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ANNUAL STATEMENT

For the Year Ended December 31, 2011

of the Condition and Affairs of the

Family Heritage Life Insurance Company of America

NAIC Group Code.....0000, 0000 (Current Period) (Prior Period) | NAIC Company Code..... 77968 | Employer's ID Number..... 34-1626521

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

Incorporated/Organized..... August 22, 1989 | Commenced Business..... November 17, 1989

Statutory Home Office	6001 East Royalton Road, Suite 200….. Cleveland ..... OH ..... 44147-3529 *(Street and Number) (City or Town, State and Zip Code)*	
Main Administrative Office	6001 East Royalton Road, Suite 200….. Cleveland ..... OH ..... 44147-3529 *(Street and Number) (City or Town, State and Zip Code)*	440-922-5200 *(Area Code) (Telephone Number)*
Mail Address	P. O. Box 470608….. Cleveland ..... OH ..... 44147-0608 *(Street and Number or P. O. Box) (City or Town, State and Zip Code)*	
Primary Location of Books and Records	6001 East Royalton Road, Suite 200….. Cleveland ..... OH ..... 44147-3529 *(Street and Number) (City or Town, State and Zip Code)*	440-922-5200 *(Area Code) (Telephone Number)*
Internet Web Site Address	www.FamilyHeritageLife.com	
Statutory Statement Contact	John A. Wise *(Name)*	440-922-5200 *(Area Code) (Telephone Number) (Extension)*
	acctdept@familyheritagelife.com *(E-Mail Address)*	440-922-5120 *(Fax Number)*

OFFICERS

Name	Title	Name	Title
1. Howard L. Lewis	President/Chief Executive Officer	2. Ronald L. Sarosy	Treasurer/Chief Financial Officer
3. Edward J. Rocheck	Secretary/Chief Operations Officer	4. Jeffrey S. Morris	Actuary

OTHER

Jeffrey S. Morris	Senior Vice President	Edward J. Rocheck	Senior Vice President
Henry G. Grendell	Vice President	Douglas B. Kelly	Vice President
Ronald L. Sarosy	Vice President		

DIRECTORS OR TRUSTEES

Henry E. Bedford	Howard L. Lewis	Edward J. Rocheck	Cynthia D. Johnstone
Jeffrey S. Morris			

State of........ Ohio
County of..... Cuyahoga

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC *Annual Statement Instructions* and *Accounting Practices and Procedures* manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

(Signature)	(Signature)	(Signature)
Howard L. Lewis	Ronald L. Sarosy	Edward J. Rocheck
1. (Printed Name)	2. (Printed Name)	3. (Printed Name)
President/Chief Executive Officer	Treasurer/Chief Financial Officer	Secretary/Chief Operations Officer
(Title)	(Title)	(Title)

Subscribed and sworn to before me
This ________ day of February, 2012

a. Is this an original filing? Yes [X] No [ ]
b. If no
1. State the amendment number ________
2. Date filed ________
3. Number of pages attached ________

SUMMARY INVESTMENT SCHEDULE

	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement			
	1	2	3	4	5	6
Investment Categories	Amount	Percentage	Amount	Securities Lending Reinvested Collateral Amount	Total (Col. 3 + 4) Amount	Percentage
1. Bonds:						
1.1 U.S. treasury securities	59,382,041	12.3	59,382,041		59,382,041	12.3
1.2 U.S. government agency obligations (excluding mortgage-backed securities):						
1.21 Issued by U.S. government agencies		0.0			0	0.0
1.22 Issued by U.S. government sponsored agencies	319,145,046	66.3	319,145,046		319,145,046	66.3
1.3 Non-U.S. government (including Canada, excluding mortgage-backed securities)		0.0			0	0.0
1.4 Securities issued by states, territories and possessions and political subdivisions in the U.S.:						
1.41 States, territories and possessions general obligations	4,879,036	1.0	4,879,036		4,879,036	1.0
1.42 Political subdivisions of states, territories & possessions & political subdivisions general obligations	59,403,672	12.3	59,403,672		59,403,672	12.3
1.43 Revenue and assessment obligations	17,426,918	3.6	17,426,918		17,426,918	3.6
1.44 Industrial development and similar obligations		0.0			0	0.0
1.5 Mortgage-backed securities (includes residential and commercial MBS):						
1.51 Pass-through securities:						
1.511 Issued or guaranteed by GNMA		0.0			0	0.0
1.512 Issued or guaranteed by FNMA and FHLMC		0.0			0	0.0
1.513 All other		0.0			0	0.0
1.52 CMOs and REMICs:						
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA		0.0			0	0.0
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			0	0.0
1.523 All other		0.0			0	0.0
2. Other debt and other fixed income securities (excluding short-term):						
2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities)		0.0			0	0.0
2.2 Unaffiliated non-U.S. securities (including Canada)		0.0			0	0.0
2.3 Affiliated securities		0.0			0	0.0
3. Equity interests:						
3.1 Investments in mutual funds		0.0			0	0.0
3.2 Preferred stocks:						
3.21 Affiliated		0.0			0	0.0
3.22 Unaffiliated		0.0			0	0.0
3.3 Publicly traded equity securities (excluding preferred stocks):						
3.31 Affiliated		0.0			0	0.0
3.32 Unaffiliated		0.0			0	0.0
3.4 Other equity securities:						
3.41 Affiliated		0.0			0	0.0
3.42 Unaffiliated		0.0			0	0.0
3.5 Other equity interests including tangible personal property under lease:						
3.51 Affiliated		0.0			0	0.0
3.52 Unaffiliated		0.0			0	0.0
4. Mortgage loans:						
4.1 Construction and land development		0.0			0	0.0
4.2 Agricultural		0.0			0	0.0
4.3 Single family residential properties		0.0			0	0.0
4.4 Multifamily residential properties		0.0			0	0.0
4.5 Commercial loans		0.0			0	0.0
4.6 Mezzanine real estate loans		0.0			0	0.0
5. Real estate investments:						
5.1 Property occupied by company		0.0			0	0.0
5.2 Property held for production of income (including $..........0 of property acquired in satisfaction of debt)		0.0			0	0.0
5.3 Property held for sale (including $.........0 property acquired in satisfaction of debt)		0.0			0	0.0
6. Contract loans		0.0			0	0.0
7. Derivatives		0.0			0	0.0
8. Receivables for securities		0.0			0	0.0
9. Securities lending (Line 10, Asset Page reinvested collateral)		0.0		XXX	XXX	XXX
10. Cash, cash equivalents and short-term investments	20,815,779	4.3	20,815,779		20,815,779	4.3
11. Other invested assets	565,477	0.1	565,477		565,477	0.1
12. Total invested assets	481,617,969	100.0	481,617,969	0	481,617,969	100.0

SCHEDULE A - VERIFICATION BETWEEN YEARS

Real Estate

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 6)		
	2.2 Additional investment made after acquisition (Part 2, Column 9)		0
3.	Current year change in encumbrances:		
	3.1 Totals, Part 1, Column 13		
	3.2 Totals, Part 3, Column 11		0
4.	Total gain (loss) on disposals, Part 3, Column 18		
5.	Deduct amounts received on disposals, Part 3, Column 15		
6.	Total foreign exchange change in book/adjusted carrying value:		
	6.1 Totals, Part 1, Column 15		
	6.2 Totals, Part 3, Column 13		0
7.	Deduct current year's other than temporary impairment recognized:		
	7.1 Totals, Part 1, Column 12		
	7.2 Totals, Part 3, Column 10		0
8.	Deduct current year's depreciation:		
	8.1 Totals, Part 1, Column 11		
	8.2 Totals, Part 3, Column 9		0
9.	Book/adjusted carrying value at end of current period (Lines 1+2+3+4-5+6-7-8)		0
10.	Deduct total nonadmitted amounts		
11.	Statement value at end of current period (Line 9 minus Line 10)		0

NONE

SCHEDULE B - VERIFICATION BETWEEN YEARS

Mortgage Loans

1.	Book value/recorded investment excluding accrued interest, December 31 of prior year		
2.	Cost of acquired:		
	2.1 Actual cost at time of acquisition (Part 2, Column 7)		
	2.2 Additional investment made after acquisition (Part 2, Column 8)		0
3.	Capitalized deferred interest and other:		
	3.1 Totals, Part 1, Column 12		
	3.2 Totals, Part 3, Column 11		0
4.	Accrual of discount		
5.	Unrealized valuation increase (decrease):		
	5.1 Totals, Part 1, Column 9		
	5.2 Totals, Part 3, Column 8		0
6.	Total gain (loss) on disposals, Part 3, Column 18		
7.	Deduct amounts received on disposals, Part 3, Column 15		
8.	Deduct amortization of premium and mortgage interest points and commitment fees		
9.	Total foreign exchange change in book value/recorded investment excluding accrued interest:		
	9.1 Totals, Part 1, Column 13		
	9.2 Totals, Part 3, Column 13		0
10.	Deduct current year's other than temporary impairment recognized:		
	10.1 Totals, Part 1, Column 11		
	10.2 Totals, Part 3, Column 10		0
11.	Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)		0
12.	Total valuation allowance		
13.	Subtotal (Line 11 plus Line 12)		0
14.	Deduct total nonadmitted amounts		
15.	Statement value at end of current period (Line 13 minus Line 14)		0

NONE

SCHEDULE BA - VERIFICATION BETWEEN YEARS

Other Long-Term Invested Assets

1.	Book/adjusted carrying value, December 31 of prior year		628,443
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)		0
3.	Capitalized deferred interest and other:		
3.1	Totals, Part 1, Column 16		
3.2	Totals, Part 3, Column 12		0
4.	Accrual of discount		
5.	Unrealized valuation increase (decrease):		
5.1	Totals, Part 1, Column 13		
5.2	Totals, Part 3, Column 9	62,034	62,034
6.	Total gain (loss) on disposals, Part 3, Column 19		
7.	Deduct amounts received on disposals, Part 3, Column 16		125,000
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		0
10.	Deduct current year's other than temporary impairment recognized:		
10.1	Totals, Part 1, Column 15		
10.2	Totals, Part 3, Column 11		0
11.	Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)		565,477
12.	Deduct total nonadmitted amounts		
13.	Statement value at end of current period (Line 11 minus Line 12)		565,477

SCHEDULE D - VERIFICATION BETWEEN YEARS

Bonds and Stocks

1.	Book/adjusted carrying value, December 31 of prior year		417,703,247
2.	Cost of bonds and stocks acquired, Part 3, Column 7		73,467,970
3.	Accrual of discount		18,223,023
4.	Unrealized valuation increase (decrease):		
4.1	Part 1, Column 12		
4.2	Part 2, Section 1, Column 15		
4.3	Part 2, Section 2, Column 13		
4.4	Part 4, Column 11		0
5.	Total gain (loss) on disposals, Part 4, Column 19		170,839
6.	Deduct consideration for bonds and stocks disposed of, Part 4, Column 7		49,125,007
7.	Deduct amortization of premium		203,359
8.	Total foreign exchange change in book/adjusted carrying value:		
8.1	Part 1, Column 15		
8.2	Part 2, Section 1, Column 19		
8.3	Part 2, Section 2, Column 16		
8.4	Part 4, Column 15		0
9.	Deduct current year's other than temporary impairment recognized:		
9.1	Part 1, Column 14		
9.2	Part 2, Section 1, Column 17		
9.3	Part 2, Section 2, Column 14		
9.4	Part 4, Column 13		0
10.	Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)		460,236,713
11.	Deduct total nonadmitted amounts		
12.	Statement value at end of current period (Line 10 minus Line 11)		460,236,713

SCHEDULE D - SUMMARY BY COUNTRY

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

Description		1 Book/Adjusted Carrying Value	2 Fair Value	3 Actual Cost	4 Par Value of Bonds
BONDS	1. United States	378,527,088	424,747,433	325,572,096	1,078,555,000
Governments (Including all obligations	2. Canada				
guaranteed by governments)	3. Other Countries				
	4. Totals	378,527,088	424,747,433	325,572,096	1,078,555,000
U.S. States, Territories and Possessions (Direct and guaranteed)	5. Totals	4,879,036	5,278,660	4,879,499	4,800,000
U.S. Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	6. Totals	59,403,673	61,265,189	53,074,431	88,740,000
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	17,426,916	18,023,690	16,758,259	20,680,000
Industrial and Miscellaneous and Hybrid	8. United States				
Securities (Unaffiliated)	9. Canada				
	10. Other Countries				
	11. Totals	0	0	0	0
Parent, Subsidiaries and Affiliates	12. Totals				
	13. Total Bonds	460,236,713	509,314,972	400,284,285	1,192,775,000
PREFERRED STOCKS	14. United States				
Industrial and Miscellaneous (Unaffiliated)	15. Canada				
	16. Other Countries				
	17. Totals	0	0	0	
Parent, Subsidiaries and Affiliates	18. Totals				
	19. Total Preferred Stocks	0	0	0	
COMMON STOCKS	20. United States				
Industrial and Miscellaneous (Unaffiliated)	21. Canada				
	22. Other Countries				
	23. Totals	0	0	0	
Parent, Subsidiaries and Affiliates	24. Totals				
	25. Total Common Stocks	0	0	0	
	26. Total Stocks	0	0	0	
	27. Total Bonds and Stocks	460,236,713	509,314,972	400,284,285	

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

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 9.7	8 Total from Column 6 Prior Year	9 % from Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
1. **U.S. Governments**											
1.1 Class 1	13,426,608	81,978,739	82,243,681	97,577,050	103,301,008	378,527,086	82.2	343,483,041	82.2	378,527,086	
1.2 Class 2						0	0.0		0.0		
1.3 Class 3						0	0.0		0.0		
1.4 Class 4						0	0.0		0.0		
1.5 Class 5						0	0.0		0.0		
1.6 Class 6						0	0.0		0.0		
1.7 Totals	13,426,608	81,978,739	82,243,681	97,577,050	103,301,008	378,527,086	82.2	343,483,041	82.2	378,527,086	0
2. **All Other Governments**											
2.1 Class 1						0	0.0		0.0		
2.2 Class 2						0	0.0		0.0		
2.3 Class 3						0	0.0		0.0		
2.4 Class 4						0	0.0		0.0		
2.5 Class 5						0	0.0		0.0		
2.6 Class 6						0	0.0		0.0		
2.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
3. **U.S. States, Territories and Possessions, etc., Guaranteed**											
3.1 Class 1			400,400	4,344,761	133,876	4,879,037	1.1	3,301,300	0.8	4,879,037	
3.2 Class 2						0	0.0		0.0		
3.3 Class 3						0	0.0		0.0		
3.4 Class 4						0	0.0		0.0		
3.5 Class 5						0	0.0		0.0		
3.6 Class 6						0	0.0		0.0		
3.7 Totals	0	0	400,400	4,344,761	133,876	4,879,037	1.1	3,301,300	0.8	4,879,037	0
4. **U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed**											
4.1 Class 1		6,192,080	14,202,472	32,415,147	5,084,219	57,893,918	12.6	56,551,901	13.5	57,893,918	
4.2 Class 2			472,168	1,037,587		1,509,755	0.3	1,815,797	0.4	1,509,755	
4.3 Class 3						0	0.0		0.0		
4.4 Class 4						0	0.0		0.0		
4.5 Class 5						0	0.0		0.0		
4.6 Class 6						0	0.0		0.0		
4.7 Totals	0	6,192,080	14,674,640	33,452,734	5,084,219	59,403,673	12.9	58,367,698	14.0	59,403,673	0
5. **U.S. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed**											
5.1 Class 1			1,785,663	13,350,624	1,307,618	16,443,905	3.6	11,583,024	2.8	16,443,905	
5.2 Class 2	100,969		433,370	448,673		983,012	0.2	968,184	0.2	983,012	
5.3 Class 3						0	0.0		0.0		
5.4 Class 4						0	0.0		0.0		
5.5 Class 5						0	0.0		0.0		
5.6 Class 6						0	0.0		0.0		
5.7 Totals	100,969	0	2,219,033	13,799,297	1,307,618	17,426,917	3.8	12,551,208	3.0	17,426,917	0

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 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 9.7	8 Total from Column 6 Prior Year	9 % from Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
6. **Industrial and Miscellaneous (unaffiliated)**											
6.1 Class 1	25,245					25,245	0.0	40,914	0.0	25,245	
6.2 Class 2						0	0.0		0.0		
6.3 Class 3						0	0.0		0.0		
6.4 Class 4						0	0.0		0.0		
6.5 Class 5						0	0.0		0.0		
6.6 Class 6						0	0.0		0.0		
6.7 Totals	25,245	0	0	0	0	25,245	0.0	40,914	0.0	25,245	0
7. **Hybrid Securities**											
7.1 Class 1						0	0.0		0.0		
7.2 Class 2						0	0.0		0.0		
7.3 Class 3						0	0.0		0.0		
7.4 Class 4						0	0.0		0.0		
7.5 Class 5						0	0.0		0.0		
7.6 Class 6						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		
8.2 Class 2						0	0.0		0.0		
8.3 Class 3						0	0.0		0.0		
8.4 Class 4						0	0.0		0.0		
8.5 Class 5						0	0.0		0.0		
8.6 Class 6						0	0.0		0.0		
8.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0

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 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 9.7	8 Total from Column 6 Prior Year	9 % from Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
9. **Total Bonds Current Year**											
9.1 Class 1	(d) 13,451,853	88,170,819	98,632,216	147,687,582	109,826,721	457,769,191	99.5	XXX	XXX	457,769,191	0
9.2 Class 2	(d) 100,969	0	905,538	1,486,260	0	2,492,767	0.5	XXX	XXX	2,492,767	0
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	13,552,822	88,170,819	99,537,754	149,173,842	109,826,721	(b) 460,261,958	100.0	XXX	XXX	460,261,958	0
9.8 Line 9.7 as a % of Col. 6	2.9	19.2	21.6	32.4	23.9	100.0	XXX	XXX	XXX	100.0	0.0
10. **Total Bonds Prior Year**											
10.1 Class 1	11,348,302	92,855,132	93,560,960	104,748,299	112,447,487	XXX	XXX	414,960,180	99.3	414,960,180	
10.2 Class 2		102,864	1,263,743	1,417,374		XXX	XXX	2,783,981	0.7	2,783,981	
10.3 Class 3						XXX	XXX	0	0.0		
10.4 Class 4						XXX	XXX	0	0.0		
10.5 Class 5						XXX	XXX	(c) 0	0.0		
10.6 Class 6						XXX	XXX	(c) 0	0.0		
10.7 Totals	11,348,302	92,957,996	94,824,703	106,165,673	112,447,487	XXX	XXX	(b) 417,744,161	100.0	417,744,161	0
10.8 Line 10.7 as a % of Col. 8	2.7	22.3	22.7	25.4	26.9	XXX	XXX	100.0	XXX	100.0	0.0
11. **Total Publicly Traded Bonds**											
11.1 Class 1	13,451,853	88,170,819	98,632,216	147,687,582	109,826,721	457,769,191	99.5	414,960,180	99.3	457,769,191	XXX
11.2 Class 2	100,969		905,538	1,486,260		2,492,767	0.5	2,783,981	0.7	2,492,767	XXX
11.3 Class 3						0	0.0	0	0.0	0	XXX
11.4 Class 4						0	0.0	0	0.0	0	XXX
11.5 Class 5						0	0.0	0	0.0	0	XXX
11.6 Class 6						0	0.0	0	0.0	0	XXX
11.7 Totals	13,552,822	88,170,819	99,537,754	149,173,842	109,826,721	460,261,958	100.0	417,744,161	100.0	460,261,958	XXX
11.8 Line 11.7 as a % of Col. 6	2.9	19.2	21.6	32.4	23.9	100.0	XXX	XXX	XXX	100.0	XXX
11.9 Line 11.7 as a % of Line 9.7, Col. 6, Section 9	2.9	19.2	21.6	32.4	23.9	100.0	XXX	XXX	XXX	100.0	XXX
12. **Total Privately Placed Bonds**											
12.1 Class 1						0	0.0	0	0.0	XXX	0
12.2 Class 2						0	0.0	0	0.0	XXX	0
12.3 Class 3						0	0.0	0	0.0	XXX	0
12.4 Class 4						0	0.0	0	0.0	XXX	0
12.5 Class 5						0	0.0	0	0.0	XXX	0
12.6 Class 6						0	0.0	0	0.0	XXX	0
12.7 Totals	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.8 Line 12.7 as a % of Col. 6	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0
12.9 Line 12.7 as a % of Line 9.7, Col. 6, Section 9	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0

(a) Includes $..........0 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.

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 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 9.5	8 Total from Column 6 Prior Year	9 % from Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
1. **U.S. Governments**											
1.1 Issuer Obligations	13,426,608	81,978,739	82,243,681	97,577,050	103,301,008	378,527,086	82.2	343,483,041	82.2	378,527,086	
1.2 Residential Mortgage-Backed Securities						0	0.0		0.0		
1.3 Commercial Mortgage-Backed Securities						0	0.0		0.0		
1.4 Other Loan-Backed and Structured Securities						0	0.0		0.0		
1.5 Totals	13,426,608	81,978,739	82,243,681	97,577,050	103,301,008	378,527,086	82.2	343,483,041	82.2	378,527,086	0
2. **All Other Governments**											
2.1 Issuer Obligations						0	0.0		0.0		
2.2 Residential Mortgage-Backed Securities						0	0.0		0.0		
2.3 Commercial Mortgage-Backed Securities						0	0.0		0.0		
2.4 Other Loan-Backed and Structured Securities						0	0.0		0.0		
2.5 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
3. **U.S. States, Territories and Possessions, Guaranteed**											
3.1 Issuer Obligations			400,400	4,344,761	133,876	4,879,037	1.1	3,301,300	0.8	4,879,037	
3.2 Residential Mortgage-Backed Securities						0	0.0		0.0		
3.3 Commercial Mortgage-Backed Securities						0	0.0		0.0		
3.4 Other Loan-Backed and Structured Securities						0	0.0		0.0		
3.5 Totals	0	0	400,400	4,344,761	133,876	4,879,037	1.1	3,301,300	0.8	4,879,037	0
4. **U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed**											
4.1 Issuer Obligations		6,192,080	14,674,640	33,452,734	5,084,219	59,403,673	12.9	58,367,698	14.0	59,403,673	
4.2 Residential Mortgage-Backed Securities						0	0.0		0.0		
4.3 Commercial Mortgage-Backed Securities						0	0.0		0.0		
4.4 Other Loan-Backed and Structured Securities						0	0.0		0.0		
4.5 Totals	0	6,192,080	14,674,640	33,452,734	5,084,219	59,403,673	12.9	58,367,698	14.0	59,403,673	0
5. **U.S. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed**											
5.1 Issuer Obligations	100,969		2,219,033	13,799,297	1,307,618	17,426,917	3.8	12,551,208	3.0	17,426,917	
5.2 Residential Mortgage-Backed Securities						0	0.0		0.0		
5.3 Commercial Mortgage-Backed Securities						0	0.0		0.0		
5.4 Other Loan-Backed and Structured Securities						0	0.0		0.0		
5.5 Totals	100,969	0	2,219,033	13,799,297	1,307,618	17,426,917	3.8	12,551,208	3.0	17,426,917	0
6. **Industrial and Miscellaneous (unaffiliated)**											
6.1 Issuer Obligations	25,245					25,245	0.0	40,914	0.0	25,245	
6.2 Residential Mortgage-Backed Securities						0	0.0		0.0		
6.3 Commercial Mortgage-Backed Securities						0	0.0		0.0		
6.4 Other Loan-Backed and Structured Securities						0	0.0		0.0		
6.5 Totals	25,245	0	0	0	0	25,245	0.0	40,914	0.0	25,245	0
7. **Hybrid Securities**											
7.1 Issuer Obligations						0	0.0		0.0		
7.2 Residential Mortgage-Backed Securities						0	0.0		0.0		
7.3 Commercial Mortgage-Backed Securities						0	0.0		0.0		
7.4 Other Loan-Backed and Structured Securities						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		
8.2 Residential Mortgage-Backed Securities						0	0.0		0.0		
8.3 Commercial Mortgage-Backed Securities						0	0.0		0.0		
8.4 Other Loan-Backed and Structured Securities						0	0.0		0.0		
8.5 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0

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 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 9.5	8 Total from Column 6 Prior Year	9 % from Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
9. **Total Bonds Current Year**											
9.1 Issuer Obligations	13,552,822	88,170,819	99,537,754	149,173,842	109,826,721	460,261,958	100.0	XXX	XXX	460,261,958	0
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	13,552,822	88,170,819	99,537,754	149,173,842	109,826,721	460,261,958	100.0	XXX	XXX	460,261,958	0
9.6 Line 9.5 as a % of Col. 6	2.9	19.2	21.6	32.4	23.9	100.0	XXX	XXX	XXX	100.0	0.0
10. **Total Bonds Prior Year**											
10.1 Issuer Obligations	11,348,302	92,957,996	94,824,703	106,165,673	112,447,487	XXX	XXX	417,744,161	100.0	417,744,161	
10.2 Residential Mortgage-Backed Securities						XXX	XXX	0	0.0		
10.3 Commercial Mortgage-Backed Securities						XXX	XXX	0	0.0		
10.4 Other Loan-Backed and Structured Securities						XXX	XXX	0	0.0		
10.5 Totals	11,348,302	92,957,996	94,824,703	106,165,673	112,447,487	XXX	XXX	417,744,161	100.0	417,744,161	0
10.6 Line 10.5 as a % of Col. 8	2.7	22.3	22.7	25.4	26.9	XXX	XXX	100.0	XXX	100.0	0.0
11. **Total Publicly Traded Bonds**											
11.1 Issuer Obligations	13,552,822	88,170,819	99,537,754	149,173,842	109,826,721	460,261,958	100.0	417,744,161	100.0	460,261,958	XXX
11.2 Residential Mortgage-Backed Securities						0	0.0	0	0.0	0	XXX
11.3 Commercial Mortgage-Backed Securities						0	0.0	0	0.0	0	XXX
11.4 Other Loan-Backed and Structured Securities						0	0.0	0	0.0	0	XXX
11.5 Totals	13,552,822	88,170,819	99,537,754	149,173,842	109,826,721	460,261,958	100.0	417,744,161	100.0	460,261,958	XXX
11.6 Line 11.5 as a % of Col. 6	2.9	19.2	21.6	32.4	23.9	100.0	XXX	XXX	XXX	100.0	XXX
11.7 Line 11.5 as a % of Line 9.5, Col. 6, Section 9	2.9	19.2	21.6	32.4	23.9	100.0	XXX	XXX	XXX	100.0	XXX
12. **Total Privately Placed Bonds**											
12.1 Issuer Obligations						0	0.0	0	0.0	XXX	0
12.2 Residential Mortgage-Backed Securities						0	0.0	0	0.0	XXX	0
12.3 Commercial Mortgage-Backed Securities						0	0.0	0	0.0	XXX	0
12.4 Other Loan-Backed and Structured Securities						0	0.0	0	0.0	XXX	0
12.5 Totals	0	0	0	0	0	0	0.0	0	0.0	XXX	0
12.6 Line 12.5 as a % of Col. 6	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0
12.7 Line 12.5 as a % of Line 9.5, Col. 6, Section 9	0.0	0.0	0.0	0.0	0.0	0.0	XXX	XXX	XXX	XXX	0.0

SCHEDULE DA - VERIFICATION BETWEEN YEARS

Short-Term Investments

	1 Total	2 Bonds	3 Mortgage Loans	4 Other Short-term Investment Assets (a)	5 Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value December 31 of prior year	40,914	40,914			
2. Cost of short-term investments acquired	0				
3. Accrual of discount	0				
4. Unrealized valuation increase (decrease)	0				
5. Total gain (loss) on disposals	0				
6. Deduct consideration received on disposals	15,669	15,669			
7. Deduct amortization of premium	0				
8. Total foreign exchange change in book/adjusted carrying value	0				
9. Deduct current year's other than temporary impairment recognized	0				
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	25,245	25,245	0	0	0
11. Deduct total nonadmitted amounts	0				
12. Statement value at end of current period (Line 10 minus Line 11)	25,245	25,245	0	0	0

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

Sch. DB-Pt. A-Verification
NONE

Sch. DB-Pt. B-Verification
NONE

Sch. DB-Pt. C-Sn. 1
NONE

Sch. DB-Pt. C-Sn. 2
NONE

Sch. DB-Verification
NONE

SCHEDULE E- VERIFICATION BETWEEN YEARS

Cash Equivalents

	1 Total	2 Bonds	3 Other (a)
1. Book/adjusted carrying value, December 31 of prior year	8,162,803		8,162,803
2. Cost of cash equivalents acquired	13,823,205		13,823,205
3. Accrual of discount	0		
4. Unrealized valuation increase (decrease)	0		
5. Total gain (loss) on disposals	0		
6. Deduct consideration received on disposals	0		
7. Deduct amortization of premium	0		
8. Total foreign exchange change in book/adjusted carrying value	0		
9. Deduct current year's other than temporary impairment recognized	0		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	21,986,008	0	21,986,008
11. Deduct total nonadmitted amounts	0		
12. Statement value at end of current period (Line 10 minus Line 11)	21,986,008	0	21,986,008

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

Sch. A-Pt. 1
NONE

Sch. A-Pt. 2
NONE

Sch. A-Pt. 3
NONE

Sch. B-Pt. 1
NONE

Sch. B-Pt. 2
NONE

Sch. B-Pt. 3
NONE

SCHEDULE BA - PART 1

Showing Other Long-Term Invested Assets OWNED December 31 of Current Year

1	2	3	Location		6	7	8	9	10	11	12	Change in Book/Adjusted Carrying Value					18	19	20
			4	5								13	14	15	16	17			
CUSIP Identification	Name or Description	Code	City	State	Name of Vendor or General Partner	NAIC Designation	Date Originally Acquired	Type and Strategy	Actual Cost	Fair Value	Book/Adjusted Carrying Value Less Encumbrances	Unrealized Valuation Increase (Decrease)	Current Year's (Depreciation) or (Amortization) /Accretion	Current Year's Other Than Temporary Impairment Recognized	Capitalized Deferred Interest and Other	Total Foreign Exchange Change in B./A.C.V.	Investment Income	Commitment for Additional Investment	Percentage of Ownership
Joint Venture or Partnership Interests That Have Underlying Characteristics of Real Estate - Unaffiliated																			
	Royalton 6001 LTD		Broadview Heights	OH			04/14/2003		565,477		565,477						125,000		50.0
1799999. Total - Joint Venture or Partnership Interests That Have Underlying Characteristics of Real Estate - Unaffiliated									565,477	0	565,477	0	0	0	0	0	125,000	0	XXX
3999999. Subtotal - Unaffiliated									565,477	0	565,477	0	0	0	0	0	125,000	0	XXX
4199999. Totals									565,477	0	565,477	0	0	0	0	0	125,000	0	XXX

SCHEDULE BA - PART 2

Showing Other Long-Term Invested Assets ACQUIRED AND ADDITIONS MADE December 31 of Current Year

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

NONE

SCHEDULE BA - PART 3

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

1	2	Location		5	6	7	8	Change in Book/Adjusted Carrying Value						15	16	17	18	19	20
		3	4					9	10	11	12	13	14						
CUSIP Identification	Name or Description	City	State	Name of Purchaser or Nature of Disposal	Date Originally Acquired	Disposal Date	Book/Adjusted Carrying Value Less Encumbrances, Prior Year	Unrealized Valuation Increase (Decrease)	Current Year's (Depreciation) or (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Capitalized Deferred Interest and Other	Total Change in B./A.C.V. (9+10-11+12)	Total Foreign Exchange Change in B./A.C.V	Book/Adjusted Carrying Value Less Encumbrances on Disposal	Consideration	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Investment Income
Joint Venture or Partnership Interests That Have Underlying Characteristics of Real Estate - Unaffiliated																			
	Royalton 6001 LTD	Broadview Heights	OH		04/14/2003	12/08/2011	628,443	62,034				62,034			125,000			0	125,000
1799999. Total - Joint Venture or Partnership Interests That Have Underlying Characteristics of Real Estate - Unaffiliated							628,443	62,034	0	0	0	62,034	0	0	125,000	0	0	0	125,000
3999999. Subtotal - Unaffiliated							628,443	62,034	0	0	0	62,034	0	0	125,000	0	0	0	125,000
4199999. Totals							628,443	62,034	0	0	0	62,034	0	0	125,000	0	0	0	125,000

SCHEDULE D - PART 1

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

1	2	Codes 3	Codes 4	Codes 5	6	7	Fair Value 8	Fair Value 9	10	11	Change in Book/Adjusted Carrying Value 12	Change in Book/Adjusted Carrying Value 13	Change in Book/Adjusted Carrying Value 14	Change in Book/Adjusted Carrying Value 15	Interest 16	Interest 17	Interest 18	Interest 19	Interest 20	Dates 21	Dates 22
CUSIP Identification	Description	Code	Foreign	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Maturity
U.S. Government - Issuer Obligations																					
3128X4 UZ 2	FEDERAL HOME LOAN MTG CORP			1	1FE	3,500,000	111.964	3,918,740	3,500,000	3,500,000					5.625	5.620	MN	20,781	196,875	05/28/2009	11/23/2035
3128X4 UZ 2	FEDERAL HOME LOAN MTG CORP	SD		1	1FE	500,000	111.964	559,820	500,000	500,000					5.625	5.620	MN	2,969	28,125	05/28/2009	11/23/2035
3128X5 3C 0	FEDERAL HOME LOAN MTG CORP	SD		1	1FE	970,000	101.113	1,011,130	1,000,000	971,404		458			6.000	6.220	AO	12,500	60,000	11/10/2008	04/16/2037
3128X6 FL 5	FEDERAL HOME LOAN MTG CORP - STRIPPED	@		1	1FE	701,205	17.657	882,850	5,000,000	866,135		52,092				6.300	N/A			08/04/2008	07/13/2012
312902 LX 5	FEDERAL HOME LOAN MTG CORP - STRIPPED	@			1FE	1,752,000	53.811	2,421,495	4,500,000	1,815,293		63,293				5.110	N/A			04/27/2011	12/17/2029
31331J 6V 0	FEDERAL FARM CREDIT BANK			1	1FE	5,000,000	102.789	5,139,450	5,000,000	5,000,000					4.980	4.980	JJ	123,117	124,500	12/23/2010	01/03/2031
31331K T8 3	FEDERAL FARM CREDIT BANK			1	1FE	2,000,000	100.817	2,016,340	2,000,000	2,000,000					4.150	4.150	MN	10,375		11/10/2011	11/16/2035
313370 E2 0	FEDERAL HOME LOAN BANK			1	1FE	5,000,000	100.067	5,003,350	5,000,000	5,000,000					4.370	4.370	FA	88,614	218,500	07/19/2010	08/05/2030
3133XG 6E 9	FEDERAL HOME LOAN BANK				1FE	5,389,000	130.143	6,507,150	5,000,000	5,350,551		(16,145)			5.750	5.060	JD	15,174	287,500	07/06/2009	06/12/2026
3134A3 2N 5	FEDERAL HOME LOAN MTG CORP - STRIPPED	@			1FE	969,837	56.687	1,299,266	2,292,000	1,019,548		49,711				5.060	N/A			12/23/2010	03/15/2028
3134A3 2P 0	FEDERAL HOME LOAN MTG CORP - STRIPPED	@			1FE	1,109,106	55.400	1,495,800	2,700,000	1,168,716		57,137				5.070	N/A			12/14/2010	09/15/2028
3134A3 2Q 8	FEDERAL HOME LOAN MTG CORP - STRIPPED	@			1FE	961,584	54.307	1,299,023	2,392,000	1,012,137		49,351				5.060	N/A			12/21/2010	03/15/2029
3134A3 2R 6	FEDERAL HOME LOAN MTG CORP - STRIPPED	@			1FE	1,696,874	52.768	2,191,455	4,153,000	1,790,081		83,095				4.810	N/A			11/15/2010	09/15/2029
3134A4 AB 0	FEDERAL HOME LOAN MTG CORP - STRIPPED	@			1FE	5,868,237	49.800	7,545,696	15,152,000	6,201,441		281,739				4.700	N/A			11/10/2010	03/15/2031
3134A4 CL 6	FEDERAL HOME LOAN MTG CORP - STRIPPED	@			1FE	1,318,599	52.768	1,626,837	3,083,000	1,390,171		61,150				4.540	N/A			10/27/2010	09/15/2029
3134A4 CN 2	FEDERAL HOME LOAN MTG CORP - STRIPPED	@			1FE	1,079,910	50.836	1,525,080	3,000,000	1,131,768		51,858				5.270	N/A			02/02/2011	09/15/2030
3134A4 CP 7	FEDERAL HOME LOAN MTG CORP - STRIPPED	@			1FE	818,119	49.800	1,017,414	2,043,000	866,889		37,844				4.510	N/A			09/13/2010	03/15/2031
3134A4 KY 9	FEDERAL HOME LOAN MTG CORP - STRIPPED	@			1FE	11,738,790	47.462	15,662,460	33,000,000	12,322,648		521,361				4.850	N/A			06/30/2011	07/15/2032
3134A4 NP 5	FEDERAL HOME LOAN MTG CORP - STRIPPED	@			1FE	1,192,800	53.310	1,599,300	3,000,000	1,238,113		45,313				5.110	N/A			04/04/2011	07/15/2029
3134A4 NU 4	FEDERAL HOME LOAN MTG CORP - STRIPPED	@			1FE	1,066,200	47.640	1,429,200	3,000,000	1,093,542		27,342				5.100	N/A			06/29/2011	01/15/2032
3134A4 NV 2	FEDERAL HOME LOAN MTG CORP - STRIPPED	@			1FE	2,806,615	47.175	3,788,153	8,030,000	2,872,037		65,423				5.060	N/A			07/21/2011	07/15/2032
3134G1 NW 0	FEDERAL HOME LOAN MTG CORP - STRIPPED	@		1	1FE	24,734,040	24.863	26,354,780	106,000,000	26,193,198		1,249,985				4.950	N/A			10/28/2010	08/03/2040
3134G1 TJ 3	FEDERAL HOME LOAN MTG CORP - STRIPPED	@		1	1FE	27,661,239	26.902	26,902,000	100,000,000	29,207,120		1,224,752				4.330	N/A			08/27/2010	09/24/2015
3134G1 TV 6	FEDERAL HOME LOAN MTG CORP - STRIPPED	@		1	1FE	26,782,270	26.746	26,746,000	100,000,000	28,307,336		1,216,198				4.440	N/A			09/01/2010	03/27/2039
3134G1 UN 2	FEDERAL HOME LOAN MTG CORP - STRIPPED	@		1	1FE	26,314,860	26.336	26,336,000	100,000,000	27,830,460		1,211,335				4.500	N/A			09/09/2010	03/28/2013
3134G1 ZX 5	FEDERAL HOME LOAN MTG CORP - STRIPPED	@		1	1FE	4,999,379	24.010	5,338,143	22,233,000	5,282,009		256,311				5.030	N/A			11/10/2010	11/23/2040
3134G2 X8 0	FEDERAL HOME LOAN MTG CORP - STRIPPED	@		1	1FE	5,156,001	24.601	4,920,200	20,000,000	5,203,461		47,460				4.570	N/A			09/29/2011	10/18/2012
31358D DC 5	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	388,472	53.946	532,986	988,000	407,681		19,210				5.160	N/A			01/19/2011	05/15/2029
31358D DR 2	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	3,124,265	51.535	4,380,475	8,500,000	3,267,013		142,748				5.270	N/A			03/30/2011	05/15/2030
31358D DS 0	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	5,878,300	50.489	8,078,240	16,000,000	6,178,841		298,229				5.100	N/A			01/07/2011	11/15/2030
31358D JP 0	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	3,026,975	37.241	4,141,199	11,120,000	3,197,800		152,304				4.940	N/A			11/10/2010	07/15/2037
31359M Z4 8	FEDERAL NATIONAL MTG ASSOC			1	1FE	5,827,597	106.873	5,878,015	5,500,000	5,639,973		(71,045)			5.950	4.500	MN	49,088	327,250	04/01/2009	11/07/2013
31359M Z4 8	FEDERAL NATIONAL MTG ASSOC	SD		1	1FE	4,768,034	106.873	4,809,285	4,500,000	4,614,523		(58,127)			5.950	4.500	MN	40,163	267,750	04/01/2009	11/07/2013
31359Y CZ 8	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	3,497,253	54.670	4,794,012	8,769,000	3,668,749		171,496				5.180	N/A			01/21/2011	01/15/2029
31359Y DB 0	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	1,147,560	52.986	1,589,580	3,000,000	1,205,204		57,644				5.120	N/A			01/11/2011	01/15/2030
31359Y QG 5	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	357,803	50.144	510,967	1,019,000	375,007		17,204				5.320	N/A			02/04/2011	01/15/2031
31359Y QJ 9	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	1,126,621	46.712	1,503,659	3,219,000	1,180,692		51,061				5.060	N/A			03/02/2011	01/15/2032
31359Y QK 6	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	1,378,013	45.771	1,793,765	3,919,000	1,426,175		45,102				4.980	N/A			06/29/2011	07/15/2032
31359Y QL 4	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	2,467,438	44.385	3,259,634	7,344,000	2,551,886		84,448				5.080	N/A			06/14/2011	01/15/2033
31359Y QM 2	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	345,857	44.874	511,115	1,139,000	361,043		15,185				5.400	N/A			03/08/2011	07/15/2033
31359Y QN 0	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	2,453,621	44.840	3,254,487	7,258,000	2,545,797		85,232				4.800	N/A			06/14/2011	01/15/2034

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	Code	Foreign	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Maturity
31359Y QP 5	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	1,786,881	41.699	2,247,576	5,390,000	1,860,817		65,183				4.770	N/A			06/15/2011	07/15/2034
31359Y QQ 3	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	2,104,630	42.730	2,834,708	6,634,000	2,188,781		76,493				4.870	N/A			06/14/2011	01/15/2035
31359Y QR 1	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	846,394	41.838	1,164,352	2,783,000	894,304		42,107				4.880	N/A			11/05/2010	07/15/2035
31359Y QS 9	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	796,782	41.019	1,057,880	2,579,000	841,715		38,307				4.710	N/A			10/26/2010	01/15/2036
31359Y QT 7	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	813,555	40.216	1,143,743	2,844,000	860,104		40,912				4.930	N/A			11/05/2010	07/15/2036
31359Y QU 4	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	656,542	37.531	886,482	2,362,000	694,239		33,133				4.950	N/A			11/05/2010	01/15/2037
31364E BA 1	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	2,132,450	58.009	2,900,450	5,000,000	2,240,583		108,133				5.000	N/A			12/20/2010	03/23/2028
3136F1 EQ 9	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	7,115,318	49.789	9,459,910	19,000,000	7,311,829		196,510				5.030	N/A			06/28/2011	03/17/2031
3136F3 LA 2	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@			1FE	1,565,136	44.201	1,926,722	4,359,000	1,655,485		72,056				4.500	N/A			09/24/2010	10/03/2033
3136F8 JV 8	FEDERAL NATIONAL MTG ASSOC			1	1FE	2,751,738	107.919	2,860,933	2,651,000	2,699,508		(19,898)			5.800	4.930	AO	38,012	153,758	04/03/2009	04/02/2014
3136F8 QM 0	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@		1	1FE	1,144,080	17.785	1,422,800	8,000,000	1,384,486		78,846				5.950	N/A			09/18/2008	07/30/2012
3136FP GG 6	FEDERAL NATIONAL MTG ASSOC			1	1FE	10,000,000	100.165	10,016,500	10,000,000	10,000,000					4.000	4.000	MS	108,888	400,000	08/27/2010	09/23/2030
3136FT AX 7	FEDERAL NATIONAL MTG ASSOC			1	1FE	3,000,000	100.755	3,022,650	3,000,000	3,000,000					4.000	4.000	AO	22,333		10/05/2011	10/24/2031
3136FT GT 0	FEDERAL NATIONAL MTG ASSOC			1	1FE	2,000,000	101.002	2,020,040	2,000,000	2,000,000					4.150	4.150	MN	12,450		10/17/2011	11/07/2031
3136FT TP 4	FEDERAL NATIONAL MTG ASSOC			1	1FE	1,000,000	101.076	1,010,760	1,000,000	1,000,000					4.125	4.120	JD	1,375		11/29/2011	12/19/2031
3136FT WC 9	FEDERAL NATIONAL MTG ASSOC			1	1FE	7,995,000	100.909	8,072,720	8,000,000	7,995,001		1			4.000	4.000	JD	1,778		12/13/2011	12/26/2031
31398A Y8 9	FEDERAL NATIONAL MTG ASSOC - STRIPPED	@		1	1FE	52,814,090	22.805	57,012,500	250,000,000	56,763,753		2,866,730				5.250	N/A			07/13/2010	02/10/2018
912810 EM 6	US TREASURY BONDS				1	532,656	151.312	756,560	500,000	520,212		(1,271)			7.250	6.710	FA	13,692	36,250	02/13/1997	08/15/2022
912810 EM 6	US TREASURY BONDS	SD			1	532,656	151.312	756,560	500,000	520,212		(1,271)			7.250	6.710	FA	13,692	36,250	02/13/1997	08/15/2022
912810 FF 0	US TREASURY BONDS	SD			1	318,797	137.875	413,625	300,000	315,281		(577)			5.250	4.800	MN	2,034	15,750	12/21/2004	11/15/2028
912833 DC 1	US TREASURY STRIPS	@			1	861,385	99.937	5,696,409	5,700,000	5,409,991		435,452				8.570	N/A			02/02/1990	08/15/2012
912833 DG 2	US TREASURY STRIPS	@			1	363,729	99.101	1,783,818	1,800,000	1,460,924		111,773				8.110	N/A			07/12/1994	08/15/2014
912833 JZ 4	US TREASURY STRIPS	@SD			1	128,722	99.911	599,466	600,000	562,535		40,115				7.540	N/A			01/29/1992	11/15/2012
912833 KA 7	US TREASURY STRIPS	@			1	1,039,274	99.796	4,989,800	5,000,000	4,504,246		330,076				7.740	N/A			09/22/1992	05/15/2013
912833 KD 1	US TREASURY STRIPS	@			1	535,100	98.875	1,977,500	2,000,000	1,624,327		113,473				7.370	N/A			09/04/1996	11/15/2014
912833 KF 6	US TREASURY STRIPS	@			1	869,330	97.585	3,415,475	3,500,000	2,642,857		184,866				7.390	N/A			09/04/1996	11/15/2015
912833 KK 5	US TREASURY STRIPS	@			1	432,281	95.632	1,793,100	1,875,000	1,316,102		92,177				7.400	N/A			09/04/1996	11/15/2016
912833 KK 5	US TREASURY STRIPS	@SD			1	144,094	95.632	597,700	625,000	438,701		30,726				7.400	N/A			09/04/1996	11/15/2016
912833 KM 1	US TREASURY STRIPS	@			1	371,334	94.554	2,552,958	2,700,000	1,771,713		133,575				8.000	N/A			01/29/1992	05/15/2017
912833 KN 9	US TREASURY STRIPS	@			1	442,740	93.976	1,879,520	2,000,000	1,341,478		91,985				7.230	N/A			05/23/1996	08/15/2017
912833 KT 6	US TREASURY STRIPS	@			1	1,283,703	90.828	6,176,304	6,800,000	4,217,274		283,070				7.070	N/A			02/27/1997	11/15/2018
912833 KT 6	US TREASURY STRIPS	@SD			1	153,593	90.828	635,796	700,000	433,133		29,208				7.110	N/A			02/27/1997	11/15/2018
912833 KV 1	US TREASURY STRIPS	@			1	1,672,745	89.390	5,363,400	6,000,000	3,726,447		233,026				6.560	N/A			08/06/1999	05/15/2019
912833 KX 7	US TREASURY STRIPS	@			1	885,173	87.953	5,716,945	6,500,000	3,499,102		264,582				8.020	N/A			07/12/1994	11/15/2019
912833 KY 5	US TREASURY STRIPS	@			1	2,038,532	87.210	6,976,800	8,000,000	4,631,186		301,422				6.840	N/A			10/21/1999	02/15/2020
912833 LA 6	US TREASURY STRIPS	@			1	600,342	85.531	3,848,895	4,500,000	2,284,347		172,745				8.010	N/A			12/30/1994	08/15/2020
912833 LD 0	US TREASURY STRIPS	@			1	1,104,600	83.140	5,819,800	7,000,000	3,575,245		247,195				7.290	N/A			08/11/1995	05/15/2021
912833 LG 3	US TREASURY STRIPS	@			1	1,147,090	80.789	5,655,230	7,000,000	3,436,017		233,257				7.150	N/A			05/23/1996	02/15/2022
912833 LL 2	US TREASURY STRIPS	@			1	1,294,400	77.507	6,200,560	8,000,000	3,664,259		248,419				7.140	N/A			03/06/1997	02/15/2023
912833 LS 7	US TREASURY STRIPS	@			1	1,718,764	72.921	6,052,443	8,300,000	3,731,449		229,010				6.430	N/A			10/04/1999	08/15/2024
912833 LS 7	US TREASURY STRIPS	@SD			1	41,416	72.921	145,842	200,000	89,914		5,518				6.430	N/A			10/04/1999	08/15/2024
912833 LW 8	US TREASURY STRIPS	@			1	1,459,367	70.085	5,536,715	7,900,000	3,217,134		205,321				6.700	N/A			01/03/2000	08/15/2025

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	Code	Foreign	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Maturity
912833 LW 8	US TREASURY STRIPS	@SD	..		1	203,203	70.085	770,935	1,100,000	447,955		28,589				6.700	N/A			01/03/2000	08/15/2025
0199999. U.S. Government - Issuer Obligations						325,572,096	XXX	424,747,433	1,078,555,000	378,527,088	0	15,288,728	0	0	XXX	XXX	XXX	577,035	2,152,508	XXX	XXX
0599999. Total - U.S. Government						325,572,096	XXX	424,747,433	1,078,555,000	378,527,088	0	15,288,728	0	0	XXX	XXX	XXX	577,035	2,152,508	XXX	XXX
U.S. States, Territories & Possessions (Direct and Guaranteed) - Issuer Obligations																					
20772J AB 8	CONNECTICUT STATE (TAXABLE)		..	1	1FE	503,725	117.095	585,475	500,000	503,578		(119)			5.305	5.240	AO	6,631	25,199	10/06/2010	10/01/2030
20772J AC 6	CONNECTICUT STATE (TAXABLE)		..	1	1FE	495,945	106.944	534,720	500,000	496,128		158			5.090	5.160	AO	6,363	24,178	10/20/2010	10/01/2030
57582P WH 9	COMMONWEALTH OF MASSACHUSETTS (TAXABLE)		..	1	1FE	522,829	106.041	530,205	500,000	522,824		(5)			4.500	4.140	FA	9,375		12/22/2011	08/01/2031
605580 4W 6	MISSISSIPPI STATE (TAXABLE)		..	1	1FE	505,000	112.593	562,965	500,000	504,636		(364)			6.089	5.930	AO	7,611	30,445	02/07/2011	10/01/2019
70914P NE 8	COMMONWEALTH OF PENNSYLVANIA (TAXABLE)		..	1	1FE	994,200	108.892	1,088,920	1,000,000	994,508		196			5.350	5.400	MN	8,917	53,500	07/08/2010	05/01/2030
70914P PQ 9	COMMONWEALTH OF PENNSYLVANIA (TAXABLE)		..	1	1FE	499,895	112.349	561,745	500,000	499,926		30			5.850	5.850	JJ	13,488	16,413	12/16/2010	07/15/2030
76222R HT 2	RHODE ISLAND STATE (TAXABLE)		..	1	1FE	557,105	112.966	564,830	500,000	556,653		(452)			6.098	4.440	AO	7,623		11/29/2011	04/01/2020
880541 QX 8	TENNESSEE STATE (TAXABLE)		..	1	1FE	400,400	103.433	413,732	400,000	400,383		(17)			4.182	4.170	FA	3,020		10/12/2011	08/01/2031
882722 K6 7	TEXAS PUBLIC FINANCE AUTHORITY (TAXABLE)		..	1	1FE	400,400	109.017	436,068	400,000	400,400					5.116	5.100	AO	8,015		08/02/2011	10/01/2021
1199999. U.S. States, Territories & Possessions - Issuer Obligations						4,879,499	XXX	5,278,660	4,800,000	4,879,036	0	(573)	0	0	XXX	XXX	XXX	71,043	149,735	XXX	XXX
1799999. Total - U.S. States, Territories & Possessions (Direct and Guaranteed)						4,879,499	XXX	5,278,660	4,800,000	4,879,036	0	(573)	0	0	XXX	XXX	XXX	71,043	149,735	XXX	XXX
U.S. Political Subdivisions of States, Territories & Possessions (Direct and Guaranteed) - Issuer Obligations																					
006449 CV 2	ADAMS COLORADO	@	..	1	1FE	643,530	54.469	817,035	1,500,000	793,996		33,891				4.410	N/A			02/28/2007	12/15/2017
006536 ND 4	ADDISON ILLINOIS (TAXABLE)		..	1	1FE	535,000	103.663	554,597	535,000	535,000					5.300	5.300	JD	1,260	36,546	08/17/2010	12/15/2030
010824 GS 3	ALAMEDA CALIFORNIA	@	..		1FE	744,982	55.978	887,251	1,585,000	914,982		42,387				4.800	N/A			08/28/2007	08/01/2023
03667P CX 8	ANTELOPE CALIFORNIA	@	..	1	1FE	353,420	42.797	427,970	1,000,000	438,645		21,493				5.080	N/A			08/31/2007	08/01/2017
073545 LW 3	BEACHWOOD OHIO (TAXABLE)		..	1	1FE	234,255	108.430	249,389	230,000	233,890		(327)			5.400	5.130	JD	1,035	15,939	10/27/2010	12/01/2019
090874 FP 8	BIRDVILLE TEXAS	@	..	1	1FE	1,046,547	68.605	1,378,961	2,010,000	1,275,169		53,803				4.350	N/A			05/22/2007	02/15/2017
09088R VL 7	BIRMINGHAM ALABAMA (TAXABLE)		..	1	1FE	1,019,852	116.754	1,173,378	1,005,000	1,018,895		(957)			6.600	6.380	FA	27,630	44,404	01/19/2011	08/01/2020
097552 PA 5	BOLINGBROOK ILLINOIS	@	..	1	1FE	494,764	57.745	649,631	1,125,000	648,380		31,244				5.000	N/A			07/05/2006	01/01/2015
127109 MQ 6	CABRILLO CALIFORNIA	@	..	1	1FE	886,225	36.251	906,275	2,500,000	1,097,127		49,087				4.630	N/A			04/27/2007	08/01/2017
137087 JY 9	CANAL WINCHESTER OHIO	@	..		1FE	264,768	40.061	336,512	840,000	355,141		15,800				4.600	N/A			07/13/2005	12/01/2030
150429 WR 5	CEDAR HILL TEXAS	@	..	1	1FE	437,680	64.394	643,940	1,000,000	589,269		26,200				4.600	N/A			06/14/2005	08/15/2015
151847 DJ 6	CENTER UNIFIED CALIFORNIA	@	..	1	2FE	835,740	46.128	922,560	2,000,000	1,037,586		48,937				4.890	N/A			07/03/2007	08/01/2025
15722T DF 5	CHABOT CALIFORNIA	@	..	1	1FE	461,840	52.827	528,270	1,000,000	555,685		23,668				4.400	N/A			09/26/2007	08/01/2016
15722T DH 1	CHABOT-LAS POSITAS CALIFORNIA	@	..	1	1FE	531,320	45.644	616,194	1,350,000	652,322		31,736				5.050	N/A			11/15/2007	08/01/2026
167484 QT 4	CHICAGO ILLINOIS	@	..		1FE	629,136	44.948	719,168	1,600,000	766,831		34,452				4.650	N/A			09/06/2007	01/01/2028
167501 UP 8	CHICAGO ILLINOIS	@	..		1FE	510,800	72.947	729,470	1,000,000	659,115		30,105				4.730	N/A			07/13/2006	12/01/2020
172217 HE 4	CINCINNATI OHIO (TAXABLE)		..	1	1FE	1,018,650	108.324	1,083,240	1,000,000	1,016,459		(1,497)			5.820	5.570	JD	4,850	58,200	07/15/2010	06/01/2020
199491 2U 4	COLUMBUS OHIO (TAXABLE)		..	1	1FE	500,000	113.243	566,215	500,000	500,000					6.050	6.050	JD	2,521	28,485	12/15/2010	06/01/2029
215723 HX 8	COOK COUNTY ILLINOIS	@	..		2FE	383,364	66.088	456,007	690,000	472,168		19,667				4.300	N/A			02/05/2007	12/01/2020
220147 W6 5	CORPUS CHRISTI SCH DIST TEXAS (TAXABLE)		..	1	1FE	570,890	114.652	573,260	500,000	570,816		(74)			6.124	4.150	FA	11,568		12/21/2011	08/15/2020
223093 PZ 2	COVINA-VALLEY CALIFORNIA	@	..	1	1FE	349,764	43.556	381,115	875,000	428,294		19,959				4.820	N/A			09/21/2007	08/01/2019
223093 QB 4	COVINA-VALLEY CALIFORNIA	@	..	1	1FE	211,992	37.875	227,250	600,000	260,889		12,450				4.950	N/A			09/20/2007	08/01/2019
230593 AA 3	CUMBERLAND CNTY NORTH CAROLINA (TAXABLE)		..	1	1FE	500,500	114.216	571,080	500,000	500,412		(88)			6.100	6.080	MN	5,083	23,299	01/13/2011	11/01/2020
235218 L6 9	DALLAS TEXAS (TAXABLE)	@	..		1FE	448,450	54.527	545,270	1,000,000	481,017		24,293				5.250	N/A			08/19/2010	02/15/2026
235218 L9 3	DALLAS TEXAS (TAXABLE)	@	..		1FE	378,450	43.648	436,480	1,000,000	394,941		16,491				5.500	N/A			03/15/2011	02/15/2029
249164 LJ 1	DENVER COLORADO (TAXABLE)		..	1	1FE	1,019,110	112.817	1,128,170	1,000,000	1,017,000		(1,501)			5.650	5.390	FA	23,542	63,563	06/28/2010	08/01/2020

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	Code	Foreign	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Maturity
266705 C2 6	DURHAM COUNTY NORTH CAROLINA (TAXABLE)			1	1FE	500,500	109.259	546,295	500,000	500,448		(45)			5.234	5.220	MN	4,362	25,516	10/28/2010	11/01/2020
293443 TX 5	ENNIS TEXAS	@		1	1FE	385,530	50.192	501,920	1,000,000	483,958		21,969				4.700	N/A			02/06/2007	08/15/2027
346622 7X 5	FORSYTH COUNTY NORTH CAROLINA (TAXABLE)			1	1FE	1,001,000	108.560	1,085,600	1,000,000	1,000,942		(58)			5.166	5.150	AO	12,915	55,822	08/18/2010	04/01/2020
353172 3Y 3	FRANKLIN COUNTY OHIO (TAXABLE)			1	1FE	500,000	111.583	557,915	500,000	500,000					5.600	5.600	JD	2,333	27,456	11/22/2010	12/01/2030
358802 WE 2	FRISCO TEXAS	@			1FE	389,730	38.688	580,320	1,500,000	529,388		24,895				4.870	N/A			08/03/2005	08/15/2033
364190 U6 3	GALVESTON TEXAS	@			1FE	799,981	71.329	1,080,634	1,515,000	976,829		41,603				4.400	N/A			05/23/2007	02/01/2022
364190 U9 7	GALVESTON TEXAS	@			1FE	553,550	59.922	749,025	1,250,000	672,031		31,133				4.800	N/A			11/20/2007	02/01/2025
366658 NK 4	GARVEY CALIFORNIA	@			1FE	407,910	41.879	418,790	1,000,000	494,523		21,849				4.570	N/A			09/24/2007	08/01/2027
447025 JS 7	HUNTSVILLE ALABAMA (TAXABLE)			1	1FE	500,000	107.941	539,705	500,000	500,000					5.209	5.200	MS	8,682	25,104	09/02/2010	09/01/2032
46263R HE 8	IPS MULTI SCHOOL INDIANA (TAXABLE)			1	1FE	483,835	110.214	551,070	500,000	484,386		551			5.731	6.040	JJ	13,213	14,328	01/20/2011	07/15/2029
483854 FT 7	KANE COOK & DUPAGE ILLINOIS (TAXABLE)			1	1FE	519,825	110.707	553,535	500,000	517,978		(1,438)			5.700	5.190	JD	1,267	36,733	09/01/2010	12/15/2020
483854 FU 4	KANE COOK & DUPAGE ILLINOIS (TAXABLE)			1	1FE	512,035	104.415	522,075	500,000	511,017		(822)			5.700	5.380	JD	1,267	36,733	09/13/2010	12/15/2020
484062 HH 0	KENDALL & KANE ILLINOIS	@		1	1FE	508,270	65.938	659,380	1,000,000	653,715		29,065				4.600	N/A			06/14/2006	12/15/2013
484242 EZ 1	KANKAKEE & WILL ILLINOIS	@			1FE	958,778	56.175	1,227,424	2,185,000	1,232,006		55,926				4.700	N/A			08/03/2006	05/01/2024
494656 G4 7	KING & SNOHOMISH WASHINGTON (TAXABLE)			1	1FE	500,500	109.234	546,170	500,000	500,500					5.166	5.150	JD	2,153	30,637	09/15/2010	06/01/2020
49474E 4A 8	KING COUNTY WASHINGTON (TAXABLE)			1	1FE	300,300	123.345	370,035	300,000	300,290		(10)			6.047	6.030	JD	1,512	18,141	11/16/2010	12/01/2030
495260 ZG 9	KING COUNTY WASHINGTON (TAXABLE)			1	1FE	527,765	105.535	527,675	500,000	527,598		(167)			5.056	4.260	JD	2,107		12/06/2011	06/01/2020
498062 KT 4	KITSAP COUNTY WASHINGTON (TAXABLE)			1	1FE	500,500	110.448	552,240	500,000	500,500					5.020	5.010	JD	2,092	27,401	10/15/2010	06/01/2029
508354 SF 5	LAKE COUNTY ILLINOIS (TAXABLE)			1	1FE	1,105,000	110.463	1,220,616	1,105,000	1,105,000					5.460	5.460	JD	2,681	83,125	07/19/2010	12/15/2029
508759 HR 1	LAKE COUNTY ILLINOIS	@			1FE	13,180	71.168	17,792	25,000	14,727		640				4.490	N/A			07/01/2009	12/01/2023
508759 HT 7	LAKE COUNTY ILLINOIS	@			1FE	514,032	59.776	582,816	975,000	574,382		24,947				4.490	N/A			07/01/2009	12/01/2023
514014 MC 0	LANCASTER COUNTY NEBRASKA (TAXABLE)			1	1FE	1,042,760	114.754	1,147,540	1,000,000	1,037,824		(3,382)			6.100	5.530	JJ	28,128	62,356	06/29/2010	07/15/2020
514040 YE 8	LANCASTER COUNTY PENNSYLVANIA (TAXABLE)			1	1FE	505,215	104.940	524,700	500,000	504,737		(404)			5.473	5.330	MN	4,561	28,125	10/01/2010	11/01/2020
521840 L2 2	LEANDER TEXAS	@		1	1FE	505,044	54.392	712,535	1,310,000	690,158		31,973				4.800	N/A			05/25/2005	08/15/2015
521840 V4 7	LEANDER TEXAS	@		1	1FE	610,685	61.504	811,853	1,320,000	757,998		35,328				4.830	N/A			06/07/2007	08/15/2020
528828 QL 3	LEWISVILLE TEXAS	@		1	1FE	474,480	61.455	614,550	1,000,000	574,898		26,740				4.820	N/A			12/10/2007	08/15/2023
528878 UM 1	LEXINGTON & RICHLAND SC (TAXABLE)			1	1FE	494,050	104.563	522,815	500,000	494,284		196			5.000	5.100	MS	8,333	22,986	09/17/2010	03/01/2029
52908E SF 1	LEXINGTON-FAYETTE KENTUCKY (TAXABLE)			1	1FE	983,250	109.975	1,099,750	1,000,000	984,107		506			5.450	5.590	JD	4,542	54,500	07/08/2010	06/01/2030
533067 FS 8	LINCOLN CALIFORNIA	@			1FE	503,022	47.501	546,262	1,150,000	607,801		27,874				4.750	N/A			12/10/2007	08/01/2025
533067 FT 6	LINCOLN CALIFORNIA	@			1FE	501,327	44.015	532,582	1,210,000	606,710		28,050				4.790	N/A			12/10/2007	08/01/2026
537292 HS 6	LITTLE MIAMI OHIO	@			1FE	243,770	69.477	347,385	500,000	300,143		13,709				4.730	N/A			07/06/2007	12/01/2022
537292 HT 4	LITTLE MIAMI OHIO	@			1FE	231,520	65.635	328,175	500,000	285,433		13,117				4.760	N/A			07/06/2007	12/01/2023
537292 HU 1	LITTLE MIAMI OHIO	@			1FE	924,400	61.652	1,233,040	2,000,000	1,111,389		49,421				4.600	N/A			12/07/2007	12/01/2024
539158 GA 7	LIVINGSTON NEW JERSEY (TAXABLE)			1	1FE	505,710	108.072	540,360	500,000	505,321		(320)			5.450	5.290	JJ	12,565	25,358	08/04/2010	07/15/2020
542411 DJ 9	LONG BEACH CALIFORNIA	@			1FE	1,111,460	50.803	1,244,674	2,450,000	1,338,041		59,341				4.580	N/A			12/05/2007	05/01/2025
562333 FY 5	MANCHESTER NEW HAMPSHIRE (TAXABLE)			1	1FE	501,825	110.418	552,090	500,000	501,683		(137)			5.500	5.450	JJ	13,750	14,896	12/02/2010	07/01/2020
564377 6F 1	MANSFIELD TEXAS (TAXABLE)			1	1FE	505,950		505,950	500,000	505,950					4.648	4.480	FA			12/22/2011	02/15/2021
567288 RZ 0	MARICOPA COUNTY USD ARIZONA (TAXABLE)			1	1FE	1,014,750	125.544	1,035,738	825,000	1,013,189		(1,561)			6.409	4.560	JJ	26,437		09/27/2011	07/01/2030
586145 WQ 3	MEMPHIS TENNESSEE (TAXABLE)			1	1FE	844,508	120.050	996,415	830,000	844,031		(350)			5.942	5.800	JJ	24,659	49,593	07/08/2010	07/01/2032
586596 BR 8	MENDOCINO CALIFORNIA	@			1FE	451,554	38.305	446,253	1,165,000	554,258		24,280				4.530	N/A			05/30/2007	08/01/2028
630360 DX 0	NAPA VALLEY CALIFORNIA	@		1	1FE	319,020	35.574	355,740	1,000,000	393,427		18,780				4.950	N/A			09/13/2007	08/01/2017
645002 VG 8	NEW HAVEN CALIFORNIA	@		1	1FE	629,863	68.369	854,613	1,250,000	827,076		38,854				4.870	N/A			04/28/2006	08/01/2020

SCHEDULE D - PART 1

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

1	2	Codes 3	4	5	6	7	Fair Value 8	9	10	11	Change in Book/Adjusted Carrying Value 12	13	14	15	Interest 16	17	18	19	20	Dates 21	22
CUSIP Identification	Description	Code	Foreign	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Maturity
671579 UD 0	OAK PARK ILLINOIS	@			1FE	358,880	44.505	445,050	1,000,000	454,051		20,060				4.570	N/A			10/12/2006	05/01/2016
682745 V9 2	ONONDAGA NEW YORK (TAXABLE)			1	1FE	718,939	111.873	794,298	710,000	718,171		(614)			5.900	5.700	JD	1,862	61,204	06/25/2010	06/15/2019
68825E V3 0	OSHKOSH WISCONSIN (TAXABLE)			1	1FE	600,000	104.882	629,292	600,000	600,000					5.100	5.100	FA	12,750	27,965	08/12/2010	08/01/2029
696089 YR 6	PALATINE ILLINOIS (TAXABLE)			1	1FE	503,785	112.908	564,540	500,000	503,538		(215)			5.800	5.690	JD	2,417	36,169	08/10/2010	12/01/2020
752147 FH 6	RANCHO SANTIAGO CALIFORNIA	@			1FE	453,951	42.036	483,414	1,150,000	551,164		25,277				4.750	N/A			11/07/2007	09/01/2027
76541V HL 4	RICHMOND VIRGINIA (TAXABLE)			1	1FE	500,000	110.861	554,305	500,000	500,000					5.270	5.270	MN	4,392	25,252	11/03/2010	11/01/2029
771588 RV 4	ROCHESTER MINNESOTA (TAXABLE)			1	1FE	500,000	107.948	539,740	500,000	500,000					5.000	5.000	FA	10,417	19,583	09/21/2010	02/01/2033
774217 4W 0	ROCKVILLE MARYLAND (TAXABLE)			1	1FE	498,120	101.893	509,465	500,000	498,131		11			4.375	4.400	JD	3,220		10/26/2011	06/01/2036
774829 HD 0	ROCKY RIVER OHIO (TAXABLE)			1	1FE	250,250	110.189	275,473	250,000	250,250					5.582	5.560	JD	1,163	16,397	09/15/2010	12/01/2020
796237 VS 1	SAN ANTONIO TEXAS (TAXABLE)			1	1FE	778,433	116.481	873,608	750,000	775,187		(2,255)			5.838	5.340	FA	18,244	45,974	06/29/2010	08/01/2020
800851 LJ 4	SANGER CALIFORNIA	@			1FE	1,211,800	34.243	1,249,870	3,650,000	1,542,471		69,862				4.680	N/A			10/11/2006	08/01/2030
802385 FS 8	SANTA MONICA CALIFORNIA	@		1	1FE	566,580	69.356	693,560	1,000,000	678,635		28,267				4.300	N/A			09/26/2007	08/01/2015
802385 FU 3	SANTA MONICA CALIFORNIA	@		1	1FE	511,010	61.378	613,780	1,000,000	612,175		26,073				4.400	N/A			11/02/2007	08/01/2015
802385 FV 1	SANTA MONICA CALIFORNIA	@		1	1FE	709,847	57.883	955,070	1,650,000	936,486		44,690				4.950	N/A			04/26/2006	08/01/2023
806640 QW 1	SCHERTZ TEXAS	@		1	1FE	423,490	52.121	521,210	1,000,000	514,062		21,172				4.250	N/A			05/17/2007	02/01/2015
809554 QG 6	SCOTT COUNTY MINNESOTA (TAXABLE)			1	1FE	676,624	111.866	743,909	665,000	675,657		(927)			6.000	5.740	FA	16,625	25,159	11/19/2010	02/01/2020
848644 R3 6	SPOKANE COUNTY WASHINGTON (TAXABLE)			1	1FE	500,500	103.642	518,210	500,000	500,500					5.010	4.990	JD	2,088	31,243	08/25/2010	12/01/2020
849067 R5 4	SPOKANE WASHINGTON (TAXABLE)			1	1FE	250,250	112.104	280,260	250,000	250,218		(32)			6.131	6.110	JD	1,277	14,178	12/14/2010	12/01/2020
916507 KT 2	UPPER ST CLAIR TWP PA (TAXABLE)			1	1FE	484,410	108.540	542,700	500,000	484,800		390			5.986	6.260	JJ	13,801	14,965	02/04/2011	07/15/2034
930336 GT 3	WADSWORTH OHIO (TAXABLE)			1	1FE	500,000	105.122	525,610	500,000	500,000					5.770	5.770	JD	2,404	32,617	10/08/2010	12/01/2032
960470 JC 7	WESTLAKE OHIO (TAXABLE)			1	1FE	500,500	110.216	551,080	500,000	500,500					5.628	5.610	JD	2,345	35,722	08/11/2010	12/01/2020
964559 NP 9	WHITE SETTLEMENT TEXAS	@		1	1FE	212,404	39.102	295,220	755,000	289,756		13,626				4.870	N/A			07/11/2005	08/15/2015
969078 NK 6	WILL COUNTY ILLINOIS	@			1FE	488,900	57.850	578,500	1,000,000	587,202		25,833				4.550	N/A			11/30/2007	11/01/2023
97217P BJ 7	WILSON COUNTY TENNESSEE (TAXABLE)			1	1FE	531,570	106.345	531,725	500,000	531,417		(153)			5.400	4.470	AO	6,750		12/08/2011	04/01/2020
983068 XD 4	WYLIE TEXAS	@		1	1FE	372,170	53.284	532,840	1,000,000	506,193		23,781				4.870	N/A			07/22/2005	08/15/2015
988176 BQ 5	YUBA CALIFORNIA	@		1	1FE	574,605	40.648	609,720	1,500,000	710,404		32,248				4.700	N/A			05/31/2007	08/01/2017
1899999. U.S. Political Subdivisions of States, Territories & Possessions - Issuer Obligations						53,074,431	XXX	61,265,189	88,740,000	59,403,673	0	1,470,366	0	0	XXX	XXX	XXX	354,803	1,295,674	XXX	XXX
2499999. Total - U.S. Political Subdivisions of States, Territories & Possessions						53,074,431	XXX	61,265,189	88,740,000	59,403,673	0	1,470,366	0	0	XXX	XXX	XXX	354,803	1,295,674	XXX	XXX
U.S. Special Revenue & Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their U.S. Political Subdivisions - Issuer Obligations																					
101434 AU 2	BOULDER COLORADO (TAXABLE)			1	1FE	500,000	104.609	523,045	500,000	500,000					5.000	5.000	AO	6,250	23,264	09/22/2010	10/01/2030
16639E AU 8	CHESTERFIELD COUNTY VIRGINIA (TAXABLE)			1	1FE	500,000	104.888	524,440	500,000	500,000					5.265	5.260	JJ	13,163	18,793	09/24/2010	01/01/2030
407287 KP 5	HAMILTON COUNTY OHIO	@			1FE	452,675	48.566	607,075	1,250,000	620,394		28,463				4.750	N/A			04/12/2005	12/01/2026
407288 XX 2	HAMILTON COUNTY OHIO (TAXABLE)			1	1FE	500,500	107.734	538,670	500,000	500,482		(18)			5.270	5.250	JD	2,196	28,399	10/15/2010	12/01/2020
432347 LQ 3	HILLSBOROUGH COUNTY FLORIDA (TAXABLE)			1	1FE	497,520	106.816	534,080	500,000	497,570		50			5.300	5.340	FA	11,042	18,771	10/21/2010	08/01/2029
485429 DB 7	KANSAS STATE (TAXABLE)			1	1FE	250,250	114.635	286,588	250,000	250,250					5.945	5.920	MS	4,954	10,569	12/02/2010	03/01/2020
560459 5F 2	MAINE MUNICIPAL BOND BANK (TAXABLE)			1	1FE	533,010	114.189	570,945	500,000	532,309		(701)			5.666	5.090	MN	4,722	14,165	05/16/2011	11/01/2034
618027 BW 5	MORRIS COUNTY NEW JERSEY (TAXABLE)			1	1FE	500,500	102.567	512,835	500,000	500,497		(3)			4.938	4.920	JD	1,097		12/08/2011	06/15/2021
658308 AA 9	NORTH CAROLINA TURNPIKE AUTH (TAXABLE)			1	1FE	800,632	105.173	841,384	800,000	800,591		(22)			5.318	5.310	JJ	21,272	28,954	11/03/2010	01/01/2031
677659 U2 8	OHIO STATE WATER DEVELOPMENT (TAXABLE)			1	1FE	302,436	107.281	300,387	280,000	302,286		(150)			6.050	4.880	JD	1,412		12/01/2011	06/01/2020
67908P AZ 9	OKLAHOMA STATE (TAXABLE)			1	1FE	1,000,000	110.548	1,105,480	1,000,000	1,000,000					5.610	5.610	JJ	28,050	50,958	07/21/2010	07/01/2030
709144 JC 4	COMMONWEALTH OF PENNSYLVANIA (TAXABLE)			1	1FE	492,370	102.746	513,730	500,000	492,864		396			5.250	5.400	AO	6,563	26,323	09/24/2010	04/01/2027
724568 GD 6	PITTSBURG CALIFORNIA	@			1FE	633,105	38.895	583,425	1,500,000	778,288		34,240				4.550	N/A			05/23/2007	08/01/2026

Annual Statement for the year 2011 of the **Family Heritage Life Insurance Company of America**

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	Code	Foreign	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Maturity
745235 VT 5	COMMONWEALTH OF PUERTO RICO				2FE	112,423	101.473	101,473	100,000	100,969		(1,895)			5.000	3.030	JJ	2,500	5,000	06/03/2005	07/01/2012
74526Q XK 3	PUERTO RICO ELECTRIC POWER AUTHORITY		E		2FE	438,308	114.196	456,784	400,000	433,370		(3,225)			5.250	4.070	JJ	10,500	24,267	06/02/2010	07/01/2020
746189 QU 6	PURDUE UNIVERSITY INDIANA (TAXABLE)			1	1FE	500,500	112.709	563,545	500,000	500,500					5.184	5.170	JJ	12,960	15,696	11/05/2010	07/01/2030
746189 RM 3	PURDUE UNIVERSITY INDIANA (TAXABLE)			1	1FE	200,200	107.747	215,494	200,000	200,191		(9)			5.955	5.940	JJ	5,955	6,484	12/02/2010	07/01/2020
762243 X9 9	RHODE ISLAND STATE (TAXABLE)			1	1FE	500,000	107.892	539,460	500,000	500,000					6.386	6.380	MN	4,080	30,422	11/16/2010	05/15/2029
795685 DW 3	SALT LAKE COUNTY UTAH (TAXABLE)			1	1FE	500,000	105.330	526,650	500,000	500,000					5.100	5.100	MN	4,250	24,933	10/20/2010	11/01/2032
882762 AT 4	TEXAS TURNPIKE SYSTEM	@			2FE	333,170	35.947	359,470	1,000,000	448,673		19,949				4.600	N/A			06/10/2005	08/15/2029
91754R RZ 2	UTAH STATE BOARD REGENTS (TAXABLE)			1	1FE	507,865	105.688	528,440	500,000	507,054		(617)			5.100	4.890	AO	6,375	27,979	08/19/2010	10/01/2020
917565 GA 5	UTAH TRANSIT AUTHORITY	@		1	1FE	854,860	53.568	1,071,360	2,000,000	1,041,009		49,197				4.900	N/A			11/29/2007	06/15/2017
917565 GD 9	UTAH TRANSIT AUTHORITY	@		1	1FE	370,480	44.975	449,750	1,000,000	450,338		20,611				4.740	N/A			10/26/2007	06/15/2017
92812Q V3 8	VIRGINIA HOUSING DEV AUTH (TAXABLE)			1	1FE	1,000,000	101.276	1,012,760	1,000,000	1,000,000					5.251	5.250	JJ	3,355		11/17/2011	01/01/2039
92812Q W8 6	VIRGINIA HOUSING DEV AUTH (TAXABLE)			1	1FE	995,000	102.062	1,020,620	1,000,000	995,000					5.282	5.330	MS	1,321		12/16/2011	03/01/2028
928172 WG 6	VIRGINIA STATE (TAXABLE)			1	1FE	518,205	119.957	599,785	500,000	517,640		(518)			5.900	5.570	FA	12,292	20,322	11/10/2010	08/01/2030
92818A EY 8	VIRGINIA RESOURCES AUTHORITY (TAXABLE)			1	1FE	505,000	102.394	511,970	500,000	504,979		(21)			4.353	4.270	MN	2,721		11/18/2011	11/01/2031
940093 Z4 2	WASHINGTON STATE UNIVERSITY (TAXABLE)			1	1FE	1,060,000	112.870	1,128,700	1,000,000	1,052,331		(5,294)			6.314	5.470	AO	15,785	63,140	06/30/2010	10/01/2019
96005P AE 7	WESTERVILLE OHIO (TAXABLE)			1	1FE	400,000	108.754	435,016	400,000	400,000					6.030	6.030	JD	2,010	12,529	05/12/2011	12/01/2031
97689P X2 9	WISCONSIN HSG & ECONOMIC DEV AUTH			1	1FE	499,250	100.852	504,260	500,000	499,331		81			5.100	5.110	MS	8,500	25,500	01/06/2011	09/01/2024
977123 ZJ 0	WISCONSIN STATE (TAXABLE)			1	1FE	500,000	111.214	556,069	500,000	500,000					5.700	5.700	JJ	14,250	15,992	11/23/2010	07/01/2028
2599999. U.S. Special Revenue & Assessment Obligations - Issuer Obligations						16,758,259	XXX	18,023,690	20,680,000	17,426,916	0	140,514	0	0	XXX	XXX	XXX	207,575	492,460	XXX	XXX
3199999. Total - U.S. Special Revenue & Special Assessment Obligations						16,758,259	XXX	18,023,690	20,680,000	17,426,916	0	140,514	0	0	XXX	XXX	XXX	207,575	492,460	XXX	XXX
Totals																					
7799999. Total - Issuer Obligations						400,284,285	XXX	509,314,972	1,192,775,000	460,236,713	0	16,899,035	0	0	XXX	XXX	XXX	1,210,456	4,090,377	XXX	XXX
8399999. Grand Total - Bonds						400,284,285	XXX	509,314,972	1,192,775,000	460,236,713	0	16,899,035	0	0	XXX	XXX	XXX	1,210,456	4,090,377	XXX	XXX

Sch. D-Pt. 2-Sn. 1
NONE

Sch. D-Pt. 2-Sn. 2
NONE

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends
Bonds - U.S. Government								
312902 LX 5	FEDERAL HOME LOAN MTG CORP - STRIPPED		04/27/2011	ANCORA ADVISORS LLC		1,752,000	4,500,000	
31331K T8 3	FEDERAL FARM CREDIT BANK		11/10/2011	JP MORGAN		2,000,000	2,000,000	
3134A4 CN 2	FEDERAL HOME LOAN MTG CORP - STRIPPED		02/02/2011	FTN FINANCIAL		1,079,910	3,000,000	
3134A4 KY 9	FEDERAL HOME LOAN MTG CORP - STRIPPED		06/30/2011	VARIOUS		2,907,179	8,500,000	
3134A4 NP 5	FEDERAL HOME LOAN MTG CORP - STRIPPED		04/04/2011	ANCORA ADVISORS LLC		1,192,800	3,000,000	
3134A4 NU 4	FEDERAL HOME LOAN MTG CORP - STRIPPED		06/29/2011	FTN FINANCIAL		1,066,200	3,000,000	
3134A4 NV 2	FEDERAL HOME LOAN MTG CORP - STRIPPED		07/21/2011	FTN FINANCIAL		2,806,615	8,030,000	
3134G2 X8 0	FEDERAL HOME LOAN MTG CORP - STRIPPED		09/29/2011	FTN FINANCIAL		5,156,001	20,000,000	
31358D DC 5	FEDERAL NATIONAL MTG ASSOC - STRIPPED		01/19/2011	FTN FINANCIAL		388,472	988,000	
31358D DR 2	FEDERAL NATIONAL MTG ASSOC - STRIPPED		03/30/2011	VARIOUS		3,124,265	8,500,000	
31358D DS 0	FEDERAL NATIONAL MTG ASSOC - STRIPPED		01/07/2011	FTN FINANCIAL		4,788,460	13,000,000	
31359Y CZ 8	FEDERAL NATIONAL MTG ASSOC - STRIPPED		01/21/2011	FTN FINANCIAL		3,497,253	8,769,000	
31359Y DB 0	FEDERAL NATIONAL MTG ASSOC - STRIPPED		01/11/2011	FTN FINANCIAL		1,147,560	3,000,000	
31359Y QG 5	FEDERAL NATIONAL MTG ASSOC - STRIPPED		02/04/2011	FIFTH THIRD SECURITIES		357,803	1,019,000	
31359Y QJ 9	FEDERAL NATIONAL MTG ASSOC - STRIPPED		03/02/2011	ANCORA ADVISORS LLC		677,200	2,000,000	
31359Y QK 6	FEDERAL NATIONAL MTG ASSOC - STRIPPED		06/29/2011	ANCORA ADVISORS LLC		921,326	2,650,000	
31359Y QL 4	FEDERAL NATIONAL MTG ASSOC - STRIPPED		06/14/2011	VARIOUS		2,467,438	7,344,000	
31359Y QM 2	FEDERAL NATIONAL MTG ASSOC - STRIPPED		03/08/2011	ANCORA ADVISORS LLC		345,857	1,139,000	
31359Y QN 0	FEDERAL NATIONAL MTG ASSOC - STRIPPED		06/14/2011	FTN FINANCIAL		1,480,736	4,500,000	
31359Y QP 5	FEDERAL NATIONAL MTG ASSOC - STRIPPED		06/15/2011	ANCORA ADVISORS LLC		883,537	2,790,000	
31359Y QQ 3	FEDERAL NATIONAL MTG ASSOC - STRIPPED		06/14/2011	FTN FINANCIAL		1,180,017	3,790,000	
3136F1 EQ 9	FEDERAL NATIONAL MTG ASSOC - STRIPPED		06/28/2011	VARIOUS		7,115,319	19,000,000	
3136FT AX 7	FEDERAL NATIONAL MTG ASSOC		10/05/2011	JP MORGAN		3,000,000	3,000,000	
3136FT GT 0	FEDERAL NATIONAL MTG ASSOC		10/17/2011	MORGAN KEEGAN		2,000,000	2,000,000	
3136FT TP 4	FEDERAL NATIONAL MTG ASSOC		11/29/2011	JP MORGAN		1,000,000	1,000,000	
3136FT WC 9	FEDERAL NATIONAL MTG ASSOC		12/13/2011	VARIOUS		7,995,000	8,000,000	
0599999.	Total - Bonds - U.S. Government					60,330,948	144,519,000	0
Bonds - U.S. States, Territories and Possessions								
57582P WH 9	COMMONWEALTH OF MASSACHUSETTS (TAXABLE)		12/22/2011	ANCORA ADVISORS LLC		522,829	500,000	9,188
605580 4W 6	MISSISSIPPI STATE (TAXABLE)		02/07/2011	ANCORA ADVISORS LLC		505,000	500,000	11,248
76222R HT 2	RHODE ISLAND STATE (TAXABLE)		11/29/2011	ANCORA ADVISORS LLC		557,105	500,000	5,166
880541 QX 8	TENNESSEE STATE (TAXABLE)		10/12/2011	ANCORA ADVISORS LLC		400,400	400,000	
882722 K6 7	TEXAS PUBLIC FINANCE AUTHORITY (TAXABLE)		08/02/2011	ANCORA ADVISORS LLC		400,400	400,000	
1799999.	Total - Bonds - U.S. States, Territories & Possessions					2,385,734	2,300,000	25,602
Bonds - U.S. Political Subdivisions of States								
09088R VL 7	BIRMINGHAM ALABAMA (TAXABLE)		01/19/2011	ANCORA ADVISORS LLC		519,852	505,000	5,000
220147 W6 5	CORPUS CHRISTI SCH DIST TEXAS (TAXABLE)		12/21/2011	ANCORA ADVISORS LLC		570,890	500,000	11,227
230593 AA 3	CUMBERLAND CNTY NORTH CAROLINA (TAXABLE)		01/13/2011	ANCORA ADVISORS LLC		500,500	500,000	
235218 L9 3	DALLAS TEXAS (TAXABLE)		03/15/2011	FTN FINANCIAL		378,450	1,000,000	
46263R HE 8	IPS MULTI SCHOOL INDIANA (TAXABLE)		01/20/2011	ANCORA ADVISORS LLC		483,835	500,000	796
495260 ZG 9	KING COUNTY WASHINGTON (TAXABLE)		12/06/2011	ANCORA ADVISORS LLC		527,765	500,000	562
564377 6F 1	MANSFIELD TEXAS (TAXABLE)		12/22/2011	ANCORA ADVISORS LLC		505,950	500,000	
567288 RZ 0	MARICOPA COUNTY USD ARIZONA (TAXABLE)		09/27/2011	ANCORA ADVISORS LLC		1,014,750	825,000	13,071
774217 4W 0	ROCKVILLE MARYLAND (TAXABLE)		10/26/2011	FTN FINANCIAL		498,120	500,000	
916507 KT 2	UPPER ST CLAIR TWP PA (TAXABLE)		02/04/2011	ANCORA ADVISORS LLC		484,410	500,000	1,995
97217P BJ 7	WILSON COUNTY TENNESSEE (TAXABLE)		12/08/2011	ANCORA ADVISORS LLC		531,570	500,000	5,400

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends
2499999.	Total - Bonds - U.S. Political Subdivisions of States					6,016,092	6,330,000	38,051
Bonds - U.S. Special Revenue and Special Assessment								
560459 5F 2	MAINE MUNICIPAL BOND BANK (TAXABLE)		05/16/2011	ANCORA ADVISORS LLC		533,010	500,000	1,417
618027 BW 5	MORRIS COUNTY NEW JERSEY (TAXABLE)		12/08/2011	ANCORA ADVISORS LLC		500,500	500,000	
677659 U2 8	OHIO STATE WATER DEVELOPMENT (TAXABLE)		12/01/2011	KILEY PARTNERS		302,436	280,000	235
92812Q V3 8	VIRGINIA HOUSING DEV AUTH (TAXABLE)		11/17/2011	MORGAN KEEGAN		1,000,000	1,000,000	
92812Q W8 6	VIRGINIA HOUSING DEV AUTH (TAXABLE)		12/16/2011	MORGAN KEEGAN		995,000	1,000,000	
92818A EY 8	VIRGINIA RESOURCES AUTHORITY (TAXABLE)		11/18/2011	ANCORA ADVISORS LLC		505,000	500,000	423
96005P AE 7	WESTERVILLE OHIO (TAXABLE)		05/12/2011	PNC CAPITAL MARKETS		400,000	400,000	
97689P X2 9	WISCONSIN HSG & ECONOMIC DEV AUTH		01/06/2011	ANCORA ADVISORS LLC		499,250	500,000	9,350
3199999.	Total - Bonds - U.S. Special Revenue and Special Assessments					4,735,196	4,680,000	11,425
8399997.	Total - Bonds - Part 3					73,467,970	157,829,000	75,078
8399999.	Total - Bonds					73,467,970	157,829,000	75,078
9999999.	Total - Bonds, Preferred and Common Stocks					73,467,970	XXX	75,078

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 Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Contractual Maturity Date
Bonds - U.S. Government																				
3128X4 W5 6	FEDERAL HOME LOAN MTG CORP - STRIPPED.	...	10/04/2011.	CALLED BY ISSUER at 20.374		2,321,660	11,395,000	1,714,540	2,207,285		114,374		114,374		2,321,660			0		04/04/2036.
31331J SR 5	FEDERAL FARM CREDIT BANK	...	06/22/2011.	CALLED BY ISSUER at 100.000		3,000,000	3,000,000	3,000,000	3,000,000				0		3,000,000			0	78,000	06/22/2037.
313370 MK 1	FEDERAL HOME LOAN BANK	...	11/26/2011.	CALLED BY ISSUER at 100.000		4,000,000	4,000,000	4,000,000	4,000,000				0		4,000,000			0	203,730	02/26/2029.
3134G1 H4 9	FEDERAL HOME LOAN MTG CORP - STRIPPED.	...	12/21/2011.	CALLED BY ISSUER at 22.676		12,925,097	57,000,000	12,280,377	12,297,844		627,256		627,256		12,925,100			0		12/21/2040.
3134G1 HZ 0	FEDERAL HOME LOAN MTG CORP	...	01/12/2011.	CALLED BY ISSUER at 100.000		5,000,000	5,000,000	5,000,000	5,000,000				0		5,000,000			0	125,000	07/12/2030.
3134G1 LF 9	FEDERAL HOME LOAN MTG CORP	...	10/22/2011.	CALLED BY ISSUER at 100.000		2,000,000	2,000,000	1,997,000	1,997,042		2,959		2,959		2,000,000			0	112,500	07/22/2030.
3136FM J9 6	FEDERAL NATIONAL MTG ASSOC	...	10/08/2011.	CALLED BY ISSUER at 100.000		1,500,000	1,500,000	1,507,980	1,504,261		(4,261)		(4,261)		1,500,000			0	90,188	07/08/2030.
3136FM YJ 7	FEDERAL NATIONAL MTG ASSOC	...	06/24/2011.	CALLED BY ISSUER at 100.000		4,000,000	4,000,000	4,000,000	4,000,000				0		4,000,000			0	100,000	06/24/2030.
3136FP W2 9	FEDERAL NATIONAL MTG ASSOC	...	12/30/2011.	CALLED BY ISSUER at 100.000		1,000,000	1,000,000	1,000,000	1,000,000				0		1,000,000			0	50,000	12/30/2030.
912833 DA 5	US TREASURY STRIPS	...	08/15/2011.	MATURITY		3,600,000	3,600,000	597,782	3,417,854		182,146		182,146		3,600,000			0		08/15/2011.
912833 JX 9	US TREASURY STRIPS	...	11/15/2011.	MATURITY		2,300,000	2,300,000	503,215	2,151,347		148,652		148,652		2,300,000			0		11/15/2011.
0599999.	Total - Bonds - U.S. Government					41,646,757	94,795,000	35,600,894	40,575,633	0	1,071,126	0	1,071,126	0	41,646,760	0	0	0	759,418	XXX
Bonds - U.S. States, Territories and Possessions																				
93974A 4T 8	WASHINGTON STATE	...	02/02/2011.	ANCORA ADVISORS LLC		833,946	1,310,000	691,588	807,424		3,760		3,760		811,184		22,762	22,762		06/01/2021.
1799999.	Total - Bonds - U.S. States, Territories & Possessions					833,946	1,310,000	691,588	807,424	0	3,760	0	3,760	0	811,184	0	22,762	22,762	0	XXX
Bonds - U.S. Political Subdivisions of States																				
214651 JA 0	COOK COUNTY ILLINOIS	...	02/25/2011.	ANCORA ADVISORS LLC		605,270	1,000,000	494,370	569,968		4,219		4,219		574,187		31,083	31,083		12/01/2023.
215723 HW 0	COOK COUNTY ILLINOIS	...	02/07/2011.	ANCORA ADVISORS LLC		654,403	960,000	533,376	629,567		2,908		2,908		632,475		21,928	21,928		12/01/2020.
293443 SS 7	ENNIS TEXAS	...	03/02/2011.	ANCORA ADVISORS LLC		1,153,350	2,050,000	937,363	1,132,754		9,382		9,382		1,142,136		11,214	11,214		08/15/2023.
516840 SK 2	LAREDO TEXAS	...	02/02/2011.	ANCORA ADVISORS LLC		1,301,600	2,000,000	1,012,280	1,259,462		5,964		5,964		1,265,425		36,175	36,175		08/01/2020.
780869 KN 2	ROYSE TEXAS	...	03/02/2011.	ANCORA ADVISORS LLC		1,187,640	2,000,000	951,600	1,158,898		9,703		9,703		1,168,600		19,038	19,038		08/15/2022.
947134 SZ 6	WEATHERFORD TEXAS	...	03/17/2011.	ANCORA ADVISORS LLC		1,039,901	1,790,000	864,642	1,027,376		10,339		10,339		1,037,715		2,185	2,185		02/15/2023.
983068 WX 1	WYLIE TEXAS	...	02/07/2011.	ANCORA ADVISORS LLC		702,140	1,000,000	554,130	672,458		3,228		3,228		675,686		26,454	26,454		08/15/2019.
2499999.	Total - Bonds - U.S. Political Subdivisions of States					6,644,304	10,800,000	5,347,761	6,450,483	0	45,743	0	45,743	0	6,496,224	0	148,077	148,077	0	XXX
8399997.	Total - Bonds - Part 4					49,125,007	106,905,000	41,640,243	47,833,540	0	1,120,629	0	1,120,629	0	48,954,168	0	170,839	170,839	759,418	XXX
8399999.	Total - Bonds					49,125,007	106,905,000	41,640,243	47,833,540	0	1,120,629	0	1,120,629	0	48,954,168	0	170,839	170,839	759,418	XXX
9999999.	Total - Bonds, Preferred and Common Stocks					49,125,007	XXX	41,640,243	47,833,540	0	1,120,629	0	1,120,629	0	48,954,168	0	170,839	170,839	759,418	XXX

Sch. D-Pt. 5
NONE

Sch. D-Pt. 6-Sn. 1
NONE

Sch. D-Pt. 6-Sn. 2
NONE

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 Identification	Description	Code	Foreign	Date Acquired	Name of Vendor	Maturity Date	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Par Value	Actual Cost	Amount Due and Accrued December 31 of Current Year on Bond Not in Default	Non-Admitted Due and Accrued	Rate of	Effective Rate of	When Paid	Amount Received During Year	Paid for Accrued Interest
Class One Money Market Mutual Funds																				
73015P 80 7	PNC Advantage Instl Money Market Fund (Fund #433)			12/31/2011.	PNC	XXX.	22,675						22,675	184		0.060	0.060	MON..	441	
26200T 10 9	Dreyfus Inst Preferred Prime - Institutional (Fund #3308)			12/31/2011.	SUNTRUST	XXX.	2,570						2,570					MON..		
8999999. Total - Class One Money Market Mutual Funds							25,245	0	0	0	0	XXX	25,245	184	0	XXX	XXX	XXX	441	0
9199999. Total - Short-Term Investments							25,245	0	0	0	0	XXX	25,245	184	0	XXX	XXX	XXX	441	0

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

Sch. DB-Pt. A-Sn. 2
NONE

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

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

Sch. DB-Pt. B-Sn. 2
NONE

Sch. DB-Pt. B-Sn 2B-Broker List
NONE

Sch. DB-Pt. D
NONE

Sch. DL-Pt. 1
NONE

Sch. DL-Pt. 2
NONE

SCHEDULE E - PART 1 - CASH

1 Depository		2 Code	3 Rate of Interest	4 Amount of Interest Received During Year	5 Amount of Interest Accrued December 31 of Current Year	6 Balance	7 *
Open Depositories							
PNC - Checking	Cleveland, OH		0.300	1,602	110	515,507	XXX
SunTrust - Checking	Nashville, TN		0.200	4	4	1,986	XXX
American Founders Bank - Checking	Frankfort, KY					50,756	XXX
Wells Fargo Bank, N.A. - DDA & Cont. Disb	Cleveland, OH					(1,763,723)	XXX
0199999. Total - Open Depositories		XXX	XXX	1,606	114	(1,195,474)	XXX
0399999. Total Cash on Deposit		XXX	XXX	1,606	114	(1,195,474)	XXX
0599999. Total Cash		XXX	XXX	1,606	114	(1,195,474)	XXX

TOTALS OF DEPOSITORY BALANCES ON THE LAST DAY OF EACH MONTH DURING THE CURRENT YEAR

1. January	(1,410,708)	4. April	(733,879)	7. July	(1,667,658)	10. October	(653,822)
2. February	(1,012,716)	5. May	(1,218,770)	8. August	(1,424,549)	11. November	(895,576)
3. March	(904,847)	6. June	(1,740,477)	9. September	(964,774)	12. December	(1,195,474)

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned December 31 of Current Year

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
Sweep Accounts							
Wells Fargo - Stagecoach Sweep Preferred		12/30/2011	0.100	01/03/2012	21,986,008	241	8,339
8499999. Total - Sweep Accounts					21,986,008	241	8,339
8699999. Total - Cash Equivalents					21,986,008	241	8,339

SCHEDULE E - PART 3 - SPECIAL DEPOSITS

		1	2	Deposits for the Benefit of All Policyholders		All Other Special Deposits	
				3	4	5	6
	States, Etc.	Type of Deposit	Purpose of Deposit	Book/Adjusted Carrying Value	Fair Value	Book/Adjusted Carrying Value	Fair Value
1.	Alabama AL						
2.	Alaska AK						
3.	Arizona AZ						
4.	Arkansas AR	B	Required Statutory Deposit			203,616	350,425
5.	California CA						
6.	Colorado CO						
7.	Connecticut CT						
8.	Delaware DE						
9.	District of Columbia DC						
10.	Florida FL	B	Required Statutory Deposit	315,281	413,625		
11.	Georgia GA						
12.	Hawaii HI						
13.	Idaho ID						
14.	Illinois IL						
15.	Indiana IN	B	Required Statutory Deposit	187,512	199,822		
16.	Iowa IA						
17.	Kansas KS						
18.	Kentucky KY						
19.	Louisiana LA						
20.	Maine ME	B	Required Statutory Deposit			438,701	597,700
21.	Maryland MD						
22.	Massachusetts MA	B	Required Statutory Deposit			104,042	151,312
23.	Michigan MI						
24.	Minnesota MN						
25.	Mississippi MS						
26.	Missouri MO						
27.	Montana MT						
28.	Nebraska NE						
29.	Nevada NV	B	Required Statutory Deposit			89,914	145,842
30.	New Hampshire NH	B	Required Statutory Deposit			500,000	559,820
31.	New Jersey NJ						
32.	New Mexico NM	B	Required Statutory Deposit			433,133	635,796
33.	New York NY						
34.	North Carolina NC	B	Required Statutory Deposit			416,170	605,248
35.	North Dakota ND						
36.	Ohio OH	B	Required Statutory Deposit	5,585,927	5,820,415		
37.	Oklahoma OK						
38.	Oregon OR						
39.	Pennsylvania PA						
40.	Rhode Island RI						
41.	South Carolina SC	B	Required Statutory Deposit			375,024	399,644
42.	South Dakota SD						
43.	Tennessee TN						
44.	Texas TX						
45.	Utah UT						
46.	Vermont VT						
47.	Virginia VA	B	Required Statutory Deposit			244,339	420,510
48.	Washington WA						
49.	West Virginia WV						
50.	Wisconsin WI						
51.	Wyoming WY						
52.	American Samoa AS						
53.	Guam GU						
54.	Puerto Rico PR						
55.	US Virgin Islands VI						
56.	Northern Mariana Islands MP						
57.	Canada CN						
58.	Aggregate Alien and Other OT	XXX	XXX	0	0	0	0
59.	Total	XXX	XXX	6,088,720	6,433,862	2,804,939	3,866,297

DETAILS OF WRITE-INS

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

2011 ALPHABETICAL INDEX
LIFE ANNUAL STATEMENT BLANK