



PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

ANNUAL STATEMENT  
FOR THE YEAR ENDED DECEMBER 31, 2011  
OF THE CONDITION AND AFFAIRS OF THE

American Modern Surplus Lines Insurance Company

|                                       |  |                 |                   |  |                      |            |
|---------------------------------------|--|-----------------|-------------------|--|----------------------|------------|
| NAIC Group Code                       | 0361<br>(Current)  | 0361<br>(Prior) | NAIC Company Code | 12489  | Employer's ID Number | 20-3901790 |
| Organized under the Laws of           | Ohio   |                 |                   | State of Domicile or Port of Entry                               | Ohio                 |            |
| Country of Domicile                   | United States of America                                     |                 |                   |  |                      |            |
| Incorporated/Organized                | 11/28/2005   |                 |                   | Commenced Business   | 09/01/2006           |            |
| Statutory Home Office                 | 7000 Midland Blvd.<br>(Street and Number)                    |                 |                   | Amelia , OH 45102-2607<br>(City or Town, State and Zip Code)     |                      |            |
| Main Administrative Office            | 7000 Midland Blvd.<br>(Street and Number)                    |                 |                   |  |                      |            |
|                                       | Amelia , OH 45102-2607<br>(City or Town, State and Zip Code) |                 |                   | 800-543-2644-5478<br>(Area Code) (Telephone Number)              |                      |            |
| Mail Address                          | P.O.Box 5323<br>(Street and Number or P.O. Box)              |                 |                   | Cincinnati , OH 45201-5323<br>(City or Town, State and Zip Code) |                      |            |
| Primary Location of Books and Records | 7000 Midland Blvd.<br>(Street and Number)                    |                 |                   |  |                      |            |
|                                       | Amelia , OH 45102<br>(City or Town, State and Zip Code)      |                 |                   | 800-543-2644-5478<br>(Area Code) (Telephone Number)              |                      |            |
| Internet Website Address              | www.amig.com   |                 |                   |  |                      |            |
| Statutory Statement Contact           | Kenneth L. Kuhn<br>(Name)                                    |                 |                   | 800-543-2644-5478<br>(Area Code) (Telephone Number)              |                      |            |
|                                       | kkuhn@amig.com<br>(E-mail Address)                           |                 |                   | 513-947-4111<br>(FAX Number)                                     |                      |            |

OFFICERS

|                             |                            |                       |                    |
|-----------------------------|----------------------------|-----------------------|--------------------|
| President / CEO             | Manuel Zuniga Rios #       | Senior Vice President | William Todd Gray  |
| Chairman of the Board / SVP | Juergen Erwin Kammerlohr # | Senior Vice President | James Paul Tierney |

OTHER

|  |                         |  |  |
|--|-------------------------|--|--|
| Matthew Joseph T. McConnell<br>Treasurer | Senior Vice President / | Michael Lynn Flowers<br>Vice President / Secretary | Craig Richard Smiddy<br>Vice President |
|--|-------------------------|--|--|

DIRECTORS OR TRUSTEES

|                                     |                      |                    |
|-------------------------------------|----------------------|--------------------|
| Juergen Erwin Kammerlohr Chairman # | Michael Lynn Flowers | James Paul Tierney |
| Paul Frederick Gelter               | Manuel Zuniga Rios # |                    |

State of Ohio  
County of Clermont SS:

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.

|                                       |  |   |
|---------------------------------------|--|---|
| Manuel Zuniga Rios<br>President / CEO | Michael Lynn Flowers<br>Vice President / Secretary | Kenneth Leo Kuhn<br>Vice President / Controller |
|---------------------------------------|--|---|

|  |                                      |                  |
|--|--------------------------------------|------------------|
| Subscribed and sworn to before me this | a. Is this an original filing? ..... | Yes [ X ] No [ ] |
| day of                                 | b. If no,                            |                  |
|  | 1. State the amendment number.....   |                  |
|  | 2. Date filed .....                  |                  |
|  | 3. Number of pages attached.....     |                  |

SUMMARY INVESTMENT SCHEDULE

| Investment Categories   | Gross Investment Holdings |            | Admitted Assets as Reported in the Annual Statement |   |                           |            |
|---|---------------------------|------------|---|---|---------------------------|------------|
|   | 1                         | 2          | 3   | 4   | 5                         | 6          |
|   | Amount                    | Percentage | Amount  | Securities Lending Reinvested Collateral Amount | Total (Col. 3 + 4) Amount | Percentage |
| 1. Bonds:   |                           |            |   |   |                           |            |
| 1.1 U.S. treasury securities .....  | 17,668,336                | 60.662     | 17,668,336  | 0   | 17,668,336                | 60.662     |
| 1.2 U.S. government agency obligations (excluding mortgage-backed securities):  |                           |            |   |   |                           |            |
| 1.21 Issued by U.S. government agencies .....   | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 1.22 Issued by U.S. government sponsored agencies .....   | 3,678,073                 | 12.628     | 3,678,073   | 0   | 3,678,073                 | 12.628     |
| 1.3 Non-U.S. government (including Canada, excluding mortgaged-backed securities) .....   | 1,976,725                 | 6.787      | 1,976,725   | 0   | 1,976,725                 | 6.787      |
| 1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S. :  |                           |            |   |   |                           |            |
| 1.41 States, territories and possessions general obligations .....  | 523,965                   | 1.799      | 523,965   | 0   | 523,965                   | 1.799      |
| 1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations .....                                 | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 1.43 Revenue and assessment obligations .....   | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 1.44 Industrial development and similar obligations .....   | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 1.5 Mortgage-backed securities (includes residential and commercial MBS):   |                           |            |   |   |                           |            |
| 1.51 Pass-through securities:   |                           |            |   |   |                           |            |
| 1.511 Issued or guaranteed by GNMA .....  | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 1.512 Issued or guaranteed by FNMA and FHLMC .....  | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 1.513 All other .....   | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 1.52 CMOs and REMICs:   |                           |            |   |   |                           |            |
| 1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA .....   | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521 ..... | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 1.523 All other .....   | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 2. Other debt and other fixed income securities (excluding short-term):   |                           |            |   |   |                           |            |
| 2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities) .....   | 1,774,737                 | 6.093      | 1,774,737   | 0   | 1,774,737                 | 6.093      |
| 2.2 Unaffiliated non-U.S. securities (including Canada) .....   | 2,097,259                 | 7.201      | 2,097,259   | 0   | 2,097,259                 | 7.201      |
| 2.3 Affiliated securities .....   | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 3. Equity interests:  |                           |            |   |   |                           |            |
| 3.1 Investments in mutual funds .....   | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 3.2 Preferred stocks:   |                           |            |   |   |                           |            |
| 3.21 Affiliated .....   | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 3.22 Unaffiliated .....   | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 3.3 Publicly traded equity securities (excluding preferred stocks):   |                           |            |   |   |                           |            |
| 3.31 Affiliated .....   | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 3.32 Unaffiliated .....   | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 3.4 Other equity securities:  |                           |            |   |   |                           |            |
| 3.41 Affiliated .....   | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 3.42 Unaffiliated .....   | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 3.5 Other equity interests including tangible personal property under lease:  |                           |            |   |   |                           |            |
| 3.51 Affiliated .....   | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 3.52 Unaffiliated .....   | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 4. Mortgage loans:  |                           |            |   |   |                           |            |
| 4.1 Construction and land development .....   | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 4.2 Agricultural .....  | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 4.3 Single family residential properties .....  | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 4.4 Multifamily residential properties .....  | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 4.5 Commercial loans .....  | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 4.6 Mezzanine real estate loans .....   | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 5. Real estate investments:   |                           |            |   |   |                           |            |
| 5.1 Property occupied by company .....  | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 5.2 Property held for production of income (including \$ .....0 of property acquired in satisfaction of debt) .....                                     | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 5.3 Property held for sale (including \$ .....0 property acquired in satisfaction of debt) .....  | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 6. Contract loans .....   | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 7. Derivatives .....  | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 8. Receivables for securities .....   | 10,000                    | 0.034      | 10,000  | 0   | 10,000                    | 0.034      |
| 9. Securities Lending (Line 10, Asset Page reinvested collateral) .....   | 0                         | 0.000      | 0   | XXX   | XXX                       | XXX        |
| 10. Cash, cash equivalents and short-term investments .....   | 1,396,743                 | 4.796      | 1,396,743   | 0   | 1,396,743                 | 4.796      |
| 11. Other invested assets .....   | 0                         | 0.000      | 0   | 0   | 0                         | 0.000      |
| 12. Total invested assets   | 29,125,838                | 100.000    | 29,125,838  | 0   | 29,125,838                | 100.000    |

Schedule A - Verification - Real Estate

N O N E

Schedule B - Verification - Mortgage Loans

N O N E

ANNUAL STATEMENT FOR THE YEAR 2011 OF THE American Modern Surplus Lines Insurance Co.

SCHEDULE BA - VERIFICATION BETWEEN YEARS

Other Long-Term Invested Assets

|     |  |  |
|-----|--|--|
| 1.  | Book/adjusted carrying value, December 31 of prior year .....                            |  |
| 2.  | Cost of acquired:  |  |
|     | 2.1 Actual cost at time of acquisition (Part 2, Column 8) .....                          |  |
|     | 2.2 Additional investment made after acquisition (Part 2, Column 9) .....                |  |
| 3.  | Capitalized deferred interest and other:   |  |
|     | 3.1 Totals, Part 1, Column 16 .....  |  |
|     | 3.2 Totals, Part 3, Column 12 .....  |  |
| 4.  | Accrual of discount .....  |  |
| 5.  | Unrealized valuation increase (decrease):  |  |
|     | 5.1 Totals, Part 1, Column 13 .....  |  |
|     | 5.2 Totals, Part 3, Column 9 .....   |  |
| 6.  | Total gain (loss) on disposals, Part 3, Column 19 .....                                  |  |
| 7.  | Deduct amounts received on disposals, Part 3, Column 16 .....                            |  |
| 8.  | Deduct amortization of premium and depreciation .....                                    |  |
| 9.  | Total foreign exchange change in book/adjusted carrying value:                           |  |
|     | 9.1 Totals, Part 1, Column 17 .....  |  |
|     | 9.2 Totals, Part 3, Column 14 .....  |  |
| 10. | Deduct current year's other than temporary impairment recognized:                        |  |
|     | 10.1 Totals, Part 1, Column 15 .....   |  |
|     | 10.2 Totals, Part 3, Column 11 .....   |  |
| 11. | Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) ..... |  |
| 12. | Deduct total nonadmitted amounts .....   |  |
| 13. | Statement value at end of current period (Line 11 minus Line 12) .....                   |  |

SCHEDULE D - VERIFICATION BETWEEN YEARS

Bonds and Stocks

|     |   |            |
|-----|---|------------|
| 1.  | Book/adjusted carrying value, December 31 of prior year .....                         | 29,561,519 |
| 2.  | Cost of bonds and stocks acquired, Part 3, Column 7 .....                             | 29,852,970 |
| 3.  | Accrual of discount .....   | 25,867     |
| 4.  | Unrealized valuation increase (decrease):   |            |
|     | 4.1. Part 1, Column 12 .....  | 197,921    |
|     | 4.2. Part 2, Section 1, Column 15 .....   | 0          |
|     | 4.3. Part 2, Section 2, Column 13 .....   | 0          |
|     | 4.4. Part 4, Column 11 .....  | 0          |
|     |   | 197,921    |
| 5.  | Total gain (loss) on disposals, Part 4, Column 19 .....                               | 637,649    |
| 6.  | Deduction consideration for bonds and stocks disposed of, Part 4, Column 7 .....      | 32,312,494 |
| 7.  | Deduct amortization of premium .....  | 244,337    |
| 8.  | Total foreign exchange change in book/adjusted carrying value:                        |            |
|     | 8.1. Part 1, Column 15 .....  | 0          |
|     | 8.2. Part 2, Section 1, Column 19 .....   | 0          |
|     | 8.3. Part 2, Section 2, Column 16 .....   | 0          |
|     | 8.4. Part 4, Column 15 .....  | 0          |
|     |   | 0          |
| 9.  | Deduct current year's other than temporary impairment recognized:                     |            |
|     | 9.1. Part 1, Column 14 .....  | 0          |
|     | 9.2. Part 2, Section 1, Column 17 .....   | 0          |
|     | 9.3. Part 2, Section 2, Column 14 .....   | 0          |
|     | 9.4. Part 4, Column 13 .....  | 0          |
|     |   | 0          |
| 10. | Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) ..... | 27,719,095 |
| 11. | Deduct total nonadmitted amounts .....  | 0          |
| 12. | Statement value at end of current period (Line 10 minus Line 11) .....                | 27,719,095 |

SCHEDULE D - SUMMARY BY COUNTRY

Long-Term Bonds and Stocks OWNED December 31 of Current Year

| Description  |                            | 1<br>Book/Adjusted<br>Carrying Value | 2<br>Fair Value | 3<br>Actual Cost | 4<br>Par Value of Bonds |
|--|----------------------------|--------------------------------------|-----------------|------------------|-------------------------|
| BONDS  |                            |                                      |                 |                  |                         |
| Governments<br>(Including all obligations guaranteed<br>by governments)  | 1. United States .....     | 21,346,408                           | 21,906,637      | 21,298,967       | 19,888,000              |
|  | 2. Canada .....            | 1,978,716                            | 2,002,023       | 1,978,634        | 1,980,000               |
|  | 3. Other Countries         | 997,838                              | 1,010,000       | 997,030          | 1,000,000               |
|  | 4. Totals                  | 24,322,962                           | 24,918,660      | 24,274,631       | 22,868,000              |
| U.S. States, Territories and Possessions<br>(Direct and guaranteed)  |                            |                                      |                 |                  |                         |
|  | 5. Totals                  | 523,965                              | 528,095         | 526,240          | 500,000                 |
| U.S. Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)   |                            |                                      |                 |                  |                         |
|  | 6. Totals                  | 0                                    | 0               | 0                | 0                       |
| U.S. Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions |                            |                                      |                 |                  |                         |
|  | 7. Totals                  | 803,317                              | 811,296         | 824,047          | 754,000                 |
| Industrial and Miscellaneous and Hybrid Securities (unaffiliated)  | 8. United States .....     | 971,420                              | 992,470         | 982,736          | 964,000                 |
|  | 9. Canada .....            | 0                                    | 0               | 0                | 0                       |
|  | 10. Other Countries        | 1,097,431                            | 1,141,297       | 1,097,274        | 1,100,000               |
|  | 11. Totals                 | 2,068,851                            | 2,133,767       | 2,080,010        | 2,064,000               |
| Parent, Subsidiaries and Affiliates  | 12. Totals                 | 0                                    | 0               | 0                | 0                       |
|  | 13. Total Bonds            | 27,719,095                           | 28,391,818      | 27,704,928       | 26,186,000              |
| PREFERRED STOCKS   |                            |                                      |                 |                  |                         |
| Industrial and Miscellaneous (unaffiliated)  | 14. United States .....    | 0                                    | 0               | 0                |                         |
|  | 15. Canada .....           | 0                                    | 0               | 0                |                         |
|  | 16. Other Countries        | 0                                    | 0               | 0                |                         |
|  | 17. Totals                 | 0                                    | 0               | 0                |                         |
| Parent, Subsidiaries and Affiliates  | 18. Totals                 | 0                                    | 0               | 0                |                         |
|  | 19. Total Preferred Stocks | 0                                    | 0               | 0                |                         |
| COMMON STOCKS  |                            |                                      |                 |                  |                         |
| Industrial and Miscellaneous (unaffiliated)  | 20. United States .....    | 0                                    | 0               | 0                |                         |
|  | 21. Canada .....           | 0                                    | 0               | 0                |                         |
|  | 22. Other Countries        | 0                                    | 0               | 0                |                         |
|  | 23. Totals                 | 0                                    | 0               | 0                |                         |
| Parent, Subsidiaries and Affiliates  | 24. Totals                 | 0                                    | 0               | 0                |                         |
|  | 25. Total Common Stocks    | 0                                    | 0               | 0                |                         |
|  | 26. Total Stocks           | 0                                    | 0               | 0                |                         |
|  | 27. Total Bonds and Stocks | 27,719,095                           | 28,391,818      | 27,704,928       |                         |

ANNUAL STATEMENT FOR THE YEAR 2011 OF THE American Modern Surplus Lines Insurance Co.

SCHEDULE D - PART 1A - SECTION 1

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

|   | 1              | 2                              | 3                                | 4                                 | 5             | 6                  | 7                            | 8                               | 9                           | 10                       | 11                            |
|---|----------------|--------------------------------|----------------------------------|-----------------------------------|---------------|--------------------|------------------------------|---------------------------------|-----------------------------|--------------------------|-------------------------------|
| Quality Rating per the NAIC Designation   | 1 Year or Less | Over 1 Year<br>Through 5 Years | Over 5 Years<br>Through 10 Years | Over 10 Years<br>Through 20 Years | Over 20 Years | Total Current Year | Col. 6 as a % of<br>Line 9.7 | Total from Col. 6<br>Prior Year | % From Col. 7<br>Prior Year | Total Publicly<br>Traded | Total Privately<br>Placed (a) |
| 1. U.S. Governments   |                |                                |                                  |                                   |               |                    |                              |                                 |                             |                          |                               |
| 1.1 Class 1   | 4,729,340      | 18,116,464                     | 760,663                          | 0                                 | 0             | 23,606,467         | 78.3                         | 24,863,380                      | 81.8                        | 23,606,467               | 0                             |
| 1.2 Class 2   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 1.3 Class 3   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 1.4 Class 4   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 1.5 Class 5   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 1.6 Class 6   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 1.7 Totals  | 4,729,340      | 18,116,464                     | 760,663                          | 0                                 | 0             | 23,606,467         | 78.3                         | 24,863,380                      | 81.8                        | 23,606,467               | 0                             |
| 2. All Other Governments  |                |                                |                                  |                                   |               |                    |                              |                                 |                             |                          |                               |
| 2.1 Class 1   | 0              | 2,976,554                      | 0                                | 0                                 | 0             | 2,976,554          | 9.9                          | 0                               | 0.0                         | 2,976,554                | 0                             |
| 2.2 Class 2   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 2.3 Class 3   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 2.4 Class 4   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 2.5 Class 5   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 2.6 Class 6   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 2.7 Totals  | 0              | 2,976,554                      | 0                                | 0                                 | 0             | 2,976,554          | 9.9                          | 0                               | 0.0                         | 2,976,554                | 0                             |
| 3. U.S. States, Territories and Possessions etc.,<br>Guaranteed                       |                |                                |                                  |                                   |               |                    |                              |                                 |                             |                          |                               |
| 3.1 Class 1   | 0              | 523,965                        | 0                                | 0                                 | 0             | 523,965            | 1.7                          | 0                               | 0.0                         | 523,965                  | 0                             |
| 3.2 Class 2   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 3.3 Class 3   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 3.4 Class 4   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 3.5 Class 5   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 3.6 Class 6   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 3.7 Totals  | 0              | 523,965                        | 0                                | 0                                 | 0             | 523,965            | 1.7                          | 0                               | 0.0                         | 523,965                  | 0                             |
| 4. U.S. Political Subdivisions of States, Territories and<br>Possessions , Guaranteed |                |                                |                                  |                                   |               |                    |                              |                                 |                             |                          |                               |
| 4.1 Class 1   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 4.2 Class 2   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 4.3 Class 3   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 4.4 Class 4   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 4.5 Class 5   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 4.6 Class 6   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 4.7 Totals  | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 5. U.S. Special Revenue & Special Assessment<br>Obligations, etc., Non-Guaranteed     |                |                                |                                  |                                   |               |                    |                              |                                 |                             |                          |                               |
| 5.1 Class 1   | 0              | 803,317                        | 0                                | 0                                 | 0             | 803,317            | 2.7                          | 790,726                         | 2.6                         | 0                        | 803,317                       |
| 5.2 Class 2   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 5.3 Class 3   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 5.4 Class 4   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 5.5 Class 5   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 5.6 Class 6   | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | 0                             |
| 5.7 Totals  | 0              | 803,317                        | 0                                | 0                                 | 0             | 803,317            | 2.7                          | 790,726                         | 2.6                         | 0                        | 803,317                       |

ANNUAL STATEMENT FOR THE YEAR 2011 OF THE American Modern Surplus Lines Insurance Co.

SCHEDULE D - PART 1A - SECTION 1 (Continued)

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

| Quality Rating per the NAIC Designation      | 1<br>1 Year or Less | 2<br>Over 1 Year<br>Through 5 Years | 3<br>Over 5 Years<br>Through 10 Years | 4<br>Over 10 Years<br>Through 20 Years | 5<br>Over 20 Years | 6<br>Total Current Year | 7<br>Col. 6 as a % of<br>Line 9.7 | 8<br>Total from Col. 6<br>Prior Year | 9<br>% From Col. 7<br>Prior Year | 10<br>Total Publicly<br>Traded | 11<br>Total Privately<br>Placed (a) |
|--|---------------------|-------------------------------------|---------------------------------------|--|--------------------|-------------------------|-----------------------------------|--------------------------------------|----------------------------------|--------------------------------|-------------------------------------|
| 6. Industrial & Miscellaneous (Unaffiliated) |                     |                                     |                                       |  |                    |                         |                                   |                                      |                                  |                                |                                     |
| 6.1 Class 1 .....                            | 794,307             | 363,543                             | .0                                    | .0                                     | .0                 | 1,157,850               | 3.8                               | 4,520,459                            | 14.9                             | 1,157,850                      | .0                                  |
| 6.2 Class 2 .....                            | 0                   | 98,576                              | .0                                    | 997,460                                | .0                 | 1,096,036               | 3.6                               | 228,080                              | .8                               | 98,576                         | 997,460                             |
| 6.3 Class 3 .....                            | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                                   |
| 6.4 Class 4 .....                            | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                                   |
| 6.5 Class 5 .....                            | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                                   |
| 6.6 Class 6 .....                            | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                                   |
| 6.7 Totals                                   | 794,307             | 462,119                             | 0                                     | 997,460                                | 0                  | 2,253,886               | 7.5                               | 4,748,539                            | 15.6                             | 1,256,426                      | 997,460                             |
| 7. Hybrid Securities                         |                     |                                     |                                       |  |                    |                         |                                   |                                      |                                  |                                |                                     |
| 7.1 Class 1 .....                            | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                                   |
| 7.2 Class 2 .....                            | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                                   |
| 7.3 Class 3 .....                            | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                                   |
| 7.4 Class 4 .....                            | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                                   |
| 7.5 Class 5 .....                            | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                                   |
| 7.6 Class 6 .....                            | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                                   |
| 7.7 Totals                                   | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                                   |
| 8. Parent, Subsidiaries and Affiliates       |                     |                                     |                                       |  |                    |                         |                                   |                                      |                                  |                                |                                     |
| 8.1 Class 1 .....                            | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                                   |
| 8.2 Class 2 .....                            | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                                   |
| 8.3 Class 3 .....                            | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                                   |
| 8.4 Class 4 .....                            | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                                   |
| 8.5 Class 5 .....                            | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                                   |
| 8.6 Class 6 .....                            | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                                   |
| 8.7 Totals                                   | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                                   |

ANNUAL STATEMENT FOR THE YEAR 2011 OF THE American Modern Surplus Lines Insurance Co.

SCHEDULE D - PART 1A - SECTION 1 (Continued)

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

|   | 1              | 2                              | 3                                | 4                                 | 5             | 6                  | 7                            | 8                               | 9                           | 10                       | 11                            |
|---|----------------|--------------------------------|----------------------------------|-----------------------------------|---------------|--------------------|------------------------------|---------------------------------|-----------------------------|--------------------------|-------------------------------|
| Quality Rating per the NAIC Designation                 | 1 Year or Less | Over 1 Year<br>Through 5 Years | Over 5 Years<br>Through 10 Years | Over 10 Years<br>Through 20 Years | Over 20 Years | Total Current Year | Col. 6 as a % of<br>Line 9.7 | Total from Col. 6<br>Prior Year | % From Col. 7<br>Prior Year | Total Publicly<br>Traded | Total Privately<br>Placed (a) |
| 9. Total Bonds Current Year                             |                |                                |                                  |                                   |               |                    |                              |                                 |                             |                          |                               |
| 9.1 Class 1   | (d) 5,523,647  | 22,783,843                     | 760,663                          | 0                                 | 0             | 29,068,153         | 96.4                         | XXX                             | XXX                         | 28,264,836               | 803,317                       |
| 9.2 Class 2   | (d) 0          | 98,576                         | 0                                | 997,460                           | 0             | 1,096,036          | 3.6                          | XXX                             | XXX                         | 98,576                   | 997,460                       |
| 9.3 Class 3   | (d) 0          | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | XXX                             | XXX                         | 0                        | 0                             |
| 9.4 Class 4   | (d) 0          | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | XXX                             | XXX                         | 0                        | 0                             |
| 9.5 Class 5   | (d) 0          | 0                              | 0                                | 0                                 | 0             | (c) 0              | 0.0                          | XXX                             | XXX                         | 0                        | 0                             |
| 9.6 Class 6   | (d) 0          | 0                              | 0                                | 0                                 | 0             | (c) 0              | 0.0                          | XXX                             | XXX                         | 0                        | 0                             |
| 9.7 Totals  | 5,523,647      | 22,882,419                     | 760,663                          | 997,460                           | 0             | (b) 30,164,189     | 100.0                        | XXX                             | XXX                         | 28,363,412               | 1,800,777                     |
| 9.8 Line 9.7 as a % of Col. 6                           | 18.3           | 75.9                           | 2.5                              | 3.3                               | 0.0           | 100.0              | XXX                          | XXX                             | XXX                         | 94.0                     | 6.0                           |
| 10. Total Bonds Prior Year                              |                |                                |                                  |                                   |               |                    |                              |                                 |                             |                          |                               |
| 10.1 Class 1  | 2,166,059      | 21,464,155                     | 4,506,600                        | 2,019,897                         | 17,854        | XXX                | XXX                          | 30,174,565                      | 99.2                        | 30,174,565               | 0                             |
| 10.2 Class 2  | 0              | 228,080                        | 0                                | 0                                 | 0             | XXX                | XXX                          | 228,080                         | 0.8                         | 228,080                  | 0                             |
| 10.3 Class 3  | 0              | 0                              | 0                                | 0                                 | 0             | XXX                | XXX                          | 0                               | 0.0                         | 0                        | 0                             |
| 10.4 Class 4  | 0              | 0                              | 0                                | 0                                 | 0             | XXX                | XXX                          | 0                               | 0.0                         | 0                        | 0                             |
| 10.5 Class 5  | 0              | 0                              | 0                                | 0                                 | 0             | XXX                | XXX                          | (c) 0                           | 0.0                         | 0                        | 0                             |
| 10.6 Class 6  | 0              | 0                              | 0                                | 0                                 | 0             | XXX                | XXX                          | (c) 0                           | 0.0                         | 0                        | 0                             |
| 10.7 Totals   | 2,166,059      | 21,692,235                     | 4,506,600                        | 2,019,897                         | 17,854        | XXX                | XXX                          | (b) 30,402,645                  | 100.0                       | 30,402,645               | 0                             |
| 10.8 Line 10.7 as a % of Col. 8                         | 7.1            | 71.3                           | 14.8                             | 6.6                               | 0.1           | XXX                | XXX                          | 100.0                           | XXX                         | 100.0                    | 0.0                           |
| 11. Total Publicly Traded Bonds                         |                |                                |                                  |                                   |               |                    |                              |                                 |                             |                          |                               |
| 11.1 Class 1  | 5,523,647      | 21,980,526                     | 760,663                          | 0                                 | 0             | 28,264,836         | 93.7                         | 30,174,565                      | 99.2                        | 28,264,836               | XXX                           |
| 11.2 Class 2  | 0              | 98,576                         | 0                                | 0                                 | 0             | 98,576             | 0.3                          | 228,080                         | 0.8                         | 98,576                   | XXX                           |
| 11.3 Class 3  | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | XXX                           |
| 11.4 Class 4  | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | XXX                           |
| 11.5 Class 5  | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | XXX                           |
| 11.6 Class 6  | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | 0                        | XXX                           |
| 11.7 Totals   | 5,523,647      | 22,079,102                     | 760,663                          | 0                                 | 0             | 28,363,412         | 94.0                         | 30,402,645                      | 100.0                       | 28,363,412               | XXX                           |
| 11.8 Line 11.7 as a % of Col. 6                         | 19.5           | 77.8                           | 2.7                              | 0.0                               | 0.0           | 100.0              | XXX                          | XXX                             | XXX                         | 100.0                    | XXX                           |
| 11.9 Line 11.7 as a % of Line 9.7, Col. 6,<br>Section 9 | 18.3           | 73.2                           | 2.5                              | 0.0                               | 0.0           | 94.0               | XXX                          | XXX                             | XXX                         | 94.0                     | XXX                           |
| 12. Total Privately Placed Bonds                        |                |                                |                                  |                                   |               |                    |                              |                                 |                             |                          |                               |
| 12.1 Class 1  | 0              | 803,317                        | 0                                | 0                                 | 0             | 803,317            | 2.7                          | 0                               | 0.0                         | XXX                      | 803,317                       |
| 12.2 Class 2  | 0              | 0                              | 0                                | 997,460                           | 0             | 997,460            | 3.3                          | 0                               | 0.0                         | XXX                      | 997,460                       |
| 12.3 Class 3  | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | XXX                      | 0                             |
| 12.4 Class 4  | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | XXX                      | 0                             |
| 12.5 Class 5  | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | XXX                      | 0                             |
| 12.6 Class 6  | 0              | 0                              | 0                                | 0                                 | 0             | 0                  | 0.0                          | 0                               | 0.0                         | XXX                      | 0                             |
| 12.7 Totals   | 0              | 803,317                        | 0                                | 997,460                           | 0             | 1,800,777          | 6.0                          | 0                               | 0.0                         | XXX                      | 1,800,777                     |
| 12.8 Line 12.7 as a % of Col. 6                         | 0.0            | 44.6                           | 0.0                              | 55.4                              | 0.0           | 100.0              | XXX                          | XXX                             | XXX                         | XXX                      | 100.0                         |
| 12.9 Line 12.7 as a % of Line 9.7, Col. 6,<br>Section 9 | 0.0            | 2.7                            | 0.0                              | 3.3                               | 0.0           | 6.0                | XXX                          | XXX                             | XXX                         | XXX                      | 6.0                           |

(a) Includes \$ 1,800,777 freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.

(b) Includes \$ 0 current year, \$ 0 prior year of bonds with Z designations and \$ 0 , current year \$ 0 prior year of bonds with Z\* designations. The letter "Z" means the NAIC designation was not assigned by the Securities Valuation Office (SVO) at the date of the statement. "Z\*" means the SVO could not evaluate the obligation because valuation procedures for the security class are under regulatory review.

(c) Includes \$ 0 current year, \$ 0 prior year of bonds with 5\* designations and \$ 0 , current year \$ 0 prior year of bonds with 6\* designations. "5\*" means the NAIC designation was assigned by the (SVO) in reliance on the insurer's certification that the issuer is current in all principal and interest payments. "6\*" means the NAIC designation was assigned by the SVO due to inadequate certification of principal and interest payments.

(d) 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



ANNUAL STATEMENT FOR THE YEAR 2011 OF THE American Modern Surplus Lines Insurance Co.  
**SCHEDULE D - PART 1A - SECTION 2**

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

| Distribution by Type  | 1<br>1 Year or Less | 2<br>Over 1 Year<br>Through 5 Years | 3<br>Over 5 Years<br>Through 10 Years | 4<br>Over 10 Years<br>Through 20 Years | 5<br>Over 20 Years | 6<br>Total Current Year | 7<br>Col. 6 as a % of<br>Line 9.5 | 8<br>Total from Col. 6<br>Prior Year | 9<br>% From Col. 7<br>Prior Year | 10<br>Total Publicly<br>Traded | 11<br>Total Privately<br>Placed |
|---|---------------------|-------------------------------------|---------------------------------------|--|--------------------|-------------------------|-----------------------------------|--------------------------------------|----------------------------------|--------------------------------|---------------------------------|
| 1. U.S. Governments   |                     |                                     |                                       |  |                    |                         |                                   |                                      |                                  |                                |                                 |
| 1.1 Issuer Obligations .....  | 4,729,340           | 18,116,464                          | 760,663                               | 0                                      | 0                  | 23,606,467              | 78.3                              | 24,863,380                           | 81.8                             | 23,606,467                     | 0                               |
| 1.2 Residential Mortgage-Backed Securities .....                                  | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 1.3 Commercial Mortgage-Backed Securities .....                                   | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 1.4 Other Loan-Backed and Structured Securities .....                             | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 1.5 Totals  | 4,729,340           | 18,116,464                          | 760,663                               | 0                                      | 0                  | 23,606,467              | 78.3                              | 24,863,380                           | 81.8                             | 23,606,467                     | 0                               |
| 2. All Other Governments  |                     |                                     |                                       |  |                    |                         |                                   |                                      |                                  |                                |                                 |
| 2.1 Issuer Obligations .....  | 0                   | 2,976,554                           | 0                                     | 0                                      | 0                  | 2,976,554               | 9.9                               | 0                                    | 0.0                              | 2,976,554                      | 0                               |
| 2.2 Residential Mortgage-Backed Securities .....                                  | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 2.3 Commercial Mortgage-Backed Securities .....                                   | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 2.4 Other Loan-Backed and Structured Securities .....                             | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 2.5 Totals  | 0                   | 2,976,554                           | 0                                     | 0                                      | 0                  | 2,976,554               | 9.9                               | 0                                    | 0.0                              | 2,976,554                      | 0                               |
| 3. U.S. States, Territories and Possessions, Guaranteed                           |                     |                                     |                                       |  |                    |                         |                                   |                                      |                                  |                                |                                 |
| 3.1 Issuer Obligations .....  | 0                   | 523,965                             | 0                                     | 0                                      | 0                  | 523,965                 | 1.7                               | 0                                    | 0.0                              | 523,965                        | 0                               |
| 3.2 Residential Mortgage-Backed Securities .....                                  | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 3.3 Commercial Mortgage-Backed Securities .....                                   | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 3.4 Other Loan-Backed and Structured Securities .....                             | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 3.5 Totals  | 0                   | 523,965                             | 0                                     | 0                                      | 0                  | 523,965                 | 1.7                               | 0                                    | 0.0                              | 523,965                        | 0                               |
| 4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed |                     |                                     |                                       |  |                    |                         |                                   |                                      |                                  |                                |                                 |
| 4.1 Issuer Obligations .....  | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 4.2 Residential Mortgage-Backed Securities .....                                  | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 4.3 Commercial Mortgage-Backed Securities .....                                   | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 4.4 Other Loan-Backed and Structured Securities .....                             | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 4.5 Totals  | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 5. U.S. Special Revenue & Special Assessment Obligations etc., Non-Guaranteed     |                     |                                     |                                       |  |                    |                         |                                   |                                      |                                  |                                |                                 |
| 5.1 Issuer Obligations .....  | 0                   | 803,317                             | 0                                     | 0                                      | 0                  | 803,317                 | 2.7                               | 0                                    | 0.0                              | 0                              | 803,317                         |
| 5.2 Residential Mortgage-Backed Securities .....                                  | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 708,360                              | 2.3                              | 0                              | 0                               |
| 5.3 Commercial Mortgage-Backed Securities .....                                   | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 5.4 Other Loan-Backed and Structured Securities .....                             | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 82,366                               | 0.3                              | 0                              | 0                               |
| 5.5 Totals  | 0                   | 803,317                             | 0                                     | 0                                      | 0                  | 803,317                 | 2.7                               | 790,726                              | 2.6                              | 0                              | 803,317                         |
| 6. Industrial and Miscellaneous   |                     |                                     |                                       |  |                    |                         |                                   |                                      |                                  |                                |                                 |
| 6.1 Issuer Obligations .....  | 794,307             | 462,119                             | 0                                     | 997,460                                | 0                  | 2,253,886               | 7.5                               | 4,650,150                            | 15.3                             | 1,256,426                      | 997,460                         |
| 6.2 Residential Mortgage-Backed Securities .....                                  | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 6.3 Commercial Mortgage-Backed Securities .....                                   | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 98,388                               | 0.3                              | 0                              | 0                               |
| 6.4 Other Loan-Backed and Structured Securities .....                             | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 6.5 Totals  | 794,307             | 462,119                             | 0                                     | 997,460                                | 0                  | 2,253,886               | 7.5                               | 4,748,538                            | 15.6                             | 1,256,426                      | 997,460                         |
| 7. Hybrid Securities  |                     |                                     |                                       |  |                    |                         |                                   |                                      |                                  |                                |                                 |
| 7.1 Issuer Obligations .....  | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 7.2 Residential Mortgage-Backed Securities .....                                  | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 7.3 Commercial Mortgage-Backed Securities .....                                   | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 7.4 Other Loan-Backed and Structured Securities .....                             | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 7.5 Totals  | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 8. Parent, Subsidiaries and Affiliates  |                     |                                     |                                       |  |                    |                         |                                   |                                      |                                  |                                |                                 |
| 8.1 Issuer Obligations .....  | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 8.2 Residential Mortgage-Backed Securities .....                                  | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 8.3 Commercial Mortgage-Backed Securities .....                                   | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 8.4 Other Loan-Backed and Structured Securities .....                             | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |
| 8.5 Totals  | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | 0                              | 0                               |

ANNUAL STATEMENT FOR THE YEAR 2011 OF THE American Modern Surplus Lines Insurance Co.

**SCHEDULE D - PART 1A - SECTION 2 (Continued)**

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

| Distribution by Type                                       | 1<br>1 Year or Less | 2<br>Over 1 Year<br>Through 5 Years | 3<br>Over 5 Years<br>Through 10 Years | 4<br>Over 10 Years<br>Through 20 Years | 5<br>Over 20 Years | 6<br>Total Current Year | 7<br>Col. 6 as a % of<br>Line 9.5 | 8<br>Total from Col. 6<br>Prior Year | 9<br>% From Col. 7<br>Prior Year | 10<br>Total Publicly<br>Traded | 11<br>Total Privately<br>Placed |
|--|---------------------|-------------------------------------|---------------------------------------|--|--------------------|-------------------------|-----------------------------------|--------------------------------------|----------------------------------|--------------------------------|---------------------------------|
| 9. Total Bonds Current Year                                |                     |                                     |                                       |  |                    |                         |                                   |                                      |                                  |                                |                                 |
| 9.1 Issuer Obligations .....                               | 5,523,647           | 22,882,419                          | 760,663                               | 997,460                                | 0                  | 30,164,189              | 100.0                             | XXX                                  | XXX                              | 28,363,412                     | 1,800,777                       |
| 9.2 Residential Mortgage-Backed Securities .....           | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | XXX                                  | XXX                              | 0                              | 0                               |
| 9.3 Commercial Mortgage-Backed Securities .....            | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | XXX                                  | XXX                              | 0                              | 0                               |
| 9.4 Other Loan-Backed and Structured Securities .....      | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | XXX                                  | XXX                              | 0                              | 0                               |
| 9.5 Totals .....   | 5,523,647           | 22,882,419                          | 760,663                               | 997,460                                | 0                  | 30,164,189              | 100.0                             | XXX                                  | XXX                              | 28,363,412                     | 1,800,777                       |
| 9.6 Line 9.5 as a % of Col. 6 .....                        | 18.3                | 75.9                                | 2.5                                   | 3.3                                    | 0.0                | 100.0                   | XXX                               | XXX                                  | XXX                              | 94.0                           | 6.0                             |
| 10. Total Bonds Prior Year                                 |                     |                                     |                                       |  |                    |                         |                                   |                                      |                                  |                                |                                 |
| 10.1 Issuer Obligations .....                              | 1,783,499           | 21,430,144                          | 4,381,494                             | 1,918,393                              | 0                  | XXX                     | XXX                               | 29,513,530                           | 97.1                             | 29,513,530                     | 0                               |
| 10.2 Residential Mortgage-Backed Securities .....          | 58,909              | 101,760                             | 84,690                                | 276,893                                | 186,109            | XXX                     | XXX                               | 708,361                              | 2.3                              | 708,361                        | 0                               |
| 10.3 Commercial Mortgage-Backed Securities .....           | 28,546              | 69,843                              | 0                                     | 0                                      | 0                  | XXX                     | XXX                               | 98,389                               | 0.3                              | 98,389                         | 0                               |
| 10.4 Other Loan-Backed and Structured Securities .....     | 2,526               | 11,762                              | 19,273                                | 48,804                                 | 0                  | XXX                     | XXX                               | 82,365                               | 0.3                              | 82,365                         | 0                               |
| 10.5 Totals .....  | 1,873,480           | 21,613,509                          | 4,485,457                             | 2,244,090                              | 186,109            | XXX                     | XXX                               | 30,402,645                           | 100.0                            | 30,402,645                     | 0                               |
| 10.6 Line 10.5 as a % of Col. 8 .....                      | 6.2                 | 71.1                                | 14.8                                  | 7.4                                    | 0.6                | XXX                     | XXX                               | 100.0                                | XXX                              | 100.0                          | 0.0                             |
| 11. Total Publicly Traded Bonds                            |                     |                                     |                                       |  |                    |                         |                                   |                                      |                                  |                                |                                 |
| 11.1 Issuer Obligations .....                              | 5,523,647           | 22,079,102                          | 760,663                               | 0                                      | 0                  | 28,363,412              | 94.0                              | 29,513,530                           | 97.1                             | 28,363,412                     | XXX                             |
| 11.2 Residential Mortgage-Backed Securities .....          | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 708,361                              | 2.3                              | 0                              | XXX                             |
| 11.3 Commercial Mortgage-Backed Securities .....           | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 98,389                               | 0.3                              | 0                              | XXX                             |
| 11.4 Other Loan-Backed and Structured Securities .....     | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 82,365                               | 0.3                              | 0                              | XXX                             |
| 11.5 Totals .....  | 5,523,647           | 22,079,102                          | 760,663                               | 0                                      | 0                  | 28,363,412              | 94.0                              | 30,402,645                           | 100.0                            | 28,363,412                     | XXX                             |
| 11.6 Line 11.5 as a % of Col. 6 .....                      | 19.5                | 77.8                                | 2.7                                   | 0.0                                    | 0.0                | 100.0                   | XXX                               | XXX                                  | XXX                              | 100.0                          | XXX                             |
| 11.7 Line 11.5 as a % of Line 9.5, Col. 6, Section 9 ..... | 18.3                | 73.2                                | 2.5                                   | 0.0                                    | 0.0                | 94.0                    | XXX                               | XXX                                  | XXX                              | 94.0                           | XXX                             |
| 12. Total Privately Placed Bonds                           |                     |                                     |                                       |  |                    |                         |                                   |                                      |                                  |                                |                                 |
| 12.1 Issuer Obligations .....                              | 0                   | 803,317                             | 0                                     | 997,460                                | 0                  | 1,800,777               | 6.0                               | 0                                    | 0.0                              | XXX                            | 1,800,777                       |
| 12.2 Residential Mortgage-Backed Securities .....          | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | XXX                            | 0                               |
| 12.3 Commercial Mortgage-Backed Securities .....           | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | XXX                            | 0                               |
| 12.4 Other Loan-Backed and Structured Securities .....     | 0                   | 0                                   | 0                                     | 0                                      | 0                  | 0                       | 0.0                               | 0                                    | 0.0                              | XXX                            | 0                               |
| 12.5 Totals .....  | 0                   | 803,317                             | 0                                     | 997,460                                | 0                  | 1,800,777               | 6.0                               | 0                                    | 0.0                              | XXX                            | 1,800,777                       |
| 12.6 Line 12.5 as a % of Col. 6 .....                      | 0.0                 | 44.6                                | 0.0                                   | 55.4                                   | 0.0                | 100.0                   | XXX                               | XXX                                  | XXX                              | XXX                            | 100.0                           |
| 12.7 Line 12.5 as a % of Line 9.5, Col. 6, Section 9 ..... | 0.0                 | 2.7                                 | 0.0                                   | 3.3                                    | 0.0                | 6.0                     | XXX                               | XXX                                  | XXX                              | XXX                            | 6.0                             |

SCHEDULE DA - VERIFICATION BETWEEN YEARS

Short-Term Investments

|   | 1          | 2          | 3              | 4   | 5   |
|---|------------|------------|----------------|---|---|
|   | Total      | Bonds      | Mortgage Loans | Other Short-term<br>Investment Assets (a) | Investments in Parent,<br>Subsidiaries and Affiliates |
| 1. Book/adjusted carrying value, December 31 of prior year .....                          | 841,127    | 841,127    | 0              | 0   | 0   |
| 2. Cost of short-term investments acquired .....  | 18,198,214 | 18,198,214 | 0              | 0   | 0   |
| 3. Accrual of discount .....  | 0          | 0          | 0              | 0   | 0   |
| 4. Unrealized valuation increase (decrease) .....   | 0          | 0          | 0              | 0   | 0   |
| 5. Total gain (loss) on disposals .....   | 0          | 0          | 0              | 0   | 0   |
| 6. Deduct consideration received on disposals .....                                       | 16,594,247 | 16,594,247 | 0              | 0   | 0   |
| 7. Deduct amortization of premium .....   | 0          | 0          | 0              | 0   | 0   |
| 8. Total foreign exchange change in book/adjusted carrying value .....                    | 0          | 0          | 0              | 0   | 0   |
| 9. Deduct current year's other than temporary impairment recognized .....                 | 0          | 0          | 0              | 0   | 0   |
| 10. Book adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) ..... | 2,445,094  | 2,445,094  | 0              | 0   | 0   |
| 11. Deduct total nonadmitted amounts .....  | 0          | 0          | 0              | 0   | 0   |
| 12. Statement value at end of current period (Line 10 minus Line 11)                      | 2,445,094  | 2,445,094  | 0              | 0   | 0   |

(a) Indicate the category of such assets, for example, joint ventures, transportation equipment:

Schedule DB - Part A - Verification - Options, Caps, Floors, Collars, Swaps and Forwards  
**N O N E**

Schedule DB - Part B - Verification - Futures Contracts  
**N O N E**

Schedule DB - Part C - Section 1 - Replication (Synthetic Asset) Transactions (RSATs) Open  
**N O N E**

Schedule DB-Part C-Section 2-Reconciliation of Replication (Synthetic Asset) Transactions Open  
**N O N E**

Schedule DB - Verification - Book/Adjusted Carrying Value, Fair Value and Potential Exposure of  
Derivatives  
**N O N E**

Schedule E - Verification - Cash Equivalents  
**N O N E**

Schedule A - Part 1 - Real Estate Owned  
**N O N E**

Schedule A - Part 2 - Real Estate Acquired and Additions Made  
**N O N E**

Schedule A - Part 3 - Real Estate Disposed  
**N O N E**

Schedule B - Part 1 - Mortgage Loans Owned  
**N O N E**

Schedule B - Part 2 - Mortgage Loans Acquired and Additions Made  
**N O N E**

Schedule B - Part 3 - Mortgage Loans Disposed, Transferred or Repaid  
**N O N E**

Schedule BA - Part 1 - Other Long-Term Invested Assets Owned  
**N O N E**

Schedule BA - Part 2 - Other Long-Term Invested Assets Acquired and Additions Made  
**N O N E**

Schedule BA - Part 3 - Other Long-Term Invested Assets Disposed, Transferred or Repaid

N O N E

ANNUAL STATEMENT FOR THE YEAR 2011 OF THE American Modern Surplus Lines Insurance Co.

SCHEDULE D - PART 1

Showing All Long-Term BONDS Owned December 31 of Current Year

| 1  | 2  | Codes            |                                 |           | 6         | 7           | Fair Value                     |            | 10         | 11                            | Change in Book/Adjusted Carrying Value    |   |   |  | Interest |                   |           |                                 |                             | Dates      |            |
|--|--|------------------|---------------------------------|-----------|-----------|-------------|--------------------------------|------------|------------|-------------------------------|---|---|---|--|----------|-------------------|-----------|---------------------------------|-----------------------------|------------|------------|
|  |  | 3                | 4                               | 5         |           |             | 8                              | 9          |            |                               | 12  | 13  | 14  | 15   | 16       | 17                | 18        | 19                              | 20                          | 21         | 22         |
| CUSIP Identification   | Description                                      | C<br>o<br>d<br>e | F<br>o<br>r<br>e<br>i<br>g<br>n | Bond Char | NAIC Des. | Actual Cost | Rate Used to Obtain Fair Value | Fair Value | Par Value  | Book/ Adjusted Carrying Value | Unrealized Valuation Increase/ (Decrease) | Current Year's (Amor- tization) Accretion | Current Year's Other Than Temporary Impairment Recognized | Total Foreign Exchange Change in Book/ Adjusted Carrying Value | Rate of  | Effective Rate of | When Paid | Admitted Amount Due and Accrued | Amount Received During Year | Acquired   | Maturity   |
| 3133XV-EM-9  | FHLB AGENCY BND                                  |                  |                                 |           | 1         | 898,056     |                                | 101,2490   | 900,000    | 899,432                       | 0   | 629                                       | 0   | 0  | 1.625    | 1.697             | MN        | 1,625                           | 14,625                      | 10/15/2009 | 11/21/2012 |
| 31359M-IUJ-8   | FNMA AGENCY BND                                  |                  |                                 |           |           | 2,219,718   |                                | 111,1760   | 2,000,000  | 2,178,682                     | 0   | (41,036)                                  | 0   | 0  | 4.625    | 1.347             | AO        | 19,528                          | 46,250                      | 05/05/2011 | 10/15/2014 |
| 31398A-T7-7  | FNMA AGENCY BND                                  |                  |                                 |           | 1FE       | 599,850     |                                | 100,5590   | 600,000    | 599,959                       | 0   | 69  | 0   | 0  | 1.125    | 1.137             | JJ        | 2,831                           | 6,750                       | 06/07/2010 | 07/30/2012 |
| 912810-DX-3  | UNITED STATES TREASURY GOVT BND                  | SD               |                                 |           | 1         | 387,786     |                                | 131,8790   | 300,000    | 357,650                       | 0   | (10,756)                                  | 0   | 0  | 7.500    | 3.207             | MN        | 2,905                           | 22,500                      | 02/12/2009 | 11/15/2016 |
| 912828-DH-0  | UNITED STATES TREASURY GOVT IBND TIPS            |                  |                                 |           | 1         | 1,724,744   |                                | 127,7500   | 1,450,000  | 1,772,267                     | 79,647                                    | (33,083)                                  | 0   | 0  | 1.625    | 0.602             | JJ        | 12,907                          | 27,403                      | 01/15/2010 | 01/15/2015 |
| 912828-EA-4  | UNITED STATES TREASURY GOVT IBND TIPS            |                  |                                 |           | 1         | 1,879,225   |                                | 128,3190   | 1,500,000  | 1,898,363                     | 50,441                                    | (31,304)                                  | 0   | 0  | 1.875    | (0.562)           | JJ        | 15,124                          | 16,295                      | 04/05/2011 | 07/15/2015 |
| 912828-ET-3  | UNITED STATES TREASURY GOVT IBND TIPS            |                  |                                 |           | 1         | 1,971,084   |                                | 127,3940   | 1,600,000  | 1,993,875                     | 52,993                                    | (30,203)                                  | 0   | 0  | 2.000    | (0.273)           | JJ        | 16,864                          | 18,169                      | 04/05/2011 | 01/15/2016 |
| 912828-JE-1  | UNITED STATES TREASURY GOVT IBND TIPS            |                  |                                 |           | 1         | 547,058     |                                | 118,8470   | 500,000    | 558,291                       | 14,840                                    | (3,606)                                   | 0   | 0  | 1.375    | 0.392             | JJ        | 3,335                           | 3,593                       | 04/05/2011 | 07/15/2018 |
| 912828-JZ-4  | UNITED STATES TREASURY GOVT BND                  | SD               |                                 |           | 1         | 4,165,895   |                                | 103,0780   | 4,190,000  | 4,179,677                     | 0   | 4,975                                     | 0   | 0  | 1.750    | 1.871             | JJ        | 30,685                          | 73,325                      | 02/03/2009 | 01/31/2014 |
| 912828-KB-5  | UNITED STATES TREASURY GOVT BND                  |                  |                                 |           | 1         | 961,705     |                                | 100,0270   | 970,000    | 969,890                       | 0   | 2,871                                     | 0   | 0  | 1.125    | 1.424             | JJ        | 5,041                           | 10,913                      | 02/10/2009 | 01/15/2012 |
| 912828-LS-7  | UNITED STATES TREASURY GOVT BND                  | SD               |                                 |           | 1         | 639,199     |                                | 105,6330   | 615,000    | 634,110                       | 0   | (4,981)                                   | 0   | 0  | 2.375    | 1.252             | AO        | 2,488                           | 13,241                      | 09/26/2011 | 10/31/2014 |
| 912828-LS-7  | UNITED STATES TREASURY GOVT BND                  |                  |                                 |           | 1         | 849,765     |                                | 105,6330   | 805,000    | 845,407                       | 0   | (4,357)                                   | 0   | 0  | 2.375    | 0.582             | AO        | 3,256                           | 10,984                      | 09/26/2011 | 10/31/2014 |
| 912828-PE-4  | UNITED STATES TREASURY GOVT BND                  |                  |                                 |           | 1         | 2,275,629   |                                | 102,5740   | 2,300,000  | 2,280,997                     | 0   | 4,792                                     | 0   | 0  | 1.250    | 1.473             | AO        | 4,897                           | 28,750                      | 11/18/2010 | 10/31/2015 |
| 912828-QX-1  | UNITED STATES TREASURY GOVT BND                  |                  |                                 |           | 1         | 1,350,403   |                                | 103,3920   | 1,333,000  | 1,349,057                     | 0   | (1,346)                                   | 0   | 0  | 1.500    | 1.228             | JJ        | 8,367                           | 0                           | 08/09/2011 | 07/31/2016 |
| 912828-RC-6  | UNITED STATES TREASURY GOVT BND                  |                  |                                 |           | 1         | 202,407     |                                | 102,5580   | 200,000    | 202,372                       | 0   | (35)                                      | 0   | 0  | 2.125    | 1.989             | FA        | 1,605                           | 0                           | 11/01/2011 | 08/15/2021 |
| 912828-RJ-1  | UNITED STATES TREASURY GOVT BND                  |                  |                                 |           | 1         | 626,443     |                                | 101,0280   | 625,000    | 626,379                       | 0   | (63)                                      | 0   | 0  | 1.000    | 0.952             | MS        | 1,588                           | 0                           | 10/05/2011 | 09/30/2016 |
| 0199999. Subtotal - Bonds - U.S. Governments - Issuer Obligations                            |  |                  |                                 |           |           | 21,298,967  | XXX                            | 21,906,637 | 19,888,000 | 21,346,408                    | 197,921                                   | (147,434)                                 | 0   | 0  | XXX      | XXX               | XXX       | 133,046                         | 292,798                     | XXX        | XXX        |
| 0599999. Total - U.S. Government Bonds   |  |                  |                                 |           |           | 21,298,967  | XXX                            | 21,906,637 | 19,888,000 | 21,346,408                    | 197,921                                   | (147,434)                                 | 0   | 0  | XXX      | XXX               | XXX       | 133,046                         | 292,798                     | XXX        | XXX        |
| 448814-JB-0  | HYDRO-QUEBEC SENIOR CORP BND                     |                  | A                               |           | 1FE       | 999,810     |                                | 102,3140   | 1,000,000  | 999,828                       | 0   | 18  | 0   | 0  | 2.000    | 2.004             | JD        | 56                              | 10,000                      | 06/23/2011 | 06/30/2016 |
| 683234-DP-0  | ONTARIO PROVINCE CORP BND                        |                  | A                               |           | 1FE       | 978,824     |                                | 99,8860    | 980,000    | 978,888                       | 0   | 64  | 0   | 0  | 1.600    | 1.625             | MS        | 4,356                           | 0                           | 09/14/2011 | 09/21/2016 |
| 731011-AS-1  | POLAND REPUBLIC OF GOVT BND                      |                  | F                               |           | 1FE       | 997,030     |                                | 101,0000   | 1,000,000  | 997,838                       | 0   | 559                                       | 0   | 0  | 3.875    | 3.941             | JJ        | 17,760                          | 38,750                      | 07/16/2010 | 07/16/2015 |
| 0699999. Subtotal - Bonds - All Other Governments - Issuer Obligations                       |  |                  |                                 |           |           | 2,975,664   | XXX                            | 3,012,023  | 2,980,000  | 2,976,554                     | 0   | 641                                       | 0   | 0  | XXX      | XXX               | XXX       | 22,172                          | 48,750                      | XXX        | XXX        |
| 1099999. Total - All Other Government Bonds  |  |                  |                                 |           |           | 2,975,664   | XXX                            | 3,012,023  | 2,980,000  | 2,976,554                     | 0   | 641                                       | 0   | 0  | XXX      | XXX               | XXX       | 22,172                          | 48,750                      | XXX        | XXX        |
| 452152-HR-5  | ILLINOIS ST MUNI BND GO                          |                  |                                 |           | 1FE       | 526,240     |                                | 105,6190   | 500,000    | 523,965                       | 0   | (2,275)                                   | 0   | 0  | 4.961    | 3.708             | MS        | 8,268                           | 11,782                      | 07/21/2011 | 03/01/2016 |
| 1199999. Subtotal - Bonds - U.S. States, Territories and Possessions - Issuer Obligations    |  |                  |                                 |           |           | 526,240     | XXX                            | 528,095    | 500,000    | 523,965                       | 0   | (2,275)                                   | 0   | 0  | XXX      | XXX               | XXX       | 8,268                           | 11,782                      | XXX        | XXX        |
| 1799999. Total - U.S. States, Territories and Possessions Bonds                              |  |                  |                                 |           |           | 526,240     | XXX                            | 528,095    | 500,000    | 523,965                       | 0   | (2,275)                                   | 0   | 0  | XXX      | XXX               | XXX       | 8,268                           | 11,782                      | XXX        | XXX        |
| 2499999. Total - U.S. Political Subdivisions Bonds   |  |                  |                                 |           |           | 0           | XXX                            | 0          | 0          | 0                             | 0   | 0   | 0   | 0  | XXX      | XXX               | XXX       | 0                               | 0                           | XXX        | XXX        |
| 740816-AF-0  | PRESIDENTS & FELLOWS OF HARVAR MUNI BND REV 144A |                  |                                 |           | 1FE       | 824,047     |                                | 107,5990   | 754,000    | 803,317                       | 0   | (20,730)                                  | 0   | 0  | 5.000    | 1.720             | JJ        | 17,384                          | 18,850                      | 02/10/2011 | 01/15/2014 |
| 2599999. Subtotal - Bonds - U.S. Special Revenues - Issuer Obligations                       |  |                  |                                 |           |           | 824,047     | XXX                            | 811,296    | 754,000    | 803,317                       | 0   | (20,730)                                  | 0   | 0  | XXX      | XXX               | XXX       | 17,384                          | 18,850                      | XXX        | XXX        |
| 314030-SE-0  | FNMA POOL # 745817                               |                  |                                 | 2         | 1         | 0           |                                | 108,0120   | 0          | 0                             | 0   | 0   | 0   | 0  | 5.000    | 5.025             | MON       | 0                               | 0                           | 09/26/2006 | 09/01/2036 |
| 2699999. Subtotal - Bonds - U.S. Special Revenues - Residential Mortgage-Backed Securities   |  |                  |                                 |           |           | 0           | XXX                            | 0          | 0          | 0                             | 0   | 0   | 0   | 0  | XXX      | XXX               | XXX       | 0                               | 0                           | XXX        | XXX        |
| 3199999. Total - U.S. Special Revenues Bonds   |  |                  |                                 |           |           | 824,047     | XXX                            | 811,296    | 754,000    | 803,317                       | 0   | (20,730)                                  | 0   | 0  | XXX      | XXX               | XXX       | 17,384                          | 18,850                      | XXX        | XXX        |
| 00206R-AF-9  | AT&T INC CORP BND                                |                  |                                 |           | 1FE       | 85,928      |                                | 104,1820   | 86,000     | 85,963                        | 0   | (5)                                       | 0   | 0  | 4.950    | 4.993             | JJ        | 1,963                           | 4,257                       | 12/30/2010 | 01/15/2013 |
| 002819-AA-8  | ABBOTT LABORATORIES CORP BND                     |                  |                                 |           | 1FE       | 99,961      |                                | 103,5250   | 100,000    | 99,993                        | 0   | 9   | 0   | 0  | 5.150    | 5.158             | MN        | 443                             | 5,150                       | 11/09/2007 | 11/30/2012 |
| 172967-FH-9  | CITIGROUP INC CORP BND                           |                  |                                 |           | 1FE       | 208,214     |                                | 100,1690   | 200,000    | 207,647                       | 0   | (567)                                     | 0   | 0  | 4.587    | 3.542             | JD        | 408                             | 4,587                       | 08/31/2011 | 12/15/2015 |
| 428236-AL-7  | HEWLETT-PACKARD COMPANY CORP BND                 |                  |                                 |           | 1FE       | 94,941      |                                | 100,6720   | 95,000     | 94,998                        | 0   | 13  | 0   | 0  | 5.250    | 5.264             | MS        | 1,663                           | 4,988                       | 02/27/2007 | 03/01/2012 |
| 454889-AK-2  | INDIANA MICHIGAN POWER COMPANY CORP BND          |                  |                                 |           | 2FE       | 96,519      |                                | 108,9950   | 100,000    | 98,576                        | 0   | 448                                       | 0   | 0  | 5.050    | 5.594             | MN        | 645                             | 5,050                       | 11/06/2006 | 11/15/2014 |
| 548661-CN-7  | LOWES COMPANIES INC CORP BND                     |                  |                                 |           | 1FE       | 47,919      |                                | 103,4360   | 48,000     | 47,987                        | 0   | 18  | 0   | 0  | 5.600    | 5.639             | MS        | 791                             | 2,688                       | 09/11/2007 | 09/15/2012 |
| 61166W-AA-9  | MONSANTO COMPANY CORP BND                        |                  |                                 |           | 1FE       | 111,909     |                                | 104,2020   | 100,000    | 101,314                       | 0   | (2,035)                                   | 0   | 0  | 7.375    | 5.197             | FA        | 2,786                           | 7,375                       | 02/09/2006 | 08/15/2012 |
| 61746B-CN-4  | MORGAN STANLEY & CO. CORP BND GMTN               |                  |                                 |           | 1FE       | 102,665     |                                | 100,0050   | 100,000    | 100,013                       | 0   | (579)                                     | 0   | 0  | 5.625    | 5.023             | JJ        | 2,688                           | 5,625                       | 12/12/2006 | 01/09/2012 |
| 911312-AG-1  | UNITED PARCEL SERVICE INC CORP BND               |                  |                                 |           | 1FE       | 69,703      |                                | 104,1430   | 70,000     | 69,933                        | 0   | 62  | 0   | 0  | 4.500    | 4.596             | JJ        | 1,453                           | 3,150                       | 01/15/2008 | 01/15/2013 |
| 927804-FD-1  | VIRGINIA ELECTRIC AND POWER CO CORP BND          |                  |                                 |           | 1FE       | 64,978      |                                | 104,0320   | 65,000     | 64,995                        | 0   | 5   | 0   | 0  | 5.100    | 5.108             | MN        | 285                             | 3,315                       | 12/04/2007 | 11/30/2012 |
| 06738G-UZ-1  | BARCLAYS BANK PLC CORP BND                       |                  | F                               |           | 1FE       | 99,814      |                                | 102,1740   | 100,000    | 99,971                        | 0   | 40  | 0   | 0  | 5.450    | 5.493             | MS        | 1,650                           | 5,450                       | 09/12/2007 | 09/12/2012 |
| 714264-AD-0  | PERNOD-RICARD SA CORP BND 144A                   |                  | F                               |           | 2FE       | 997,460     |                                | 103,9120   | 1,000,000  | 997,460                       | 0   | 0   | 0   | 0  | 4.450    | 4.482             | JJ        | 8,158                           | 0                           | 10/20/2011 | 01/15/2022 |
| 3299999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations |  |                  |                                 |           |           | 2,080,011   | XXX                            | 2,133,764  | 2,064,000  | 2,068,850                     | 0   | (2,591)                                   | 0   | 0  | XXX      | XXX               | XXX       | 22,933                          | 51,635                      | XXX        | XXX        |
| 3899999. Total - Industrial and Miscellaneous (Unaffiliated) Bonds                           |  |                  |                                 |           |           | 2,080,011   | XXX                            | 2,133,764  | 2,064,000  | 2,068,850                     | 0   | (2,591)                                   | 0   | 0  | XXX      | XXX               | XXX       | 22,933                          | 51,635                      | XXX        | XXX        |
| 4899999. Total - Hybrid Securities   |  |                  |                                 |           |           | 0           | XXX                            | 0          | 0          | 0                             | 0   | 0   | 0   | 0  | XXX      | XXX               | XXX       | 0                               | 0                           | XXX        | XXX        |
| 5599999. Total - Parent, Subsidiaries and Affiliates Bonds                                   |  |                  |                                 |           |           | 0           | XXX                            | 0          | 0          | 0                             | 0   | 0   | 0   | 0  | XXX      | XXX               | XXX       | 0                               | 0                           | XXX        | XXX        |

ANNUAL STATEMENT FOR THE YEAR 2011 OF THE American Modern Surplus Lines Insurance Co.

SCHEDULE D - PART 1

Showing All Long-Term BONDS Owned December 31 of Current Year

| 1  | 2           | Codes            |                                 |              | 6            | 7              | Fair Value                                 |               | 10           | 11                                     | Change in Book/Adjusted Carrying Value             |   |   |  | Interest   |                         |              |  |                                   | Dates    |          |
|--|-------------|------------------|---------------------------------|--------------|--------------|----------------|--|---------------|--------------|--|--|---|---|--|------------|-------------------------|--------------|--|-----------------------------------|----------|----------|
|  |             | 3                | 4                               | 5            |              |                | 8  | 9             |              |  | 12   | 13  | 14  | 15   | 16         | 17                      | 18           | 19                                       | 20                                | 21       | 22       |
| CUSIP<br>Identification                                      | Description | C<br>o<br>d<br>e | F<br>o<br>r<br>e<br>i<br>g<br>n | Bond<br>Char | NAIC<br>Des. | Actual<br>Cost | Rate<br>Used to<br>Obtain<br>Fair<br>Value | Fair<br>Value | Par<br>Value | Book/<br>Adjusted<br>Carrying<br>Value | Unrealized<br>Valuation<br>Increase/<br>(Decrease) | Current<br>Year's<br>(Amor-<br>tization)<br>Accretion | Current<br>Year's<br>Other<br>Than<br>Temporary<br>Impairment<br>Recognized | Total<br>Foreign<br>Exchange<br>Change<br>in<br>Book/<br>Adjusted<br>Carrying<br>Value | Rate<br>of | Effective<br>Rate<br>of | When<br>Paid | Admitted<br>Amount<br>Due and<br>Accrued | Amount<br>Received<br>During Year | Acquired | Maturity |
| 7799999. Total - Issuer Obligations                          |             |                  |                                 |              |              | 27,704,929     | XXX  | 28,391,815    | 26,186,000   | 27,719,094                             | 197,921  | (172,389)   | 0   | 0  | XXX        | XXX                     | XXX          | 203,803                                  | 423,815                           | XXX      | XXX      |
| 7899999. Total - Residential Mortgage-Backed Securities      |             |                  |                                 |              |              | 0              | XXX  | 0             | 0            | 0                                      | 0  | 0   | 0   | 0  | XXX        | XXX                     | XXX          | 0  | 0                                 | XXX      | XXX      |
| 7999999. Total - Commercial Mortgage-Backed Securities       |             |                  |                                 |              |              | 0              | XXX  | 0             | 0            | 0                                      | 0  | 0   | 0   | 0  | XXX        | XXX                     | XXX          | 0  | 0                                 | XXX      | XXX      |
| 8099999. Total - Other Loan-Backed and Structured Securities |             |                  |                                 |              |              | 0              | XXX  | 0             | 0            | 0                                      | 0  | 0   | 0   | 0  | XXX        | XXX                     | XXX          | 0  | 0                                 | XXX      | XXX      |
| 8399999 - Total Bonds  |             |                  |                                 |              |              | 27,704,929     | XXX  | 28,391,815    | 26,186,000   | 27,719,094                             | 197,921  | (172,389)   | 0   | 0  | XXX        | XXX                     | XXX          | 203,803                                  | 423,815                           | XXX      | XXX      |

Schedule D - Part 2 - Section 1 - Preferred Stocks Owned  
**N O N E**

Schedule D - Part 2 - Section 2 - Common Stocks Owned  
**N O N E**



ANNUAL STATEMENT FOR THE YEAR 2011 OF THE American Modern Surplus Lines Insurance Co.

SCHEDULE D - PART 3

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

| 1   | 2  | 3       | 4                | 5                                    | 6                         | 7                | 8                | 9                                       |
|---|--|---------|------------------|--------------------------------------|---------------------------|------------------|------------------|---|
| CUSIP Identification  | Description  | Foreign | Date Acquired    | Name of Vendor                       | Number of Shares of Stock | Actual Cost      | Par Value        | Paid for Accrued Interest and Dividends |
| 31359M-WJ-8 .....   | FNMA AGENCY BND 4.625% 10/15/14 .....                                  |         | 05/05/2011 ..... | CITICORP SECURITIES MARKETS .....    |                           | 2,219,718 .....  | 2,000,000 .....  | 5,396 .....                             |
| 912828-EA-4 .....   | UNITED STATES TREASURY GOVT IBND TIPS 1.875% 07/15/15 .....            |         | 04/05/2011 ..... | DEUTSCHE BANK AG .....               |                           | 1,879,225 .....  | 1,500,000 .....  | 7,131 .....                             |
| 912828-ET-3 .....   | UNITED STATES TREASURY GOVT IBND TIPS 2.000% 01/15/16 .....            |         | 04/05/2011 ..... | BARCLAYS CAPITAL .....               |                           | 1,971,084 .....  | 1,600,000 .....  | 7,951 .....                             |
| 912828-JE-1 .....   | UNITED STATES TREASURY GOVT IBND TIPS 1.375% 07/15/18 .....            |         | 04/05/2011 ..... | BNP PARIBAS .....                    |                           | 547,058 .....    | 500,000 .....    | 1,572 .....                             |
| 912828-LS-7 .....   | UNITED STATES TREASURY GOVT BND 2.375% 10/31/14 .....                  |         | 09/26/2011 ..... | Various .....                        |                           | 971,638 .....    | 920,000 .....    | 8,535 .....                             |
| 912828-0X-1 .....   | UNITED STATES TREASURY GOVT BND 1.500% 07/31/16 .....                  |         | 08/09/2011 ..... | GOLDMAN SACHS & CO. ....             |                           | 1,350,403 .....  | 1,333,000 .....  | 248 .....                               |
| 912828-RC-6 .....   | UNITED STATES TREASURY GOVT BND 2.125% 08/15/21 .....                  |         | 11/01/2011 ..... | GOLDMAN SACHS & CO. ....             |                           | 202,407 .....    | 200,000 .....    | 912 .....                               |
| 912828-RJ-1 .....   | UNITED STATES TREASURY GOVT BND 1.000% 09/30/16 .....                  |         | 10/05/2011 ..... | CREDIT SUISSE FIRST BOSTON COR ..... |                           | 626,443 .....    | 625,000 .....    | 188 .....                               |
| 0599999. Subtotal - Bonds - U.S. Governments .....                            |  |         |                  |                                      |                           | 9,767,976 .....  | 8,678,000 .....  | 31,933 .....                            |
| 448814-JB-0 .....   | HYDRO-QUEBEC SENIOR CORP BND 2.000% 06/30/16 .....                     | A ..... | 06/23/2011 ..... | RBC DOMINION SECURITIES INC. ....    |                           | 999,810 .....    | 1,000,000 .....  | 0 .....                                 |
| 683234-DP-0 .....   | ONTARIO PROVINCE CORP BND 1.600% 09/21/16 .....                        | A ..... | 09/14/2011 ..... | NATIONAL BANK OF CANADA INTL. ....   |                           | 978,824 .....    | 980,000 .....    | 0 .....                                 |
| 1099999. Subtotal - Bonds - All Other Governments .....                       |  |         |                  |                                      |                           | 1,978,634 .....  | 1,980,000 .....  | 0 .....                                 |
| 452152-HR-5 .....   | ILLINOIS ST MUNI BND GO 4.961% 03/01/16 .....                          |         | 07/21/2011 ..... | GOLDMAN SACHS & CO. ....             |                           | 526,240 .....    | 500,000 .....    | 9,371 .....                             |
| 1799999. Subtotal - Bonds - U.S. States, Territories and Possessions .....    |  |         |                  |                                      |                           | 526,240 .....    | 500,000 .....    | 9,371 .....                             |
| 740816-AF-0 .....   | PRESIDENTS & FELLOWS OF HARVAR MUNI BND REV 144A 5.000% 01/15/14 ..... |         | 02/10/2011 ..... | GOLDMAN SACHS & CO. ....             |                           | 824,047 .....    | 754,000 .....    | 3,142 .....                             |
| 3199999. Subtotal - Bonds - U.S. Special Revenues .....                       |  |         |                  |                                      |                           | 824,047 .....    | 754,000 .....    | 3,142 .....                             |
| 172967-FH-9 .....   | CITIGROUP INC CORP BND 4.587% 12/15/15 .....                           |         | 08/31/2011 ..... | CITICORP SECURITIES MARKETS .....    |                           | 208,214 .....    | 200,000 .....    | 2,064 .....                             |
| 714264-AD-0 .....   | PERNOD-RICARD SA CORP BND 144A 4.450% 01/15/22 .....                   | F ..... | 10/20/2011 ..... | J.P. MORGAN SECURITIES INC .....     |                           | 997,460 .....    | 1,000,000 .....  | 0 .....                                 |
| 3899999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) ..... |  |         |                  |                                      |                           | 1,205,674 .....  | 1,200,000 .....  | 2,064 .....                             |
| 8399997. Total - Bonds - Part 3 .....   |  |         |                  |                                      |                           | 14,302,571 ..... | 13,112,000 ..... | 46,510 .....                            |
| 8399998. Total - Bonds - Part 5 .....   |  |         |                  |                                      |                           | 15,550,399 ..... | 15,231,000 ..... | 46,821 .....                            |
| 8399999. Total - Bonds .....  |  |         |                  |                                      |                           | 29,852,970 ..... | 28,343,000 ..... | 93,331 .....                            |
| 8999997. Total - Preferred Stocks - Part 3 .....                              |  |         |                  |                                      |                           | 0 .....          | XXX .....        | 0 .....                                 |
| 8999998. Total - Preferred Stocks - Part 5 .....                              |  |         |                  |                                      |                           | 0 .....          | XXX .....        | 0 .....                                 |
| 8999999. Total - Preferred Stocks .....                                       |  |         |                  |                                      |                           | 0 .....          | XXX .....        | 0 .....                                 |
| 9799997. Total - Common Stocks - Part 3 .....                                 |  |         |                  |                                      |                           | 0 .....          | XXX .....        | 0 .....                                 |
| 9799998. Total - Common Stocks - Part 5 .....                                 |  |         |                  |                                      |                           | 0 .....          | XXX .....        | 0 .....                                 |
| 9799999. Total - Common Stocks .....  |  |         |                  |                                      |                           | 0 .....          | XXX .....        | 0 .....                                 |
| 9899999. Total - Preferred and Common Stocks .....                            |  |         |                  |                                      |                           | 0 .....          | XXX .....        | 0 .....                                 |
| 9999999 - Totals .....  |  |         |                  |                                      |                           | 29,852,970 ..... | XXX .....        | 93,331 .....                            |

ANNUAL STATEMENT FOR THE YEAR 2011 OF THE American Modern Surplus Lines Insurance Co.

SCHEDULE D - PART 4

Showing All Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

| CUSIP<br>Identi-<br>fication | Description  | 2 | 3            | 4                | 5                              | 6                               | 7                  | 8          | 9           | 10   | Change In Book/Adjusted Carrying Value           |  |   |  |   | 16  | 17   | 18                                     | 19                                  | 20  | 21               |     |
|------------------------------|--|---|--------------|------------------|--------------------------------|---------------------------------|--------------------|------------|-------------|--|--|--|---|--|---|---|--|--|-------------------------------------|---|------------------|-----|
|                              |  |   |              |                  |                                |                                 |                    |            |             |  | 11   | 12   | 13  | 14   | 15  |   |  |  |                                     |   |                  |     |
|                              |  |   | For-<br>eign | Disposal<br>Date | Name<br>of Purchaser           | Number of<br>Shares of<br>Stock | Con-<br>sideration | Par Value  | Actual Cost | Prior Year<br>Book/<br>Adjusted<br>Carrying<br>Value | Unrealized<br>Valuation<br>Increase/<br>Decrease | Current<br>Year's<br>(Amor-<br>tization)/<br>Accretion | Current<br>Year's<br>Other<br>Than<br>Temporary<br>Impairment<br>Recognized | Total<br>Change in<br>Book/<br>Adjusted<br>Carrying<br>Value<br>(11+12-13) | Total<br>Foreign<br>Exchange<br>Change in<br>Book/<br>Adjusted<br>Carrying<br>Value | Book/<br>Adjusted<br>Carrying<br>Value at<br>Disposal<br>Date | Foreign<br>Exchange<br>Gain<br>(Loss) on<br>Disposal | Realized<br>Gain (Loss)<br>on Disposal | Total Gain<br>(Loss) on<br>Disposal | Bond<br>Interest/<br>Stock<br>Dividends<br>Received<br>During<br>Year | Maturity<br>Date |     |
| 912810-EV-6                  | UNITED STATES TREASURY GOVT BND 6.875% 08/15/25                |   |              | 01/05/2011       | BANC OF AMERICA SECURITIES LLC |                                 | 1,972,670          | 1,500,000  | 1,937,526   | 1,918,393  | 0  | (313)  | 0   | (313)  | 0   | 1,918,080   | 0  | 54,590                                 | 54,590                              | 40,353  | 08/15/2025       |     |
| 912828-ES-5                  | UNITED STATES TREASURY GOVT BND 4.250% 01/15/11                |   |              | 01/18/2011       | Maturity                       |                                 | 500,000            | 500,000    | 494,258     | 499,950  | 0  | 50   | 0   | 50   | 0   | 500,000   | 0  | 0                                      | 0                                   | 10,625  | 01/15/2011       |     |
| 912828-EX-4                  | UNITED STATES TREASURY GOVT BND 4.500% 02/28/11                |   |              | 02/28/2011       | Maturity                       |                                 | 120,000            | 120,000    | 119,271     | 119,974  | 0  | 26   | 0   | 26   | 0   | 120,000   | 0  | 0                                      | 0                                   | 2,700   | 02/28/2011       |     |
| 912828-GX-2                  | UNITED STATES TREASURY GOVT BND TIPS 2.625% 07/15/17           |   |              | 04/05/2011       | BNP PARIBAS                    |                                 | 4,294,885          | 3,500,000  | 3,922,188   | 3,913,227  | 0  | (14,641)   | 0   | (14,641)   | 0   | 3,898,586   | 0  | 396,299                                | 396,299                             | 70,347  | 07/15/2017       |     |
| 912828-MZ-0                  | UNITED STATES TREASURY GOVT BND 2.500% 04/30/15                |   |              | 05/05/2011       | Various                        |                                 | 2,446,465          | 2,350,000  | 2,396,948   | 2,392,480  | 0  | (4,655)  | 0   | (4,655)  | 0   | 2,387,825   | 0  | 58,640                                 | 58,640                              | 30,299  | 04/30/2015       |     |
| 912828-PE-4                  | UNITED STATES TREASURY GOVT BND 1.250% 10/31/15                |   |              | 09/26/2011       | Various                        |                                 | 2,679,718          | 2,700,000  | 2,665,521   | 2,666,335  | 0  | 2,925  | 0   | 2,925  | 0   | 2,669,260   | 0  | 10,457                                 | 10,457                              | 20,859  | 10/31/2015       |     |
| 912828-PJ-3                  | UNITED STATES TREASURY GOVT BND 1.375% 11/30/15                |   |              | 05/13/2011       | DEUTSCHE BANK AG               |                                 | 987,379            | 1,000,000  | 983,753     | 983,950  | 0  | 1,118  | 0   | 1,118  | 0   | 985,068   | 0  | 2,311                                  | 2,311                               | 6,195   | 11/30/2015       |     |
| 0599999                      | Subtotal - Bonds - U.S. Governments                            |   |              |                  |                                |                                 | 13,001,117         | 11,670,000 | 12,519,465  | 12,494,309   | 0  | (15,490)   | 0   | (15,490)   | 0   | 12,478,819  | 0  | 522,297                                | 522,297                             | 181,378   | XXX              |     |
| 31396L-AA-8                  | FNMA AGENCY CMO_06-99 PA 5.500% 05/25/30                       |   |              | 12/08/2011       | CITICORP SECURITIES MARKETS    |                                 | 13,284             | 13,283     | 13,262      | 13,276   | 0  | (41)   | 0   | (41)   | 0   | 13,235  | 0  | 49                                     | 49                                  | 755   | 02/01/2012       |     |
| 31396L-AA-8                  | FNMA AGENCY CMO_06-99 PA 5.500% 05/25/30                       |   |              | 12/01/2011       | Paydown                        |                                 | 86,971             | 86,971     | 86,835      | 86,928   | 0  | 43   | 0   | 43   | 0   | 86,971  | 0  | 0                                      | 0                                   | 2,562   | 02/01/2012       |     |
| 31396V-CQ-9                  | FNMA CMO_07-27 MA 5.500% 11/25/29                              |   |              | 12/08/2011       | CITICORP SECURITIES MARKETS    |                                 | 53,997             | 53,963     | 53,624      | 53,861   | 0  | (124)  | 0   | (124)  | 0   | 53,738  | 0  | 259                                    | 259                                 | 3,067   | 04/25/2012       |     |
| 31396V-CQ-9                  | FNMA CMO_07-27 MA 5.500% 11/25/29                              |   |              | 12/01/2011       | Paydown                        |                                 | 80,016             | 80,016     | 79,513      | 79,866   | 0  | 151  | 0   | 151  | 0   | 80,016  | 0  | 0                                      | 0                                   | 2,654   | 04/25/2012       |     |
| 31397E-MK-8                  | FHLMC CMO_3262 PA 5.500% 05/15/29                              |   |              | 08/01/2011       | Paydown                        |                                 | 82,446             | 82,446     | 82,085      | 82,366   | 0  | 81   | 0   | 81   | 0   | 82,446  | 0  | 0                                      | 0                                   | 1,428   | 08/15/2011       |     |
| 31403D-SE-0                  | FNMA POOL # 745817 5.000% 09/01/36                             |   |              | 12/05/2011       | CITICORP SECURITIES MARKETS    |                                 | 211,557            | 196,598    | 188,519     | 189,597  | 0  | (1,114)  | 0   | (1,114)  | 0   | 188,483   | 0  | 23,074                                 | 23,074                              | 10,130  | 09/01/2036       |     |
| 31403D-SE-0                  | FNMA POOL # 745817 5.000% 09/01/36                             |   |              | 12/01/2011       | Paydown                        |                                 | 60,297             | 60,297     | 57,819      | 58,149   | 0  | 2,147  | 0   | 2,147  | 0   | 60,297  | 0  | 0                                      | 0                                   | 1,583   | 09/01/2036       |     |
| 31407M-MR-3                  | FNMA POOL # 834768 5.500% 07/01/35                             |   |              | 12/05/2011       | J.P. MORGAN SECURITIES INC     |                                 | 207,602            | 190,543    | 187,208     | 187,706  | 0  | (486)  | 0   | (486)  | 0   | 187,220   | 0  | 20,383                                 | 20,383                              | 10,800  | 07/01/2035       |     |
| 31407M-MR-3                  | FNMA POOL # 834768 5.500% 07/01/35                             |   |              | 12/01/2011       | Paydown                        |                                 | 39,566             | 39,566     | 38,873      | 38,977   | 0  | 589  | 0   | 589  | 0   | 39,566  | 0  | 0                                      | 0                                   | 866   | 07/01/2035       |     |
| 3199999                      | Subtotal - Bonds - U.S. Special Revenues                       |   |              |                  |                                |                                 | 835,736            | 803,683    | 787,738     | 790,726  | 0  | 1,246  | 0   | 1,246  | 0   | 791,972   | 0  | 43,765                                 | 43,765                              | 33,845  | XXX              |     |
| 149123-BH-3                  | CATERPILLAR INC CORP BND 6.550% 05/01/11                       |   |              | 05/02/2011       | Maturity                       |                                 | 100,000            | 100,000    | 106,670     | 100,481  | 0  | (481)  | 0   | (481)  | 0   | 100,000   | 0  | 0                                      | 0                                   | 3,275   | 05/01/2011       |     |
| 17275R-AB-8                  | CISCO SYSTEMS INC CORP BND 5.250% 02/22/11                     |   |              | 02/22/2011       | Maturity                       |                                 | 72,000             | 72,000     | 71,862      | 71,996   | 0  | 4  | 0   | 4  | 0   | 72,000  | 0  | 0                                      | 0                                   | 1,890   | 02/22/2011       |     |
| 24422E-QB-8                  | 5.650% 07/25/11  |   |              | 07/25/2011       | Maturity                       |                                 | 100,000            | 100,000    | 99,798      | 99,974   | 0  | 26   | 0   | 26   | 0   | 100,000   | 0  | 0                                      | 0                                   | 5,650   | 07/25/2011       |     |
| 52108H-ZX-5                  | LBUBS CMBS 04-C2 3.973% 03/15/29                               |   |              | 12/08/2011       | BARCLAYS CAPITAL               |                                 | 43,132             | 42,440     | 40,327      | 41,756   | 0  | 223  | 0   | 223  | 0   | 41,979  | 0  | 1,153                                  | 1,153                               | 1,555   | 11/15/2013       |     |
| 52108H-ZX-5                  | LBUBS CMBS 04-C2 3.973% 03/15/29                               |   |              | 12/11/2011       | Paydown                        |                                 | 57,560             | 57,560     | 54,693      | 56,632   | 0  | 928  | 0   | 928  | 0   | 57,560  | 0  | 0                                      | 0                                   | 764   | 11/15/2013       |     |
| 88732J-AG-3                  | TIME WARNER CABLE INC CORP BND 5.400% 07/02/12                 |   |              | 06/08/2011       | GOLDMAN SACHS & CO.            |                                 | 68,136             | 65,000     | 64,891      | 64,962   | 0  | 12   | 0   | 12   | 0   | 64,974  | 0  | 3,161                                  | 3,161                               | 3,325   | 07/02/2012       |     |
| 92343V-AB-0                  | VERIZON COMMUNICATIONS INC CORP BND 5.350% 02/15/11            |   |              | 02/15/2011       | Maturity                       |                                 | 50,000             | 50,000     | 49,890      | 49,997   | 0  | 3  | 0   | 3  | 0   | 50,000  | 0  | 0                                      | 0                                   | 1,338   | 02/15/2011       |     |
| 29268B-AB-7                  | ENEL FINANCE INTERNATIONAL SA CORP BND 144A 6.250% 09/15/17    | F |              | 03/09/2011       | HSBC SECURITIES INC.           |                                 | 109,783            | 100,000    | 99,811      | 99,861   | 0  | 3  | 0   | 3  | 0   | 99,863  | 0  | 9,920                                  | 9,920                               | 3,108   | 09/15/2017       |     |
| 45905U-HG-2                  | INTL BANK FOR RECON & DEVELOP CORP BND 1.250% 06/15/12         | R |              | 02/10/2011       | BANC OF AMERICA SECURITIES LLC |                                 | 2,304,324          | 2,300,000  | 2,299,770   | 2,299,832  | 0  | 15   | 0   | 15   | 0   | 2,299,846   | 0  | 4,478                                  | 4,478                               | 4,792   | 06/15/2012       |     |
| 3899999                      | Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) |   |              |                  |                                |                                 | 2,904,935          | 2,887,000  | 2,887,712   | 2,885,491  | 0  | 733  | 0   | 733  | 0   | 2,886,222   | 0  | 18,712                                 | 18,712                              | 25,697  | XXX              |     |
| 8399997                      | Total - Bonds - Part 4   |   |              |                  |                                |                                 | 16,741,788         | 15,360,683 | 16,194,915  | 16,170,526   | 0  | (13,511)   | 0   | (13,511)   | 0   | 16,157,013  | 0  | 584,774                                | 584,774                             | 240,920   | XXX              |     |
| 8399998                      | Total - Bonds - Part 5   |   |              |                  |                                |                                 | 15,570,706         | 15,231,000 | 15,550,399  | 0  | 0  | (32,569)   | 0   | (32,569)   | 0   | 15,517,829  | 0  | 52,875                                 | 52,875                              | 170,737   | XXX              |     |
| 8399999                      | Total - Bonds  |   |              |                  |                                |                                 | 32,312,494         | 30,591,683 | 31,745,314  | 16,170,526   | 0  | (46,080)   | 0   | (46,080)   | 0   | 31,674,842  | 0  | 637,649                                | 637,649                             | 411,657   | XXX              |     |
| 8999997                      | Total - Preferred Stocks - Part 4                              |   |              |                  |                                |                                 | 0                  | XXX        | 0           | 0  | 0  | 0  | 0   | 0  | 0   | 0   | 0  | 0                                      | 0                                   | 0   | 0                | XXX |
| 8999998                      | Total - Preferred Stocks - Part 5                              |   |              |                  |                                |                                 | 0                  | XXX        | 0           | 0  | 0  | 0  | 0   | 0  | 0   | 0   | 0  | 0                                      | 0                                   | 0   | 0                | XXX |
| 8999999                      | Total - Preferred Stocks                                       |   |              |                  |                                |                                 | 0                  | XXX        | 0           | 0  | 0  | 0  | 0   | 0  | 0   | 0   | 0  | 0                                      | 0                                   | 0   | 0                | XXX |
| 9799997                      | Total - Common Stocks - Part 4                                 |   |              |                  |                                |                                 | 0                  | XXX        | 0           | 0  | 0  | 0  | 0   | 0  | 0   | 0   | 0  | 0                                      | 0                                   | 0   | 0                | XXX |

ANNUAL STATEMENT FOR THE YEAR 2011 OF THE American Modern Surplus Lines Insurance Co.

SCHEDULE D - PART 4

Showing All Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

| 1  | 2           | 3            | 4                | 5                    | 6                               | 7                  | 8         | 9           | 10   | Change In Book/Adjusted Carrying Value           |  |   |  |   | 16  | 17   | 18                                     | 19                                  | 20  | 21               |
|--|-------------|--------------|------------------|----------------------|---------------------------------|--------------------|-----------|-------------|--|--|--|---|--|---|---|--|--|-------------------------------------|---|------------------|
|  |             |              |                  |                      |                                 |                    |           |             |  | 11   | 12   | 13  | 14   | 15  |   |  |  |                                     |   |                  |
| CUSIP<br>Identi-<br>fication                 | Description | For-<br>eign | Disposal<br>Date | Name<br>of Purchaser | Number of<br>Shares of<br>Stock | Con-<br>sideration | Par Value | Actual Cost | Prior Year<br>Book/<br>Adjusted<br>Carrying<br>Value | Unrealized<br>Valuation<br>Increase/<br>Decrease | Current<br>Year's<br>(Amor-<br>tization)/<br>Accretion | Current<br>Year's<br>Other<br>Than<br>Temporary<br>Impairment<br>Recognized | Total<br>Change in<br>Book/<br>Adjusted<br>Carrying<br>Value<br>(11+12-13) | Total<br>Foreign<br>Exchange<br>Change in<br>Book/<br>Adjusted<br>Carrying<br>Value | Book/<br>Adjusted<br>Carrying<br>Value at<br>Disposal<br>Date | Foreign<br>Exchange<br>Gain<br>(Loss) on<br>Disposal | Realized<br>Gain (Loss)<br>on Disposal | Total Gain<br>(Loss) on<br>Disposal | Bond<br>Interest/<br>Stock<br>Dividends<br>Received<br>During<br>Year | Maturity<br>Date |
| 9799998. Total - Common Stocks - Part 5      |             |              |                  |                      |                                 | 0                  | XXX       | 0           | 0  | 0  | 0  | 0   | 0  | 0   | 0   | 0  | 0                                      | 0                                   | 0   | XXX              |
| 9799999. Total - Common Stocks               |             |              |                  |                      |                                 | 0                  | XXX       | 0           | 0  | 0  | 0  | 0   | 0  | 0   | 0   | 0  | 0                                      | 0                                   | 0   | XXX              |
| 9899999. Total - Preferred and Common Stocks |             |              |                  |                      |                                 | 0                  | XXX       | 0           | 0  | 0  | 0  | 0   | 0  | 0   | 0   | 0  | 0                                      | 0                                   | 0   | XXX              |
| 9999999 - Totals                             |             |              |                  |                      |                                 | 32,312,494         | XXX       | 31,745,314  | 16,170,526   | 0  | (46,080)   | 0   | (46,080)   | 0   | 31,674,842  | 0  | 637,649                                | 637,649                             | 411,657   | XXX              |

ANNUAL STATEMENT FOR THE YEAR 2011 OF THE American Modern Surplus Lines Insurance Co.

SCHEDULE D - PART 5

Showing All Long-Term Bonds and Stocks ACQUIRED During Year and Fully DISPOSED OF During Current Year

| 1   | 2  | 3            | 4                | 5                              | 6                | 7                              | 8  | 9           | 10                 | 11  | Change in Book/Adjusted Carrying Value             |  |   |   |   | 17   | 18  | 19                                  | 20   | 21  |
|---|--|--------------|------------------|--------------------------------|------------------|--------------------------------|--|-------------|--------------------|---|--|--|---|---|---|--|---|-------------------------------------|--|---|
|   |  |              |                  |                                |                  |                                |  |             |                    |   | 12   | 13   | 14  | 15  | 16  |  |   |                                     |  |   |
| CUSIP<br>Identi-<br>fication  | Description  | For-<br>eign | Date<br>Acquired | Name of Vendor                 | Disposal<br>Date | Name of<br>Purchaser           | Par Value<br>(Bonds)<br>or<br>Number of<br>Shares<br>(Stock) | Actual Cost | Consid-<br>eration | Book/<br>Adjusted<br>Carrying<br>Value at<br>Disposal | Unrealized<br>Valuation<br>Increase/<br>(Decrease) | Current<br>Year's<br>(Amort-<br>ization)/<br>Accretion | Current<br>Year's<br>Other<br>Than<br>Temporary<br>Impairment<br>Recognized | Total<br>Change in<br>Book/<br>Adjusted<br>Carrying<br>Valu (12 +<br>13 - 14) | Total<br>Foreign<br>Exchange<br>Change in<br>Book/<br>Adjusted<br>Carrying<br>Value | Foreign<br>Exchange<br>Gain<br>(Loss) on<br>Disposal | Realized<br>Gain<br>(Loss) on<br>Disposal | Total Gain<br>(Loss) on<br>Disposal | Interest<br>and<br>Dividends<br>Received<br>During<br>Year | Paid for<br>Accrued<br>Interest<br>and<br>Dividends |
| 3137EA-CM-9   | FHLMC AGENCY BND 1.750% 09/10/15                                 |              | 05/04/2011       | BANC OF AMERICA SECURITIES LLC | 06/08/2011       | CITICORP SECURITIES MARKETS    | 2,000,000  | 1,993,908   | 2,027,610          | 1,994,067   | 0  | 159  | 0   | 159   | 0   | 0  | 33,543                                    | 33,543                              | 9,333  | 5,347   |
| 62889K-AB-7   | NATIONAL CREDIT UNION ADMINIST AGENCY BND 1.400% 06/12/15        |              | 06/08/2011       | BARCLAYS CAPITAL               | 07/14/2011       | BARCLAYS CAPITAL               | 2,000,000  | 1,997,220   | 1,999,400          | 1,997,281   | 0  | 61   | 0   | 61  | 0   | 0  | 2,119                                     | 2,119                               | 2,567  | 0   |
| 912828-PR-5   | UNITED STATES TREASURY GOVT BND 0.625% 01/31/13                  |              | 02/15/2011       | MORGAN STANLEY & CO. INC       | 05/10/2011       | Various                        | 1,600,000  | 1,593,875   | 1,603,668          | 1,594,605   | 0  | 730  | 0   | 730   | 0   | 0  | 9,063                                     | 9,063                               | 2,787  | 442   |
| 912828-QR-4   | UNITED STATES TREASURY GOVT BND 1.500% 06/30/16                  |              | 07/14/2011       | CITICORP SECURITIES MARKETS    | 07/28/2011       | Various                        | 2,000,000  | 2,001,647   | 1,997,845          | 2,001,638   | 0  | (9)  | 0   | (9)   | 0   | 0  | (3,794)                                   | (3,794)                             | 2,405  | 1,549   |
| 912828-RC-6   | UNITED STATES TREASURY GOVT BND 2.125% 08/15/21                  |              | 10/07/2011       | BNP PARIBAS                    | 10/20/2011       | CREDIT SUISSE FIRST BOSTON COR | 1,000,000  | 1,006,719   | 994,293            | 1,006,700   | 0  | (19)   | 0   | (19)  | 0   | 0  | (12,407)                                  | (12,407)                            | 4,100  | 3,407   |
| 0599999. Subtotal - Bonds - U.S. Governments                            |  |              |                  |                                |                  |                                | 8,600,000  | 8,593,369   | 8,622,816          | 8,594,291   | 0  | 922  | 0   | 922   | 0   | 0  | 28,524                                    | 28,524                              | 21,192   | 10,745  |
| 68323A-AQ-7   | ONTARIO PROVINCE SENIOR CORP BND 2.300% 05/10/16                 | A            | 07/28/2011       | UBS WARBURG LLC                | 09/14/2011       | Various                        | 980,000  | 997,336     | 1,015,351          | 996,869   | 0  | (467)  | 0   | (467)   | 0   | 0  | 18,482                                    | 18,482                              | 8,202  | 5,134   |
| 1099999. Subtotal - Bonds - All Other Governments                       |  |              |                  |                                |                  |                                | 980,000  | 997,336     | 1,015,351          | 996,869   | 0  | (467)  | 0   | (467)   | 0   | 0  | 18,482                                    | 18,482                              | 8,202  | 5,134   |
| 452152-HR-5   | ILLINOIS ST MUNI BND GO 4.961% 03/01/16                          |              | 07/21/2011       | GOLDMAN SACHS & CO.            | 08/09/2011       | GOLDMAN SACHS & CO.            | 500,000  | 526,240     | 527,450            | 526,013   | 0  | (227)  | 0   | (227)   | 0   | 0  | 1,437                                     | 1,437                               | 10,473   | 9,371   |
| 1799999. Subtotal - Bonds - U.S. States, Territories and Possessions    |  |              |                  |                                |                  |                                | 500,000  | 526,240     | 527,450            | 526,013   | 0  | (227)  | 0   | (227)   | 0   | 0  | 1,437                                     | 1,437                               | 10,473   | 9,371   |
| 740816-AF-0   | PRESIDENTS & FELLOWS OF HARVAR MUNI BND REV 144A 5.000% 01/15/14 |              | 02/10/2011       | GOLDMAN SACHS & CO.            | 06/02/2011       | Call 109.4156                  | 1,246,000  | 1,361,753   | 1,363,318          | 1,363,318   | 0  | 1,565  | 0   | 1,565   | 0   | 0  | 0   | 0                                   | 23,709   | 5,192   |
| 3199999. Subtotal - Bonds - U.S. Special Revenues                       |  |              |                  |                                |                  |                                | 1,246,000  | 1,361,753   | 1,363,318          | 1,363,318   | 0  | 1,565  | 0   | 1,565   | 0   | 0  | 0   | 0                                   | 23,709   | 5,192   |
| 172967-FH-9   | CITIGROUP INC CORP BND 4.587% 12/15/15                           |              | 08/31/2011       | CITICORP SECURITIES MARKETS    | 10/05/2011       | CITICORP SECURITIES MARKETS    | 630,000  | 655,874     | 634,246            | 655,342   | 0  | (532)  | 0   | (532)   | 0   | 0  | (21,096)                                  | (21,096)                            | 9,312  | 6,502   |
| 172967-FS-5   | CITIGROUP INC CORP BND 3.953% 06/15/16                           |              | 07/21/2011       | CITICORP SECURITIES MARKETS    | 08/31/2011       | CITICORP SECURITIES MARKETS    | 750,000  | 773,798     | 766,710            | 773,286   | 0  | (511)  | 0   | (511)   | 0   | 0  | (6,576)                                   | (6,576)                             | 6,671  | 3,377   |
| 254683-AH-8   | DISCOVER CARD MASTER TRUST DCE ABS_08 A4 5.650% 12/15/15         |              | 05/10/2011       | BARCLAYS CAPITAL               | 12/06/2011       | BARCLAYS CAPITAL               | 1,300,000  | 1,424,109   | 1,395,063          | 1,390,355   | 0  | (33,755)   | 0   | (33,755)  | 0   | 0  | 4,708                                     | 4,708                               | 47,742   | 5,713   |
| 36962G-4Y-7   | GE CAPITAL CORP CORP BND 4.625% 01/07/21                         |              | 01/07/2011       | NOMURA SECURITIES INTL. INC.   | 10/07/2011       | BNP PARIBAS                    | 1,225,000  | 1,217,920   | 1,245,752          | 1,218,355   | 0  | 436  | 0   | 436   | 0   | 0  | 27,396                                    | 27,396                              | 43,436   | 787   |
| 3899999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated) |  |              |                  |                                |                  |                                | 3,905,000  | 4,071,701   | 4,041,771          | 4,037,338   | 0  | (34,362)   | 0   | (34,362)  | 0   | 0  | 4,432                                     | 4,432                               | 107,161  | 16,379  |
| 8399998. Total - Bonds  |  |              |                  |                                |                  |                                | 15,231,000   | 15,550,399  | 15,570,706         | 15,517,829  | 0  | (32,569)   | 0   | (32,569)  | 0   | 0  | 52,875                                    | 52,875                              | 170,737  | 46,821  |
| 8999998. Total - Preferred Stocks                                       |  |              |                  |                                |                  |                                | 0  | 0           | 0                  | 0   | 0  | 0  | 0   | 0   | 0   | 0  | 0   | 0                                   | 0  | 0   |
| 9799998. Total - Common Stocks  |  |              |                  |                                |                  |                                | 0  | 0           | 0                  | 0   | 0  | 0  | 0   | 0   | 0   | 0  | 0   | 0                                   | 0  | 0   |
| 9899999. Total - Preferred and Common Stocks                            |  |              |                  |                                |                  |                                | 0  | 0           | 0                  | 0   | 0  | 0  | 0   | 0   | 0   | 0  | 0   | 0                                   | 0  | 0   |
| 9999999 - Totals  |  |              |                  |                                |                  |                                | 15,550,399   | 15,570,706  | 15,517,829         |   | 0  | (32,569)   | 0   | (32,569)  | 0   | 0  | 52,875                                    | 52,875                              | 170,737  | 46,821  |

Schedule D-Part 6-Section 1-Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

N O N E

Schedule D - Part 6 - Section 2

N O N E

ANNUAL STATEMENT FOR THE YEAR 2011 OF THE American Modern Surplus Lines Insurance Co.

SCHEDULE DA - PART 1

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

| 1  | 2  | Codes |              | 5                | 6              | 7                | 8                                      | Change in Book/Adjusted Carrying Value             |  |   |   | 13        | 14          | Interest   |  |            |                         |              |                                      | 21                              |
|--|--|-------|--------------|------------------|----------------|------------------|--|--|--|---|---|-----------|-------------|--|--|------------|-------------------------|--------------|--------------------------------------|---------------------------------|
|  |  | 3     | 4            |                  |                |                  |  | 9  | 10   | 11  | 12  |           |             | 15   | 16                                     | 17         | 18                      | 19           | 20                                   |                                 |
| CUSIP<br>Identi-<br>fication                                       | Description                                  | Code  | For-<br>eign | Date<br>Acquired | Name of Vendor | Maturity<br>Date | Book/<br>Adjusted<br>Carrying<br>Value | Unrealized<br>Valuation<br>Increase/<br>(Decrease) | Current<br>Year's<br>(Amor-<br>tization)/<br>Accretion | Current<br>Year's<br>Other<br>Than<br>Temporary<br>Impairment<br>Recognized | Total<br>Foreign<br>Exchange<br>Change in<br>Book/<br>Adjusted<br>Carrying<br>Value | Par Value | Actual Cost | Amount Due<br>and Accrued<br>Dec. 31 of<br>Current<br>Year on<br>Bonds not<br>in Default | Non-<br>Admitted<br>Due and<br>Accrued | Rate<br>of | Effective<br>Rate<br>of | When<br>Paid | Amount<br>Received<br>During<br>Year | Paid for<br>Accrued<br>Interest |
| 0599999. Total - U.S. Government Bonds                             |  |       |              |                  |                |                  | 0                                      | 0  | 0  | 0   | 0   | 0         | 0           | 0  | 0                                      | XXX        | XXX                     | XXX          | 0                                    | 0                               |
| 1099999. Total - All Other Government Bonds                        |  |       |              |                  |                |                  | 0                                      | 0  | 0  | 0   | 0   | 0         | 0           | 0  | 0                                      | XXX        | XXX                     | XXX          | 0                                    | 0                               |
| 1799999. Total - U.S. States, Territories and Possessions Bonds    |  |       |              |                  |                |                  | 0                                      | 0  | 0  | 0   | 0   | 0         | 0           | 0  | 0                                      | XXX        | XXX                     | XXX          | 0                                    | 0                               |
| 2499999. Total - U.S. Political Subdivisions Bonds                 |  |       |              |                  |                |                  | 0                                      | 0  | 0  | 0   | 0   | 0         | 0           | 0  | 0                                      | XXX        | XXX                     | XXX          | 0                                    | 0                               |
| 3199999. Total - U.S. Special Revenues Bonds                       |  |       |              |                  |                |                  | 0                                      | 0  | 0  | 0   | 0   | 0         | 0           | 0  | 0                                      | XXX        | XXX                     | XXX          | 0                                    | 0                               |
| 3899999. Total - Industrial and Miscellaneous (Unaffiliated) Bonds |  |       |              |                  |                |                  | 0                                      | 0  | 0  | 0   | 0   | 0         | 0           | 0  | 0                                      | XXX        | XXX                     | XXX          | 0                                    | 0                               |
| 4899999. Total - Hybrid Securities                                 |  |       |              |                  |                |                  | 0                                      | 0  | 0  | 0   | 0   | 0         | 0           | 0  | 0                                      | XXX        | XXX                     | XXX          | 0                                    | 0                               |
| 5599999. Total - Parent, Subsidiaries and Affiliates Bonds         |  |       |              |                  |                |                  | 0                                      | 0  | 0  | 0   | 0   | 0         | 0           | 0  | 0                                      | XXX        | XXX                     | XXX          | 0                                    | 0                               |
| 7799999. Total - Issuer Obligations                                |  |       |              |                  |                |                  | 0                                      | 0  | 0  | 0   | 0   | 0         | 0           | 0  | 0                                      | XXX        | XXX                     | XXX          | 0                                    | 0                               |
| 7899999. Total - Residential Mortgage-Backed Securities            |  |       |              |                  |                |                  | 0                                      | 0  | 0  | 0   | 0   | 0         | 0           | 0  | 0                                      | XXX        | XXX                     | XXX          | 0                                    | 0                               |
| 7999999. Total - Commercial Mortgage-Backed Securities             |  |       |              |                  |                |                  | 0                                      | 0  | 0  | 0   | 0   | 0         | 0           | 0  | 0                                      | XXX        | XXX                     | XXX          | 0                                    | 0                               |
| 8099999. Total - Other Loan-Backed and Structured Securities       |  |       |              |                  |                |                  | 0                                      | 0  | 0  | 0   | 0   | 0         | 0           | 0  | 0                                      | XXX        | XXX                     | XXX          | 0                                    | 0                               |
| 8399999. Total Bonds   |  |       |              |                  |                |                  | 0                                      | 0  | 0  | 0   | 0   | 0         | 0           | 0  | 0                                      | XXX        | XXX                     | XXX          | 0                                    | 0                               |
| 8699999. Total - Parent, Subsidiaries and Affiliates               |  |       |              |                  |                |                  | 0                                      | 0  | 0  | 0   | 0   | XXX       | 0           | 0  | 0                                      | XXX        | XXX                     | XXX          | 0                                    | 0                               |
| 857492-88-8  | STATE STREET INSTITUTIONAL CASH RESERVE FUND |       |              | 12/27/2011       | DIRECT         | XXX              | 2,260,059                              | 0  | 0  | 0   | 0   | 0         | 2,260,059   | 0  | 0                                      | 0.000      | 0.000                   |              | 4                                    | 0                               |
| 8899999. Subtotal - Exempt Money Market Mutual Funds               |  |       |              |                  |                |                  | 2,260,059                              | 0  | 0  | 0   | 0   | XXX       | 2,260,059   | 0  | 0                                      | XXX        | XXX                     | XXX          | 4                                    | 0                               |
| 31846V-55-9  | TREASURY OBLIGATIONS CLASS Z STIF FUND       |       |              | 12/01/2011       | DIRECT         | XXX              | 185,035                                | 0  | 0  | 0   | 0   | 0         | 185,035     | 0  | 0                                      | 0.000      | 0.000                   |              | 0                                    | 0                               |
| 8999999. Subtotal - Class One Money Market Mutual Funds            |  |       |              |                  |                |                  | 185,035                                | 0  | 0  | 0   | 0   | XXX       | 185,035     | 0  | 0                                      | XXX        | XXX                     | XXX          | 0                                    | 0                               |
|  |  |       |              |                  |                |                  |  |  |  |   |   |           |             |  |  |            |                         |              |                                      |                                 |
|  |  |       |              |                  |                |                  |  |  |  |   |   |           |             |  |  |            |                         |              |                                      |                                 |
|  |  |       |              |                  |                |                  |  |  |  |   |   |           |             |  |  |            |                         |              |                                      |                                 |
| 9199999 - Totals   |  |       |              |                  |                |                  | 2,445,094                              | 0  | 0  | 0   | 0   | XXX       | 2,445,094   | 0  | 0                                      | XXX        | XXX                     | XXX          | 4                                    | 0                               |

Schedule DB - Part A - Section 1 - Options, Caps, Floors, Collars, Swaps and Forwards Open  
**N O N E**

Schedule DB - Part A - Section 2 - Options, Caps, Floors, Collars, Swaps and Forwards Terminated  
**N O N E**

Schedule DB - Part B - Section 1 - Futures Contracts Open  
**N O N E**

Schedule DB - Part B - Section 1B - Brokers with whom cash deposits have been made  
**N O N E**

Schedule DB - Part B - Section 2 - Futures Contracts Terminated  
**N O N E**

Schedule DB - Part B - Section 2B - Brokers with whom cash deposits have been made  
**N O N E**

Schedule DB - Part D - Counterparty Exposure for Derivative Instruments Open  
**N O N E**

Schedule DL - Part 1 - Reinvested Collateral Assets Owned  
**N O N E**

Schedule DL - Part 2 - Reinvested Collateral Assets Owned  
**N O N E**

## SCHEDULE E - PART 1 - CASH

| TOTALS OF DEPOSITORY BALANCES ON THE LAST DAY OF EACH MONTH DURING THE CURRENT YEAR |          |           |    |       |           |    |           |           |     |          |             |
|---|----------|-----------|----|-------|-----------|----|-----------|-----------|-----|----------|-------------|
| 1.  | January  | (113,364) | 4. | April | 138,192   | 7. | July      | (130,234) | 10. | October  | (1,416,096) |
| 2.  | February | (274,573) | 5. | May   | 233,318   | 8. | August    | (327,054) | 11. | November | (1,155,256) |
| 3.  | March    | (118,223) | 6. | June  | (264,182) | 9. | September | (515,794) | 12. | December | (1,048,351) |



SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned December 31 of Current Year

| 1                                | 2    | 3             | 4                | 5             | 6                               | 7                                     | 8                              |
|----------------------------------|------|---------------|------------------|---------------|---------------------------------|---------------------------------------|--------------------------------|
| Description                      | Code | Date Acquired | Rate of Interest | Maturity Date | Book/Adjusted<br>Carrying Value | Amount of Interest<br>Due and Accrued | Amount Received<br>During Year |
| NONE                             |      |               |                  |               |                                 |                                       |                                |
| 8699999 - Total Cash Equivalents |      |               |                  |               |                                 |                                       |                                |

SCHEDULE E - PART 3 - SPECIAL DEPOSITS

|  |    | 1                  | 2                                 | Deposits For the<br>Benefit of All Policyholders |            | All Other Special Deposits      |            |
|--|----|--------------------|-----------------------------------|--|------------|---------------------------------|------------|
|  |    |                    |                                   | 3  | 4          | 5                               | 6          |
| States, Etc.   |    | Type of<br>Deposit | Purpose of Deposit                | Book/Adjusted<br>Carrying Value                  | Fair Value | Book/Adjusted<br>Carrying Value | Fair Value |
| 1. Alabama .....   | AL |                    |                                   | 0  | .0         | 0                               | 0          |
| 2. Alaska .....  | AK |                    |                                   | 0  | .0         | 0                               | 0          |
| 3. Arizona .....   | AZ |                    |                                   | 0  | .0         | 0                               | 0          |
| 4. Arkansas .....  | AR | B                  | INS CODE 23-63-206(a)(3) .....    | 0  | .0         | 121,293                         | 121,478    |
| 5. California .....  | CA |                    |                                   | 0  | .0         | 0                               | 0          |
| 6. Colorado .....  | CO |                    |                                   | 0  | .0         | 0                               | 0          |
| 7. Connecticut .....   | CT |                    |                                   | 0  | .0         | 0                               | 0          |
| 8. Delaware .....  | DE |                    |                                   | 0  | .0         | 0                               | 0          |
| 9. District of Columbia .....  | DC |                    |                                   | 0  | .0         | 0                               | 0          |
| 10. Florida .....  | FL |                    |                                   | 0  | .0         | 0                               | 0          |
| 11. Georgia .....  | GA |                    |                                   | 0  | .0         | 0                               | 0          |
| 12. Hawaii .....   | HI |                    |                                   | 0  | .0         | 0                               | 0          |
| 13. Idaho .....  | ID |                    |                                   | 0  | .0         | 0                               | 0          |
| 14. Illinois .....   | IL |                    |                                   | 0  | .0         | 0                               | 0          |
| 15. Indiana .....  | IN |                    |                                   | 0  | .0         | 0                               | 0          |
| 16. Iowa .....   | IA |                    |                                   | 0  | .0         | 0                               | 0          |
| 17. Kansas .....   | KS |                    |                                   | 0  | .0         | 0                               | 0          |
| 18. Kentucky .....   | KY |                    |                                   | 0  | .0         | 0                               | 0          |
| 19. Louisiana .....  | LA |                    |                                   | 0  | .0         | 0                               | 0          |
| 20. Maine .....  | ME |                    |                                   | 0  | .0         | 0                               | 0          |
| 21. Maryland .....   | MD |                    |                                   | 0  | .0         | 0                               | 0          |
| 22. Massachusetts .....  | MA |                    |                                   | 0  | .0         | 0                               | 0          |
| 23. Michigan .....   | MI |                    |                                   | 0  | .0         | 0                               | 0          |
| 24. Minnesota .....  | MN |                    |                                   | 0  | .0         | 0                               | 0          |
| 25. Mississippi .....  | MS |                    |                                   | 0  | .0         | 0                               | 0          |
| 26. Missouri .....   | MO |                    |                                   | 0  | .0         | 0                               | 0          |
| 27. Montana .....  | MT |                    |                                   | 0  | .0         | 0                               | 0          |
| 28. Nebraska .....   | NE |                    |                                   | 0  | .0         | 0                               | 0          |
| 29. Nevada .....   | NV |                    |                                   | 0  | .0         | 0                               | 0          |
| 30. New Hampshire .....  | NH |                    |                                   | 0  | .0         | 0                               | 0          |
| 31. New Jersey .....   | NJ |                    |                                   | 0  | .0         | 0                               | 0          |
| 32. New Mexico .....   | NM |                    |                                   | 0  | .0         | 0                               | 0          |
| 33. New York .....   | NY | B                  | SURPLUS LINES-REGULATION 41 ..... | 0  | .0         | 2,983,506                       | 3,056,099  |
| 34. North Carolina .....   | NC |                    |                                   | 0  | .0         | 0                               | 0          |
| 35. North Dakota .....   | ND |                    |                                   | 0  | .0         | 0                               | 0          |
| 36. Ohio .....   | OH | B                  | INS CODE 3939.08 .....            | 2,916,542  | 3,036,901  | 0                               | 0          |
| 37. Oklahoma .....   | OK |                    |                                   | 0  | .0         | 0                               | 0          |
| 38. Oregon .....   | OR |                    |                                   | 0  | .0         | 0                               | 0          |
| 39. Pennsylvania .....   | PA |                    |                                   | 0  | .0         | 0                               | 0          |
| 40. Rhode Island .....   | RI |                    |                                   | 0  | .0         | 0                               | 0          |
| 41. South Carolina .....   | SC |                    |                                   | 0  | .0         | 0                               | 0          |
| 42. South Dakota .....   | SD |                    |                                   | 0  | .0         | 0                               | 0          |
| 43. Tennessee .....  | TN |                    |                                   | 0  | .0         | 0                               | 0          |
| 44. Texas .....  | TX |                    |                                   | 0  | .0         | 0                               | 0          |
| 45. Utah .....   | UT |                    |                                   | 0  | .0         | 0                               | 0          |
| 46. Vermont .....  | VT |                    |                                   | 0  | .0         | 0                               | 0          |
| 47. Virginia .....   | VA |                    |                                   | 0  | .0         | 0                               | 0          |
| 48. Washington .....   | WA |                    |                                   | 0  | .0         | 0                               | 0          |
| 49. West Virginia .....  | WV |                    |                                   | 0  | .0         | 0                               | 0          |
| 50. Wisconsin .....  | WI |                    |                                   | 0  | .0         | 0                               | 0          |
| 51. Wyoming .....  | WY |                    |                                   | 0  | .0         | 0                               | 0          |
| 52. American Samoa .....   | AS |                    |                                   | 0  | .0         | 0                               | 0          |
| 53. Guam .....   | GU |                    |                                   | 0  | .0         | 0                               | 0          |
| 54. Puerto Rico .....  | PR |                    |                                   | 0  | .0         | 0                               | 0          |
| 55. U.S. Virgin Islands .....  | VI |                    |                                   | 0  | .0         | 0                               | 0          |
| 56. Northern Mariana Islands .....   | MP |                    |                                   | 0  | .0         | 0                               | 0          |
| 57. Canada .....   | CN |                    |                                   | 0  | .0         | 0                               | 0          |
| 58. Aggregate Alien and Other .....  | OT | XXX                | XXX                               | 0  | 0          | 0                               | 0          |
| 59. Subtotal   |    | XXX                | XXX                               | 2,916,542  | 3,036,901  | 3,104,799                       | 3,177,577  |
| DETAILS OF WRITE-INS   |    |                    |                                   |  |            |                                 |            |
| 5801. ....   |    |                    |                                   |  |            |                                 |            |
| 5802. ....   |    |                    |                                   |  |            |                                 |            |
| 5803. ....   |    |                    |                                   |  |            |                                 |            |
| 5898. Summary of remaining write-ins for<br>Line 58 from overflow page ..... |    | XXX                | XXX                               | 0  | .0         | 0                               | 0          |
| 5899. Totals (Lines 5801 thru 5803 plus<br>5898)(Line 58 above)              |    | XXX                | XXX                               | 0  | 0          | 0                               | 0          |

ALPHABETICAL INDEX

ANNUAL STATEMENT BLANK

|   |      |
|---|------|
| Assets .....  | 2    |
| Cash Flow .....   | 5    |
| Exhibit of Capital Gains (Losses) .....                 | 12   |
| Exhibit of Net Investment Income .....                  | 12   |
| Exhibit of Nonadmitted Assets .....                     | 13   |
| Exhibit of Premiums and Losses (State Page) .....       | 19   |
| Five-Year Historical Data .....                         | 17   |
| General Interrogatories .....                           | 15   |
| Jurat Page .....  | 1    |
| Liabilities, Surplus and Other Funds .....              | 3    |
| Notes To Financial Statements .....                     | 14   |
| Overflow Page For Write-ins .....                       | 98   |
| Schedule A - Part 1 .....                               | E01  |
| Schedule A - Part 2 .....                               | E02  |
| Schedule A - Part 3 .....                               | E03  |
| Schedule A - Verification Between Years .....           | SI02 |
| Schedule B - Part 1 .....                               | E04  |
| Schedule B - Part 2 .....                               | E05  |
| Schedule B - Part 3 .....                               | E06  |
| Schedule B - Verification Between Years .....           | SI02 |
| Schedule BA - Part 1 .....                              | E07  |
| Schedule BA - Part 2 .....                              | E08  |
| Schedule BA - Part 3 .....                              | E09  |
| Schedule BA - Verification Between Years .....          | SI03 |
| Schedule D - Part 1 .....                               | E10  |
| Schedule D - Part 1A - Section 1 .....                  | SI05 |
| Schedule D - Part 1A - Section 2 .....                  | SI08 |
| Schedule D - Part 2 - Section 1 .....                   | E11  |
| Schedule D - Part 2 - Section 2 .....                   | E12  |
| Schedule D - Part 3 .....                               | E13  |
| Schedule D - Part 4 .....                               | E14  |
| Schedule D - Part 5 .....                               | E15  |
| Schedule D - Part 6 - Section 1 .....                   | E16  |
| Schedule D - Part 6 - Section 2 .....                   | E16  |
| Schedule D - Summary By Country .....                   | SI04 |
| Schedule D - Verification Between Years .....           | SI03 |
| Schedule DA - Part 1 .....                              | E17  |
| Schedule DA - Verification Between Years .....          | SI10 |
| Schedule DB - Part A - Section 1 .....                  | E18  |
| Schedule DB - Part A - Section 2 .....                  | E19  |
| Schedule DB - Part A - Verification Between Years ..... | SI11 |
| Schedule DB - Part B - Section 1 .....                  | E20  |
| Schedule DB - Part B - Section 2 .....                  | E21  |
| Schedule DB - Part B - Verification Between Years ..... | SI11 |
| Schedule DB - Part C - Section 1 .....                  | SI12 |
| Schedule DB - Part C - Section 2 .....                  | SI13 |
| Schedule DB - Part D .....                              | E22  |
| Schedule DB - Verification .....                        | SI14 |
| Schedule DL - Part 1 .....                              | E23  |
| Schedule DL - Part 2 .....                              | E24  |
| Schedule E - Part 1 - Cash .....                        | E25  |
| Schedule E - Part 2 - Cash Equivalents .....            | E26  |
| Schedule E - Part 3 - Special Deposits .....            | E27  |
| Schedule E - Verification Between Years .....           | SI15 |
| Schedule F - Part 1 .....                               | 20   |
| Schedule F - Part 2 .....                               | 21   |
| Schedule F - Part 3 .....                               | 22   |
| Schedule F - Part 4 .....                               | 23   |
| Schedule F - Part 5 .....                               | 24   |
| Schedule F - Part 6 .....                               | 25   |
| Schedule F - Part 7 .....                               | 26   |
| Schedule F - Part 8 .....                               | 27   |

**ANNUAL STATEMENT BLANK (Continued)**

|  |    |
|--|----|
| Schedule H - Accident and Health Exhibit - Part 1 .....  | 28 |
| Schedule H - Part 2, Part 3 and 4 .....  | 29 |
| Schedule H - Part 5 - Health Claims .....  | 30 |
| Schedule P - Part 1 - Summary .....  | 31 |
| Schedule P - Part 1A - Homeowners/Farmowners .....   | 33 |
| Schedule P - Part 1B - Private Passenger Auto Liability/Medical .....  | 34 |
| Schedule P - Part 1C - Commercial Auto/Truck Liability/Medical .....   | 35 |
| Schedule P - Part 1D - Workers' Compensation (Excluding Excess Workers' Compensation) .....                        | 36 |
| Schedule P - Part 1E - Commercial Multiple Peril .....   | 37 |
| Schedule P - Part 1F - Section 1 - Medical Professional Liability - Occurrence .....                               | 38 |
| Schedule P - Part 1F - Section 2 - Medical Professional Liability - Claims-Made .....                              | 39 |
| Schedule P - Part 1G - Special Liability (Ocean, Marine, Aircraft (All Perils), Boiler and Machinery) .....        | 40 |
| Schedule P - Part 1H - Section 1 - Other Liability-Occurrence .....  | 41 |
| Schedule P - Part 1H - Section 2 - Other Liability - Claims-Made .....   | 42 |
| Schedule P - Part 1I - Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary & Theft) .....    | 43 |
| Schedule P - Part 1J - Auto Physical Damage .....  | 44 |
| Schedule P - Part 1K - Fidelity/Surety .....   | 45 |
| Schedule P - Part 1L - Other (Including Credit, Accident and Health) .....   | 46 |
| Schedule P - Part 1M - International .....   | 47 |
| Schedule P - Part 1N - Reinsurance - Nonproportional Assumed Property .....  | 48 |
| Schedule P - Part 1O - Reinsurance - Nonproportional Assumed Liability .....                                       | 49 |
| Schedule P - Part 1P - Reinsurance - Nonproportional Assumed Financial Lines .....                                 | 50 |
| Schedule P - Part 1R - Section 1 - Products Liability - Occurrence .....   | 51 |
| Schedule P - Part 1R - Section 2 - Products Liability - Claims-Made .....  | 52 |
| Schedule P - Part 1S - Financial Guaranty/Mortgage Guaranty .....  | 53 |
| Schedule P - Part 1T - Warranty .....  | 54 |
| Schedule P - Part 2, Part 3 and Part 4 - Summary .....   | 32 |
| Schedule P - Part 2A - Homeowners/Farmowners .....   | 55 |
| Schedule P - Part 2B - Private Passenger Auto Liability/Medical .....  | 55 |
| Schedule P - Part 2C - Commercial Auto/Truck Liability/Medical .....   | 55 |
| Schedule P - Part 2D - Workers' Compensation (Excluding Excess Workers' Compensation) .....                        | 55 |
| Schedule P - Part 2E - Commercial Multiple Peril .....   | 55 |
| Schedule P - Part 2F - Section 1 - Medical Professional Liability - Occurrence .....                               | 56 |
| Schedule P - Part 2F - Section 2 - Medical Professional Liability - Claims-Made .....                              | 56 |
| Schedule P - Part 2G - Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery) .....         | 56 |
| Schedule P - Part 2H - Section 1 - Other Liability - Occurrence .....  | 56 |
| Schedule P - Part 2H - Section 2 - Other Liability - Claims-Made .....   | 56 |
| Schedule P - Part 2I - Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary, and Theft) ..... | 57 |
| Schedule P - Part 2J - Auto Physical Damage .....  | 57 |
| Schedule P - Part 2K - Fidelity, Surety .....  | 57 |
| Schedule P - Part 2L - Other (Including Credit, Accident and Health) .....   | 57 |
| Schedule P - Part 2M - International .....   | 57 |
| Schedule P - Part 2N - Reinsurance - Nonproportional Assumed Property .....  | 58 |
| Schedule P - Part 2O - Reinsurance - Nonproportional Assumed Liability .....                                       | 58 |
| Schedule P - Part 2P - Reinsurance - Nonproportional Assumed Financial Lines .....                                 | 58 |
| Schedule P - Part 2R - Section 1 - Products Liability - Occurrence .....   | 59 |
| Schedule P - Part 2R - Section 2 - Products Liability - Claims-Made .....  | 59 |
| Schedule P - Part 2S - Financial Guaranty/Mortgage Guaranty .....  | 59 |
| Schedule P - Part 2T - Warranty .....  | 59 |
| Schedule P - Part 3A - Homeowners/Farmowners .....   | 60 |
| Schedule P - Part 3B - Private Passenger Auto Liability/Medical .....  | 60 |
| Schedule P - Part 3C - Commercial Auto/Truck Liability/Medical .....   | 60 |
| Schedule P - Part 3D - Workers' Compensation (Excluding Excess Workers' Compensation) .....                        | 60 |
| Schedule P - Part 3E - Commercial Multiple Peril .....   | 60 |
| Schedule P - Part 3F - Section 1 - Medical Professional Liability - Occurrence .....                               | 61 |
| Schedule P - Part 3F - Section 2 - Medical Professional Liability - Claims-Made .....                              | 61 |
| Schedule P - Part 3G - Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery) .....         | 61 |
| Schedule P - Part 3H - Section 1 - Other Liability - Occurrence .....  | 61 |
| Schedule P - Part 3H - Section 2 - Other Liability - Claims-Made .....   | 61 |
| Schedule P - Part 3I - Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary, and Theft) ..... | 62 |
| Schedule P - Part 3J - Auto Physical Damage .....  | 62 |
| Schedule P - Part 3K - Fidelity/Surety .....   | 62 |
| Schedule P - Part 3L - Other (Including Credit, Accident and Health) .....   | 62 |
| Schedule P - Part 3M - International .....   | 62 |
| Schedule P - Part 3N - Reinsurance - Nonproportional Assumed Property .....  | 63 |
| Schedule P - Part 3O - Reinsurance - Nonproportional Assumed Liability .....                                       | 63 |
| Schedule P - Part 3P - Reinsurance - Nonproportional Assumed Financial Lines .....                                 | 63 |
| Schedule P - Part 3R - Section 1 - Products Liability - Occurrence .....   | 64 |
| Schedule P - Part 3R - Section 2 - Products Liability - Claims-Made .....  | 64 |
| Schedule P - Part 3S - Financial Guaranty/Mortgage Guaranty .....  | 64 |
| Schedule P - Part 3T - Warranty .....  | 64 |

**ANNUAL STATEMENT BLANK (Continued)**

|   |      |
|---|------|
| Schedule P - Part 4A - Homeowners/Farmowners .....  | 65   |
| Schedule P - Part 4B - Private Passenger Auto Liability/Medical .....   | 65   |
| Schedule P - Part 4C - Commercial Auto/Truck Liability/Medical .....  | 65   |
| Schedule P - Part 4D - Workers' Compensation (Excluding Excess Workers' Compensation) .....                       | 65   |
| Schedule P - Part 4E - Commercial Multiple Peril .....  | 65   |
| Schedule P - Part 4F - Section 1 - Medical Professional Liability - Occurrence .....                              | 66   |
| Schedule P - Part 4F - Section 2 - Medical Professional Liability - Claims-Made .....                             | 66   |
| Schedule P - Part 4G - Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery) .....        | 66   |
| Schedule P - Part 4H - Section 1 - Other Liability - Occurrence .....   | 66   |
| Schedule P - Part 4H - Section 2 - Other Liability - Claims-Made .....  | 66   |
| Schedule P - Part 4I - Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary and Theft) ..... | 67   |
| Schedule P - Part 4J - Auto Physical Damage .....   | 67   |
| Schedule P - Part 4K - Fidelity/Surety .....  | 67   |
| Schedule P - Part 4L - Other (Including Credit, Accident and Health) .....  | 67   |
| Schedule P - Part 4M - International .....  | 67   |
| Schedule P - Part 4N - Reinsurance - Nonproportional Assumed Property .....                                       | 68   |
| Schedule P - Part 4O - Reinsurance - Nonproportional Assumed Liability .....                                      | 68   |
| Schedule P - Part 4P - Reinsurance - Nonproportional Assumed Financial Lines .....                                | 68   |
| Schedule P - Part 4R - Section 1 - Products Liability - Occurrence .....  | 69   |
| Schedule P - Part 4R - Section 2 - Products Liability - Claims-Made .....   | 69   |
| Schedule P - Part 4S - Financial Guaranty/Mortgage Guaranty .....   | 69   |
| Schedule P - Part 4T - Warranty .....   | 69   |
| Schedule P - Part 5A - Homeowners/Farmowners .....  | 70   |
| Schedule P - Part 5B - Private Passenger Auto Liability/Medical .....   | 71   |
| Schedule P - Part 5C - Commercial Auto/Truck Liability/Medical .....  | 72   |
| Schedule P - Part 5D - Workers' Compensation (Excluding Excess Workers' Compensation) .....                       | 73   |
| Schedule P - Part 5E - Commercial Multiple Peril .....  | 74   |
| Schedule P - Part 5F - Medical Professional Liability - Claims-Made .....   | 76   |
| Schedule P - Part 5F - Medical Professional Liability - Occurrence .....  | 75   |
| Schedule P - Part 5H - Other Liability - Claims-Made .....  | 78   |
| Schedule P - Part 5H - Other Liability - Occurrence .....   | 77   |
| Schedule P - Part 5R - Products Liability - Claims-Made .....   | 80   |
| Schedule P - Part 5R - Products Liability - Occurrence .....  | 79   |
| Schedule P - Part 5T - Warranty .....   | 81   |
| Schedule P - Part 6C - Commercial Auto/Truck Liability/Medical .....  | 82   |
| Schedule P - Part 6D - Workers' Compensation (Excluding Excess Workers' Compensation) .....                       | 82   |
| Schedule P - Part 6E - Commercial Multiple Peril .....  | 83   |
| Schedule P - Part 6H - Other Liability - Claims-Made .....  | 84   |
| Schedule P - Part 6H - Other Liability - Occurrence .....   | 83   |
| Schedule P - Part 6M - International .....  | 84   |
| Schedule P - Part 6N - Reinsurance - Nonproportional Assumed Property .....                                       | 85   |
| Schedule P - Part 6O - Reinsurance - Nonproportional Assumed Liability .....                                      | 85   |
| Schedule P - Part 6R - Products Liability - Claims-Made .....   | 86   |
| Schedule P - Part 6R - Products Liability - Occurrence .....  | 86   |
| Schedule P - Part 7A - Primary Loss Sensitive Contracts .....   | 87   |
| Schedule P - Part 7B - Reinsurance Loss Sensitive Contracts .....   | 89   |
| Schedule P Interrogatories .....  | 91   |
| Schedule T - Exhibit of Premiums Written .....  | 92   |
| Schedule T - Part 2 - Interstate Compact .....  | 93   |
| Schedule Y - Information Concerning Activities of Insurer Members of a Holding Company Group .....                | 94   |
| Schedule Y - Part 1A - Detail of Insurance Holding Company System .....   | 95   |
| Schedule Y - Part 2 - Summary of Insurer's Transactions With Any Affiliates .....                                 | 96   |
| Statement of Income .....   | 4    |
| Summary Investment Schedule .....   | SI01 |
| Supplemental Exhibits and Schedules Interrogatories .....   | 97   |
| Underwriting and Investment Exhibit Part 1 .....  | 6    |
| Underwriting and Investment Exhibit Part 1A .....   | 7    |
| Underwriting and Investment Exhibit Part 1B .....   | 8    |
| Underwriting and Investment Exhibit Part 2 .....  | 9    |
| Underwriting and Investment Exhibit Part 2A .....   | 10   |
| Underwriting and Investment Exhibit Part 3 .....  | 11   |