



LIFE AND ACCIDENT AND HEALTH COMPANIES —ASSOCIATION EDITION

QUARTERLY STATEMENT

AS OF JUNE 30, 2011
OF THE CONDITION AND AFFAIRS OF THE

U.S. FINANCIAL LIFE INSURANCE COMPANY

NAIC Group Code	0968 (Current Period)	0968 (Prior Period)	NAIC Company Code	84530	Employer's ID Number		38-2046096
Organized under the Laws of			Ohio	State of Domicile or Port of Entry		Ohio	
Country of Domicile			United States				
Incorporated/Organized			09/30/1974	Commenced Business		09/30/1974	
Statutory Home Office			4000 Smith Road, Suite 300 (Street and Number)	Cincinnati, OH 45209 (City or Town, State and Zip Code)			
Main Administrative Office			1290 Avenue of the Americas (Street and Number)	New York, NY 10104 (City or Town, State and Zip Code)		212-554-1234 (Area Code) (Telephone Number)	
Mail Address			1290 Avenue of the Americas (Street and Number or P.O. Box)	New York, NY 10104 (City or Town, State and Zip Code)		212-554-1234 (Area Code) (Telephone Number)	
Primary Location of Books and Records			1290 Avenue of the Americas (Street and Number)	New York, NY 10104 (City or Town, State and Zip Code)		212-554-1234 (Area Code) (Telephone Number)	
Internet Web Site Address			www.usfli.com				
Statutory Statement Contact			Neil Guerrero (Name)	201-743-5132 (Area Code) (Telephone Number) (Extension)		201-743-5006 (FAX Number)	
			controllers@axa-equitable.com (E-mail Address)				

OFFICERS

Name	Title	Name	Title
Richard Steven Dziadzio	Chairman of the Board	Charles Angelo Marino	President, Chief Executive Officer and Chief Financial Officer
Kevin Robert Byrne	Executive VP, Chief Investment Officer & Treasurer	William Casill	Senior Vice President and Actuary

OTHER OFFICERS

Alvin Henry Fenichel	Senior Vice President and Chief Accounting Officer	Keith Elliott Floman	Senior Vice President and Appointed Actuary
Ann Marie Katcher	Senior Vice President and Actuary	Allen Joel Zabusky	Senior Vice President and Controller
Eugene Anthony Capobianco	Vice President	Denise Tedeschi	Assistant Vice President and Secretary

DIRECTORS OR TRUSTEES

Kevin Robert Byrne	Richard Steven Dziadzio	Nicholas Burritt Lane	Charles Angelo Marino
Andrew John McMahon			

State of New York.....
ss

County of New York.....

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.

Allen Joel Zabusky Senior Vice President and Controller	Keith Elliott Floman Senior Vice President and Appointed Actuary	Denise Tedeschi Assistant Vice President and Secretary
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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 _____

Subscribed and sworn to before me this
10th day of August, 2011Orchid Garbutt, Notary Public
10/02/2014

STATEMENT AS OF JUNE 30, 2011 OF THE U.S. FINANCIAL LIFE 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	510,659,591	.0	510,659,591	485,699,428
2. Stocks:				
2.1 Preferred stocks	3,990,630	.0	3,990,630	3,990,630
2.2 Common stocks	0	.0	0	0
3. Mortgage loans on real estate:				
3.1 First liens	0	.0	0	0
3.2 Other than first liens	0	.0	0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ 0 encumbrances)	0	.0	0	0
4.2 Properties held for the production of income (less \$ 0 encumbrances)	0	.0	0	0
4.3 Properties held for sale (less \$ 0 encumbrances)	0	.0	0	0
5. Cash (\$ (12,558,626)), cash equivalents (\$ 2,549,973) and short-term investments (\$ 17,308,114)	7,299,461	.0	7,299,461	27,322,529
6. Contract loans (including \$ 0 premium notes)	24,244,525	.0	24,244,525	22,864,149
7. Derivatives	0	.0	0	0
8. Other invested assets	0	.0	0	0
9. Receivables for securities .....	.1,358	.0	.1,358	3,003
10. Securities lending reinvested collateral assets	0	.0	0	0
11. Aggregate write-ins for invested assets	0	.0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	.546,195,565	.0	.546,195,565	.539,879,739
13. Title plants less \$ charged off (for Title insurers only)			0	0
14. Investment income due and accrued .....	.6,938,053		.6,938,053	.6,634,222
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	230,643		230,643	213,631
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	1,627,000		1,627,000	1,581,244
15.3 Accrued retrospective premiums			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	38,248,457	.0	38,248,457	37,724,691
16.2 Funds held by or deposited with reinsured companies	0	.0	0	0
16.3 Other amounts receivable under reinsurance contracts	7,550,262		7,550,262	7,499,432
17. Amounts receivable relating to uninsured plans	0	.0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon			0	0
18.2 Net deferred tax asset	66,425,000	44,499,665	.21,925,335	26,273,799
19. Guaranty funds receivable or on deposit	1,532,930	.0	1,532,930	1,324,316
20. Electronic data processing equipment and software	0	.0	0	0
21. Furniture and equipment, including health care delivery assets (\$)	0	.0	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates	0	.0	0	0
23. Receivables from parent, subsidiaries and affiliates	0	.0	0	0
24. Health care (\$) and other amounts receivable .....	.83,870	.83,870	0	0
25. Aggregate write-ins for other than invested assets	100,414	3,810	96,604	156,817
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	668,932,194	44,587,345	624,344,849	621,287,891
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
28. Total (Lines 26 and 27)	668,932,194	44,587,345	624,344,849	621,287,891
DETAILS OF WRITE-INS				
1101.			0	0
1102.			0	0
1103.			0	0
1198. Summary of remaining write-ins for Line 11 from overflow page	0	.0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0	0
2501. Miscellaneous receivable .....	.96,604		.96,604	156,817
2502. Other assets nonadmitted .....	.3,810	3,810	0	0
2503.			0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	.0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	100,414	3,810	96,604	156,817

STATEMENT AS OF JUNE 30, 2011 OF THE U.S. FINANCIAL LIFE INSURANCE COMPANY

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for life contracts \$ 491,572,636 less \$ included in Line 6.3 (including \$ Modco Reserve)	491,572,636	492,666,906
2. Aggregate reserve for accident and health contracts (including \$ 0 Modco Reserve)	0	0
3. Liability for deposit-type contracts (including \$ 0 Modco Reserve)	1,157,124	1,193,829
4. Contract claims:		
4.1 Life	8,794,316	4,112,539
4.2 Accident and health	0	0
5. Policyholders' dividends \$ 0 and coupons \$ due and unpaid	0	0
6. Provision for policyholders' dividends and coupons payable in following calendar year—estimated amounts:		
6.1 Dividends apportioned for payment (including \$ 0 Modco)	0	0
6.2 Dividends not yet apportioned (including \$ 0 Modco)	0	0
6.3 Coupons and similar benefits (including \$ 0 Modco)	0	0
7. Amount provisionally held for deferred dividend policies not included in Line 6	0	0
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ 0 discount; including \$ 0 accident and health premiums	1,205,284	1,049,569
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts	0	0
9.2 Provision for experience rating refunds, including \$ 0 accident and health experience rating refunds	0	0
9.3 Other amounts payable on reinsurance, including \$ 0 assumed and \$ 35,303,536 ceded	35,303,536	37,530,006
9.4 Interest Maintenance Reserve	496,479	517,782
10. Commissions to agents due or accrued-life and annuity contracts \$ 0, accident and health \$ and deposit-type contract funds \$	0	0
11. Commissions and expense allowances payable on reinsurance assumed	0	0
12. General expenses due or accrued	0	0
13. Transfers to Separate Accounts due or accrued (net) (including \$ 0 accrued for expense allowances recognized in reserves, net of reinsured allowances)	0	0
14. Taxes, licenses and fees due or accrued, excluding federal income taxes	1,893,878	2,321,478
15.1 Current federal and foreign income taxes, including \$ 0 on realized capital gains (losses)	5,390,844	4,790,844
15.2 Net deferred tax liability	0	0
16. Unearned investment income	713,316	709,392
17. Amounts withheld or retained by company as agent or trustee	658	849
18. Amounts held for agents' account, including \$ 1,502,695 agents' credit balances	1,502,695	1,908,374
19. Remittances and items not allocated	173,576	676,856
20. Net adjustment in assets and liabilities due to foreign exchange rates	0	0
21. Liability for benefits for employees and agents if not included above	0	0
22. Borrowed money \$ 0 and interest thereon \$	0	0
23. Dividends to stockholders declared and unpaid	0	0
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve	1,205,773	810,915
24.02 Reinsurance in unauthorized companies	0	0
24.03 Funds held under reinsurance treaties with unauthorized reinsurers	0	0
24.04 Payable to parent, subsidiaries and affiliates	3,020,070	1,727,748
24.05 Drafts outstanding	0	0
24.06 Liability for amounts held under uninsured plans	0	0
24.07 Funds held under coinsurance	0	0
24.08 Derivatives	0	0
24.09 Payable for securities	0	0
24.10 Payable for securities lending	0	0
24.11 Capital notes \$ and interest thereon \$	449,933	288,197
25. Aggregate write-ins for liabilities	552,880,118	550,305,284
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25)	0	0
27. From Separate Accounts statement	552,880,118	550,305,284
28. Total liabilities (Lines 26 and 27)	4,050,000	4,050,000
29. Common capital stock	0	0
30. Preferred capital stock	0	0
31. Aggregate write-ins for other than special surplus funds	0	0
32. Surplus notes	0	0
33. Gross paid in and contributed surplus	246,285,723	246,285,723
34. Aggregate write-ins for special surplus funds	12,301,335	16,341,799
35. Unassigned funds (surplus)	(191,172,327)	(195,694,915)
36. Less treasury stock, at cost:		
36.1 0 shares common (value included in Line 29 \$)	0	0
36.2 shares preferred (value included in Line 30 \$)	0	0
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$ 0 in Separate Accounts Statement)	67,414,731	66,932,607
38. Totals of Lines 29, 30 and 37	71,464,731	70,982,607
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3)	624,344,849	621,287,891
DETAILS OF WRITE-INS		
2501. Funds escheatable	327,559	265,822
2502. Miscellaneous liabilities	122,374	22,375
2503.	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	449,933	288,197
3101.	0	0
3102.	0	0
3103.	0	0
3198. Summary of remaining write-ins for Line 31 from overflow page	0	0
3199. Totals (Lines 3101 through 3103 plus 3198) (Line 31 above)	0	0
3401. Additional admitted deferred tax asset	12,301,335	16,341,799
3402.	0	0
3403.	0	0
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	12,301,335	16,341,799

STATEMENT AS OF JUNE 30, 2011 OF THE U.S. FINANCIAL LIFE INSURANCE COMPANY

SUMMARY OF OPERATIONS

	1 Current Year To Date	2 Prior Year Year to Date	3 Prior Year Ended December 31
1. Premiums and annuity considerations for life and accident and health contracts	26,231,020	26,881,717	53,183,445
2. Considerations for supplementary contracts with life contingencies	0	0	0
3. Net investment income	13,546,314	13,234,499	26,445,566
4. Amortization of Interest Maintenance Reserve (IMR) .....	.51,575	(32,022)	(8,881)
5. Separate Accounts net gain from operations excluding unrealized gains or losses	0	0	0
6. Commissions and expense allowances on reinsurance ceded	16,665,395	18,262,462	35,118,159
7. Reserve adjustments on reinsurance ceded	0	0	0
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts	0	0	0
8.2 Charges and fees for deposit-type contracts	0	0	0
8.3 Aggregate write-ins for miscellaneous income	0	0	322,906
9. Totals (Lines 1 to 8.3)	56,494,304	58,346,656	115,061,195
10. Death benefits	35,358,350	26,195,531	55,016,606
11. Matured endowments (excluding guaranteed annual pure endowments)	0	0	0
12. Annuity benefits	266,566	334,386	664,728
13. Disability benefits and benefits under accident and health contracts	28,932	15,617	26,493
14. Coupons, guaranteed annual pure endowments and similar benefits	0	0	0
15. Surrender benefits and withdrawals for life contracts	6,520,706	5,953,679	11,043,303
16. Group conversions	0	0	0
17. Interest and adjustments on contract or deposit-type contract funds	269,210	198,709	.495,099
18. Payments on supplementary contracts with life contingencies	0	0	0
19. Increase in aggregate reserves for life and accident and health contracts	(1,094,270)	1,159,637	9,490,085
20. Totals (Lines 10 to 19)	41,349,494	33,857,559	76,736,314
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only)	3,407,147	3,678,422	7,253,602
22. Commissions and expense allowances on reinsurance assumed	0	0	0
23. General insurance expenses	2,269,707	2,534,191	5,226,007
24. Insurance taxes, licenses and fees, excluding federal income taxes	2,356,975	2,510,156	5,113,320
25. Increase in loading on deferred and uncollected premiums	(49,951)	22,456	(76,648)
26. Net transfers to or (from) Separate Accounts net of reinsurance	0	0	0
27. Aggregate write-ins for deductions	144,326	(227,493)	2,310
28. Totals (Lines 20 to 27)	49,477,698	42,375,291	94,254,905
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	7,016,606	15,971,365	20,806,290
30. Dividends to policyholders	0	0	0
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	7,016,606	15,971,365	20,806,290
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	600,000	3,900,000	7,200,000
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)	6,416,606	12,071,365	13,606,290
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$ (16,300) (excluding taxes of \$ transferred to the IMR)	16,318	207,788	330,627
35. Net income (Line 33 plus Line 34)	6,432,924	12,279,153	13,936,917
CAPITAL AND SURPLUS ACCOUNT			
36. Capital and surplus, December 31, prior year	70,982,607	70,560,658	70,560,658
37. Net income (Line 35)	6,432,924	12,279,153	13,936,917
38. Change in net unrealized capital gains (losses) less capital gains tax of \$ (22,806)	(42,354)	0	0
39. Change in net unrealized foreign exchange capital gain (loss)	0	0	0
40. Change in net deferred income tax	(1,819,806)	(1,890,000)	5,922,000
41. Change in nonadmitted assets	1,651,232	1,736,594	(4,959,121)
42. Change in liability for reinsurance in unauthorized companies	0	0	0
43. Change in reserve on account of change in valuation basis, (increase) or decrease	0	0	(18,074,773)
44. Change in asset valuation reserve	(394,858)	(421,373)	(810,915)
45. Change in treasury stock	0	0	0
46. Surplus (contributed to) withdrawn from Separate Accounts during period	0	0	0
47. Other changes in surplus in Separate Accounts Statement	0	0	0
48. Change in surplus notes	0	0	0
49. Cumulative effect of changes in accounting principles	0	0	0
50. Capital changes:			
50.1 Paid in	0	0	0
50.2 Transferred from surplus (Stock Dividend)	0	0	0
50.3 Transferred to surplus	0	0	0
51. Surplus adjustment:			
51.1 Paid in	0	0	0
51.2 Transferred to capital (Stock Dividend)	0	0	0
51.3 Transferred from capital	0	0	0
51.4 Change in surplus as a result of reinsurance	(1,304,550)	(1,623,050)	(2,988,050)
52. Dividends to stockholders	0	0	0
53. Aggregate write-ins for gains and losses in surplus	(4,040,464)	4,663,659	7,395,891
54. Net change in capital and surplus (Lines 37 through 53)	482,124	14,744,983	421,949
55. Capital and surplus, as of statement date (Lines 36 + 54)	71,464,731	85,305,641	70,982,607
DETAILS OF WRITE-INS			
08.301. Sundry receipts and adjustments	0	0	322,906
08.302.	0	0	0
08.303.	0	0	0
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	0	0	0
08.399. Totals (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)	0	0	322,906
2701. Sundry disbursements and adjustments	143,797	(228,087)	0
2702. Fines and penalties of regulatory authorities .....	.529	.594	2,310
2703.	0	0	0
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0	0
2799. Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)	144,326	(227,493)	2,310
5301. Additional admitted deferred tax asset	(4,040,464)	4,663,659	7,395,891
5302.	0	0	0
5303.	0	0	0
5398. Summary of remaining write-ins for Line 53 from overflow page	0	0	0
5399. Totals (Lines 5301 through 5303 plus 5398) (Line 53 above)	(4,040,464)	4,663,659	7,395,891

STATEMENT AS OF JUNE 30, 2011 OF THE U.S. FINANCIAL LIFE 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.....	24,147,448	24,125,505	50,180,831
2. Net investment income.....	13,550,380	13,533,735	27,264,701
3. Miscellaneous income.....	15,244,781	16,453,498	32,445,622
4. Total (Lines 1 to 3).....	52,942,609	54,112,738	109,891,154
5. Benefit and loss related payments.....	38,200,907	48,825,038	71,195,938
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions.....	8,512,548	8,500,545	17,789,943
8. Dividends paid to policyholders.....	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses).....	0	0	6,994,526
10. Total (Lines 5 through 9).....	46,713,455	57,325,583	95,980,407
11. Net cash from operations (Line 4 minus Line 10).....	6,229,154	(3,212,845)	13,910,747
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	7,809,892	12,476,516	20,220,326
12.2 Stocks.....	0	0	0
12.3 Mortgage loans.....	0	0	0
12.4 Real estate.....	0	0	0
12.5 Other invested assets.....	0	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	.18	15	.15
12.7 Miscellaneous proceeds.....	0	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	7,809,910	12,476,531	20,220,341
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	33,120,672	14,568,003	27,448,792
13.2 Stocks.....	0	0	0
13.3 Mortgage loans.....	0	0	0
13.4 Real estate.....	0	0	0
13.5 Other invested assets.....	0	0	0
13.6 Miscellaneous applications.....	0	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6).....	33,120,672	14,568,003	27,448,792
14. Net increase (or decrease) in contract loans and premium notes.....	1,380,376	1,737,657	3,529,407
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	(26,691,138)	(3,829,129)	(10,757,858)
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes.....	0	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0	0
16.3 Borrowed funds.....	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	(75,000)	(101,022)	(147,022)
16.5 Dividends to stockholders.....	0	0	0
16.6 Other cash provided (applied).....	513,916	(7,051,485)	(630,594)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	438,916	(7,152,507)	(777,616)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17).....	(20,023,068)	(14,194,481)	2,375,273
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	27,322,529	24,947,256	24,947,256
19.2 End of period (Line 18 plus Line 19.1).....	7,299,461	10,752,775	27,322,529

STATEMENT AS OF JUNE 30, 2011 OF THE U.S. FINANCIAL LIFE INSURANCE COMPANY

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	0	0	0
2. Ordinary life insurance	101,719,015	107,683,637	221,204,298
3. Ordinary individual annuities	15,000	13,880	20,785
4. Credit life (group and individual)	0	0	0
5. Group life insurance	0	0	0
6. Group annuities	0	0	0
7. A & H - group	0	0	0
8. A & H - credit (group and individual)	0	0	0
9. A & H - other	0	0	0
10. Aggregate of all other lines of business	0	0	0
11. Subtotal	101,734,015	107,697,517	221,225,083
12. Deposit-type contracts	0	0	0
13. Total	101,734,015	107,697,517	221,225,083
DETAILS OF WRITE-INS			
1001.	0	0	0
1002.	0	0	0
1003.	0	0	0
1098. Summary of remaining write-ins for Line 10 from overflow page	0	0	0
1099. Totals (Lines 1001 through 1003 plus 1098) (Line 10 above)	0	0	0

NOTES TO FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies

There have been no significant changes since the annual statement filing.

A. Accounting Practices

The accompanying financial statements of U.S. Financial Life Insurance Company ("the Company") are presented on the basis of accounting practices prescribed or permitted by the Ohio Insurance Department ("SAP").

The Ohio Insurance Department recognizes only SAP for determining and reporting the financial condition and results of operation of an insurance company, in order to determine its solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners ("NAIC SAP") *Accounting and Procedures* manual has been adopted as a component of prescribed or permitted practices by the State of Ohio. There are no material differences between accounting practices prescribed or permitted by NAIC SAP and by the State of Ohio.

B. and C. No significant change.

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

A. - C. and E. - G. No significant change.

D. Loan-backed Securities

The table below summarizes the amount of the Company's investment in loan-backed securities:

Assets	Admitted Value as of June 30, 2011	Fair Value as of June 30, 2011
Loan-backed securities	4,508,688	4,552,415

(1) Prepayment assumptions for loan-backed bonds and structured securities were obtained from broker-dealer survey values or internal estimates. These assumptions are consistent with the current interest rate and economic environment. The retrospective adjustment method is predominately used to value securities; the prospective adjustment method was used to value issues in default and issues that have a variable interest rate.

(2) and (3) There are no loan-backed securities with a recognized other than temporary impairment as of June 30, 2011.

(4) Impaired (fair value is less than amortized cost) loan-backed securities for which an other than temporary impairment has not been recognized as a realized loss as of June 30, 2011 are as follows:

1 Unrealized Losses	2 Fair Value
---------------------------	-----------------

Securities in continuous unrealized loss position < 12 months
Securities in continuous unrealized loss position ≥ 12 months

65,160 3,487,206

The \$65,160 of unrealized losses includes \$65,160 of valuation allowances already recognized through surplus.

(5) The Company's management, with the assistance of its investment advisors, monitors the investment performance of its portfolio. This review process culminates with a quarterly review of certain assets by the Company's Investments Under Surveillance Committee that evaluates whether any investments are other than temporarily impaired. The review considers an analysis of individual credit metrics of each insurer as well as industry fundamentals and the outlook for the future. Based on the analysis, a determination is made as to the ability of the issuer to service its debt obligation on an ongoing basis. If this ability is deemed to be impaired, then the appropriate provisions are taken.

NOTES TO FINANCIAL STATEMENTS

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.

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

A. - D. No significant change.

E. Other contingencies

Litigation

There have been no new material legal proceedings and no material developments in specific litigations previously reported in U. S. Financial Life Insurance Company's Notes to Financial Statements for the year ended December 31, 2010, except as set forth below:

Insurance Regulatory Matters

U. S. Financial Life Insurance Company, along with other life insurance industry companies, has been the subject of various examinations regarding its unclaimed property and escheatment procedures. For example, U. S. Financial Life Insurance Company has been contacted by a third party auditor on behalf of a number of U.S. state jurisdictions for compliance with unclaimed property laws of those jurisdictions. U. S. Financial Life Insurance Company is cooperating with these examinations.

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.

NOTES TO FINANCIAL STATEMENTS

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

A. and B. No significant change.

C. Wash Sales

The Company did not sell any securities during the quarter ended June 30, 2011, which were reacquired within 30 days of the sale date.

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

(1) Fair Value Measurement at Reporting Date.

<u>Description</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
a. Assets at fair value :				
Preferred stock				
Industrial and Misc	0	0	0	0
Parent, Subsidiaries and Affiliates	0	0	0	0
Total Preferred stock	0	0	0	0
Bonds				
Governments/Agencies	0	0	0	0
Special Revenue/Special	0	0	0	0
Assessment				
Mortgage Pass Throughs	0	0	0	0
Collateral Mortgage Obligations	0	0	0	0
Industrial and Misc	0	3,487,206	0	3,487,206
Hybrid Securities	0	0	0	0
Parent, Subsidiaries and Affiliates	0	0	0	0
Total Bonds	0	3,487,206	0	3,487,206
Common Stock				
Industrial and Misc	0	0	0	0
Parent, Subsidiaries and Affiliates	0	0	0	0
Total Common Stock	0	0	0	0
Derivative assets				
Swaps	0	0	0	0
Futures	0	0	0	0
Options	0	0	0	0
Floors	0	0	0	0
Swaptions	0	0	0	0
Total Derivatives	0	0	0	0
Separate account assets	0	0	0	0
Total assets at fair value	0	3,487,206	0	3,487,206
b. Liabilities at fair value:				
Derivative liabilities	0	0	0	0
Total Liabilities at fair value	0	0	0	0

NOTES TO FINANCIAL STATEMENTS

(2) Fair value Measurements in Level 3 of the Fair value Hierarchy

	Balance as of 01/01/2011	Transfers in Level 3	Transfers out Level 3	Total Gain/Loss included in Net Income	Total Gain/Loss included in Surplus	Purchases/Sales issuances & settlements	Balance as of 06/30/2011
CMBS/RMBS	0	0	0	0	0	0	0
Preferred stock	0	0	0	0	0	0	0
Bonds	0	0	0	0	0	0	0
Bonds-Parent, Subsidiaries and Affiliates	0	0	0	0	0	0	0
Hybrids	0	0	0	0	0	0	0
Stocks	0	0	0	0	0	0	0
Stocks-Parent, Subsidiaries and Affiliates	0	0	0	0	0	0	0
Separate Account assets	0	0	0	0	0	0	0
Derivative assets	0	0	0	0	0	0	0
Total	0	0	0	0	0	0	0

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

There are no material changes in the provision for incurred loss and loss adjustment expenses attributable to insured events of prior years.

Note 26 - Intercompany Pooling Arrangements

No significant change.

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.

NOTES TO FINANCIAL STATEMENTS

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

No significant change.

Note 35 - Loss/Claim Adjustment Expenses

No significant change.

STATEMENT AS OF JUNE 30, 2011 OF THE U.S. FINANCIAL LIFE 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? 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 the 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] NA []

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). 10/31/2006

6.4 By what department or departments?

State of 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 [] NA [X]

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

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 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
AllianceBernstein Investments, Inc	New York, NY.....					YES.....
Alliance Corporate Finance Group, Inc	New York, NY.....					YES.....
AllianceBernstein Corporation.....	New York, NY.....					YES.....
AllianceBernstein Global Derivatives Corporation.....	New York, NY.....					YES.....
AllianceBernstein Holding LP.....	New York, NY.....					YES.....
AllianceBernstein LP.....	New York, NY.....					YES.....
Sanford C. Bernstein & Co. LLC.....	New York, NY.....					YES.....
AXA Advisors LLC.....	New York, NY.....					YES.....
AXA Distributors LLC.....	New York, NY.....					YES.....
AXA Equitable Life Insurance Company.....	New York, NY.....					YES.....
AXA Investment Managers, Inc.....	Greenwich, CT.....					YES.....
AXA Private Equity (US) LLC.....	New York, NY.....					YES.....
AXA Rosenberg Investment Management LLC.....	Orinda, CA.....					YES.....

STATEMENT AS OF JUNE 30, 2011 OF THE U.S. FINANCIAL LIFE INSURANCE COMPANY**GENERAL INTERROGATORIES**

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]

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 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$	\$
14.22 Preferred Stock	\$	\$
14.23 Common Stock	\$	\$
14.24 Short-Term Investments	\$	\$
14.25 Mortgage Loans on Real Estate	\$	\$
14.26 All Other	\$	\$
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	\$	\$

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.

STATEMENT AS OF JUNE 30, 2011 OF THE U.S. FINANCIAL LIFE INSURANCE COMPANY

GENERAL INTERROGATORIES

16. Excluding items in Schedule E – Part 3 – Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 3, III Conducting Examinations, F - Custodial or Safekeeping Agreements of the NAIC *Financial Condition Examiners Handbook*?

Yes [X] No []

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

1 Name of Custodian(s)	2 Custodian Address
JP Morgan Chase.....	270 Park Avenue, New York, NY 10017.....

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
902.....	Adelante Capital Management.....	555 12th Street, Suite 2100, Oakland, CA 94607.....
902.....	Albion Investors LLC.....	1345 Avenue of the Americas, New York, NY 10105.....
902.....	AllianceBernstein LP.....	1345 Avenue of the Americas, New York, NY 10105.....
902.....	Hyperion Brookfield Asset Management Inc.....	3 WFC, 200 Vesey Street, 10th Floor, NYC, NY 10281-1010.....
902.....	Morgan Stanley.....	3424 Peachtree Road N. E., Suite 800, Atlanta, GA 30326.....
902.....	Quadrant Real Estate Advisors.....	200 Deerfield Point, 12735 Morris Rd., Suite 100, Alpharetta, GA 30004.....
902.....	Rabo Agrifinance.....	One CitiPlace Drive, Suite 200, St. Louis, MO 63141.....

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:

.....

STATEMENT AS OF JUNE 30, 2011 OF THE U.S. FINANCIAL LIFE INSURANCE COMPANY

GENERAL INTERROGATORIES
PART 2 - LIFE & HEALTH

1	Amount
1. Report the statement value of mortgage loans at the end of this reporting period for the following categories:	
1.1 Long-Term Mortgages In Good Standing	
1.11 Farm Mortgages	\$
1.12 Residential Mortgages	\$
1.13 Commercial Mortgages	\$
1.14 Total Mortgages in Good Standing	\$ _____ 0
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 Mortgages 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 Mortgages 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).....	\$ _____ 0
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.....	_____ %
2.2 A&H cost containment percent	_____ %
2.3 A&H expense percent excluding cost containment expenses.....	_____ %
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.....	\$ _____ 0
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.....	\$ _____ 0

STATEMENT AS OF JUNE 30, 2011 OF THE U.S. FINANCIAL LIFE INSURANCE COMPANY

SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties

NON F

STATEMENT AS OF JUNE 30, 2011 OF THE U.S. FINANCIAL LIFE INSURANCE COMPANY

SCHEDULE T – PREMIUMS AND ANNUITY CONSIDERATIONS

Current Year To Date - Allocated by States and Territories

States, Etc.	Active Status	Life Insurance Premiums	Annuity Considerations	Direct Business Only			
				2	3	4	5
				Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees		Other Considerations	Total Columns 2 Through 5
							Deposit - Type Contracts
1. Alabama	AL	2,251,424	0				2,251,424
2. Alaska	AK	119,064	0				119,064
3. Arizona	AZ	1,388,722	0				1,388,722
4. Arkansas	AR	943,563	0				943,563
5. California	CA	8,550,614	0				8,550,614
6. Colorado	CO	1,887,104	0				1,887,104
7. Connecticut	CT	1,932,180	0				1,932,180
8. Delaware	DE	561,616	0				561,616
9. District of Columbia	DC	89,526	0				89,526
10. Florida	FL	6,720,421	0				6,720,421
11. Georgia	GA	3,393,547	0				3,393,547
12. Hawaii	HI	264,970	0				264,970
13. Idaho	ID	323,833	0				323,833
14. Illinois	IL	4,623,320	0				4,623,320
15. Indiana	IN	2,159,591	2,075				2,161,666
16. Iowa	IA	1,085,770	0				1,085,770
17. Kansas	KS	1,313,518	0				1,313,518
18. Kentucky	KY	1,780,461	7,000				1,787,461
19. Louisiana	LA	1,155,370	0				1,155,370
20. Maine	ME	456,814	0				456,814
21. Maryland	MD	2,077,501	0				2,077,501
22. Massachusetts	MA	2,805,934	0				2,805,934
23. Michigan	MI	5,280,445	2,425				5,282,870
24. Minnesota	MN	2,259,962	0				2,259,962
25. Mississippi	MS	1,793,013	0				1,793,013
26. Missouri	MO	2,483,738	3,000				2,486,738
27. Montana	MT	317,367	0				317,367
28. Nebraska	NE	793,445	0				793,445
29. Nevada	NV	395,245	0				395,245
30. New Hampshire	NH	459,133	0				459,133
31. New Jersey	NJ	3,044,275	0				3,044,275
32. New Mexico	NM	397,891	0				397,891
33. New York	NY	915,182	0				915,182
34. North Carolina	NC	4,458,463	0				4,458,463
35. North Dakota	ND	570,700	0				570,700
36. Ohio	OH	6,177,851	0				6,177,851
37. Oklahoma	OK	1,118,623	0				1,118,623
38. Oregon	OR	924,210	0				924,210
39. Pennsylvania	PA	5,314,343	0				5,314,343
40. Rhode Island	RI	487,315	0				487,315
41. South Carolina	SC	2,072,545	0				2,072,545
42. South Dakota	SD	696,960	0				696,960
43. Tennessee	TN	4,058,551	0				4,058,551
44. Texas	TX	9,552,841	500				9,553,341
45. Utah	UT	1,283,004	0				1,283,004
46. Vermont	VT	303,825	0				303,825
47. Virginia	VA	1,649,960	0				1,649,960
48. Washington	WA	1,791,128	0				1,791,128
49. West Virginia	WV	325,409	0				325,409
50. Wisconsin	WI	2,084,471	0				2,084,471
51. Wyoming	WY	256,630	0				256,630
52. American Samoa	AS	N					0
53. Guam	GU	N	.1,433				1,433
54. Puerto Rico	PR	N	1,802				1,802
55. US Virgin Islands	VI	N	4,278	9			4,287
56. Northern Mariana Islands	MP	N					0
57. Canada	CN	N	74,683				74,683
58. Aggregate Other Alien	OT	XXX.	34,721	0	0	.0	34,721
59. Subtotal	(a)	50	107,268,305	15,009	0	0	107,283,314
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.					0
94. Aggregate other amounts not allocable by State		XXX.	0	0	0	0	0
95. Totals (Direct Business)		XXX.	107,268,305	15,009	0	0	107,283,314
96. Plus Reinsurance Assumed		XXX.					0
97. Totals (All Business)		XXX.	107,268,305	15,009	0	0	107,283,314
98. Less Reinsurance Ceded		XXX.	83,135,866	0	0		83,135,866
99. Totals (All Business) less Reinsurance Ceded		XXX	24,132,439	15,009	0	0	24,147,448
DETAILS OF WRITE-INS							
5801. Other Alien		XXX.	34,721	0			34,721
5802.		XXX.					
5803.		XXX.					
5898. Summary of remaining write-ins for Line 58 from overflow page		XXX.	0	0	0	0	0
5899. Totals (Lines 5801 through 5803 + 5898) (Line 58 above)		XXX	34,721	0	0	0	34,721
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
9499. Totals (Lines 9401 through 9403 + 9498) (Line 94 above)		XXX	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

STATEMENT AS OF JUNE 30, 2011 OF THE U.S. FINANCIAL LIFE 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.

	<u>RESPONSE</u>
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.....

Explanation:

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

Bar Code:

1. 
8 4 5 3 0 2 0 1 1 4 9 0 0 0 0 0 2

2. 
8 4 5 3 0 2 0 1 1 3 6 5 0 0 0 0 0 2

3. 
8 4 5 3 0 2 0 1 1 4 4 5 0 0 0 0 0 2

4. 
8 4 5 3 0 2 0 1 1 4 4 6 0 0 0 0 0 2

5. 
8 4 5 3 0 2 0 1 1 4 4 7 0 0 0 0 0 2

6. 
8 4 5 3 0 2 0 1 1 4 4 8 0 0 0 0 0 2

STATEMENT AS OF JUNE 30, 2011 OF THE U.S. FINANCIAL LIFE INSURANCE COMPANY

7.



OVERFLOW PAGE FOR WRITE-INS

STATEMENT AS OF JUNE 30, 2011 OF THE U.S. FINANCIAL LIFE INSURANCE COMPANY

SCHEDULE A – VERIFICATION

Real Estate

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

NONE

SCHEDULE B – VERIFICATION

Mortgage Loans

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

NONE

SCHEDULE D – VERIFICATION

Bonds and Stocks

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year.....	489,690,057	482,214,122
2. Cost of bonds and stocks acquired.....	33,120,672	27,448,792
3. Accrual of discount.....	217,409	416,529
4. Unrealized valuation increase (decrease).....	(65,160)	0
5. Total gain (loss) on disposals.....	46,571	944,605
6. Deduct consideration for bonds and stocks disposed of.....	7,809,892	20,220,326
7. Deduct amortization of premium.....	549,436	1,113,665
8. Total foreign exchange change in book/adjusted carrying value.....	0	0
9. Deduct current year's other than temporary impairment recognized.....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7+8-9).....	514,650,221	489,690,057
11. Deduct total nonadmitted amounts.....	0	0
12. Statement value at end of current period (Line 10 minus Line 11).....	514,650,221	489,690,057

STATEMENT AS OF JUNE 30, 2011 OF THE U.S. FINANCIAL LIFE INSURANCE COMPANY

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).....	368,829,048	21,417,873	15,459,097	2,894,208	368,829,048	377,682,032	0	363,650,319
2. Class 2 (a).....	137,297,890	1,346,299	0	(4,042,136)	137,297,890	134,602,053	0	136,715,833
3. Class 3 (a).....	12,381,596	0	0	1,002,290	12,381,596	13,383,886	0	12,380,252
4. Class 4 (a).....	982,300	0	0	0	982,300	982,300	0	982,300
5. Class 5 (a).....	3,589,224	0	0	(3,589,224)	3,589,224	0	0	0
6. Class 6 (a).....	380,200	0	14,888	3,502,094	380,200	3,867,406	0	380,200
7. Total Bonds	523,460,258	22,764,172	15,473,985	(232,768)	523,460,258	530,517,677	0	514,108,904
PREFERRED STOCK								
8. Class 1	0	0	0	0	0	0	0	0
9. Class 2	3,990,630	0	0	0	3,990,630	3,990,630	0	3,990,630
10. Class 3	0	0	0	0	0	0	0	0
11. Class 4	0	0	0	0	0	0	0	0
12. Class 5	0	0	0	0	0	0	0	0
13. Class 6	0	0	0	0	0	0	0	0
14. Total Preferred Stock.....	3,990,630	0	0	0	3,990,630	3,990,630	0	3,990,630
15. Total Bonds & Preferred Stock	527,450,888	22,764,172	15,473,985	(232,768)	527,450,888	534,508,307	0	518,099,534

(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	17,308,114	XXX	17,308,114	4,908	0

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.....	18,209,631	6,545,166
2. Cost of short-term investments acquired	22,470,483	106,031,465
3. Accrual of discount	0	0
4. Unrealized valuation increase (decrease).....	0	0
5. Total gain (loss) on disposals	0	0
6. Deduct consideration received on disposals	23,372,000	94,367,000
7. Deduct amortization of premium.....	0	0
8. Total foreign exchange change in book/adjusted carrying value.....	0	0
9. Deduct current year's other than temporary impairment recognized.....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	17,308,114	18,209,631
11. Deduct total nonadmitted amounts.....	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	17,308,114	18,209,631

Schedule DB - Part A - Verification

NONE

Schedule DB - Part B - Verification

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2

NONE

Schedule DB - Verification

NONE

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SCHEDULE E - VERIFICATION

(Cash Equivalents)

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	10,199,843	0
2. Cost of cash equivalents acquired	37,198,443	105,294,237
3. Accrual of discount	1,473	5,531
4. Unrealized valuation increase (decrease)	0	0
5. Total gain (loss) on disposals.....	18	15
6. Deduct consideration received on disposals	44,849,804	95,099,940
7. Deduct amortization of premium	0	0
8. Total foreign exchange change in book/adjusted carrying value	0	0
9. Deduct current year's other than temporary impairment recognized	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	2,549,973	10,199,843
11. Deduct total nonadmitted amounts	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	2,549,973	10,199,843

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 2

NONE

Schedule B - Part 3

NONE

Schedule BA - Part 2

NONE

Schedule BA - Part 3

NONE

STATEMENT AS OF JUNE 30, 2011 OF THE U.S. FINANCIAL LIFE 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)
Bonds - Industrial and Miscellaneous (Unaffiliated)									
.472319-AK-8.....	JEFFERIES GROUP INC.....		.04/08/2011.....	BONDS DIRECT SECURITIES LLC.....		.1,346,299	.1,351,000	0	2FE
AX7296-99-6.....	CIE FINANCEMENT FONCIER.....	F.....	.04/21/2011.....	SALOMON BROS. INT. LTD.....		.(999,890)	.(1,000,000)	0	.1Z
23636A-AB-7.....	DANSKE BANK A/S.....	F.....	.04/07/2011.....	BANK OF AMERICA.....		2,754,760	2,756,000	0	.1FE
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)									
8399997 - Subtotals- Bonds - Part 3									
8399999 - Subtotals - Bonds									
9999999 Totals									
(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues0									

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STATEMENT AS OF JUNE 30, 2011 OF THE U.S. FINANCIAL LIFE INSURANCE COMPANY

SCHEDULE D - PART 4

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

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

GO

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part D

NONE

Schedule DL - Part 1

NONE

Schedule DL - Part 2

NONE

STATEMENT AS OF JUNE 30, 2011 OF THE U.S. FINANCIAL LIFE INSURANCE COMPANY

SCHEDULE E - PART 1 - CASH

Month End Depository Balances								
1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			9 *
					6 First Month	7 Second Month	8 Third Month	
Open Depositories								
Fifth Third.....Cincinnati, OH..... JPMorgan Chase.....New York, NY.....					(4,252,821) 1,247,857	(4,056,183) 988,402	(13,639,679) 1,081,053	XXX
0199998 Deposits in depositories that do not exceed the allowable limit in any one depository (See Instructions) - Open Depositories	XXX	XXX						XXX
0199999 Total Open Depositories	XXX	XXX	0	0	(3,004,964)	(3,067,781)	(12,558,626)	XXX
0399999 Total Cash on Deposit	XXX	XXX	0	0	(3,004,964)	(3,067,781)	(12,558,626)	XXX
0499999 Cash in Company's Office	XXX	XXX	XXX	XXX				XXX
0599999 Total	XXX	XXX	0	0	(3,004,964)	(3,067,781)	(12,558,626)	XXX

STATEMENT AS OF JUNE 30, 2011 OF THE U.S. FINANCIAL LIFE INSURANCE COMPANY

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
U.S. Governments - Issuer Obligations							
Federal Home Loan Mtg Corp.....	0.....	05/16/2011.....	0.040.....	07/07/2011.....	1,349,991.....	0.....	0.....
United States of America Treasury.....	0.....	06/15/2011.....	0.020.....	07/28/2011.....	1,199,982.....	0.....	0.....
0199999 - U.S. Governments - Issuer Obligations					2,549,973	0	0
0599999 - Subtotals - U.S. Government Bonds					2,549,973	0	0
7799999 - Subtotals - Issuer Obligations					2,549,973	0	0
8399999 - Subtotals - Bonds					2,549,973	0	0
8699999 Total Cash Equivalents					2,549,973	0	0