	57,649,795		36,216,299
3. Class 3 (a)	5,827,832	5,769,941	506,396	372,506	5,827,832	11,463,883		5,389,383
4. Class 4 (a)	17,082,835	13,682,903	1,601,145	(947,440)	17,082,835	28,217,152		13,402,867
5. Class 5 (a)	457,509	572,938		312,589	457,509	1,343,036		209,630
6. Class 6 (a)	1,263,874		20,963	(42,419)	1,263,874	1,200,492		1,336,332
7. Total Bonds	441,967,677	234,032,343	68,040,673	(2,630,524)	441,967,677	605,328,823	0	430,738,796
PREFERRED STOCK								
8. Class 1	1,399,129		399,566	140	1,399,129	999,703		1,398,990
9. Class 2	3,232,330			5,767	3,232,330	3,238,097		3,214,562
10. Class 3	187,600				187,600	187,600		185,000
11. Class 4	262,754	104,113	141,000	(2,748)	262,754	223,118		
12. Class 5	13,371				13,371	13,371		13,371
13. Class 6	2,846,976		2,000,000	24,100	2,846,976	871,076		2,840,810
14. Total Preferred Stock	7,942,160	104,113	2,540,566	27,259	7,942,160	5,532,966	0	7,652,732
15. Total Bonds and Preferred Stock	449,909,836	234,136,456	70,581,238	(2,603,265)	449,909,836	610,861,789	0	438,391,529

(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 $..........0; 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	27,806,935	XXX	27,806,935	61	

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	20,155,328	9,985,194
2. Cost of short-term investments acquired	40,878,025	118,662,322
3. Accrual of discount		
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals		
6. Deduct consideration received on disposals	33,226,418	108,489,366
7. Deduct amortization of premium		2,822
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)	27,806,935	20,155,328
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	27,806,935	20,155,328

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

Sch. E-Verification
NONE

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. Government									
31331J 7G 2	FEDERAL FARM CREDIT BANK AGENCY 3.150 JJ 01/12/2018		06/30/2011	VARIOUS		713,551	710,000	9,669	1
31331S 2K 8	FEDERAL FARM CREDIT BANK AGENCY 4.700 FA 08/10/2015		06/29/2011	JP MORGAN		2,187,405	1,945,000	35,296	1
31331X NQ 1	FEDERAL FARM CREDIT BANK AGENCY 5.300 FA 02/06/2017		06/16/2011	VICO - POOLING		855,209	763,000	14,603	1
31331Y 4S 6	FEDERAL FARM CREDIT BANK AGENCY 5.050 FA 08/01/2018		04/28/2011	CANTOR		2,809,270	2,480,000	30,266	1
3133MJ QF 0	FEDERAL HOME LOAN BANK AGENCY 5.500 FA 08/15/2016		06/17/2011	VICO - POOLING		1,017,402	870,000	16,216	1
3133XN 5N 5	FEDERAL HOME LOAN BANK AGENCY 5.000 JD 12/08/2017		05/12/2011	CLARKE (G.X.) & CO		728,544	640,000	13,689	1
3133XP CT 9	FEDERAL HOME LOAN BANK AGENCY 4.250 MS 03/09/2018		06/29/2011	VARIOUS		1,290,613	1,190,000	14,726	1
3134G1 LJ 1	FREDDIE MAC AGENCY 1.125 JJ 01/14/2013		04/28/2011	MORGAN STANLEY		70,127	70,000	230	1
3134G1 VH 4	FREDDIE MAC AGENCY 1.150 AO 10/07/2013		06/17/2011	VICO - POOLING		3,881,511	3,875,000	8,614	1
3136FH JZ 9	FANNIE MAE AGENCY 4.000 AO 04/22/2019		06/17/2011	VICO - POOLING		696,530	650,000	3,972	1
3136FM 6K 5	FANNIE MAE STEP AGENCY 1.250 FA 08/10/2015		06/16/2011	VICO - POOLING		4,003,433	4,000,000	17,500	1
3136FP EQ 6	FANNIE MAE AGENCY 1.850 MS 09/09/2015		06/16/2011	VICO - POOLING		1,340,331	1,340,000	6,680	1
3136FP ET 0	FANNIE MAE AGENCY 2.000 MS 03/10/2016		06/28/2011	CLARKE (G.X.) & CO		1,563,030	1,545,000	9,270	1
3136FR BV 4	FANNIE MAE AGENCY 2.000 FA 08/25/2014		06/17/2011	VICO - POOLING		436,265	435,000	2,707	1
3137EA CF 4	FREDDIE MAC AGENCY 1.125 JD 12/15/2011		06/23/2011	VICO		2,009,700	2,000,000	500	1
912828 HA 1	US TREASURY GOVERNMENT 4.750 FA 08/15/2017		06/22/2011	VICO - POOLING		79,625	70,000	1,167	1
0599999.	Total - Bonds - U.S. Government					23,682,546	22,583,000	185,104	XXX
Bonds - U.S. States, Territories and Possessions									
810453 L9 9	SCOTTSDALE ARIZ MUNICIPAL 5.000 JJ 07/01/2011		06/22/2011	VICO		611,141	610,000	14,488	1FE
1799999.	Total - Bonds - U.S. States, Territories & Possessions					611,141	610,000	14,488	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions									
010410 Y4 4	ALABAMA ST MUNICIPAL 5.000 MS 09/01/2015		06/17/2011	VICO - POOLING		1,002,284	1,000,000	14,722	1FE
385536 FT 9	GRAND HAVEN MICH AREA PUB SCHS 5.000 MN 05/01/2023		06/22/2011	VICO		1,066,420	1,000,000	7,083	1FE
413450 FR 3	HARPER CREEK MICH SCH MUNICIPAL 5.000 MN 05/01/2023		06/22/2011	VICO		1,066,420	1,000,000	7,083	1FE
521840 A3 2	LEANDER TEX INDPT SCH MUNICIPAL 4.900 FA 08/15/2021		06/22/2011	VICO		1,024,140	1,000,000	17,286	1FE
567090 TY 1	MARICOPA CNTY ARIZ SCH MUNICIPAL 3.000 JJ 07/01/2011		06/22/2011	VICO		1,001,030	1,000,000	14,250	1FE
607114 M7 7	MOBILE ALA MUNICIPAL 5.250 FA 08/15/2020		06/22/2011	VICO		2,056,040	2,000,000	37,042	1FE
613910 KZ 0	MONTGOMERY CNTY UTIL MUNICIPAL 5.000 MS 03/01/2022		06/22/2011	VICO		1,037,480	1,000,000	15,417	1FE
810453 L4 0	SCOTTSDALE ARIZ MUNICIPAL 5.000 JJ 07/01/2011		06/17/2011	VICO - POOLING		391,551	390,000	8,992	1FE
869257 KF 1	SUSSEX CNTY DEL MUNICIPAL 4.000 AO 10/15/2012		06/22/2011	VICO		1,012,020	1,000,000	7,444	1FE
935341 UA 3	WARREN MICH CONS SCH DIST MUNICIPAL 5.250 MN 05/01/2018		06/17/2011	VICO - POOLING		1,036,138	1,000,000	6,708	1FE
968593 AG 8	WILKINSON CNTY GA SCH DIST MUNI TAX 4.830 FA 08/01/2021		06/16/2011	VICO - POOLING		1,400,000	1,400,000	22,540	1FE
2499999.	Total - Bonds - U.S. Political Subdivision of States, Territories & Possessions					12,093,524	11,790,000	158,568	XXX
Bonds - U.S. Special Revenue and Special Assessment									
181503 DM 2	CLARK-PLEASANT IND SCH MUNICIPAL 5.000 JJ 07/15/2021		06/17/2011	VICO - POOLING		1,033,868	1,000,000	21,111	1FE
196479 TZ 2	COLORADO HSG & FIN AUTH MUNICIPAL 5.000 MN 11/01/2028		04/13/2011	ANCORA ADVISORS LLC		541,475	500,000		1FE
3128PU C8 3	FEDERAL HOME LOAN BANK FHLMC 3.500 MTH 01/01/2026		06/17/2011	VICO - POOLING		2,500,280	2,498,027	3,886	1
3137A6 FB 3	FREDDIE MAC CMO 4.500 MTH 07/01/2025		06/16/2011	VICO - POOLING		3,813,908	3,649,959	6,844	1
3137A9 VR 4	FREDDIE MAC CMO 4.000 MTH 01/01/2021		06/27/2011	ANCORA ADVISORS LLC		2,012,672	1,922,552	6,195	1

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)
3137GA LA 3	FREDDIE MAC CMO 4.000 MTH 02/01/2021		06/17/2011	VICO - POOLING		1,978,880	2,000,000	3,556	1
31393U 5K 5	FANNIE MAE CMO 4.330 MTH 07/01/2025		06/17/2011	VICO - POOLING		93,769	93,769	180	1
31394G ST 1	FREDDIE MAC CMO 5.000 MTH 09/01/2012		06/16/2011	VICO - POOLING		2,268,299	2,209,142	4,602	1
31395E S3 2	FREDDIE MAC CMO 5.000 MTH 07/01/2012		06/16/2011	VICO - POOLING		2,894,800	2,835,190	5,907	1
31395F HG 2	FREDDIE MAC CMO 4.000 MTH 06/01/2012		06/16/2011	VICO - POOLING		2,051,872	2,023,373	3,372	1
31395J S6 4	FREDDIE MAC CMO 4.500 MTH 12/01/2012		06/17/2011	VICO - POOLING		3,271,920	3,202,465	6,287	1
31397C TK 5	FREDDIE MAC CMO 5.500 MTH 08/01/2012		06/16/2011	VICO - POOLING		1,140,212	1,116,183	2,558	1
31397S XM 1	FANNIE MAE CMO 3.500 MTH 01/01/2026		06/15/2011	ANCORA ADVISORS LLC		1,306,700	1,290,548	2,384	1
31398R E7 6	FANNIE MAE CMO 4.000 MTH 10/01/2027		06/16/2011	VICO - POOLING		1,921,994	1,860,396	3,101	1
31398R ZU 2	FANNIE MAE CMO 4.000 MTH 05/01/2022		06/16/2011	VICO - POOLING		1,906,716	1,841,577	3,069	1
31416W ZA 3	FANNIE MAE FNMA 3.500 MTH 09/01/2030		06/16/2011	VICO - POOLING		1,988,717	1,939,429	2,828	1
31417Y GK 7	FANNIE MAE FNMA 4.000 MTH 04/01/2024		06/16/2011	VICO - POOLING		1,096,848	1,062,748	1,771	1
31417Y SD 0	FANNIE MAE FNMA 3.500 MTH 07/01/2025		06/16/2011	VICO - POOLING		954,458	924,717	1,349	1
31417Y SK 4	FANNIE MAE FNMA 3.500 MTH 07/01/2020		06/16/2011	VICO - POOLING		440,334	422,938	617	1
31417Y U4 7	FANNIE MAE FNMA 3.500 MTH 10/01/2030		06/20/2011	VICO - POOLING		4,951,396	4,871,989	9,000	1
31418V T5 1	FANNIE MAE FNMA 4.000 MTH 04/01/2025		06/16/2011	VICO - POOLING		1,713,590	1,648,169	2,747	1
31419D MQ 1	FANNIE MAE FNMA 3.500 MTH 07/01/2025		06/16/2011	VICO - POOLING		2,845,519	2,771,200	4,041	1
31419D NW 7	FANNIE MAE FNMA 3.500 MTH 08/01/2025		06/16/2011	VICO - POOLING		980,741	947,968	1,382	1
38376G R5 1	GOVERNMENT NATIONAL MORT ASSOC 3.219 MTH 11/01/2017		05/05/2011	JP MORGAN		2,020,000	2,000,000	4,650	1
38376G TM 2	GOVERNMENT NATIONAL MORT ASSOC 3.581 MTH 07/01/2017		06/16/2011	VICO - POOLING		2,074,873	2,000,000	2,984	1
38376X L5 0	GOVERNMENT NATL MTG ASSOC CMO 4.000 MTH 02/01/2023		06/16/2011	VICO - POOLING		2,439,173	2,344,363	3,907	1
38377E NN 0	GOV NATL MORT ASSOC CMO 4.000 MTH 09/01/2022		06/16/2011	VICO - POOLING		1,961,737	1,890,286	3,150	1
38377L ZD 3	GOV NATL MORTAGE ASSOC CMO 3.000 MTH 07/01/2023		06/16/2011	VICO - POOLING		2,012,682	1,953,743	2,442	1
402228 AV 2	GULF COAST WASTE DISP AUTH MUNICIPAL 6.100 FA 08/01/2024		04/08/2011	ANCORA ADVISORS LLC		1,207,200	1,200,000	14,640	2FE
454624 CC 9	INDIANA BD BK REV MUNICIPAL 5.000 FA 02/01/2021		06/17/2011	VICO - POOLING		2,000,000	2,000,000	37,778	1FE
454624 CD 7	INDIANA BD BK REV MUNICIPAL 5.000 FA 02/01/2022		06/17/2011	VICO - POOLING		1,815,000	1,815,000	34,283	1FE
45506A BL 4	INDIANA ST HSG MUNICIPAL 4.500 JD 06/01/2028		06/17/2011	VICO - POOLING		1,049,269	980,000	1,960	1FE
462467 MP 3	IOWA FIN AUTH SINGLE FAM MTG MUNICIPAL 4.250 JJ 01/01/2029		06/29/2011	MORGAN KEEGAN		539,315	500,000		1FE
54811A AX 1	LOWER COLO RIV AUTH MUNICIPAL 5.375 MN 05/15/2020		06/17/2011	VICO - POOLING		520,000	520,000	2,484	1FE
567656 CS 0	MARIETTA GA DEV AUTH REV MUNICIPAL 3.600 MS 09/15/2011		09/15/2011	VICO		1,004,800	1,000,000	9,700	1FE
56879E FQ 7	MARION CNTY FLA SCH MUNICIPAL 5.000 JD 06/01/2025		06/22/2011	VICO		2,054,840	2,000,000	5,833	1FE
57419P HA 0	MARYLAND ST CMNTY DEV ADMIN MUNICIPAL 5.750 MS 09/01/2039		05/04/2011	ANCORA ADVISORS LLC		1,453,900	1,400,000	15,206	1FE
59455R TT 3	MICHIGAN MUN BD AUTH REV MUNICIPAL 5.250 AO 10/01/2019		06/22/2011	VICO		1,012,650	1,000,000	11,813	1FE
60416Q CD 4	MINNESOTA ST HSG FIN MUNICIPAL 4.500 JJ 01/01/2031		06/17/2011	VICO - POOLING		528,046	500,000	3,563	1FE
60416Q DL 5	MINNESOTA ST HSG FIN MUNICIPAL 4.500 JJ 07/01/2034		06/08/2011	WELLS FARGO		539,775	500,000		1FE
605279 KZ 0	OBG MISSISSIPPI POWER COMP MUNICIPAL 2.250 JD 12/01/2040		06/16/2011	VICO - POOLING		1,501,481	1,500,000	1,406	1FE
60535Q FD 7	MISSISSIPPI HOME CORP MUNICIPAL 5.400 JD 06/01/2038		06/21/2011	VICO - POOLING		1,906,141	1,840,000	4,986	1FE
60637B BD 1	MISSOURI ST HSG DEV COMMN MUNICIPAL 4.625 MN 05/01/2028		04/12/2011	MORGAN KEEGAN		745,290	700,000		1FE
647200 M8 4	NEW MEXICO MTG FIN AUTH MUNICIPAL 4.625 MS 09/01/2025		06/21/2011	VICO - POOLING		1,044,450	995,000	14,061	1FE
647200 N5 9	NEW MEXICO MTG FIN AUTH MUNICIPAL 5.000 MS 09/01/2030		06/16/2011	VICO - POOLING		539,625	500,000	1,875	1FE

Statement for June 30, 2011 of the **National Interstate Insurance Company**

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)
677377 U9 2	OHIO HSG FIN AGY MUNICIPAL 4.800 MN 11/01/2028		05/12/2011	JP MORGAN		541,095	500,000		1FE
677525 TF 4	OHIO ST AIR QUALITY DEV AUTH MUNICIPAL 5.625 JD 06/01/2018		06/28/2011	ANCORA ADVISORS LLC		1,103,100	1,000,000	4,531	2FE
677660 TV 4	OHIO ST WTR DEV AUTH MUNICIPAL 3.375 JJ 07/01/2033		04/20/2011	STIFEL NICOLAUS & CO		384,150	390,000	4,205	2FE
702528 EG 1	PASCO CNTY FLA SCH BRD MUNICIPAL 5.000 FA 08/01/2021		06/20/2011	VICO - POOLING		2,094,185	2,000,000	38,611	1FE
708796 YR 2	PA HSG FIN AGY MUNICIPAL 5.000 AO 04/01/2028		06/17/2011	VICO - POOLING		3,178,167	3,000,000	34,583	1FE
721882 AV 0	PIMA CNTY ARIZ STR MUNICIPAL 4.375 JJ 07/01/2012		06/17/2011	VICO - POOLING		550,000	550,000	11,095	1FE
762224 EM 1	RHODE ISLAND ST MUNICIPAL 5.000 AO 10/01/2021		06/22/2011	VICO		1,055,740	1,000,000	11,250	1FE
762224 EP 4	RHODE ISLAND ST MUNICIPAL 5.000 AO 10/01/2022		06/22/2011	VICO		969,243	925,000	10,406	1FE
808390 DP 0	SCHUYLKILL CNTY PA MUNICIPAL 4.250 AO 10/01/2019		06/17/2011	VICO - POOLING		2,043,930	2,000,000	17,944	2FE
880459 6U 1	TENNESSEE HSG DEV AGY MUNICIPAL 5.750 JJ 01/01/2037		06/21/2011	VICO - POOLING		3,870,314	3,670,000	99,651	1FE
914353 UV 7	UNIVERSITY ILL UNIV REVS MUNICIPAL 5.000 AO 04/01/2022		06/22/2011	VICO		1,058,080	1,000,000	10,694	1FE
915137 4Q 3	UNIVERSITY OF TEXAS REVS MUNICIPAL 5.000 FA 08/15/2021		06/22/2011	VICO		202,437	180,000	3,175	1FE
917436 X7 7	UTAH HSG CORP MUNICIPAL 4.000 JJ 07/01/2024		06/21/2011	VICO - POOLING		500,456	500,000	9,444	1FE
92812U DA 3	VIRGINIA ST HSG MUNICIPAL 4.300 AO 10/01/2017		06/17/2011	VICO - POOLING		1,000,000	1,000,000	9,078	1FE
93978T LZ 0	WASHINGTON ST HSG FIN COMMN MUNICIPAL 4.850 JD 06/01/2028		06/21/2011	VICO - POOLING		1,481,412	1,480,000	3,988	1FE
93978T MA 4	WASHINGTON ST HSG MUNICIPAL 4.500 JD 06/01/2032		06/21/2011	VICO - POOLING		985,604	945,000	2,363	1FE
97689P 6R 4	WISCONSIN HSG & ECON MUNICIPAL 5.500 MS 09/01/2038		06/21/2011	VICO - POOLING		1,955,481	1,865,000	31,342	1FE
97689P X2 9	WISCONSIN HSG & ECON MUNICIPAL 5.100 MS 09/01/2024		06/17/2011	VICO - POOLING		2,496,368	2,500,000	37,542	1FE
988516 AP 5	YUMA ARIZ MUN PPTY MUNICIPAL 5.000 JJ 07/01/2021		06/22/2011	VICO		1,070,320	1,000,000	23,750	1FE
988516 AQ 3	YUMA ARIZ MUN PPTY MUNICIPAL 5.000 JJ 07/01/2022		06/22/2011	VICO		2,122,840	2,000,000	47,500	1FE
3199999.	Total - Bonds - U.S. Special Revenue & Special Assessments					102,342,134	99,275,732	684,662	XXX
Bonds - Industrial and Miscellaneous									
00130H BN 4	AES CORP FTWHI HI-YIELD 8.000 JD 06/01/2020		06/16/2011	VICO - POOLING		105,849	100,000	333	3FE
00130H BR 5	AES CORP FTWHI HI-YIELD 7.375 JJ 07/01/2021		06/01/2011	BANC/AMERICA		12,000	12,000		3FE
001546 AL 4	AK STEEL CORP FTWHI HI-YIELD 7.625 MN 05/15/2020		06/16/2011	VICO - POOLING		100,686	100,000	657	3FE
00164V AA 1	AMC NETWORKS INC HI-YIELD 7.750 JJ 07/15/2021		06/23/2011	VARIOUS		224,463	223,000		4FE
00430X AD 9	ACCELLENT INC FTWHI HI-YIELD 8.375 FA 02/01/2017		06/16/2011	VICO - POOLING		257,692	250,000	7,852	4FE
00439T AE 7	ACCURIDE CORP FTWHI HI-YIELD 9.500 FA 08/01/2018		06/16/2011	VICO - POOLING		96,219	90,000	3,206	4FE
014477 AL 7	ALERIS INTL INC FTWHI HI-YIELD 7.625 FA 02/15/2018		06/16/2011	VICO - POOLING		172,567	171,000	4,600	4FE
02005N AJ 9	ALLY FINANCIAL INC HI-YIELD 7.500 MS 09/15/2020		06/16/2011	VICO - POOLING		106,109	107,000	2,029	4FE
0258M0 DA 4	AMER EXPRESS CREDIT CO FTW CORPORATE 2.750 MS 09/15/2015		06/16/2011	VICO - POOLING		501,451	500,000	3,476	1FE
037933 AE 8	APRIA HEALTHCARE FTWHI HI-YIELD 11.250 MN 11/01/2014		06/16/2011	VICO - POOLING		105,657	100,000	1,406	3FE
03852U AA 4	ARAMARK HOLDINGS CORP FTWHI HI-YIELD 8.625 MN 05/01/2016		06/16/2011	VARIOUS		89,112	90,000	556	4FE
05367A AD 5	AVIATION CAPITAL GRP FTW CORPORATE 6.750 AO 04/06/2021		06/16/2011	VICO - POOLING		29,030	29,000	381	2FE
05523U AD 2	BAE SYSTEMS HOLDINGS INC CORPORATE 5.200 FA 08/15/2015		06/16/2011	VICO - POOLING		652,467	605,000	10,574	2FE
06985P AB 6	BASIC ENERGY FTWHI HI-YIELD 7.125 AO 04/15/2016		06/16/2011	VICO - POOLING		33,222	33,000	398	4FE
06985P AG 5	BASIC ENERGY FTWHI HI-YIELD 7.750 FA 02/15/2019		06/16/2011	VICO - POOLING		146,289	143,000	3,725	4FE
071813 BA 6	BAXTER INTERNATIONAL INC CORPORATE 4.500 FA 08/15/2019		05/19/2011	STIFEL NICOLAUS & CO		2,647,875	2,500,000	30,938	1FE
073902 PR 3	BEAR STEARNS CO CORP CORPORATE 6.400 AO 10/02/2017		06/28/2011	ANCORA ADVISORS LLC		2,302,640	2,000,000	31,289	1FE
085789 AC 9	BERRY PETROLEUM FTWHI HI-YIELD 8.250 MN 11/01/2016		06/16/2011	VICO - POOLING		152,460	150,000	1,547	4FE

SCHEDULE D - PART 3

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088611 AA 6	BI-LO LLC FTWHI HI-YIELD 9.250 FA 02/15/2019		06/16/2011	VICO - POOLING		130,000	130,000	4,042	4FE
095699 AA 2	BLUE MERGER SUB INC FTWHI HI-YIELD 7.625 FA 02/15/2019		06/16/2011	VICO - POOLING		270,431	266,000	6,761	4FE
115885 AE 5	BROWNING-FERRIS INDUSTRI FTW CORPORATE 9.250 MN 05/01/2021		06/16/2011	VICO - POOLING		619,620	500,000	5,781	2FE
12429T AB 0	BWAY HOLDING CO FTW HI HI-YIELD 10.000 JD 06/15/2018		06/16/2011	VICO - POOLING		160,569	150,000	42	5FE
1248EP AL 7	CCO HLDGS/CAP CORP FTWHI HI-YIELD 7.875 AO 04/30/2018		06/16/2011	VICO - POOLING		154,320	150,000	1,509	3FE
1248EP AU 7	CCO HLDGS/CAP CORP FTWHI HI-YIELD 6.500 AO 04/30/2021		06/23/2011	VARIOUS		152,000	152,000	512	3FE
125581 FZ 6	CIT GROUP INC HI-YIELD 7.000 FMAN 05/01/2016		06/17/2011	VICO - POOLING		151,794	150,000	1,079	4FE
12626P AG 8	CRH AMERICA INC FTW CORPORATE 6.000 MS 09/30/2016		06/16/2011	VICO - POOLING		545,634	500,000	6,333	2FE
126307 AC 1	CSC HOLDINGS LLC FTWHI HI-YIELD 8.625 FA 02/15/2019		06/16/2011	VICO - POOLING		169,294	150,000	4,348	3FE
131347 BW 5	CALPINE CORP FTWHI HI-YIELD 7.500 FA 02/15/2021		06/16/2011	VICO - POOLING		25,000	25,000	594	4FE
131347 BY 1	CALPINE CORP FTWHI HI-YIELD 7.875 JJ 01/15/2023		06/16/2011	VICO - POOLING		143,236	140,000	4,655	4FE
13959R AA 2	CAPELLA HEALTHCARE FTW HI HI-YIELD 9.250 JJ 07/01/2017		06/16/2011	VICO - POOLING		175,563	167,000	7,080	4FE
141781 AX 2	CARGILL INC FTW CORPORATE 6.000 MN 11/27/2017		06/16/2011	VICO - POOLING		569,556	500,000	1,583	1FE
14912L 2Y 6	CATERPILLAR FIN SERV CORP CORPORATE 5.500 MS 03/15/2016		06/16/2011	VICO - POOLING		1,840,053	1,615,000	22,453	1FE
15189T AN 7	CENTERPOINT ENERGY INC FTW CORPORATE 5.950 FA 02/01/2017		06/16/2011	VICO - POOLING		815,988	759,000	16,935	2FE
153527 AG 1	CENTRAL GARDEN & PET FTWHI HI-YIELD 8.250 MS 03/01/2018		06/16/2011	VICO - POOLING		305,218	296,000	7,123	4FE
15671B AE 1	CENVEO CORP FTWHI HI-YIELD 8.875 FA 02/01/2018		06/16/2011	VICO - POOLING		146,227	150,000	4,992	4FE
15672W AA 2	CEQUEL COM FTWHI HI-YIELD 8.625 MN 11/15/2017		06/16/2011	VICO - POOLING		153,556	150,000	1,114	4FE
165167 CD 7	CHESAPEAKE ENERGY FTW HI-YIELD 9.500 FA 02/15/2015		06/16/2011	VICO - POOLING		165,803	150,000	4,790	3FE
165167 CF 2	CHESAPEAKE ENERGY FTWHI HI-YIELD 6.625 FA 08/15/2020		06/23/2011	VARIOUS		121,293	113,000	2,144	3FE
17121E AC 1	CHRYSLER GP/CG FTWHI HI-YIELD 8.250 JD 06/15/2021		06/23/2011	VARIOUS		266,000	266,000	758	4FE
171871 AL 0	CINCINNATI BELL FTWHI HI-YIELD 8.250 AO 10/15/2017		06/16/2011	VICO - POOLING		123,360	124,000	1,733	4FE
171871 AN 6	CINCINNATI BELL FTWHI HI-YIELD 8.375 AO 10/15/2020		06/16/2011	VICO - POOLING		53,552	54,000	766	4FE
17275R AK 8	CISCO SYSTEMS INC CORPORATE 3.150 MS 03/14/2017		05/18/2011	WALL STREET ACCESS		2,050,963	2,000,000	11,725	1FE
17285T AD 8	CITADEL BROADCASTING FTWHI HI-YIELD 7.750 JD 12/15/2018		06/16/2011	VICO - POOLING		100,000	100,000	22	3FE
18911M AC 5	CLOUD PEAK FTWHI HI-YIELD 8.250 JD 12/15/2017		06/16/2011	VICO - POOLING		155,205	150,000	34	4FE
19190A AB 3	COFFEYVILLE RESOURCES FTWHI HI-YIELD 10.875 AO 04/01/2017		06/16/2011	VICO - POOLING		125,551	125,000	2,832	4FE
203372 AH 0	COMMSCOPE INC FTWHI HI-YIELD 8.250 JJ 01/15/2019		06/16/2011	VICO - POOLING		257,018	247,000	8,604	4FE
20854P AF 6	CONSOL ENERGY FTW HI HI-YIELD 8.250 AO 04/01/2020		06/16/2011	VICO - POOLING		162,051	150,000	2,578	4FE
210795 PL 8	CONTL AIRLINES 03-ERJ1 FTWHI HI-YIELD 7.875 JJ 07/02/2018		06/16/2011	VARIOUS		233,832	234,626	7,627	4FE
216762 AE 4	COOPER-STANDARD AUTO FTWHI HI-YIELD 8.500 MN 05/01/2018		06/16/2011	VICO - POOLING		79,975	75,000	797	4FE
217203 AD 0	COPANO ENERGY HI-YIELD 7.750 JD 06/01/2018		06/16/2011	VICO - POOLING		152,296	150,000	484	4FE
217203 AE 8	COPANO ENERGY HI-YIELD 7.125 AO 04/01/2021		06/16/2011	VICO - POOLING		170,000	170,000	2,389	4FE
21871D AA 1	CORELOGIC INC FTWHI HI-YIELD 7.250 JD 06/01/2021		06/23/2011	VARIOUS		237,542	237,000	591	4FE
224044 BQ 9	COX COMMUNICATIONS INC CORPORATE 5.875 JD 12/01/2016		06/16/2011	VICO - POOLING		849,140	750,000	1,836	2FE
225310 AE 1	CREDIT ACCEPTANC FTWHI HI-YIELD 9.125 FA 02/01/2017		06/16/2011	VICO - POOLING		79,271	75,000	2,566	4FE
226373 AA 6	CRESTWOOD MIDSTREAM PART FTW-HI 7.750 AO 04/01/2019		06/16/2011	VARIOUS		299,644	296,000	3,192	4FE
226566 AM 9	CRICKET COMM FTWHI HI-YIELD 7.750 AO 10/15/2020		06/16/2011	VICO - POOLING		140,680	147,000	1,930	5FE
22764L AB 9	CRTX ENRG/CE FINC FTWHI HI-YIELD 8.875 FA 02/15/2018		06/16/2011	VICO - POOLING		104,130	100,000	2,983	4FE
22822R AQ 3	CROWN CASTLE TOWERS FTW CORPORATE 5.495 MTH 01/15/2017		06/16/2011	VICO - POOLING		539,188	500,000	76	1FE

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235825 AB 2	DANA HOLDING CORP FTWHI HI-YIELD 6.750 FA 02/15/2021		06/16/2011	VICO - POOLING		300,000	300,000	7,763	4FE
25459H AG 0	DIRECTV HOLDINGS CORPORATE 7.625 MN 05/15/2016		06/16/2011	VICO - POOLING		534,609	500,000	3,283	2FE
25470X AB 1	DISH DBS CORP FTWHI HI-YIELD 7.875 MS 09/01/2019		06/16/2011	VARIOUS		330,604	304,000	5,659	3FE
257867 AW 1	R.R. DONNELLEY & SONS FTWHI HI-YIELD 7.625 JD 06/15/2020		06/23/2011	VARIOUS		94,173	91,000	1,751	3FE
257867 AX 9	R.R. DONNELLEY & SONS FTWHI HI-YIELD 7.250 MN 05/15/2018		06/23/2011	VARIOUS		42,000	42,000	80	3FE
268520 AA 1	EH HOLDING CORP FTWHI HI-YIELD 6.500 JD 06/15/2019		06/23/2011	VARIOUS		38,000	38,000	64	4FE
268520 AC 7	EH HOLDING CORP FTWHI HI-YIELD 7.625 JD 06/15/2021		06/23/2011	VARIOUS		10,000	10,000	19	4FE
269279 AD 7	EXCO RESOURCES FTWHI HI-YIELD 7.500 MS 09/15/2018		06/16/2011	VICO - POOLING		148,216	150,000	2,844	4FE
29379V AA 1	ENTERPRISE PRODUCTS OPER CORP 6.300 MS 09/15/2017		06/16/2011	VICO - POOLING		842,275	750,000	11,944	2FE
29379V AN 3	ENTERPRISE PROD OPER FTWH FLOAT HI-YIELD 7.000 JD 06/01/2067		06/16/2011	VICO - POOLING		94,006	100,000	292	3FE
29382R AD 9	ENTRAVISION COMM FTWHI HI-YIELD 8.750 FA 08/01/2017		06/16/2011	VICO - POOLING		151,987	150,000	4,922	4FE
29444U AJ 5	EQUINIX INC FTWHI HI-YIELD 8.125 MS 03/01/2018		06/16/2011	VICO - POOLING		158,057	150,000	3,555	3FE
29445G AH 9	EQUINOX HOLDINGS INC FTWHI HI-YIELD 9.500 FA 02/01/2016		06/16/2011	VICO - POOLING		80,957	75,000	2,672	4FE
30225X AB 9	EXTERRAN HLDGS INC FTWHI HI-YIELD 7.250 JD 12/01/2018		06/16/2011	VICO - POOLING		178,965	175,000	529	3FE
319963 AW 4	FIRST DATA CORPORATION HI-YIELD 8.875 FA 08/15/2020		06/23/2011	VARIOUS		208,740	192,000	5,467	4FE
345397 VC 4	FORD MOTOR CREDIT FTWHI HI-YIELD 8.000 JD 12/15/2016		06/16/2011	VICO - POOLING		213,298	200,000	44	3FE
35906A AH 1	NEW COMM HLDGS FTW HI HI-YIELD 8.500 AO 04/15/2020		06/16/2011	VICO - POOLING		160,538	150,000	2,160	3FE
369604 BC 6	GENERAL ELECTRIC CO CORPORATE 5.250 JD 12/06/2017		04/26/2011	ANCORA ADVISORS LLC		3,069,983	2,775,000	57,870	1FE
36962G X8 2	GENERAL ELECTRIC CAP CORP CORPORATE 5.720 JJ 08/22/2011		06/17/2011	VICO - POOLING		1,000,000	1,000,000	23,039	1FE
36962G Z5 6	GENERAL ELECTRIC CAP CORP CORPORATE 5.500 MN 11/15/2011		06/17/2011	VICO - POOLING		1,000,000	1,000,000	4,889	1FE
37185L AA 0	GENESIS ENERGY LP FTWHI HI-YIELD 7.875 JD 12/15/2018		06/23/2011	VARIOUS		222,761	220,000	1,336	4FE
374689 AC 1	GIBRALTAR INDUSTRIES INC HI-YIELD 8.000 JD 12/01/2015		06/16/2011	VICO - POOLING		164,358	160,000	533	4FE
38143U SC 6	GOLDMAN SACHS GROUP INC CORPORATE 3.625 FA 02/07/2016		05/26/2011	ANCORA ADVISORS LLC		300,353	300,000	3,444	1FE
382550 BA 8	GOODYEAR TIRE FTWHI HI-YIELD 8.750 FA 08/15/2020		06/27/2011	VARIOUS		174,346	156,000	4,435	4FE
398433 AE 2	GRIFFON CORP FTWHI HI-YIELD 7.125 AO 04/01/2018		06/16/2011	VICO - POOLING		49,076	49,000	727	3FE
404119 BA 6	HCA INC FTWHI HI-YIELD 9.625 MN 11/15/2016		06/16/2011	VICO - POOLING		158,985	150,000	1,243	3FE
42217K AT 3	HEALTH CARE REIT INC FTW CORP 4.700 MS 09/15/2017		06/16/2011	VICO - POOLING		501,112	500,000	5,940	2FE
42330P AA 5	HELIX ENERGY SOL FTW HI HI-YIELD 9.500 JJ 01/15/2016		06/16/2011	VICO - POOLING		148,690	150,000	5,977	5FE
431318 AJ 3	HILCORP ENGY FTWHI HI-YIELD 8.000 FA 02/15/2020		06/16/2011	VICO - POOLING		155,484	150,000	4,033	4FE
431318 AL 8	HILCORP ENGY FTWHI HI-YIELD 7.625 AO 04/15/2021		06/28/2011	JP MORGAN		120,350	116,000	1,867	4FE
435765 AD 4	HOLLY ENGY FTWHI HI-YIELD 8.250 MS 03/15/2018		06/16/2011	VICO - POOLING		156,557	150,000	3,128	4FE
44929H AH 1	ICON HEALTH & FITNESS FTW HI-YIELD 11.875 AO 10/15/2016		06/16/2011	VICO - POOLING		39,852	40,000	805	4FE
452308 AJ 8	ILLINOIS TOOL WORKS INC CORPORATE 6.250 AO 04/01/2019		04/27/2011	CANTOR		1,175,780	1,000,000	4,861	1FE
45661T AM 3	INERGY LP/INERGY FIN FTWHI HI-YIELD 7.000 AO 10/01/2018		06/16/2011	VICO - POOLING		44,000	44,000	642	4FE
457030 AG 9	INGLES MRKTS FTWHI HI-YIELD 8.875 MN 05/15/2017		06/16/2011	VICO - POOLING		156,639	150,000	1,146	4FE
45768V AD 0	INSIGHT COMMUNICATIONS FTWHI HI-YIELD 9.375 JJ 07/15/2018		06/16/2011	VICO - POOLING		159,908	150,000	5,898	4FE
460377 AB 0	ARCELORMITTAL FTW CORPORATE 6.500 AO 04/15/2014		06/16/2011	VICO - POOLING		536,407	500,000	5,507	2FE
46284P AM 6	IRON MTN FTWHI HI-YIELD 8.375 FA 08/15/2021		06/16/2011	VICO - POOLING		157,982	150,000	4,222	4FE
465685 AE 5	ITC HOLDINGS CORP FTW CORPORATE 6.050 JJ 01/31/2018		06/16/2011	VICO - POOLING		548,291	500,000	11,428	2FE
466112 AF 6	JBS USA LLC/FINA FTWHI HI-YIELD 7.250 JD 06/01/2021		06/23/2011	VARIOUS		479,529	488,000	995	3FE

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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)
47759Y AA 7	JMC STEEL GROUP FTW-HI HI-YIELD 8.250 MS 03/15/2018		06/16/2011	VICO - POOLING		175,456	175,000	3,810	4FE
478160 AY 0	JOHNSON & JOHNSON CORPORATE 2.150 MN 05/15/2016		06/13/2011	CANTOR		1,565,502	1,545,000	2,399	1FE
48121C YK 6	JP MORGAN CHASE FTW CORPORATE 6.000 AO 10/01/2017		06/16/2011	VICO - POOLING		554,631	500,000	6,250	1FE
488360 AF 5	KEMET CORP FTWHI HI-YIELD 10.500 MN 05/01/2018		06/16/2011	VICO - POOLING		104,395	100,000	1,313	4FE
500605 AE 0	KOPPERS FTWHI HI-YIELD 7.875 JD 12/01/2019		06/16/2011	VICO - POOLING		92,136	85,000	279	4FE
521865 AS 4	LEAR CORP FTW HI HI-YIELD 8.125 MS 03/15/2020		06/16/2011	VICO - POOLING		156,176	150,000	3,081	3FE
52989L AE 9	LIBBEY GLASS INC FTWHI HI-YIELD 10.000 FA 02/15/2015		06/16/2011	VICO - POOLING		137,761	134,000	4,504	4FE
531359 AA 5	LIBERTY TIRE RECYCLING FTWHI HI-YIELD 11.000 AO 10/01/2016		06/16/2011	VICO - POOLING		54,277	53,000	1,215	4FE
543218 AA 9	LONGVIEW FIBRE PAPER FTWHI HI-YIELD 8.000 JD 06/01/2016		06/23/2011	VARIOUS		80,590	81,000	226	4FE
55342U AA 2	MPT OPER PARTNERSP/FINL FTWHI HI-YIELD 6.875 MN 05/01/2021		06/16/2011	VICO - POOLING		156,776	156,000	1,490	3FE
559080 AE 6	MAGELLAN MIDSTREAM PARTN FTW CORPORATE 6.550 JJ 07/15/2019		06/16/2011	VICO - POOLING		570,665	500,000	13,737	2FE
565849 AF 3	MARATHON OIL CORP FTW CORPORATE 5.900 MS 03/15/2018		06/16/2011	VICO - POOLING		644,731	582,000	8,680	2FE
573334 AB 5	MARTIN MIDSTREAM PTNR FTW HI HI-YIELD 8.875 AO 04/01/2018		06/16/2011	VICO - POOLING		100,657	100,000	1,849	4FE
59001A AN 2	MERITAGE HOMES CORP FTWHI HI-YIELD 7.150 AO 04/15/2020		06/16/2011	VICO - POOLING		166,541	166,000	2,011	4FE
59018Y XX 4	MERRILL LYNCH & CO CORPORATE 4.424 MTH 08/08/2011		08/08/2011	VICO - POOLING		997,854	1,000,000	1,106	1FE
59156R AV 0	METLIFE INC FTWHI CORPORATE 10.750 FA 08/01/2039		06/16/2011	VICO - POOLING		134,475	100,000	4,031	2FE
591709 AK 6	METROPCS FTWHI HI-YIELD 7.875 MS 09/01/2018		06/16/2011	VICO - POOLING		172,248	165,000	3,790	4FE
611662 BM 8	MONSANTO CO CORPORATE 2.750 AO 04/15/2016		06/13/2011	STIFEL NICOLAUS & CO		408,071	395,000	1,841	1FE
628782 AG 9	NBTY INC FTWHI HI-YIELD 9.000 AO 10/01/2018		06/16/2011	VICO - POOLING		160,963	150,000	2,813	4FE
629377 BQ 4	NRG ENERGY FTWHI HI-YIELD 7.875 MN 05/15/2021		06/23/2011	VARIOUS		106,000	106,000	292	3FE
651290 AN 8	NEWFIELD EXPLORATION FTWHI HI-YIELD 6.875 FA 02/01/2020		06/16/2011	VICO - POOLING		102,344	98,000	2,527	3FE
67021B AE 9	NII CAPITAL CORP FTWHI HI-YIELD 7.625 AO 04/01/2021		06/16/2011	VICO - POOLING		203,857	200,000	3,262	4FE
681904 AM 0	OMNICARE INC FTWHI HI-YIELD 7.750 JD 06/01/2020		06/16/2011	VICO - POOLING		149,471	150,000	484	3FE
681936 AW 0	OMEGA HEALTHCARE FTWHI HI-YIELD 6.750 AO 10/15/2022		06/16/2011	VICO - POOLING		299,267	300,000	3,431	3FE
693320 AL 7	PHH CORP HIYIELD HI-YIELD 9.250 MS 03/01/2016		06/16/2011	VICO - POOLING		121,089	120,000	3,238	3FE
693492 AC 4	PINAFORE LLC/INC FTWHI HI-YIELD 9.000 AO 10/01/2018		06/16/2011	VICO - POOLING		28,000	28,000	525	4FE
69352J AL 1	PPL ENERGY SUPPLY FTW CORPORATE 6.500 MN 05/01/2018		06/16/2011	VICO - POOLING		864,186	768,000	6,240	2FE
695459 AD 9	PAETEC HOLDING CORP HI-YIELD 8.875 JD 06/30/2017		06/16/2011	VICO - POOLING		155,089	150,000	6,139	4FE
70109H AH 8	PARKER-HANNIFIN CORP CORPORATE 5.500 MN 05/15/2018		04/27/2011	CANTOR		1,206,752	1,075,000	26,935	1FE
70788A AA 6	PENN VIRGINIA RES FTWHI HI-YIELD 8.250 AO 04/15/2018		06/16/2011	VICO - POOLING		167,476	158,000	2,209	4FE
716495 AM 8	PETROHAWK FTWHI HI-YIELD 6.250 JD 06/01/2019		06/23/2011	VARIOUS		313,395	314,000	1,015	4FE
72650R AP 7	PLAINS ALL AMER PIPELINE CORPORATE 6.125 JJ 01/15/2017		06/16/2011	VICO - POOLING		721,593	660,000	16,956	2FE
73179P AH 9	POLYONE COPR FTWHI HI-YIELD 7.375 MS 09/15/2020		06/16/2011	VICO - POOLING		18,000	18,000	336	3FE
745867 AP 6	PULTE GROUP INC FTWHI HI-YIELD 6.375 MN 05/15/2033		06/16/2011	VICO - POOLING		14,418	18,000	99	3FE
74971X AC 1	RRI ENERGY FTWHI HI-YIELD 7.875 JD 06/15/2017		06/16/2011	VICO - POOLING		96,360	100,000	22	4FE
75886A AD 0	REGENCY ENGY FTWHI HI-YIELD 9.375 JD 06/01/2016		06/16/2011	VICO - POOLING		160,728	150,000	586	4FE
760943 AM 2	RES-CARE INC FTWHI HI-YIELD 10.750 JJ 01/15/2019		06/16/2011	VICO - POOLING		150,000	150,000	7,794	4FE
761733 AA 2	REYNOLDS GRP ISS FTWHI HI-YIELD 7.750 AO 10/15/2016		06/16/2011	VICO - POOLING		155,784	150,000	1,970	3FE
78403D AA 8	SBA TOWER TRUST FTW CORPORATE 4.254 MTH 04/15/2015		06/16/2011	VICO - POOLING		374,868	360,000	43	1FE

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

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785583 AC 9	SABINE PASS LNG FTWHI HI-YIELD 7.250 MN 11/30/2013		06/16/2011	VICO - POOLING		94,650	100,000	322	4FE
826418 BD 6	SIERRA PACIFIC POWER CO FTW CORPORATE 6.000 MN 05/15/2016		06/16/2011	VICO - POOLING		558,774	500,000	2,583	2FE
828690 AA 5	SIMMONS BEDDING CO FTW HI HI-YIELD 11.250 JJ 07/15/2015		06/16/2011	VICO - POOLING		31,521	30,000	1,416	4FE
828807 BZ 9	SIMON PROPERTY GROUP LP FTW CORPORATE 6.125 MN 05/30/2018		06/16/2011	VICO - POOLING		566,640	500,000	1,361	1FE
852060 AD 4	SPRINT CAPITAL CORP FTW HI HI-YIELD 6.875 MN 11/15/2028		06/16/2011	VICO - POOLING		21,176	25,000	148	3FE
852061 AF 7	SPRINT NEXTEL CORP FTWHI HI-YIELD 8.375 FA 08/15/2017		06/16/2011	VICO - POOLING		213,606	200,000	5,630	3FE
858119 AJ 9	STEEL DYNAMICS INC FTWHI HI-YIELD 7.375 MN 11/01/2012		06/16/2011	VICO - POOLING		157,778	150,000	1,383	3FE
860370 AL 9	STEWART ENTERPRISES FTWHI HI-YIELD 6.500 AO 04/15/2019		06/16/2011	VARIOUS		100,000	100,000	524	4FE
86184B AB 8	STONEMOR/CNRSTN FTWHI HI-YIELD 10.250 JD 12/01/2017		06/23/2011	VICO - POOLING		20,829	20,000	125	4FE
87311X AB 4	TW TELECOM HOLDINGS FTW HI HI-YIELD 8.000 MS 03/01/2018		06/16/2011	VICO - POOLING		155,855	150,000	3,500	4FE
87612B AE 2	TARGA RESOURCES PTNRS FTWHI HI-YIELD 7.875 AO 10/15/2018		06/16/2011	VICO - POOLING		199,000	199,000	2,655	4FE
87612B AG 7	TARGA RESOURCES PTNRS FTWHI HI-YIELD 6.875 FA 02/01/2021		06/16/2011	VICO - POOLING		75,000	75,000	1,919	4FE
880349 AN 5	TENNECO INC FTWHI HI-YIELD 7.750 FA 08/15/2018		06/16/2011	VICO - POOLING		152,989	150,000	3,907	3FE
880349 AQ 8	TENNECO INC FTWHI HI-YIELD 6.875 JD 12/15/2020		06/16/2011	VICO - POOLING		100,000	100,000	19	3FE
882491 AQ 6	TEXAS INDUSTRIES INC FTWHI HI-YIELD 9.250 FA 08/15/2020		06/16/2011	VICO - POOLING		123,000	123,000	3,824	5FE
89170N AA 4	TOWER AUTO HLDGS/TA HLDG HI-YIELD 10.625 MS 09/01/2017		06/16/2011	VICO - POOLING		87,536	90,000	2,789	4FE
893647 AN 7	TRANSDIGM INC FTWHI HI-YIELD 7.750 JD 12/15/2018		06/16/2011	VICO - POOLING		150,000	150,000	32	4FE
901109 AB 4	TUTOR PERINI CORP FTWHI HI-YIELD 7.625 MN 11/01/2018		06/17/2011	VICO - POOLING		174,858	170,000	1,656	3FE
911365 AU 8	UNITED RENTALS NORTH AM FTWHI HI-YIELD 9.250 JD 12/15/2019		06/28/2011	WELLS FARGO		16,163	15,000	62	4FE
91359P AE 0	UNIVERSAL HOSP FLOAT FTWHI HI-YIELD 3.777 JD 06/01/2015		06/16/2011	VICO - POOLING		100,000	100,000	160	4FE
925524 BB 5	VIACOM INC FTW CORPORATE 6.250 AO 04/30/2016		06/16/2011	VICO - POOLING		906,021	800,000	6,389	2FE
92552V AC 4	VIASAT INC FTWHI HI-YIELD 8.875 MS 09/15/2016		06/16/2011	VICO - POOLING		216,556	203,000	4,554	4FE
92839U AE 7	VISTEON CORP FTW-HI HI-YIELD 6.750 AO 04/15/2019		06/16/2011	VICO - POOLING		90,000	90,000	1,181	4FE
929160 AR 0	VULCAN MATERIALS FTWHI HI-YIELD 7.500 JD 06/15/2021		06/03/2011	BANC/AMERICA		176,975	176,000		3FE
92976G AH 4	WACHOVIA BANK NA FTW CORPORATE 6.000 MN 11/15/2017		06/16/2011	VICO - POOLING		547,330	500,000	2,583	1FE
92976W BH 8	WACHOVIA CORP FTW CORPORATE 5.750 FA 02/01/2018		06/27/2011	ANCORA ADVISORS LLC		2,242,120	2,000,000	47,597	1FE
934548 AE 8	WMG ACQUISITION CORP FTWHI HI-YIELD 7.375 AO 04/15/2014		06/16/2011	VICO - POOLING		198,821	200,000	2,499	4FE
94106L AS 8	WASTE MANAGEMENT INC FTW CORPORATE 6.100 MS 03/15/2018		06/16/2011	VICO - POOLING		565,452	500,000	7,710	2FE
952355 AG 0	WEST CORP FTWHI HI-YIELD 8.625 JJ 10/01/2018		06/16/2011	VICO - POOLING		167,058	157,000	5,680	4FE
97381W AJ 3	WINDSTREAM FTWHI HI-YIELD 7.875 MN 11/01/2017		06/16/2011	VICO - POOLING		83,067	77,000	758	3FE
97381W AU 8	WINDSTREAM FTWHI HI-YIELD 7.500 AO 04/01/2023		06/16/2011	VICO - POOLING		118,000	118,000	2,213	4FE
067901 AD 0	BARRICK GOLD CORP FTWHI CORPORATE 2.900 MN 05/30/2016	I	06/22/2011	VARIOUS		474,585	475,000	423	1FE
136385 AN 1	CANADIAN NATL RESOURCES CORPORATE 5.900 FA 02/01/2018	I	06/16/2011	VICO - POOLING		326,634	295,000	6,527	2FE
146900 AL 9	CASCADES FTWHI HI-YIELD 7.875 JJ 01/15/2020	I	06/16/2011	VICO - POOLING		156,129	150,000	4,955	4FE
552704 AA 6	MEG ENERGY CORP FTWHI HI-YIELD 6.500 MS 03/15/2021	I	06/16/2011	VICO - POOLING		44,297	44,000	699	4FE
67000X AL 0	NOVELIS INC FTWHI HI-YIELD 8.375 JD 12/15/2017	I	06/16/2011	VICO - POOLING		150,000	150,000	35	4FE
74819R AG 1	QUEBECOR MEDIA HI-YIELD 7.750 JD 03/15/2016	I	06/16/2011	VICO - POOLING		101,557	100,000	1,959	4FE
878742 AQ 8	TECK RESOURCES LIMITED FTW CORPORATE 10.750 MN 05/15/2019	I	06/16/2011	VICO - POOLING		841,460	700,000	6,480	2FE
87971K AG 2	TEMBEC INDUSTRIES INC HI-YIELD 11.250 JD 12/15/2018	I	06/16/2011	VICO - POOLING		72,124	73,000	23	4FE
89346D AB 3	TRANSALTA CORP CORPORATE 5.750 JD 12/15/2013	I	06/16/2011	VICO - POOLING		402,029	376,000	60	2FE

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

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02364W AN 5	AMERICA MOVIL SAB DE CV FTW CORPORATE 5.625 MN 11/15/2017	R	06/16/2011	VICO - POOLING		554,875	500,000	2,422	1FE
11778B AA 0	BSKYM FINANCE UK PLC FTW CORPORATE 5.625 AO 10/15/2015	R	06/16/2011	VICO - POOLING		552,637	500,000	4,766	2FE
128690 AA 2	CALCIPAR SA FTWHI HI-YIELD 6.875 MN 05/01/2018	R	04/18/2011	JP MORGAN		53,350	53,000		4FE
22546Q AF 4	CREDIT SUISSE NEW YORK FTW CORPORATE 4.375 FA 08/05/2020	R	06/16/2011	VICO - POOLING		499,405	500,000	7,960	1FE
302203 AA 2	EXPRO FINANCE FTWHI HI-YIELD 8.500 JD 12/15/2016	R	06/16/2011	VICO - POOLING		159,609	161,000	38	4FE
448414 AC 6	HUTCHISON WHAMPOA FTW CORPORATE 7.450 FA 08/01/2017	R	06/16/2011	VICO - POOLING		584,565	500,000	13,969	1FE
45824T AD 7	INTELSAT JACKSON HLDG HI-YIELD 7.250 AO 04/01/2019	R	06/16/2011	VICO - POOLING		170,000	170,000	2,431	4FE
45867X AE 4	INTERGEN NV FTWHI HI-YIELD 9.000 JD 06/30/2017	R	06/16/2011	VICO - POOLING		104,018	100,000	4,150	3FE
45903P AA 5	INTL AUTO COMPONENT FTWHI HI-YIELD 9.125 JD 06/01/2018	R	06/23/2011	VARIOUS		161,445	159,000	345	4FE
60458P AA 3	MIRABELA NICKEL LTD FTWHI HI-YIELD 8.750 AO 04/15/2018	R	04/07/2011	JP MORGAN		47,000	47,000		4FE
639365 AE 5	NAVIOS MARITIME HOLDINGS FTWHI HI-YIELD 8.125 FA 02/15/2019	R	06/16/2011	VICO - POOLING		62,383	62,000	1,931	4FE
63938N AA 2	NAVIOS SA LOGIST/FIN FTWHI HI-YIELD 9.250 AO 04/15/2019	R	06/23/2011	VARIOUS		133,924	133,000	963	4FE
65504L AB 3	NOBLE HOLDING INTL LTD CORPORATE 3.450 FA 08/01/2015	R	06/16/2011	VICO - POOLING		500,000	500,000	6,469	1FE
670849 AA 6	OGX PETROLEO E GAS FTWHI HI-YIELD 8.500 JD 06/01/2018	R	06/23/2011	VARIOUS		261,450	261,000	406	4FE
71645W AR 2	PETROBRAS INTL FIN FTW CORPORATE 5.375 JJ 01/27/2021	R	06/16/2011	VICO - POOLING		476,163	475,000	9,858	2FE
881575 AA 2	TESCO PLC FTW CORPORATE 5.500 MN 11/15/2017	R	06/16/2011	VICO - POOLING		416,653	376,000	1,781	1FE
97314X AE 4	WIND ACQUISITION FTWHI HI-YIELD 11.750 JJ 07/15/2017	R	06/16/2011	VICO - POOLING		160,016	150,000	7,393	3FE
3899999.	Total - Bonds - Industrial & Miscellaneous					62,556,869	58,629,626	817,117	XXX
8399997.	Total - Bonds - Part 3					201,286,213	192,888,358	1,859,938	XXX
8399999.	Total - Bonds					201,286,213	192,888,358	1,859,938	XXX
Preferred Stocks - Industrial and Miscellaneous									
36186C 50 9	ALLY FINANCIAL INC PFD-REDEEM 7.375 MJSD		06/16/2011	VICO - POOLING	4,293.000	104,113			RP4LFE
8499999.	Total - Preferred Stocks - Industrial & Miscellaneous					104,113	XXX	0	XXX
8999997.	Total - Preferred Stocks - Part 3					104,113	XXX	0	XXX
8999999.	Total - Preferred Stocks					104,113	XXX	0	XXX
Common Stocks - Parent, Subsidiaries and Affiliates									
92206# 10 5	VANLINER GROUP, INC.		06/30/2011	UNIGROUP, INC.		3,790,351	XXX		K
9199999.	Total - Common Stocks - Parent, Subsidiaries and Affiliates					3,790,351	XXX	0	XXX
Common Stocks - Mutual Funds									
002824 10 0	ABBOTT LABORATORIES COMMON STK FMAN		06/27/2011	ANCORA ADVISORS LLC	7,000.000	364,980	XXX		L
09348R 30 0	BLDRS EMER MKTS 50 ADR ETF COMMON STK MJSD		06/17/2011	ANCORA ADVISORS LLC	10,190.000	460,891	XXX		L
20825C 10 4	CONOCOPHILLIPS COMMON STK FMAN		06/27/2011	ANCORA ADVISORS LLC	7,000.000	501,935	XXX		L
45409B 88 3	IQ GLOBAL RESOURCES ETF COMMON STK JAJO		06/17/2011	ANCORA ADVISORS LLC	13,716.000	426,267	XXX		L
458140 10 0	INTEL CORP COMMON STK FMAN		06/27/2011	ANCORA ADVISORS LLC	10,000.000	214,291	XXX		L
464287 46 5	ISHARES MSCI EAFE INDEX FUND MJSD		06/17/2011	ANCORA ADVISORS LLC	310.000	18,188	XXX		L
464287 50 7	ISHARES S&P MIDCAP 400 COMMON STK FMAN		05/24/2011	ANCORA ADVISORS LLC	4,586.000	444,698	XXX		L
478160 10 4	JOHNSON & JOHNSON COMMON STK FMAN		06/27/2011	ANCORA ADVISORS LLC	5,000.000	327,850	XXX		L
494368 10 3	KIMBERLY-CLARK CORP COMMON STK FMAN		06/27/2011	ANCORA ADVISORS LLC	5,000.000	327,850	XXX		L
524660 10 7	LEGGETT & PLATT INC COMMON STK FMAN		06/27/2011	ANCORA ADVISORS LLC	10,000.000	231,600	XXX		L
539830 10 9	LOCKHEED MARTIN CORP COMMON STK FMAN		06/27/2011	ANCORA ADVISORS LLC	4,550.000	363,979	XXX		L

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)
742718 10 9	PROCTOR & GAMBLE CO COMMON STK FMAN		06/27/2011	ANCORA ADVISORS LLC	6,091.000	392,541	XXX		L
755111 50 7	RAYTHEON COMPANY COMMON STK FMAN		06/27/2011	ANCORA ADVISORS LLC	10,100.000	494,810	XXX		L
761396 30 8	REVENUE SHARES SML CAP COMMON STK FMAN		05/24/2011	ANCORA ADVISORS LLC	11,998.000	399,896	XXX		L
922908 55 3	VANGUARD REIT ETF COMMON STK FMAN		06/17/2011	ANCORA ADVISORS LLC	6,997.000	421,603	XXX		L
9299999.	Total - Common Stocks - Mutual Funds					5,391,378	XXX	0	XXX
9799997.	Total - Common Stocks - Part 3					9,181,729	XXX	0	XXX
9799999.	Total - Common Stocks					9,181,729	XXX	0	XXX
9899999.	Total - Preferred and Common Stocks					9,285,842	XXX	0	XXX
9999999.	Total - Bonds, Preferred and Common Stocks					210,572,055	XXX	1,859,938	XXX

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

Statement for June 30, 2011 of the **National Interstate Insurance Company**

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																					
3128X1 MB 0	FREDDIE MAC STEP UP		06/20/2011	MATURITY		500,000	500,000	491,690	500,000				0		500,000			0	12,500	06/20/2011	1
3128X5 BB 3	FREDDIE MAC AGENCY		05/23/2011	CALL at 100.000		2,000,000	2,000,000	2,168,600	2,029,203		(29,203)		(29,203)		2,000,000			0	58,750	05/23/2016	1
3128X8 TZ 5	FREDDIE MAC AGENCY		04/08/2011	CALL at 100.000		4,020,000	4,020,000	4,021,302	3,500,000		(1,302)		(1,302)		4,020,000			0	50,250	04/08/2013	1
3128X8 YK 2	FREDDIE MAC AGENCY		04/29/2011	CALL at 100.000		2,000,000	2,000,000	1,990,000	1,993,167		643		643		1,993,810		6,190	6,190	27,500	04/29/2014	1
31331G WJ 4	FEDERAL FARM CREDIT BANK AGENCY		05/19/2011	CALL at 100.000		3,465,000	3,465,000	3,399,608	3,418,770		4,976		4,976		3,423,746		41,254	41,254	49,203	05/19/2014	1
31331J NY 5	FEDERAL FARM CREDIT BANK AGENCY		05/18/2011	CALL at 100.000		4,500,000	4,500,000	4,520,625	4,508,173		(8,173)		(8,173)		4,500,000			0	81,563	05/18/2017	1
3133F4 NN 7	FREDDIE MAC AGENCY		05/15/2011	CALL at 100.000		500,000	500,000	494,688	495,394		310		310		495,705		4,295	4,295	11,250	02/15/2016	1
3133MJ QF 0	FEDERAL HOME LOAN BANK AGENCY		06/22/2011	NIHI - POOLING		1,017,027	870,000	1,017,402			(375)		(375)		1,017,027			0	16,880	08/15/2016	1
3133XR HK 9	FEDERAL HOME LOAN BANK AGENCY		06/17/2011	CALL at 100.000		1,250,000	1,250,000	1,300,000	1,260,018		(10,018)		(10,018)		1,250,000			0	26,375	06/17/2013	1
3133XY LN 3	FEDERAL HOME LOAN BANK AGENCY		06/08/2011	CALL at 100.000		1,015,000	1,015,000	1,032,519	1,027,568		(12,568)		(12,568)		1,015,000			0	18,016	06/08/2017	1
3134G1 DH 4	FREDDIE MAC AGENCY		05/26/2011	CALL at 100.000		2,930,000	2,930,000	2,962,113	2,947,252		(17,252)		(17,252)		2,930,000			0	29,300	05/26/2015	1
3134G1 TX 2	FREDDIE MAC AGENCY		06/23/2011	CALL at 100.000		128,000	128,000	127,680	127,680		44		44		127,724		276	276	1,440	06/23/2014	1
3136F9 PH 0	FANNIE MAE AGENCY		05/13/2011	CALL at 100.000		750,000	750,000	777,915	754,622		(4,622)		(4,622)		750,000			0	15,000	11/13/2013	1
3136FH 6G 5	FANNIE MAE AGENCY		05/17/2011	CALL at 100.000		125,000	125,000	127,625	127,138		(2,138)		(2,138)		125,000			0	3,125	05/17/2016	1
3136FH JU 0	FANNIE MAE AGENCY		04/29/2011	CALL at 100.000		815,000	815,000	824,067	820,121		(5,121)		(5,121)		815,000			0	9,169	10/29/2012	1
3136FP EQ 6	FANNIE MAE AGENCY		06/22/2011	NIHI - POOLING		1,340,331	1,340,000	1,340,331					0		1,340,331			0	7,093	09/09/2015	1
31398A P2 2	FANNIE MAE AGENCY		04/26/2011	CALL at 100.000		3,100,000	3,100,000	3,133,635	3,116,099		(16,099)		(16,099)		3,100,000			0	31,775	04/26/2013	1
31398A Q5 4	FANNIE MAE AGENCY		05/06/2011	CALL at 100.000		1,430,000	1,430,000	1,437,706	1,437,645		(7,645)		(7,645)		1,430,000			0	13,406	05/06/2013	1
31398A WH 1	FANNIE MAE AGENCY		04/07/2011	CALL at 100.000		1,600,000	1,600,000	1,600,000	1,600,000				0		1,600,000			0	23,200	04/07/2014	1
31398A XB 3	FANNIE MAE AGENCY		05/05/2011	CALL at 100.000		540,000	540,000	548,905	544,455		(4,455)		(4,455)		540,000			0	7,560	05/05/2014	1
0599999.	Total - Bonds - U.S. Government					33,025,358	32,878,000	33,316,410	30,207,303	0	(112,996)	0	(112,996)	0	32,973,342	0	52,015	52,015	493,355	XXX	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions																					
810453 L4 0	SCOTTSDALE ARIZ MUNICIPAL 5.000		06/22/2011	NIHI - POOLING		390,997	390,000	391,551			(554)		(554)		390,997			0	9,263	07/01/2011	1FE
935341 UA 3	WARREN MICH CONS SCH DIST MUNICIPAL		06/22/2011	NIHI - POOLING		1,036,078	1,000,000	1,036,138			(61)		(61)		1,036,078			0	7,438	05/01/2018	1FE
2499999.	Total - Bonds - U.S. Political Subdivisions of States, Territories & Possessions					1,427,075	1,390,000	1,427,689	0	0	(615)	0	(615)	0	1,427,075	0	0	0	16,700	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment																					
3128M1 CK 3	FREDDIE MAC FHLMC		06/01/2011	MBS PAYDOWN		54,855	54,855	55,627	54,979		(124)		(124)		54,855			0	1,250	05/01/2021	1
3128MB DN 4	FREDDIE MAC FHLMC		06/01/2011	MBS PAYDOWN		51,586	51,586	52,554	51,706		(120)		(120)		51,586			0	1,151	04/01/2022	1
31294L 6V 0	FREDDIE MAC FHLMC		06/01/2011	MBS PAYDOWN		126,875	126,875	132,981	128,065		(1,190)		(1,190)		126,875			0	2,437	11/01/2021	1
3133XC T6 0	FEDERAL HOME LOAN BANK AGENC CMO		06/18/2011	MBS PAYDOWN		18,330	18,330	18,259	18,282		47		47		18,330			0	386	08/18/2015	1
3133XE 5D 7	FEDERAL HOME LOAN BANK CMO		06/28/2011	MBS PAYDOWN		32,203	32,203	32,354	32,221		(18)		(18)		32,203			0	700	12/28/2012	1
31371L RK 7	FANNIE MAE FNMA		06/01/2011	MBS PAYDOWN		89,627	89,627	92,848	90,324		(696)		(696)		89,627			0	1,486	02/01/2014	1
3137A1 X9 9	FREDDIE MAC CMO		06/15/2011	MBS PAYDOWN		97,290	97,290	100,604	97,689		(399)		(399)		97,290			0	1,636	06/01/2020	1
3137A2 PF 2	FREDDIE MAC CMO		06/15/2011	MBS PAYDOWN		156,648	156,648	158,704	156,826		(178)		(178)		156,648			0	1,782	10/01/2020	1
3137A6 DT 6	FREDDIE MAC CMO		06/15/2011	MBS PAYDOWN		174,972	174,972	181,370			(411)		(411)		174,972			0	1,752	03/01/2021	1

SCHEDULE D - PART 4

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

1 CUSIP Identification	2 Description	3 Foreign	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value 11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.	16 Book/ Adjusted Carrying Value At Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date	22 NAIC Desig-nation or Market Indicator (a)
3137A6 FB 3	FREDDIE MAC CMO		06/15/2011	MBS PAYDOWN		13,731	13,731	14,374			(18)		(18)		13,731			0	157	07/01/2025	1
31393D ZX 2	FANNIE MAE CMO		06/01/2011	MBS PAYDOWN		122,915	122,915	124,913	123,420		(505)		(505)		122,915			0	1,736	01/01/2013	1
31393G W5 9	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		59,193	59,193	59,618	59,241		(48)		(48)		59,193			0	1,320	04/01/2014	1
31393P LN 2	FREDDIE MAC CMO		06/15/2011	MBS PAYDOWN		255,063	255,063	260,005	258,634		(3,571)		(3,571)		255,063			0	5,212	11/01/2011	1
31393W W8 8	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		27,759	27,759	27,021	27,693		66		66		27,759			0	513	12/01/2018	1
31393Y 6K 6	FANNIE MAE CMO		06/01/2011	MBS PAYDOWN		54,485	54,485	53,429	53,556		929		929		54,485			0	1,132	04/01/2013	1
31394D H6 0	FANNIE MAE CMO		06/01/2011	MBS PAYDOWN		135,011	135,011	136,172	135,040		(28)		(28)		135,011			0	2,082	12/01/2012	1
31394D S9 2	FANNIE MAE CMO		06/01/2011	MBS PAYDOWN		78,820	78,820	79,583	78,875		(55)		(55)		78,820			0	1,805	01/01/2013	1
31394G ST 1	FREDDIE MAC CMO		06/15/2011	MBS PAYDOWN		508,555	508,555	527,467	515,913		(7,358)		(7,358)		508,555			0	10,727	09/01/2012	1
31394K 2V 5	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		56,783	56,783	58,034	56,812		(29)		(29)		56,783			0	945	04/01/2023	1
31394M ZK 9	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		18,280	18,280	18,450	18,299		(19)		(19)		18,280			0	457	04/01/2014	1
31394N GP 7	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		172,480	172,480	175,687	172,963		(483)		(483)		172,480			0	3,429	02/01/2013	1
31394R FP 9	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		137,597	137,597	141,854	138,477		(880)		(880)		137,597			0	2,775	02/01/2018	1
31395B J9 5	FANNIE MAE CMO		06/01/2011	MBS PAYDOWN		31,413	31,413	31,864	31,448		(36)		(36)		31,413			0	786	05/01/2014	1
31395C QA 2	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		292,483	292,483	297,031	293,413		(929)		(929)		292,483			0	6,063	11/01/2013	1
31395F FW 9	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		254,757	254,757	264,788	256,728		(1,970)		(1,970)		254,757			0	5,371	09/01/2014	1
31395J 4E 3	FREDDIE MAC CMO		06/15/2011	MBS PAYDOWN		92,010	92,010	95,029	93,121		(1,111)		(1,111)		92,010			0	1,721	12/01/2012	1
31395P FJ 6	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		184,278	184,278	190,786	188,358		(4,079)		(4,079)		184,278			0	3,696	08/01/2012	1
31395P QP 0	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		53,544	53,544	53,590	53,550		(5)		(5)		53,544			0	1,176	01/01/2019	1
31395P U6 7	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		131,159	131,159	133,393	131,433		(274)		(274)		131,159			0	2,608	06/01/2014	1
31395T KP 8	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		145,905	145,905	148,549	146,179		(274)		(274)		145,905			0	3,779	01/01/2014	1
31396A 6H 2	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		57,617	57,617	58,499	57,787		(170)		(170)		57,617			0	1,190	12/01/2015	1
31396A AE 4	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		158,691	158,691	165,163	160,330		(1,639)		(1,639)		158,691			0	3,302	05/01/2012	1
31396G MY 4	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		190,432	190,432	191,979	190,474		(42)		(42)		190,432			0	2,924	02/01/2013	1
31396H AN 9	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		27,314	27,314	27,468	27,343		(29)		(29)		27,314			0	614	11/01/2015	1
31396K PR 7	FANNIE MAE CMO		06/01/2011	MBS PAYDOWN		159,115	159,115	161,278	159,443		(328)		(328)		159,115			0	3,944	04/01/2013	1
31396L E3 0	FANNIE MAE CMO		06/01/2011	MBS PAYDOWN		142,531	142,531	143,222	142,531				0		142,531			0	4,107	10/01/2013	1
31396N 6Y 7	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		26,014	26,014	26,466	26,054		(40)		(40)		26,014			0	715	10/01/2015	1
31396T JV 6	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		115,704	115,704	116,030	115,704				0		115,704			0	2,622	12/01/2013	1
31396U DP 2	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		156,763	156,763	158,184	156,920		(157)		(157)		156,763			0	2,819	09/01/2013	1
31397A ED 1	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		14,357	14,357	14,372	14,357				0		14,357			0	325	11/01/2012	1
31397A HE 6	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		149,016	149,016	152,230	149,335		(319)		(319)		149,016			0	3,410	11/01/2015	1
31397B NE 7	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		102,519	102,519	101,494	102,283		236		236		102,519			0	1,893	12/01/2014	1
31397C 3M 9	FREDDIE MAC CMO		05/01/2011	MBS PAYDOWN		73,305	73,305	72,549	72,309		996		996		73,305			0	1,404	04/01/2014	1
31397F 2N 1	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		28,385	28,385	28,469	28,397		(12)		(12)		28,385			0	634	11/01/2018	1
31397G MB 3	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		158,564	158,564	160,496	158,887		(323)		(323)		158,564			0	3,333	09/01/2014	1

SCHEDULE D - PART 4

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

1 CUSIP Identification	2 Description	3 Foreign	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value: 11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.	16 Book/ Adjusted Carrying Value At Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date	22 NAIC Designation or Market Indicator (a)
31397H YK 8	FREDDIE MAC FL RT CMO		06/15/2011	MBS PAYDOWN		31,065	31,065	30,948	31,090		(25)		(25)		31,065			0	41	07/15/2015	1
31397H ZP 6	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		459,056	459,056	463,360	459,056				0		459,056			0	7,183	03/01/2012	1
31398C TG 3	FREDDIE MAC CMO		06/01/2011	MBS PAYDOWN		63,686	63,686	65,527	63,811		(125)		(125)		63,686			0	1,008	04/01/2019	1
31398F JG 7	FANNIE MAE CMO		06/25/2011	MBS PAYDOWN		20,722	20,722	21,700	20,821		(99)		(99)		20,722			0	336	11/01/2017	1
31398R E7 6	FANNIE MAE CMO		06/25/2011	MBS PAYDOWN		10,738	10,738	11,094					0		10,738			0	36	10/01/2027	1
31398R ZU 2	FANNIE MAE CMO		06/25/2011	MBS PAYDOWN		12,186	12,186	12,617					0		12,186			0	41	05/01/2022	1
31402D 7J 3	FANNIE MAE FNMA		06/01/2011	MBS PAYDOWN		146,343	146,343	150,459	146,982		(639)		(639)		146,343			0	2,449	01/01/2018	1
31403D JE 0	FANNIE MAE FNCI FNMA		06/01/2011	MBS PAYDOWN		67,301	67,301	67,564	67,329		(28)		(28)		67,301			0	1,392	08/01/2020	1
31403D KD 0	FANNIE MAE FNCI FNMA		06/01/2011	MBS PAYDOWN		47,719	47,719	48,152	47,764		(45)		(45)		47,719			0	984	01/01/2021	1
31412Q SE 0	FANNIE MAE FNMA		06/01/2011	MBS PAYDOWN		110,031	110,031	113,809			(268)		(268)		110,031			0	1,513	07/01/2024	1
31416W ZA 3	FANNIE MAE FNMA		06/16/2011	MBS PAYDOWN		10,718	10,718	10,990					0		10,718			0		09/01/2030	1
31417Y GK 7	FANNIE MAE FNMA		06/01/2011	MBS PAYDOWN		66,133	66,133	68,324			(122)		(122)		66,133			0	949	04/01/2024	1
31417Y R2 5	FANNIE MAE FNMA		06/01/2011	MBS PAYDOWN		312,039	312,039	325,690	315,524		(3,486)		(3,486)		312,039			0	4,621	07/01/2020	1
31417Y SD 0	FANNIE MAE FNMA		06/01/2011	MBS PAYDOWN		77,114	77,114	79,935	77,341		(227)		(227)		77,114			0	1,183	07/01/2025	1
31417Y SK 4	FANNIE MAE FNMA		06/16/2011	MBS PAYDOWN		186,986	186,986	195,663	178,380		(1,993)		(1,993)		186,986			0	2,691	07/01/2020	1
31418V T5 1	FANNIE MAE FNMA		06/16/2011	MBS PAYDOWN		24,241	24,241	25,203					0		24,241			0		04/01/2025	1
31419D MQ 1	FANNIE MAE FNMA		06/16/2011	MBS PAYDOWN		22,509	22,509	23,113					0		22,509			0		07/01/2025	1
31419D NW 7	FANNIE MAE FNMA		06/16/2011	MBS PAYDOWN		29,819	29,819	30,963	25,280		(32)		(32)		29,819			0	349	08/01/2025	1
38375Q EX 3	GINNIE MAE CMO		06/01/2011	MBS PAYDOWN		123,403	123,403	126,449	123,961		(558)		(558)		123,403			0	2,024	08/01/2013	1
38376X L5 0	GOVERNMENT NATL MTG ASSOC CMO		06/20/2011	MBS PAYDOWN		16,636	16,636	17,308					0		16,636			0	55	02/01/2023	1
38377E NN 0	GOV NATL MORT ASSOC CMO		06/20/2011	MBS PAYDOWN		12,783	12,783	13,267					0		12,783			0	43	09/01/2022	1
38377L ZD 3	GOV NATL MORTAGE ASSOC CMO		06/20/2011	MBS PAYDOWN		8,808	8,808	9,074					0		8,808			0	22	07/01/2023	1
38377M G4 2	GOVERNMENT NATL MORT ASSOC CMO		06/20/2011	MBS PAYDOWN		138,826	138,826	144,184	139,512		(686)		(686)		138,826			0	1,332	07/01/2013	1
46246L VC 1	IOWA FIN AUTH SINGLE FAMILY R MUNICIPAL		04/01/2011	CALL at 100.000		5,000	5,000	4,963	4,993		2		2		4,995		5	5	150	01/01/2012	1FE
54627A CD 7	LOUISIANA HSG FIN AGY MUNICIPAL		06/01/2011	CALL at 100.000		45,000	45,000	47,970	47,931		(2,931)		(2,931)		45,000			0	1,140	12/01/2038	1FE
60535G AX 0	MISSISSIPPI HOME CORP MUNICIPAL		05/01/2011	SINKING FUND REDEMPTION.		5,000	5,000	5,388	5,000				0		5,000			0		12/01/2031	1FE
60636X 8E 6	MISSOURI ST HSG COMMN MUNICIPAL		06/01/2011	SINKING FUND REDEMPTION.		5,000	5,000	5,385	15,104				0		5,000			0	99	11/01/2027	1FE
64469D EF 4	NEW HAMPSHIRE ST HSG MUNICIPAL		05/31/2011	SINKING FUND REDEMPTION.		345,000	345,000	360,870	361,279				0		345,000			0	11,080	01/01/2037	1FE
67755A X5 7	OHIO BULDING-ARTS BLD MUNICIPAL		04/01/2011	CALL at 100.000		1,085,000	1,085,000	1,219,442	1,091,005		(6,005)		(6,005)		1,085,000			0	29,838	04/01/2016	1FE
93978T LZ 0	WASHINGTON ST HSG FIN COMMN MUNICIPAL		06/22/2011	NIHI - POOLING		1,481,412	1,480,000	1,481,412					0		1,481,412			0	4,187	06/01/2028	1FE
3199999.	Total - Bonds - U.S. Special Revenue & Assessment					10,159,209	10,157,797	10,475,656	8,247,561	0	(42,860)	0	(42,860)	0	10,159,204	0	5	5	178,057	XXX	XXX
Bonds - Industrial and Miscellaneous																					
038521 AD 2	ARAMARK CORP FTWHI HI-YIELD		05/11/2011	BANC/AMERICA		79,420	76,000	76,380	76,268		(45)		(45)		76,223		3,197	3,197	5,114	02/01/2015	4FE
165167 BS 5	CHESAPEAKE ENERGY FTWHI HI-YIELD		05/16/2011	CHESAPEAKE ENERGY CORP.		182,040	164,000	175,890			(321)		(321)		175,569		6,471	6,471	2,695	08/15/2017	3FE
18451Q AC 2	CLEAR CHANNEL FTWHI HI-YIELD		04/11/2011	BANC/AMERICA		3,330	3,000	3,000	3,000				0		3,000		330	330	92	12/15/2017	4FE
18451Q AD 0	CLEAR CHANNEL FTWHI HI-YIELD		04/11/2011	VARIOUS		178,616	161,000	165,500	165,141		(188)		(188)		164,952		13,664	13,664	4,761	12/15/2017	4FE

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)
25459H AD 7	DIRECTV HOLDINGS FTW CORPORATE		06/15/2011	CALL at 102.125		510,625	500,000	517,045	511,993		(2,108)		(2,108)		509,885		740	740	15,938	06/15/2015	2FE
337756 AB 6	FISHER COMMUNICATIONS FTWHI HI-YIELD		06/24/2011	CALL at 102.875		26,748	26,000	25,838	25,863		10		10		25,873		874	874	1,389	09/15/2014	4FE
362257 AB 3	GSAA HOME EQUITY TRUST NONGOV MBS		06/25/2011	VARIOUS		105,723	105,723	105,723	149,010				0		149,010			0	183	11/25/2036	1Z*
362381 AA 3	GSAA HOME EQUITY TRUST NONGOV MBS		06/25/2011	VARIOUS		24,039	24,039	24,039	21,498	7,623			7,623		29,121			0	29	08/25/2036	1Z*
36298Y AA 8	GSAA HOME EQUITY TRUST NONGOV MBS		06/25/2011	VARIOUS		28,968	28,968	28,968	24,666	9,328			9,328		33,994			0	35	09/25/2036	1Z*
382550 AZ 4	GOODYEAR TIRE FTWHI HI-YIELD		06/03/2011	VARIOUS		157,628	140,000	155,425	153,182		(1,028)		(1,028)		152,154		5,474	5,474	7,727	05/15/2016	4FE
40052T AA 7	GRYPHON FUNDING LTD CORPORATE		06/05/2011	VARIOUS		63,384	63,384	31,148	110,976				0		110,976			0	113	09/23/2011	6
431318 AC 8	HILCORP ENGY FTWHI HI-YIELD		06/28/2011	BARCLAYS CAPITAL		206,000	200,000	191,500	192,813		615		615		193,428		12,572	12,572	10,333	11/01/2015	4FE
458665 AR 7	INTERFACE INC FTWHI HI-YIELD		05/17/2011	DIRECT		216,000	200,000	200,000	200,000				0		200,000		16,000	16,000	7,074	12/01/2018	4FE
46629E AC 7	JP MORGAN ALT LOAN TRUST NONGOV MBS		06/25/2011	MBS PAYDOWN		47,271	47,271	47,271	32,352	14,919			14,919		47,271			0	73	09/25/2036	1Z*
570506 AM 7	MARKWEST ENGY FTWHI HI-YIELD		05/18/2011	CIBC WORLD MKT CORP.		33,240	32,000	32,000	32,000				0		32,000		1,240	1,240	1,206	11/01/2020	3FE
59156R AV 0	METLIFE INC FTWHI CORPORATE		05/24/2011	BANC/AMERICA		42,900	30,000	38,475	38,405		(50)		(50)		38,356		4,544	4,544	2,634	08/01/2039	2FE
63934E AM 0	NAVISTAR INTL FTWHI HI-YIELD		05/13/2011	BANC/AMERICA		200,700	180,000	178,650	178,752		28		28		178,779		21,921	21,921	8,110	11/01/2021	3FE
716495 AL 0	PETROHAWK FTWHI HI-YIELD		05/25/2011	CREDIT AGRICOLE CIB		177,459	167,000	168,670	168,665		(84)		(84)		168,581		8,878	8,878	9,378	08/15/2018	4FE
78108A AA 2	RSC EQUIP FTWHI HI-YIELD		05/24/2011	PRINCE RIDGE		127,540	112,000	121,660	120,105		(614)		(614)		119,491		8,049	8,049	9,707	07/15/2017	4FE
81683R AQ 7	SEMINOLE TRIBE OF FL FTWHI HI-YIELD		04/20/2011	BANC/AMERICA		10,725	10,000	10,000	10,000				0		10,000		725	725	360	10/01/2017	3FE
88522W AB 9	THORNBURG MTGE SEC TRUST		06/25/2011	MBS PAYDOWN		198,811	198,811	198,811	198,811				0		198,811			0	305	06/25/2037	1Z*
911365 AV 6	UNITED RENTALS NORTH AM FTWHI HI-YIELD		04/06/2011	CITADEL SECURITIES		231,750	200,000	209,500	208,310		(425)		(425)		207,885		23,865	23,865	7,008	06/15/2016	4FE
374826 AD 7	GIBSON ENERGY FTWHI HI-YIELD		06/15/2011	GIBSON ENERGY		207,211	180,000	193,500	191,136		(1,923)		(1,923)		189,213		17,998	17,998	11,398	05/27/2014	4FE
128690 AA 2	CALCIPAR SA FTWHI HI-YIELD		05/25/2011	GOLDMAN SACHS & CO		54,590	53,000	53,350			(4)		(4)		53,346		1,244	1,244	334	05/01/2018	4FE
60458P AA 3	MIRABELA NICKEL LTD FTWHI HI-YIELD		04/07/2011	JP MORGAN		47,881	47,000	47,000					0		47,000		881	881		04/15/2018	4FE
97314X AE 4	WIND ACQUISITION FTWHI HI-YIELD		04/20/2011	BNP PARIBAS		117,000	100,000	112,750	110,673		(626)		(626)		110,047		6,953	6,953	9,172	07/15/2017	3FE
3899999.	Total - Bonds - Industrial & Miscellaneous					3,279,598	3,049,196	3,112,093	2,923,618	31,870	(6,763)	0	25,107	0	3,224,965	0	155,621	155,621	115,167	XXX	XXX
8399997.	Total - Bonds - Part 4					47,891,239	47,474,993	48,331,848	41,378,482	31,870	(163,233)	0	(131,363)	0	47,784,586	0	207,642	207,642	803,279	XXX	XXX
8399999.	Total - Bonds					47,891,239	47,474,993	48,331,848	41,378,482	31,870	(163,233)	0	(131,363)	0	47,784,586	0	207,642	207,642	803,279	XXX	XXX
Preferred Stocks - Industrial and Miscellaneous																					
010392 54 6	ALABAMA POWER CO.		06/20/2011	CALL at 25.000	10,000.000	250,000	25.00	249,500	249,560		5		5		249,566		435	435	9,343	XXX	RP1LFE
36186C 50 9	ALLY FINANCIAL INC PFD-REDEEM		05/26/2011	BARCLAYS CAPITAL	6,000.000	144,297	25.00	141,000					0		141,000		3,297	3,297	4,815	XXX	RP4LFE
74255M AA 6	PRINC PROT PRETSL 13		06/24/2011	MATURITY	2,000,000.000	2,000,000	1.00	2,000,000	1,992,600	7,400			7,400		2,000,000			0		XXX	RP6A
80410Y 20 0	SATURN-GE		04/25/2011	CALL at 25.000	6,000.000	150,000	25.00	150,000	150,000				0		150,000			0	5,500	XXX	RP1LFE
8499999.	Total - Preferred Stocks - Industrial & Miscellaneous					2,544,297	XXX	2,540,500	2,392,160	7,400	5	0	7,405	0	2,540,566	0	3,732	3,732	19,658	XXX	XXX
8999997.	Total - Preferred Stocks - Part 4					2,544,297	XXX	2,540,500	2,392,160	7,400	5	0	7,405	0	2,540,566	0	3,732	3,732	19,658	XXX	XXX
8999999.	Total - Preferred Stocks					2,544,297	XXX	2,540,500	2,392,160	7,400	5	0	7,405	0	2,540,566	0	3,732	3,732	19,658	XXX	XXX
Common Stocks - Mutual Funds																					
00206R 10 2	AT&T INC COMMON STK		05/10/2011	ANCORA ADVISORS LLC	3,700.000	117,251	XXX	103,188					0		103,188		14,063	14,063	1,591	XXX	L
002824 10 0	ABBOTT LABORATORIES COMMON STK		05/10/2011	ANCORA ADVISORS LLC	2,200.000	116,092	XXX	105,003					0		105,003		11,089	11,089	1,056	XXX	L

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 Desig-nation or Market Indicator (a)
233293 10 9	DPL INC COMMON STK		04/21/2011	ANCORA ADVISORS LLC	3,850.000	116,075	XXX	101,620					0		101,620		14,455	14,455		XXX	L
478160 10 4	JOHNSON & JOHNSON COMMON STK		05/10/2011	ANCORA ADVISORS LLC	1,800.000	117,727	XXX	107,560					0		107,560		10,167	10,167		XXX	L
532457 10 8	ELI LILLY & CO COMMON STK		05/10/2011	ANCORA ADVISORS LLC	3,000.000	115,948	XXX	102,357					0		102,357		13,591	13,591		XXX	L
78462F 10 3	SPDR TRUST SER 1 COMMON STK		05/24/2011	VARIOUS	15,177.000	2,001,051	XXX	2,302,297	1,908,508	(538,935)			(538,935)		1,369,572		631,479	631,479	21,112	XXX	L
871829 10 7	SYSCO CORP COMMON STK		05/10/2011	ANCORA ADVISORS LLC	3,600.000	111,886	XXX	100,709					0		100,709		11,176	11,176	936	XXX	L
9299999.	Total - Common Stocks - Mutual Funds					2,696,029	XXX	2,922,733	1,908,508	(538,935)	0	0	(538,935)	0	1,990,009	0	706,020	706,020	24,695	XXX	XXX
9799997	Total - Common Stocks - Part 4					2,696,029	XXX	2,922,733	1,908,508	(538,935)	0	0	(538,935)	0	1,990,009	0	706,020	706,020	24,695	XXX	XXX
9799999.	Total - Common Stocks					2,696,029	XXX	2,922,733	1,908,508	(538,935)	0	0	(538,935)	0	1,990,009	0	706,020	706,020	24,695	XXX	XXX
9899999.	Total - Preferred and Common Stocks					5,240,327	XXX	5,463,233	4,300,668	(531,535)	5	0	(531,530)	0	4,530,575	0	709,752	709,752	44,353	XXX	XXX
9999999.	Total - Bonds, Preferred and Common Stocks					53,131,566	XXX	53,795,082	45,679,150	(499,665)	(163,228)	0	(662,893)	0	52,315,160	0	917,394	917,394	847,632	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		2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
			Rate	Amount of Interest	Amount of Interest Accrued	6	7	8	
Depository		Code	of Interest	Received During Current Quarter	at Current Statement Date	First Month	Second Month	Third Month	*
Open Depositories									
Key Bank	Cleveland, OH					833,993	787,478	923,012	XXX
Key Bank	Cleveland, OH					34,003	19,840	24,841	XXX
Key Bank	Cleveland, OH					1,319,858	2,434,841	1,346,057	XXX
Key Bank	Cleveland, OH					(17,338,879)	(12,432,534)	(11,600,661)	XXX
Key Bank	Cleveland, OH					31,408	56,767	67,918	XXX
First Hawaiian	Honolulu, HI		Variable	38		306,790	411,301	247,187	XXX
0199999. Total Open Depositories		XXX	XXX	38	0	(14,812,827)	(8,722,307)	(8,991,646)	XXX
0399999. Total Cash on Deposit		XXX	XXX	38	0	(14,812,827)	(8,722,307)	(8,991,646)	XXX
0499999. Cash in Company's Office		XXX	XXX	XXX	XXX	800	800	800	XXX
0599999. Total Cash		XXX	XXX	38	0	(14,812,027)	(8,721,507)	(8,990,846)	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