



QUARTERLY STATEMENT

As of June 30, 2011

of the Condition and Affairs of the

CONTINENTAL GENERAL INSURANCE COMPANY

NAIC Group Code.....0084, 0084 (Current Period) (Prior Period)	NAIC Company Code..... 71404	Employer's ID Number..... 47-0463747
Organized under the Laws of Ohio	State of Domicile or Port of Entry Ohio	Country of Domicile US
Incorporated/Organized..... May 24, 1961	Commenced Business..... July 11, 1961	
Statutory Home Office	301 East Fourth Street..... Cincinnati OH 45202 (Street and Number) (City or Town, State and Zip Code)	
Main Administrative Office	11200 Lakeline Blvd Ste 100..... Austin TX 78717 (Street and Number) (City or Town, State and Zip Code)	512-451-2224 (Area Code) (Telephone Number)
Mail Address	11200 Lakeline Blvd Ste 100..... Austin TX 78717 (Street and Number or P. O. Box) (City or Town, State and Zip Code)	
Primary Location of Books and Records	11200 Lakeline Blvd Ste 100..... Austin TX 78717 (Street and Number) (City or Town, State and Zip Code)	512-451-2224 (Area Code) (Telephone Number)
Internet Web Site Address	www.continentalgeneral.com	
Statutory Statement Contact	Jesse Navarrete (Name) austinfirpt@gafri.com (E-Mail Address)	512-807-4801 (Area Code) (Telephone Number) (Extension) 512-467-1399 (Fax Number)

OFFICERS

Name	Title	Name	Title
1. Bradley Allen Wolfram #	President	2. Byron Keith Buescher	Treasurer
3. Brenda Weigilia Hardison	Secretary	4. James Monroe Garvin III	Appointed Actuary
OTHER			
David Lawrence Chambers #	Vice President	Tracy Eugene Maples	Chief Actuary
Paul Adolph Severt	Chief Financial Officer	Mark Francis Muething	Assistant Secretary
Christopher Patrick Miliano	Assistant Treasurer	Thomas Edward Mischell	Assistant Treasurer

DIRECTORS OR TRUSTEES

Bradley Allen Wolfram #	Christopher Patrick Miliano	Mark Francis Muething	Michael James Prager
Paul Adolph Severt #			

State of..... Texas
County of..... Williamson

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) Bradley Allen Wolfram 1. (Printed Name) President (Title)	(Signature) Byron Keith Buescher 2. (Printed Name) Treasurer (Title)	(Signature) Brenda Weigilia Hardison 3. (Printed Name) Secretary (Title)
Subscribed and sworn to before me This _____ day of _____ August, 2011	a. Is this an original filing? b. If no: 1. State the amendment number 2. Date filed 3. Number of pages attached	Yes [X] No [] _____ _____ _____

CONTINENTAL GENERAL INSURANCE COMPANY
ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds.....	167,464,788		167,464,788	183,121,897
2. Stocks:				
2.1 Preferred stocks.....			.0	
2.2 Common stocks.....			.0	
3. Mortgage loans on real estate:				
3.1 First liens.....	3,970,833		3,970,833	4,036,825
3.2 Other than first liens.....			.0	
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....			.0	
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			.0	
4.3 Properties held for sale (less \$.....0 encumbrances).....	714,491		714,491	714,491
5. Cash (\$.....(3,839,870)), cash equivalents (\$.....0) and short-term investments (\$.....30,568,368).....	26,728,498		26,728,498	5,974,911
6. Contract loans (including \$.....0 premium notes).....	3,238,561		3,238,561	3,261,046
7. Derivatives.....			.0	
8. Other invested assets.....	3,601,475		3,601,475	3,703,129
9. Receivables for securities.....	1,045,336		1,045,336	
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).....	206,763,982	.0	206,763,982	200,812,299
13. Title plants less \$.....0 charged off (for Title insurers only).....			.0	
14. Investment income due and accrued.....	2,311,899		2,311,899	2,488,747
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	(15,438,437)	210,576	(15,649,013)	(16,161,653)
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	1,773,457		1,773,457	1,737,667
15.3 Accrued retrospective premiums.....			.0	
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	12,261,611		12,261,611	12,814,001
16.2 Funds held by or deposited with reinsured companies.....			.0	
16.3 Other amounts receivable under reinsurance contracts.....	3,885,561		3,885,561	4,196,729
17. Amounts receivable relating to uninsured plans.....			.0	
18.1 Current federal and foreign income tax recoverable and interest thereon.....	547,848		547,848	597,799
18.2 Net deferred tax asset.....	27,118,000	20,319,000	6,799,000	9,028,000
19. Guaranty funds receivable or on deposit.....	576,473		576,473	711,590
20. Electronic data processing equipment and software.....			.0	
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.....	174,618		174,618	44,054
24. Health care (\$.....0) and other amounts receivable.....	806,978	806,978	.0	
25. Aggregate write-ins for other than invested assets.....	192,354	192,354	.0	.0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	240,974,344	21,528,908	219,445,436	216,269,233
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			.0	
28. Total (Lines 26 and 27).....	240,974,344	21,528,908	219,445,436	216,269,233

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. Other Amounts Receivable.....	46,516	46,516	.0	
2502. Suspense.....			.0	
2503. Prepaids.....	145,838	145,838	.0	
2598. Summary of remaining write-ins for Line 25 from overflow page.....	.0	.0	.0	.0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	192,354	192,354	.0	.0

CONTINENTAL GENERAL INSURANCE COMPANY
LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for life contracts \$.....77,405,206 less \$.....0 included in Line 6.3 (including \$.....0 Modco Reserve).....	77,405,026	77,451,061
2. Aggregate reserve for accident and health contracts (including \$.....0 Modco Reserve).....	94,937,569	91,222,205
3. Liability for deposit-type contracts (including \$.....0 Modco Reserve).....	251,224	272,869
4. Contract claims:		
4.1 Life.....	644,238	809,026
4.2 Accident and health.....	4,336,412	4,794,860
5. Policyholders' dividends \$.....0 and coupons \$.....0 due and unpaid.....		
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$.....0 Modco).....		
6.2 Dividends not yet apportioned (including \$.....0 Modco).....		
6.3 Coupons and similar benefits (including \$.....0 Modco).....		
7. Amount provisionally held for deferred dividend policies not included in Line 6.....		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$.....0 discount; including \$.....(754,157) accident and health premiums.....	773,336	842,047
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts.....		
9.2 Provision for experience rating refunds, including \$.....0 accident and health experience rating refunds.....		
9.3 Other amounts payable on reinsurance, including \$.....18,635 assumed and \$.....0 ceded.....	18,635	12,542
9.4 Interest Maintenance Reserve.....	179,237	
10. Commissions to agents due or accrued - life and annuity contracts \$.....0, accident and health \$.....0 and deposit-type contract funds \$.....0.....	921,056	709,337
11. Commissions and expense allowances payable on reinsurance assumed.....	1,424	1,659
12. General expenses due or accrued.....	388,144	479,041
13. Transfers to Separate Accounts due or accrued (net) (including \$.....0 accrued for expense allowances recognized in reserves, net of reinsured allowances).....		
14. Taxes, licenses and fees due or accrued, excluding federal income taxes.....	1,033,850	1,217,773
15.1 Current federal and foreign income taxes, including \$.....0 on realized capital gains (losses).....		
15.2 Net deferred tax liability.....		
16. Unearned investment income.....	116,735	116,755
17. Amounts withheld or retained by company as agent or trustee.....	1,874	924
18. Amounts held for agents' account, including \$.....0 agents' credit balances.....		
19. Remittances and items not allocated.....	376,428	453,730
20. Net adjustment in assets and liabilities due to foreign exchange rates.....		
21. Liability for benefits for employees and agents if not included above.....		
22. Borrowed money \$.....0 and interest thereon \$.....0.....		
23. Dividends to stockholders declared and unpaid.....		
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve.....	409,027	314,471
24.02 Reinsurance in unauthorized companies.....		
24.03 Funds held under reinsurance treaties with unauthorized reinsurers.....		
24.04 Payable to parent, subsidiaries and affiliates.....	6,320	92,567
24.05 Drafts outstanding.....		
24.06 Liability for amounts held under uninsured plans.....		
24.07 Funds held under coinsurance.....		
24.08 Derivatives.....		
24.09 Payable for securities.....		
24.10 Payable for securities lending.....		
24.11 Capital notes \$.....0 and interest thereon \$.....0.....		
25. Aggregate write-ins for liabilities.....	824,863	957,187
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25).....	182,625,398	179,748,054
27. From Separate Accounts statement.....		
28. Total liabilities (Lines 26 and 27).....	182,625,398	179,748,054
29. Common capital stock.....	4,196,559	4,196,559
30. Preferred capital stock.....		
31. Aggregate write-ins for other than special surplus funds.....	0	0
32. Surplus notes.....		
33. Gross paid in and contributed surplus.....	2,638,870	2,638,870
34. Aggregate write-ins for special surplus funds.....	1,382,000	2,201,000
35. Unassigned funds (surplus).....	28,602,609	27,484,750
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 29 \$.....0).....		
36.2 .....0.000 shares preferred (value included in Line 30 \$.....0).....		
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$.....0 in Separate Accounts Statement).....	32,623,479	32,324,620
38. Totals of Lines 29, 30 and 37.....	36,820,038	36,521,179
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3).....	219,445,436	216,269,233
DETAILS OF WRITE-INS		
2501. Escheat.....	824,863	957,187
2502.		
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).....	824,863	957,187
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page.....	0	0
3199. Totals (Lines 3101 thru 3103 plus 3198) (Line 31 above).....	0	0
3401. SSAP 10R Additional Surplus.....	1,382,000	2,201,000
3402.		
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	1,382,000	2,201,000

SUMMARY OF OPERATIONS

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
1. Premiums and annuity considerations for life and accident and health contracts.....	28,799,009	31,308,613	60,474,990
2. Considerations for supplementary contracts with life contingencies.....			
3. Net investment income.....	5,683,518	5,928,248	12,447,486
4. Amortization of Interest Maintenance Reserve (IMR).....	(84,736)	(150,912)	(281,150)
5. Separate Accounts net gain from operations excluding unrealized gains or losses.....			
6. Commissions and expense allowances on reinsurance ceded.....	6,563,127	9,055,701	16,427,016
7. Reserve adjustments on reinsurance ceded.....			
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts.....			
8.2 Charges and fees for deposit-type contracts.....			
8.3 Aggregate write-ins for miscellaneous income.....	47,089	36,197	103,232
9. Totals (Lines 1 to 8.3).....	41,008,007	46,177,847	89,171,574
10. Death benefits.....	2,281,076	2,267,474	4,245,902
11. Matured endowments (excluding guaranteed annual pure endowments).....	2,910	2,853	2,996
12. Annuity benefits.....	745,934	716,353	1,408,353
13. Disability benefits and benefits under accident and health contracts.....	18,270,151	21,473,923	40,338,605
14. Coupons, guaranteed annual pure endowments and similar benefits.....			
15. Surrender benefits and withdrawals for life contracts.....	2,568,829	3,411,294	5,556,931
16. Group conversions.....			
17. Interest and adjustments on contract or deposit-type contract funds.....	8,045	12,075	22,852
18. Payments on supplementary contracts with life contingencies.....	55,074	53,243	103,983
19. Increase in aggregate reserves for life and accident and health contracts.....	3,669,329	(324,536)	(39,744)
20. Totals (Lines 10 to 19).....	27,601,348	27,612,679	51,639,878
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only).....	4,078,193	6,164,233	10,524,233
22. Commissions and expense allowances on reinsurance assumed.....	41,009	591,124	1,125,192
23. General insurance expenses.....	3,978,851	4,154,125	8,219,071
24. Insurance taxes, licenses and fees, excluding federal income taxes.....	1,332,891	1,182,339	2,612,682
25. Increase in loading on deferred and uncollected premiums.....	(1,134)	(77,616)	(120,016)
26. Net transfers to or (from) Separate Accounts net of reinsurance.....			
27. Aggregate write-ins for deductions.....	2,762	3,418	3,450
28. Totals (Lines 20 to 27).....	37,033,920	39,630,302	74,004,490
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28).....	3,974,087	6,547,545	15,167,084
30. Dividends to policyholders.....	988	1,188	5,444
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30).....	3,973,099	6,546,357	15,161,640
32. Federal and foreign income taxes incurred (excluding tax on capital gains).....	339,929	840,111	1,466,602
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32).....	3,633,170	5,706,246	13,695,038
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$.....(79,799) (excluding taxes of \$.....79,754 transferred to the IMR).....	56,380	(1,425,324)	(1,219,386)
35. Net income (Line 33 plus Line 34).....	3,689,550	4,280,922	12,475,652
CAPITAL AND SURPLUS ACCOUNT			
36. Capital and surplus, December 31, prior year.....	36,521,179	32,144,441	32,144,441
37. Net income (Line 35).....	3,689,550	4,280,922	12,475,652
38. Change in net unrealized capital gains (losses) less capital gains tax of \$.....(8,197).....	(56,319)	(119,726)	(385,949)
39. Change in net unrealized foreign exchange capital gain (loss).....			
40. Change in net deferred income tax.....	(838,936)	(202,608)	(2,054,746)
41. Change in nonadmitted assets.....	12,374	289,766	2,901,703
42. Change in liability for reinsurance in unauthorized companies.....			
43. Change in reserve on account of change in valuation basis, (increase) or decrease.....			
44. Change in asset valuation reserve.....	(94,555)	(146,824)	(288,718)
45. Change in treasury stock.....			
46. Surplus (contributed to) withdrawn from Separate Accounts during period.....			
47. Other changes in surplus in Separate Accounts Statement.....			
48. Change in surplus notes.....			
49. Cumulative effect of changes in accounting principles.....			
50. Capital changes:			
50.1 Paid in.....			
50.2 Transferred from surplus (Stock Dividend).....			
50.3 Transferred to surplus.....			
51. Surplus adjustment:			
51.1 Paid in.....			
51.2 Transferred to capital (Stock Dividend).....			
51.3 Transferred from capital.....			
51.4 Change in surplus as a result of reinsurance.....	(1,594,255)	(1,927,603)	(3,855,204)
52. Dividends to stockholders.....		(3,200,000)	(3,200,000)
53. Aggregate write-ins for gains and losses in surplus.....	(819,000)	(2,263,000)	(1,216,000)
54. Net change in capital and surplus (Lines 37 through 53).....	298,859	(3,289,073)	4,376,738
55. Capital and surplus as of statement date (Lines 36 + 54).....	36,820,038	28,855,368	36,521,179
DETAILS OF WRITE-INS			
08.301. Miscellaneous Income.....	42,095	7,356	69,166
08.302. Express Scripts Rebates.....		28,841	65,909
08.303. Interest on Agent Balances.....	4,994		(31,843)
08.398. Summary of remaining write-ins for Line 8.3 from overflow page.....	0	0	0
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above).....	47,089	36,197	103,232
2701. Penalties.....	2,762	3,418	3,434
2702. Other Expenses.....			16
2703.			
2798. Summary of remaining write-ins for Line 27 from overflow page.....	0	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above).....	2,762	3,418	3,450
5301. SSAP 10R Additional Surplus.....	(819,000)	(2,263,000)	(1,216,000)
5302.			
5303.			
5398. Summary of remaining write-ins for Line 53 from overflow page.....	0	0	0
5399. Totals (Lines 5301 thru 5303 plus 5398) (Line 53 above).....	(819,000)	(2,263,000)	(1,216,000)

CONTINENTAL GENERAL INSURANCE COMPANY
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.....	28,219,427	30,728,291	59,415,768
2. Net investment income.....	5,660,495	5,761,846	11,178,520
3. Miscellaneous income.....	5,015,961	7,164,296	12,675,045
4. Total (Lines 1 through 3).....	38,895,883	43,654,433	83,269,333
5. Benefit and loss related payments.....	23,677,559	27,585,752	49,937,419
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			
7. Commissions, expenses paid and aggregate write-ins for deductions.....	9,494,249	13,906,440	24,486,791
8. Dividends paid to policyholders.....	988	873	4,898
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses).....	289,933	(3,514,046)	(2,064,204)
10. Total (Lines 5 through 9).....	33,462,729	37,979,019	72,364,904
11. Net cash from operations (Line 4 minus Line 10).....	5,433,154	5,675,414	10,904,429
CASH FROM INVESTMENTS			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	20,058,770	11,815,808	26,804,423
12.2 Stocks.....			47,880
12.3 Mortgage loans.....	65,992	183,781	424,828
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.....			
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	20,124,762	11,999,589	27,277,131
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	3,994,960	1,104,566	31,423,976
13.2 Stocks.....			
13.3 Mortgage loans.....			
13.4 Real estate.....			
13.5 Other invested assets.....			
13.6 Miscellaneous applications.....	1,045,336		
13.7 Total investments acquired (Lines 13.1 to 13.6).....	5,040,296	1,104,566	31,423,976
14. Net increase (decrease) in contract loans and premium notes.....	(22,485)	174,472	216,494
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	15,106,951	10,720,551	(4,363,339)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes.....			
16.2 Capital and paid in surplus, less treasury stock.....			
16.3 Borrowed funds.....			
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	(29,673)	(39,062)	(71,787)
16.5 Dividends to stockholders.....		3,200,000	3,200,000
16.6 Other cash provided (applied).....	243,156	486,193	2,052,149
17. Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6).....	213,483	(2,752,869)	(1,219,638)
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).....	20,753,587	13,643,096	5,321,452
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	5,974,911	653,459	653,459
19.2 End of period (Line 18 plus Line 19.1).....	26,728,498	14,296,555	5,974,911

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

20.0001			
---------	--	--	--

EXHIBIT 1

DIRECT PREMIUMS AND DEPOSIT-TYPE CONTRACTS

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
1. Industrial life.....	.....	.....	.....
2. Ordinary life insurance.....	6,339,609	6,930,785	12,801,819
3. Ordinary individual annuities.....	2,952,507	1,292,082	1,889,303
4. Credit life (group and individual).....	.....	.....	.....
5. Group life insurance.....	.....	.....67,468	78,802
6. Group annuities.....	.....	.....	.....
7. A&H - group.....	203,707	11,931,657	14,288,005
8. A&H - credit (group and individual).....	.....	.....	.....
9. A&H - other.....	51,727,130	62,599,137	117,618,853
10. Aggregate of all other lines of business.....	0	0	0
11. Subtotal.....	61,222,953	82,821,129	146,676,782
12. Deposit-type contracts.....	.....	.....	.....
13. Total.....	61,222,953	82,821,129	146,676,782

DETAILS OF WRITE-INS

1001. ....	.....	.....	.....
1002. ....	.....	.....	.....
1003. ....	.....	.....	.....
1098. Summary of remaining write-ins for Line 10 from overflow page.....	0	0	0
1099. Total (Lines 1001 thru 1003 plus 1098) (Line 10 above).....	0	0	0

NOTES TO FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies

a. Accounting Practices and Procedures

The financial statements of Continental General Insurance Company ("CGIC" or "the Company") are presented on the basis of accounting practices prescribed or permitted by the Ohio Department of Insurance.

The Ohio Department of Insurance recognizes only statutory accounting practices prescribed or permitted by the State of Ohio for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners' ("NAIC") *Accounting Practices and Procedures* manual, ("NAIC SAP") has been adopted as a component of prescribed or permitted practices by the State of Ohio.

The Ohio Department of Insurance has adopted minimum reserving standards for long-term care insurance, which differ from standards promulgated by Appendix A-010 of the NAIC Accounting Practices and Procedures Manual. Specifically, under NAIC guidelines, the mortality basis used for computing contract reserves on policies issued on or after January 1, 1997 through December 31, 2006, is the 1983 Group Annuity Mortality Table without projection ("1983 GAM"). Under Ohio standards, the 1983 GAM is effective for policies issued on or after January 1, 2004. Reserves computed on the basis prescribed by the NAIC would be greater than those computed on the basis prescribed by the Ohio Department of Insurance and the difference could have a material impact on surplus.

Note 2 - Accounting Changes and Corrections of Errors

Not applicable.

Note 3 - Business Combinations and Goodwill

Not applicable.

Note 4 - Discontinued Operations

Not applicable.

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 currently hold any securities with a recognized other-than-temporary impairment where there is an intent to sell or an inability or lack of intent to hold the securities for a sufficient period of time necessary to recover the amortized cost basis of the securities.
- 3. The following table shows each security with an other-than-temporary ("OTTI") impairment recognized:

CUSIP	Amortized	Present	OTTI Charge	Amortized	Fair Value	Date
	Cost Before	Value of	Recognized in	Cost After		
	OTTI	Projected	Income	OTTI		
		Cash Flows	Statement			Reported
12667GAC7	694,147	686,699	7,448	686,699	664,548	3/31/11
12667GAC7	660,836	636,464	15,971	644,865	644,865	6/30/11

- 4. The following table shows all loan-backed securities with a an unrealized loss:

Less Than 12 Months		12 Months or More	
Fair Value	Unrealized Loss	Fair Value	Unrealized Loss
\$ 7,174,187	\$ (236,385)	\$4,557,537	\$ (310,677)

- 5. Based on cash flow projections received from independent 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.

NOTES TO FINANCIAL STATEMENTS

Note 6 - Joint Ventures, Partnerships and Limited Liability Companies

- a. No significant change.
- b. No significant change.

Note 7 - Investment Income

No significant change.

Note 8 - Derivative Instruments

Not applicable.

Note 9 - Income Taxes

No significant change.

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, Shareholders’ Dividend Restrictions and Quasi-Reorganizations

No significant change.

Note 14 - Contingencies

No significant change.

Note 15 - Leases

Not applicable.

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

Not applicable.

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

- c. The Company was not involved in any wash sale transactions in 2011.

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

Not applicable.

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

No significant change.

NOTES TO FINANCIAL STATEMENTS

Note 20 – Fair Value Measurements

The Company does not have any material assets or liabilities held at fair value.

Note 21 - Other Items

No significant change.

Note 22 - Events Subsequent

Management has evaluated the financial statements for subsequent events through August 12, 2011, the date financial statements were available to be issued.

Note 23 - Reinsurance

No significant change.

Note 24 - Retrospectively Rated Contracts & Contracts Subject to Redetermination

Not applicable.

Note 25 - Change in Incurred Losses and Loss Adjustment Expenses

Reserves as of December 31, 2010 were 28,179,685. As of June 30, 2011, \$5,428,044 has been paid for incurred claims and claim adjustments expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$20,898,932 as a result of re-estimation of unpaid claims and claim adjustment expenses principally on Medicare Supplement and Long Term Care lines of insurance. Therefore, there has been a \$1,852,709 favorable prior year development since December 31, 2010 to June 30, 2011.

Note 26 - Intercompany Pooling Arrangements

Not applicable.

Note 27 - Structured Settlements

Not applicable.

Note 28 - Health Care Receivables

Not applicable.

Note 29 - Participating Policies

No significant change.

Note 30 - Premium Deficiency Reserves

Not applicable.

Note 31 - Reserves for Life Contracts and Annuity Contracts

No significant change.

Note 32 - Analysis of Annuity Actuarial Reserves and Deposit Liabilities by Withdrawal Characteristics

No significant change.

Note 33 - Premiums and Annuity Considerations Deferred and Uncollected

No significant change.

Note 34 - Separate Accounts

Not applicable.

NOTES TO FINANCIAL STATEMENTS

Note 35 - Loss/Claim Adjustment Expenses

No significant change.

CONTINENTAL GENERAL INSURANCE COMPANY
GENERAL INTERROGATORIES
PART 1 - COMMON INTERROGATORIES
GENERAL

1.1

Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes [☐]

No [☒ X]

1.2

If yes, has the report been filed with the domiciliary state?

Yes [☐]

No [☐]

2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes [☐]

No [☒ X]

2.2

If yes, date of change:

.....

3.

Have there been any substantial changes in the organizational chart since the prior quarter end?
If yes, complete the Schedule Y-Part 1 - Organizational chart.

Yes [☐]

No [☒ X]

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	2	3
Name of Entity	NAIC Company Code	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?
If yes, attach an explanation.

Yes [☐]

No [☒ X]

N/A [☐]

6.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2006.....

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.

12/31/2006.....

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).

1/25/2008.....

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 [☒ X]

No [☐]

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	2	3	4	5	6	7
Affiliate Name	Location (City, State)	FRB	OCC	OTS	FDIC	SEC
Great American Advisors	Cincinnati, OH	NO	NO	NO	NO	YES

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?
(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.

Yes [☒ X]

No [☐]

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]

CONTINENTAL GENERAL INSURANCE COMPANY
GENERAL INTERROGATORIES
PART 1 - COMMON INTERROGATORIES
GENERAL

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

FINANCIAL

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

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

INVESTMENT

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

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

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

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

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

14.2 If yes, please complete the following:

	1	2
	Prior Year-End	Current Quarter
	Book/Adjusted Carrying Value	Book/Adjusted Carrying Value
14.21 Bonds.....	\$0	\$0
14.22 Preferred Stock.....	\$0	\$0
14.23 Common Stock.....	\$0	\$0
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).....	\$0	\$0
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	2
Name of Custodian(s)	Custodian Address
The Bank of New York Mellon	One Wall Street, New York, NY 10286

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	2	3
Name(s)	Location(s)	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	2	3	4
Old Custodian	New Custodian	Date of Change	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	2	3
Central Registration Depository	Name(s)	Address
N/A	American Money Management Corporation	One East Fourth Street, Cincinnati, OH 45202

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:

CONTINENTAL GENERAL INSURANCE COMPANY
GENERAL INTERROGATORIES (continued)
PART 2 - LIFE & HEALTH

1.

Report the statement value of mortgage loans at the end of this reporting period for the following categories:

1

1.1

Long-term mortgages in good standing

Amount

1.11

Farm mortgages.....

\$.....

1.12

Residential mortgages.....

\$.....

1.13

Commercial mortgages.....

\$.....3,970,833

1.14

Total mortgages in good standing.....

\$.....3,970,833

1.2

Long-term mortgages in good standing with restructured terms

1.21

Total mortgages in good standing with restructured terms.....

\$.....

1.3

Long-term mortgage loans upon which interest is overdue more than three months

1.31

Farm mortgages.....

\$.....

1.32

Residential mortgages.....

\$.....

1.33

Commercial mortgages.....

\$.....

1.34

Total mortgages with interest overdue more than three months.....

\$.....0

1.4

Long-term mortgage loans in process of foreclosure

1.41

Farm mortgages.....

\$.....

1.42

Residential mortgages.....

\$.....

1.43

Commercial mortgages.....

\$.....

1.44

Total mortgages in process of foreclosure.....

\$.....0

1.5

Total mortgage loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Column 3, Lines 3.1 + 3.2)

\$.....3,970,833

1.6

Long-term mortgages foreclosed, properties transferred to real estate in current quarter

1.61

Farm mortgages.....

\$.....

1.62

Residential mortgages.....

\$.....

1.63

Commercial mortgages.....

\$.....

1.64

Total mortgages foreclosed and transferred to real estate.....

\$.....0

2.

Operating Percentages:

2.1

A&H loss percent.....

.....95.9

2.2

A&H cost containment percent.....

.....

2.3

A&H expense percent excluding cost containment expenses.....

.....13.7

3.1

Do you act as a custodian for health savings accounts?.....

Yes []

No [X]

3.2

If yes, please provide the amount of custodial funds held as of the reporting date.....

\$.....

3.3

Do you act as an administrator for health savings accounts?.....

Yes []

No [X]

3.4

If yes, please provide the balance of the funds administered as of the reporting date.....

\$.....

CONTINENTAL GENERAL INSURANCE COMPANY
SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

1 NAIC Company Code	2 Federal ID Number	3 Effective Date	4 Name of Reinsurer	5 Domiciliary Jurisdiction	6 Type of Reinsurance Ceded	7 Is Insurer Authorized? (YES or NO)
------------------------------	------------------------------	------------------------	------------------------	-------------------------------	--------------------------------------	---

NONE

CONTINENTAL GENERAL INSURANCE COMPANY
SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS
Current Year to Date - Allocated by States and Territories

States, Etc.		1	Direct Business Only					
			Life Contracts		4	5	6	7
			2	3				
		Active Status	Life Insurance Premiums	Annuity Considerations	Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	Other Considerations	Total Columns 2 through 5	Deposit-Type Contracts
1.	Alabama.....	AL.....L.....	201,076	4,243	510,521		715,840	
2.	Alaska.....	AK.....L.....	2,367		11,862		14,229	
3.	Arizona.....	AZ.....L.....	58,439	3,800	376,616		438,855	
4.	Arkansas.....	AR.....L.....	52,291	300	148,500		201,091	
5.	California.....	CA.....L.....	87,506		246,717		334,223	
6.	Colorado.....	CO.....L.....	60,567	2,693	1,122,607		1,185,867	
7.	Connecticut.....	CT.....L.....	11,371	600	176,147		188,118	
8.	Delaware.....	DE.....L.....	225		18,600		18,825	
9.	District of Columbia.....	DC.....L.....	989	1,300	2,263		4,552	
10.	Florida.....	FL.....L.....	164,299	1,872	5,777,808		5,943,979	
11.	Georgia.....	GA.....L.....	268,348	8,716	1,977,567		2,254,631	
12.	Hawaii.....	HI.....L.....	458		142,329		142,787	
13.	Idaho.....	ID.....L.....	15,111	300	89,902		105,313	
14.	Illinois.....	IL.....L.....	236,838	7,900	2,306,504		2,551,242	
15.	Indiana.....	IN.....L.....	145,574	11,950	1,960,560		2,118,084	
16.	Iowa.....	IA.....L.....	211,815	63,408	2,592,657		2,867,880	
17.	Kansas.....	KS.....L.....	168,952	12,043	2,291,680		2,472,675	
18.	Kentucky.....	KY.....L.....	169,584	3,242	849,788		1,022,614	
19.	Louisiana.....	LA.....L.....	154,137	14,639	466,272		635,048	
20.	Maine.....	ME.....L.....	2,820		43,648		46,468	
21.	Maryland.....	MD.....L.....	24,006		221,896		245,902	
22.	Massachusetts.....	MA.....L.....	3,209		83,079		86,288	
23.	Michigan.....	MI.....L.....	159,519	1,752	1,800,109		1,961,380	
24.	Minnesota.....	MN.....L.....	208,205	2,462,837	3,019,224		5,690,266	
25.	Mississippi.....	MS.....L.....	81,765	650	385,826		468,241	
26.	Missouri.....	MO.....L.....	198,559	3,300	1,154,310		1,356,169	
27.	Montana.....	MT.....L.....	26,689		526,998		553,687	
28.	Nebraska.....	NE.....L.....	705,294	156,059	3,898,988		4,760,341	
29.	Nevada.....	NV.....L.....	13,351	18,150	107,553		139,054	
30.	New Hampshire.....	NH.....L.....			35,890		35,890	
31.	New Jersey.....	NJ.....L.....	4,068		88,168		92,236	
32.	New Mexico.....	NM.....L.....	9,956	19,479	119,010		148,445	
33.	New York.....	NY.....N.....	5,160		121,059		126,219	
34.	North Carolina.....	NC.....L.....	301,289	3,008	882,101		1,186,398	
35.	North Dakota.....	ND.....L.....	40,725	5,100	348,889		394,714	
36.	Ohio.....	OH.....L.....	270,766	12,100	3,046,809		3,329,675	
37.	Oklahoma.....	OK.....L.....	104,334	6,600	596,768		707,702	
38.	Oregon.....	OR.....L.....	53,189	1,800	88,589		143,578	
39.	Pennsylvania.....	PA.....L.....	109,689	7,300	2,563,066		2,680,055	
40.	Rhode Island.....	RI.....L.....	331		10,276		10,607	
41.	South Carolina.....	SC.....L.....	258,143	1,050	551,623		810,816	
42.	South Dakota.....	SD.....L.....	119,227	10,614	587,264		717,105	
43.	Tennessee.....	TN.....L.....	302,679	9,220	902,402		1,214,301	
44.	Texas.....	TX.....L.....	562,110	81,136	4,635,338		5,278,584	
45.	Utah.....	UT.....L.....	65,229		68,236		133,465	
46.	Vermont.....	VT.....L.....	19		7,684		7,703	
47.	Virginia.....	VA.....L.....	226,138	8,000	2,010,529		2,244,667	
48.	Washington.....	WA.....L.....	70,606		480,906		551,512	
49.	West Virginia.....	WV.....L.....	116,739	4,896	562,232		683,867	
50.	Wisconsin.....	WI.....L.....	132,864	1,700	1,102,808		1,237,372	
51.	Wyoming.....	WY.....L.....	46,673	750	411,208		458,631	
52.	American Samoa.....	AS.....N.....					0	
53.	Guam.....	GU.....N.....					0	
54.	Puerto Rico.....	PR.....N.....	342		2,416		2,758	
55.	US Virgin Islands.....	VI.....L.....			8,068		8,068	
56.	Northern Mariana Islands.....	MP.....N.....					0	
57.	Canada.....	CN.....N.....					0	
58.	Aggregate Other Alien.....	OT.....XXX.....	0	0	0	0	0	0
59.	Subtotal.....	(a).....51.....	6,233,640	2,952,507	51,541,870	0	60,728,017	0
90.	Reporting entity contributions for employee benefit plans.....	XXX.....					0	
91.	Dividends or refunds applied to purchase paid-up additions and annuities.....	XXX.....					0	
92.	Dividends or refunds applied to shorten endowment or premium paying period.....	XXX.....					0	
93.	Premium or annuity considerations waived under disability or other contract provisions.....	XXX.....	2,257		871,287		873,544	
94.	Aggregate other amounts not allocable by State.....	XXX.....	0	0	0	0	0	0
95.	Totals (Direct Business).....	XXX.....	6,235,897	2,952,507	52,413,157	0	61,601,561	0
96.	Plus Reinsurance Assumed.....	XXX.....	247,360	250	126,977		374,587	
97.	Totals (All Business).....	XXX.....	6,483,257	2,952,757	52,540,134	0	61,976,148	0
98.	Less Reinsurance Ceded.....	XXX.....	3,255,305	771,686	29,730,795		33,757,786	
99.	Totals (All Business) less Reinsurance Ceded.....	XXX.....	3,227,952	2,181,071	22,809,339	0	28,218,362	0
DETAILS OF WRITE-INS								
5801.	.....	XXX.....					0	
5802.	.....	XXX.....					0	
5803.	.....	XXX.....					0	
5898.	Summary of remaining write-ins for line 58 from overflow page.....	XXX.....	0	0	0	0	0	0
5899.	Total (Lines 5801 thru 5803 plus 5898) (Line 58 above).....	XXX.....	0	0	0	0	0	0
9401.	.....	XXX.....					0	
9402.	.....	XXX.....					0	
9403.	.....	XXX.....					0	
9498.	Summary of remaining write-ins for line 94 from overflow page.....	XXX.....	0	0	0	0	0	0
9499.	Total (Lines 9401 thru 9403 plus 9498) (Line 94 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

CONTINENTAL GENERAL INSURANCE COMPANY

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 the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	NO
3. Will the Reasonableness of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC?	NO
4. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC?	NO
5. Will the Reasonableness of Assumptions Certification for Implied Guaranteed Rate Method required by Actuarial Guideline XXXVI be filed with the state of domicile and electronically with the NAIC?	NO
6. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Average Market Value) be filed with the state of domicile and electronically with the NAIC?	NO
7. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Market Value) be filed with the state of domicile and electronically with the NAIC?	NO

Explanations:

1.
2.
3.
4.
5.
6.
7.

Bar Code:



CONTINENTAL GENERAL INSURANCE COMPANY
Overflow Page for Write-Ins

NONE

CONTINENTAL GENERAL INSURANCE COMPANY
SCHEDULE A - VERIFICATION

Real Estate

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	714,490	714,490
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....		
2.2 Additional investment made after acquisition.....		
3. Current year change in encumbrances.....		
4. Total gain (loss) on disposals.....		
5. Deduct amounts received on disposals.....		
6. Total foreign exchange change in book/adjusted carrying value.....		
7. Deduct current year's other than temporary impairment recognized.....		
8. Deduct current year's depreciation.....		
9. Book/adjusted carrying value at end of current period (Lines 1+2+3+4-5+6-7-8).....	714,490	714,490
10. Deduct total nonadmitted amounts.....		
11. Statement value at end of current period (Line 9 minus Line 10).....	714,490	714,490

SCHEDULE B - VERIFICATION

Mortgage Loans

	1	2
	Year to Date	Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year.....	4,036,825	4,461,653
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.....	65,992	424,828
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).....	3,970,833	4,036,825
12. Total valuation allowance.....		
13. Subtotal (Line 11 plus Line 12).....	3,970,833	4,036,825
14. Deduct total nonadmitted amounts.....		
15. Statement value at end of current period (Line 13 minus Line 14).....	3,970,833	4,036,825

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	3,703,129	5,349,826
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.....		35
5. Unrealized valuation increase (decrease).....	(99,255)	(95,738)
6. Total gain (loss) on disposals.....		
7. Deduct amounts received on disposals.....		
8. Deduct amortization of premium and depreciation.....	2,400	4,591
9. Total foreign exchange change in book/adjusted carrying value.....		
10. Deduct current year's other than temporary impairment recognized.....		1,546,402
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	3,601,475	3,703,129
12. Deduct total nonadmitted amounts.....		
13. Statement value at end of current period (Line 11 minus Line 12).....	3,601,475	3,703,129

SCHEDULE D - VERIFICATION

Bonds and Stocks

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year.....	183,121,897	176,383,459
2. Cost of bonds and stocks acquired.....	3,994,960	31,423,976
3. Accrual of discount.....	402,266	1,603,958
4. Unrealized valuation increase (decrease).....		(1)
5. Total gain (loss) on disposals.....	227,869	974,254
6. Deduct consideration for bonds and stocks disposed of.....	20,058,770	26,852,303
7. Deduct amortization of premium.....	200,016	389,089
8. Total foreign exchange change in book/adjusted carrying value.....		
9. Deduct current year's other than temporary impairment recognized.....	23,419	22,357
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	167,464,788	183,121,897
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	167,464,788	183,121,897

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	2	3	4	5	6	7	8
	Book/Adjusted Carrying Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Book/Adjusted Carrying Value End of First Quarter	Book/Adjusted Carrying Value End of Second Quarter	Book/Adjusted Carrying Value End of Third Quarter	Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. Class 1 (a).....	154,625,781	20,186,830	16,985,768	60,507	154,625,781	157,887,350		148,922,004
2. Class 2 (a).....	37,458,372	996,910		(482,193)	37,458,372	37,973,089		40,201,159
3. Class 3 (a).....	1,962,763		994,250	523,906	1,962,763	1,492,419		1,961,090
4. Class 4 (a).....	654,483			(242)	654,483	654,241		1,566,978
5. Class 5 (a).....	27,374		1,211	(126)	27,374	26,037		29,974
6. Class 6 (a).....	18				18	18		18
7. Total Bonds.....	194,728,793	21,183,740	17,981,229	101,852	194,728,793	198,033,156	0	192,681,223
PREFERRED STOCK								
8. Class 1.....								
9. Class 2.....								
10. Class 3.....								
11. Class 4.....								
12. Class 5.....								
13. Class 6.....								
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock.....	194,728,793	21,183,740	17,981,229	101,852	194,728,793	198,033,156	0	192,681,223

(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 \$.....30,568,368; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0.

CONTINENTAL GENERAL INSURANCE COMPANY
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.....	30,568,368	XXX.....	30,568,368	2,032	.....

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.....	9,559,326	4,855,919
2. Cost of short-term investments acquired.....	44,223,790	90,287,436
3. Accrual of discount.....		
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals.....		
6. Deduct consideration received on disposals.....	23,214,748	85,584,029
7. Deduct amortization of premium.....		
8. Total foreign exchange change in book/adjusted carrying value.....		
9. Deduct current year's other than temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	30,568,368	9,559,326
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	30,568,368	9,559,326

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

SCHEDULE B - PART 2

Showing all Mortgage Loans ACQUIRED AND ADDITIONS MADE During the Current Quarter

1 Loan Number	Location		4 Mortgage Type	5 Date Acquired	6 Rate of Interest	7 Actual Cost at Time of Acquisition	8 Additional Investment Made After Acquisition	9 Value of Land and Buildings
	2 City	3 State						

SCHEDULE B - PART 3

Showing all Mortgage Loans DISPOSED, Transferred or Repaid During the Current Quarter

1 Loan Number	Location		4 Loan Type	5 Date Acquired	6 Disposal Date	7 Book Value/ Recorded Investment Excluding Accrued Interest Prior Year	Change in Book Value/Recorded Investment						14 Book Value/ Recorded Investment Excluding Accrued Interest on Disposal	15 Consideration	16 Foreign Exchange Gain (Loss) on Disposal	17 Realized Gain (Loss) on Disposal	18 Total Gain (Loss) on Disposal
	2 City	3 State					8 Unrealized Valuation Increase (Decrease)	9 Current Year's (Amortization)/ Accretion	10 Current Year's Other Than Temporary Impairment Recognized	11 Capitalized Deferred Interest and Other	12 Total Change in Book Value (8+9-10+11)	13 Total Foreign Exchange Change in Book Value					

Mortgages With Partial Repayments

2005-03-1104.....	Lenexa.....	KS.....	.....	09/26/2005....	06/07/2011....	776	.....	.....	.....	.....	.....0	.....	.....776	776	.....	.....	.....0
2005-03-1106.....	Charlotte.....	NC.....	.....	10/03/2005....	06/13/2011....	512	.....	.....	.....	.....	.....0	.....	.....512	512	.....	.....	.....0
2005-03-1107.....	South Portland.....	ME.....	.....	10/17/2005....	06/02/2011....	2,190	.....	.....	.....	.....	.....0	.....	.....2,190	2,190	.....	.....	.....0
2005-03-1108.....	Albuquerque.....	NM.....	.....	10/28/2005....	06/08/2011....	863	.....	.....	.....	.....	.....0	.....	.....863	863	.....	.....	.....0
2005-03-1109.....	Albuquerque.....	NM.....	.....	11/04/2005....	06/03/2011....	1,433	.....	.....	.....	.....	.....0	.....	.....1,433	1,433	.....	.....	.....0
2005-03-1110.....	Albuquerque.....	NM.....	.....	11/04/2005....	06/03/2011....	924	.....	.....	.....	.....	.....0	.....	.....924	924	.....	.....	.....0
2005-03-1111.....	Concord.....	NC.....	.....	09/26/2005....	06/13/2011....	889	.....	.....	.....	.....	.....0	.....	.....889	889	.....	.....	.....0
2005-03-1113.....	Bakersfield.....	CA.....	.....	11/17/2005....	06/09/2011....	1,013	.....	.....	.....	.....	.....0	.....	.....1,013	1,013	.....	.....	.....0
2005-03-1115.....	Naples.....	FL.....	.....	11/02/2005....	06/09/2011....	1,537	.....	.....	.....	.....	.....0	.....	.....1,537	1,537	.....	.....	.....0
2005-03-1116.....	Escondido.....	CA.....	.....	11/30/2005....	06/01/2011....	1,033	.....	.....	.....	.....	.....0	.....	.....1,033	1,033	.....	.....	.....0
2005-04-1118.....	Kansas City.....	MO.....	.....	12/05/2005....	06/01/2011....	1,761	.....	.....	.....	.....	.....0	.....	.....1,761	1,761	.....	.....	.....0
2005-04-1119.....	Austin.....	TX.....	.....	12/29/2005....	06/01/2011....	1,665	.....	.....	.....	.....	.....0	.....	.....1,665	1,665	.....	.....	.....0
2005-04-1120.....	Prattville.....	AL.....	.....	12/21/2005....	06/10/2011....	2,949	.....	.....	.....	.....	.....0	.....	.....2,949	2,949	.....	.....	.....0
2005-04-1121.....	Shakopee.....	MN.....	.....	02/09/2006....	06/08/2011....	2,245	.....	.....	.....	.....	.....0	.....	.....2,245	2,245	.....	.....	.....0
2005-04-1122.....	Minneapolis.....	MN.....	.....	01/18/2006....	06/06/2011....	2,394	.....	.....	.....	.....	.....0	.....	.....2,394	2,394	.....	.....	.....0
2005-04-1123.....	Pocatello.....	ID.....	.....	02/01/2006....	06/07/2011....	1,796	.....	.....	.....	.....	.....0	.....	.....1,796	1,796	.....	.....	.....0
2005-04-1124.....	Tulsa.....	OK.....	.....	02/28/2006....	06/06/2011....	1,227	.....	.....	.....	.....	.....0	.....	.....1,227	1,227	.....	.....	.....0
2005-04-1125.....	Tulsa.....	OK.....	.....	03/17/2006....	06/03/2011....	834	.....	.....	.....	.....	.....0	.....	.....834	834	.....	.....	.....0
2005-04-1126.....	Columbus.....	OH.....	.....	03/02/2006....	06/02/2011....	1,318	.....	.....	.....	.....	.....0	.....	.....1,318	1,318	.....	.....	.....0
2005-04-1127.....	Quicy.....	MA.....	.....	03/16/2006....	06/06/2011....	6,785	.....	.....	.....	.....	.....0	.....	.....6,785	6,785	.....	.....	.....0
2005-04-1128.....	Columbus.....	OH.....	.....	03/06/2006....	06/01/2011....	1,331	.....	.....	.....	.....	.....0	.....	.....1,331	1,331	.....	.....	.....0
0299999. Total - Mortgages With Partial Repayments.....						35,474	0	0	0	0	0	0	35,474	35,474	0	0	0
0599999. Total Mortgages.....						35,474	0	0	0	0	0	0	35,474	35,474	0	0	0

SCHEDULE BA - PART 2

Showing Other Long-Term Invested Assets ACQUIRED AND ADDITIONS MADE During the Current Quarter

1	2	Location		5	6	7	8	9	10	11	12	13
		3	4									
CUSIP Identification	Name or Description	City	State	Name of Vendor or General Partner	NAIC Desig- nation	Date Originally Acquired	Type and Strategy	Actual Cost at Time of Acquisition	Additional Investment Made After Acquisition	Amount of Encumbrances	Commitment for Additional Investment	Percentage of Ownership

NONE

QE03

SCHEDULE BA - PART 3

Showing Other Long-Term Invested Assets DISPOSED, Transferred or Repaid During the Current Quarter

1	2	Location		5	6	7	8	Changes in Book/Adjusted Carrying Value						15	16	17	18	19	20
		3	4					9	10	11	12	13	14						
CUSIP Identification	Name or Description	City	State	Name of Purchaser or Nature of Disposal	Date Originally Acquired	Disposal Date	Book/Adjusted Carrying Value Less Encumbrances, Prior Year	Unrealized Valuation Increase (Decrease)	Current Year's (Depreciation) or (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Capitalized Deferred Interest and Other	Total Change in B./A.C.V (9+10-11+12)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value Less Encumbrances on Disposal	Consideration	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Investment Income

NONE

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
Bonds - Industrial and Miscellaneous									
67740Q AG 1	OHIO NAT FINAN 6.625 05-01-31 NC.....		...04/19/2011	BARCLAYS AMERICA.....		996,910	1,000,000		2FE.....
3899999.	Total - Bonds - Industrial & Miscellaneous.....					996,910	1,000,000	0	XXX.....
8399997.	Total - Bonds - Part 3.....					996,910	1,000,000	0	XXX.....
8399999.	Total - Bonds.....					996,910	1,000,000	0	XXX.....
9999999.	Total - Bonds, Preferred and Common Stocks.....					996,910	XXX.....	0	XXX.....

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

SCHEDULE D - PART 4

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

1	2		3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
											11	12	13	14	15							
CUSIP Identification	Description		F o r e i g n	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)

Bonds - U.S. Government

QE05	3128GL	WV	0	FGCI E84260 PT 6.0 7-01-16.....	06/15/2011	PAYDOWNS.....			5,229	5,229	5,196	5,211		18		18		5,229			0	135	07/01/2016	1.....
	31298W	FC	4	FGLMC C59163 PT 7.0 10-01-31.....	06/15/2011	PAYDOWNS.....			2,799	2,799	2,863	2,854		(55)		(55)		2,799			0	82	10/01/2031	1.....
	31388T	QZ	9	FNCL 614372 PT 7.0 1-01-32.....	06/27/2011	PAYDOWNS.....			178	178	182	181		(3)		(3)		178			0	5	01/01/2032	1.....
	31389C	FZ	7	FNCL 621284 PT 6.50 12-01-31.....	06/27/2011	PAYDOWNS.....			4,143	4,143	4,319	4,294		(151)		(151)		4,143			0	131	12/01/2031	1.....
	31389N	N7	6	FNCL 630514 PT 6.0 1-1-32.....	06/27/2011	PAYDOWNS.....			964	964	955	958		6		6		964			0	24	01/01/2032	1.....
	36203R	TF	6	GNSF 357050 PT 8.0 5-15-23.....	06/15/2011	PAYDOWNS.....			453	453	474	453				0		453			0	15	05/15/2023	1.....
	36204C	J6	9	GNSF 365785 PT 7.0 1-15-24.....	06/15/2011	PAYDOWNS.....			417	417	428	420		(3)		(3)		417			0	12	01/15/2024	1.....
	36204H	EF	3	GNSF 370134 PT 6.50 12-15-23.....	06/15/2011	PAYDOWNS.....			825	825	834	816		9		9		825			0	22	12/15/2023	1.....
	36205C	FH	8	GNSF 386368 PT 7.0 2-15-24.....	06/15/2011	PAYDOWNS.....			216	216	222	216				0		216			0	6	02/15/2024	1.....
	36205C	KY	5	GNSF 386511 PT 7.50 5-15-24.....	06/15/2011	PAYDOWNS.....			1,491	1,491	1,542	1,447		44		44		1,491			0	48	05/15/2024	1.....
	36205F	YX	5	GNSF 389626 PT 8.0 10-15-24.....	06/15/2011	PAYDOWNS.....			864	864	903	834		30		30		864			0	30	10/15/2024	1.....
	36205P	5J	6	GNSF 396949 PT 8.0 8-15-24.....	06/15/2011	PAYDOWNS.....			174	174	181	173		1		1		174			0	5	08/15/2024	1.....
	36206A	HZ	9	GNSF 405348 PT 8.0 11-15-24.....	06/15/2011	PAYDOWNS.....			315	315	328	303		12		12		315			0	11	11/15/2024	1.....
	36209C	6Y	7	GNSF 468087 PT 7.0 7-15-28.....	06/15/2011	PAYDOWNS.....			407	407	417	413		(6)		(6)		407			0	12	07/15/2028	1.....
	36209U	AE	6	GNSF 481605 PT 7.0 7-15-29.....	06/15/2011	PAYDOWNS.....			105	105	105	105				0		105			0	3	07/15/2029	1.....
	36224T	NQ	9	GNSF 337999 PT 7.0 3-15-23.....	06/15/2011	PAYDOWNS.....			1,882	1,882	1,933	1,879		3		3		1,882			0	56	03/15/2023	1.....
	36225B	PV	4	GNSF 781336 PT 6.0 10-15-31.....	06/15/2011	PAYDOWNS.....			7,023	7,023	7,151	7,130		(107)		(107)		7,023			0	179	10/15/2031	1.....
	36241K	BU	1	GNSF 781851 PT 7.50 12-15-28.....	06/15/2011	PAYDOWNS.....			736	736	716	719		17		17		736			0	23	12/15/2028	1.....
0599999.		Total - Bonds - U.S. Government.....							28,221	28,221	28,749	28,406		0		(185)		0			0	799	XXX...	..XXX...

Bonds - U.S. Special Revenue and Special Assessment

31340Y	FN	4	FHR 19 F PAC 8.50 3-15-20.....	06/15/2011	PAYDOWNS.....				1,195	1,195	1,236	1,195				0		1,195			0	42	03/15/2020	1.....
31392E	4T	4	FNR 2002-72 DB SEQ 4.50 11-25-17.....	06/27/2011	PAYDOWNS.....				28,216	28,216	27,276	27,998		218		218		28,216			0	526	11/25/2017	1.....
31392W	4L	1	FHR 2508 UL SEQ 5.0 12-15-16.....	06/15/2011	PAYDOWNS.....				88,736	88,736	89,305	88,769		(33)		(33)		88,736			0	1,850	12/15/2016	1.....
31393Q	YC	0	FHR 2611 UH SEQ 4.50 5-15-18.....	06/15/2011	PAYDOWNS.....				81,637	81,637	75,821	79,153		2,484		2,484		81,637			0	1,582	05/15/2018	1.....
31393V	MS	7	FHR 2628 AD NSJ ZX 4.0 6-15-18.....	06/15/2011	PAYDOWNS.....				40,167	40,167	40,516	40,922		(755)		(755)		40,167			0	632	06/15/2018	1.....
31393Y	Q6	5	FNR 2004-46 WB SEQ 4.50 1-25-18.....	06/27/2011	PAYDOWNS.....				201,649	201,649	188,291	198,220		3,429		3,429		201,649			0	3,616	01/25/2018	1.....
31394M	JG	6	FHR 2721 PD PAC 5.0 4-15-21.....	06/15/2011	PAYDOWNS.....				160,060	160,060	160,140	160,060				0		160,060			0	3,295	04/15/2021	1.....
31395A	ZP	3	FHR 2823 EL SEQ 4.5 5-15-18.....	06/15/2011	PAYDOWNS.....				117,717	117,717	111,031	115,859		1,858		1,858		117,717			0	2,177	05/15/2018	1.....
31395M	RP	6	FHR 2933 BC PAC 5.50 7-15-17.....	06/15/2011	PAYDOWNS.....				38,986	38,986	40,131	39,293		(307)		(307)		38,986			0	894	07/15/2017	1.....
3199999.		Total - Bonds - U.S. Special Revenue & Assessment.....							758,363	758,363	733,747	751,469		0		6,894		0			0	14,614	XXX...	..XXX...

Bonds - Industrial and Miscellaneous

00138Q	AA	5	AIG SUNAMER GLOB 6.30 05-10-11 NC.....	05/10/2011	REDEEMED.....				90,000	90,000	103,668	90,709		(709)		(709)		90,000			0	2,835	05/10/2011	1FE.....
002824	AS	9	ABBOTT LABS 5.60 05-15-11 NC.....	05/15/2011	REDEEMED.....				650,000	650,000	649,578	649,965		35		35		650,000			0	18,200	05/15/2011	1FE.....
006346	AK	6	ADMSO 2010-1 A ABS 5.438 12-20-40.....	06/20/2011	PAYDOWNS.....				2,955	2,955	2,955	2,955				0		2,955			0	67	12/20/2040	1Z*.....
00817Y	AD	0	AETNA INC 5.75 06-15-11 NC.....	06/15/2011	REDEEMED.....				650,000	650,000	649,292	649,927		73		73		650,000			0	18,688	06/15/2011	1FE.....

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		F o r e i g n	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)
020012 AE 0	ALLSTATE FINL GLOB 6.50 06-14-11 NC.....		06/14/2011	REDEEMED.....									1,300,000	1,300,000	1,399,320	1,306,346	(6,346)		(6,346)	1,300,000				
05948X L9 0	BOAMS 2003-10 1B1 SUB 5.50 1-25-34.....		06/27/2011	PAYDOWNS.....	40,147	40,147	40,282	39,178	969		969	40,147						40,147			0	890	01/25/2034	1Z*.....
07383F FP 8	BSCMS 2001-TOP2 A2 SEQ 6.48 021535.....		06/16/2011	PAYDOWNS.....	249,997	249,997	275,025	265,103	(15,106)		(15,106)	249,997						249,997			0	5,744	02/15/2035	1Z*.....
07383F XH 6	BSCMS 2003-PWR2 A3 SEQ 4.834 051139.....		06/13/2011	PAYDOWNS.....	26,401	26,401	27,240	26,401			0	26,401						26,401			0	532	05/11/2039	1Z*.....
12667G AC 7	CWALT 2005-13CB A3 SEQ 5.5 5-25-35.....		06/27/2011	PAYDOWNS.....	27,404	27,404	25,726	25,777	1,627		1,627	27,404						27,404			0	633	05/25/2035	1Z*.....
12669E UJ 3	CWHL 2003-29 M MEZ 5.50 8-25-33.....		06/27/2011	PAYDOWNS.....	23,617	23,617	23,302	19,794	3,823		3,823	23,617						23,617			0	507	08/25/2033	1Z*.....
14574K AE 2	CAUTO 2010-1A A ABS 5.73 12-38.....		06/15/2011	PAYDOWNS.....	3,345	3,345	3,345	3,345			0	3,345						3,345			0	80	12/15/2038	1Z*.....
172973 NK 1	CMSI 2003-3 B4 SUB 5.50 3-25-33.....		04/01/2011	PRIOR PERIOD ADJUSTMENT.....							0										0	3,574	03/25/2033	1Z*.....
172973 RR 2	CMSI 2003-8 A14 SEQ 5.50 8-25-33.....		06/27/2011	PAYDOWNS.....	90,350	90,350	87,725	88,445	1,905		1,905	90,350						90,350			0	2,235	08/25/2033	1Z*.....
17309L AD 7	CMLTI 2006-HE2 A2C SEQ FLT 08-36.....		06/27/2011	PAYDOWNS.....	33,797	33,797	27,840	27,930	5,867		5,867	33,797						33,797			0	59	08/25/2036	1Z*.....
17312H AF 6	CRMSI 2007-2 A6 NAS 6.265 06-37.....		06/27/2011	PAYDOWNS.....	17,623	17,623	17,028	17,032	591		591	17,623						17,623			0	449	06/25/2037	1Z*.....
186108 CF 1	CLEVE ELEC ILLUM 5.70 04-01-17 NC.....		04/01/2011	PRIOR PERIOD ADJUSTMENT.....							0										0	57,000	04/01/2017	2FE.....
201730 AC 2	CMAT 1999-C1 A3 SEQ 6.64 01-17-32.....		06/17/2011	PAYDOWNS.....	18,113	18,113	20,377	18,113			0	18,113						18,113			0	516	01/17/2032	1Z*.....
241912 AA 2	DWMC 1 P-O SEQ 6.50 12-1-16.....		06/02/2011	PAYDOWNS.....	12	12	13	12			0	12						12			0		12/01/2016	5Z.....
459745 FN 0	INTL LEASE FIN 4.75 01-13-12 NC.....		06/03/2011	CASH TENDER OFFER.....	994,250	970,000	936,011	963,276	30,974		30,974	994,250						994,250			0	40,956	01/13/2012	3FE.....
466247 AV 5	JPMMT 2003-A2 2A2 SEQ CSTR 11-25-33.....		06/27/2011	PAYDOWNS.....	47,627	47,627	47,255	47,627			0	47,627						47,627			0	863	11/25/2033	1Z*.....
46625M CU 1	JPMCC 2001-CIB2 A3 SEQ 6.429 041535.....		06/15/2011	PAYDOWNS.....	63,900	63,900	71,999	69,076	(5,176)		(5,176)	63,900						63,900			0	1,803	04/15/2035	1Z*.....
46625M GQ 6	JPMCC 2001-CIB3 A3 SEQ 6.465 111535.....		06/15/2011	PAYDOWNS.....	55,724	55,724	62,941	56,339	(615)		(615)	55,724						55,724			0	1,606	11/15/2035	1Z*.....
46632T AA 3	JPMMT 2008-R2 1A1 SEQ SSNR CSTR 37RE.....		06/29/2011	PAYDOWNS.....	28,399	28,399	21,158	21,351	7,048		7,048	28,399						28,399			0	641	07/27/2037	1Z*.....
46633K AY 9	JPMRR 2009-5 3A1 SEQ SSNR CSTR 37 RE.....		06/28/2011	PAYDOWNS.....	50,093	50,093	47,463	47,813	2,280		2,280	50,093						50,093			0	1,175	05/26/2037	1Z*.....
47233A AW 7	JMAC 2009-R7 11A1 SEQ SSNR CSTR 37RE.....		06/29/2011	PAYDOWNS.....	43,375	43,375	40,013	40,408	2,967		2,967	43,375						43,375			0	652	03/26/2037	1Z*.....
59018Y RZ 6	MERRILL LYNCH 5.30 09-30-15 MTN.....		06/29/2011	BANK OF AMER / ML.....	1,031,770	970,000	962,085	966,220	351		351	966,571						966,571		65,199	65,199	39,272	09/30/2015	1FE.....
76111X HN 6	RFMSI 2004-S4 2A6 PAC 4.50 4-25-19.....		06/27/2011	PAYDOWNS.....	136,924	136,924	135,172	136,139	785		785	136,924						136,924			0	2,555	04/25/2019	1Z*.....
76111X J4 6	RFMSI 2006-S1 1A3 SSNR NAS 5.75 0136.....		06/27/2011	PAYDOWNS.....	31,138	31,138	30,982	31,007	131		131	31,138						31,138			0	754	01/25/2036	1Z*.....
77876N AK 4	LFR 6 I PAC 9.4 08-20-19.....		06/20/2011	PAYDOWNS.....	1,199	1,199	1,282	1,321	(122)		(122)	1,199						1,199			0	48	08/20/2019	5*.....
86359D SW 8	SASC 2005-17 B1 SUB CSTR 10-25-35.....		06/27/2011	PAYDOWNS.....		195,686	192,292	10,391	(10,391)		(10,391)										0	4,402	10/25/2035	1Z*.....
89655Y AA 4	TRL 2009-1A A ABS 6.657 11-16-39.....		06/16/2011	PAYDOWNS.....	11,095	11,095	11,095	11,095			0	11,095						11,095			0	310	11/16/2039	1Z*.....
89656C AA 1	TRL 2010-1A A ABS 5.194 10-16-40.....		06/16/2011	PAYDOWNS.....	8,730	8,730	8,730	8,730			0	8,730						8,730			0	189	10/16/2040	1Z*.....
94983Q AL 0	WFMBS 2006-3 A11 SSNR NAS 5.50 03-36.....		06/27/2011	PAYDOWNS.....	24,999	24,999	24,211	24,340	659		659	24,999						24,999			0	567	03/25/2036	1Z*.....
949832 AA 7	WFMBS 2005-14 1A1 SSNR NAS 5.5 12-35.....		06/27/2011	PAYDOWNS.....	19,995	19,995	19,258	19,387	608		608	19,995						19,995			0	453	12/25/2035	1Z*.....
3899999.	Total - Bonds - Industrial & Miscellaneous.....				5,772,979	5,882,645	5,964,663	5,685,552	0		22,228	0						5,707,780	0	65,199	65,199	250,505	XXX...	XXX...
8399997.	Total - Bonds - Part 4.....				6,559,563	6,669,229	6,727,159	6,465,427	0		28,937	0						6,494,364	0	65,199	65,199	265,918	XXX...	XXX...
8399999.	Total - Bonds.....				6,559,563	6,669,229	6,727,159	6,465,427	0		28,937	0						6,494,364	0	65,199	65,199	265,918	XXX...	XXX...
9999999.	Total - Bonds, Preferred and Common Stocks.....				6,559,563	XXX.....	6,727,159	6,465,427	0		28,937	0						6,494,364	0	65,199	65,199	265,918	XXX...	XXX...

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

QE05.1

Sch. DB-Pt A-Sn 1
NONE

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

Sch. DB-Pt B-Sn 1
NONE

Sch. DB-Pt B-Sn 1-Footer
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

CONTINENTAL GENERAL INSURANCE COMPANY
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
					6	7	8	
Depository	Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	First Month	Second Month	Third Month	*
Open Depositories								
JP Morgan Chase..... Austin, Tx.....					(4,480,850)	(4,230,831)	(4,142,184)	XXX..
Wachovia Bank..... Winston Salem, NC.....					244,233	44,540	175,918	XXX..
Bank of New York Mellon..... New York, NY.....					20,502	500	502	XXX..
Wachovia Bank..... Columbia, SC.....					125,894	125,894	125,894	XXX..
0199999. Total Open Depositories.....	...XXX.....	...XXX.....	0	0	(4,090,221)	(4,059,897)	(3,839,870)	XXX..
0399999. Total Cash on Deposit.....	...XXX.....	...XXX.....	0	0	(4,090,221)	(4,059,897)	(3,839,870)	XXX..
0599999. Total Cash.....	...XXX.....	...XXX.....	0	0	(4,090,221)	(4,059,897)	(3,839,870)	XXX..

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

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

NONE