



U.S. Financial Life Insurance Company
201 - Statement (Annual, Quarterly and Combined)

LIFE AND ACCIDENT AND HEALTH COMPANIES—ASSOCIATION EDITION

ANNUAL STATEMENT

For the Year Ended December 31, 2012
of the Condition and Affairs of the

U.S. FINANCIAL LIFE INSURANCE COMPANY

NAIC Group Code 0968 0968 NAIC Company Code 84530 Employer's ID Number 38-2046096
(Current) (Prior)

Organized under the Laws of Ohio State of Domicile or Port of Entry Ohio Country of Domicile United States of America

Incorporated/Organized: September 30, 1974

Commenced Business: September 30, 1974

Statutory Home Office: 4000 Smith Road, Suite 300, Cincinnati, Ohio 45209

Main Administrative Office: 525 Washington Boulevard Jersey City, New Jersey 07310 35th Floor - Telephone Number: (201)743-5132

Mail Address: 525 Washington Boulevard Jersey City, New Jersey 07310 - Controllars 35th Floor, Telephone Number: (201) 743-5132

Primary Location of Books and Records: 525 Washington Boulevard Jersey City, N. J. 07310 - Controllars 35th Floor Telephone Number: (201) 743-5132

Internet Website Address: www.usfli.com

Statutory Statement Contact: Neil Guerriero, Vice President, (201) 743-5132

E-Mail Address: controllars@axa-equitable.com

Fax Number: (201) 743-5006

OFFICERS

ANDERS BJÖRN MALMSTRÖM #
Chairman of the Board

CHARLES ANGELO MARINO
President, Chief Executive Officer and
Chief Financial Officer

JOSHUA ETHAN BRAVERMAN #
Executive Vice President and Treasurer

ANDREA MARIE NITZAN #
Executive Vice President and
Chief Accounting Officer

WILLIAM CASILL
Senior Vice President and Actuary

KEITH ELLIOTT FLOMAN
Senior Vice President and Appointed
Actuary

ADRIENNE AIMEE JOHNSON #
Senior Vice President and
Chief Auditor

ALLEN JOEL ZABUSKY
Senior Vice President and Controller

EUGENE ANTHONY CAPOBIANCO
Vice President

DENISE TEDESCHI
Assistant Vice President and Secretary

DIRECTORS

JOSHUA ETHAN BRAVERMAN #
ANDREW JOHN McMAHON

NICHOLAS BURRITT LANE
CHARLES ANGELO MARINO

ANDERS BJÖRN MALMSTRÖM #

State of..... New York.....

County of..... New York.....

} ss

The officers of U.S. FINANCIAL LIFE INSURANCE COMPANY being duly sworn, each depose and say that they are the described officers of the 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.

CHARLES ANGELO MARINO
President, Chief Executive Officer and Chief
Financial Officer

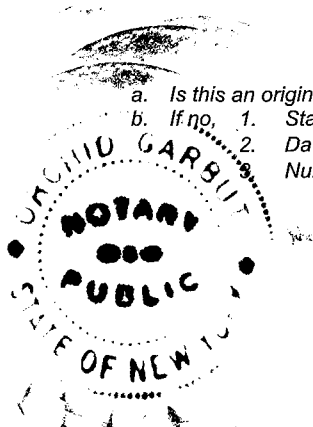
ALLEN JOEL ZABUSKY
Senior Vice President and Controller

KEITH ELLIOTT FLOMAN
Senior Vice President and Appointed Actuary

DENISE TEDESCHI
Assistant Vice President and Secretary

Subscribed and sworn to before me this
25 day of February, 2013

Orchid Garbutt
Notary Public, State of New York
No. 01GA6049018
Qualified in: Kings County
Certificate filed in New York County
Commission Expires: 10/02/2014



a. Is this an original filing? Yes (x) No ()
b. If no, 1. State the amendment number _____
2. Date filed _____
Number of pages attached _____

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement			
	1 Amount	2 Percentage	3 Amount	4 Securities Lending Reinvested Collateral Amount	5 Total (Col. 3 + 4) Amount	6 Percentage
1. Bonds:						
1.1 U.S. treasury securities.....	28,408,908	5.2	28,408,908	0	28,408,908	5.2
1.2 U.S. government agency obligations (excluding mortgage-backed securities):						
1.21 Issued by U.S. government agencies.....	0	0.0	0	0	0	0.0
1.22 Issued by U.S. government sponsored agencies.....	2,187,040	0.4	2,187,040	0	2,187,040	0.4
1.3 Non-U.S. government (including Canada, excluding mortgage-backed securities).....	9,157,738	1.7	9,157,738	0	9,157,738	1.7
1.4 Securities issued by states, territories and possessions and political subdivisions in the U.S.:						
1.41 States, territories and possessions general obligations.....	0	0.0	0	0	0	0.0
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations.....	0	0.0	0	0	0	0.0
1.43 Revenue and assessment obligations.....	0	0.0	0	0	0	0.0
1.44 Industrial development and similar obligations.....	0	0.0	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.....	1,096,192	0.2	1,096,192	0	1,096,192	0.2
1.512 Issued or guaranteed by FNMA and FHLMC.....	330,246	0.1	330,246	0	330,246	0.1
1.513 All other.....	0	0.0	0	0	0	0.0
1.52 CMOs and REMICs:						
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA.....	165,649	0.0	165,649	0	165,649	0.0
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-based securities issued or guaranteed by agencies shown in Line 1.521.....	0	0.0	0	0	0	0.0
1.523 All other.....	755,906	0.1	755,906	0	755,906	0.1
2. Other debt and other fixed income securities (excluding short-term):						
2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities).....	368,981,908	67.9	368,981,908	0	368,981,908	68.0
2.2 Unaffiliated non-U.S. securities (including Canada).....	82,759,685	15.2	82,759,685	0	82,759,685	15.2
2.3 Affiliated securities.....	0	0.0	0	0	0	0.0
3. Equity interests:						
3.1 Investments in mutual funds.....	0	0.0	0	0	0	0.0
3.2 Preferred stocks:						
3.21 Affiliated.....	0	0.0	0	0	0	0.0
3.22 Unaffiliated.....	3,990,630	0.7	3,990,630	0	3,990,630	0.7
3.3 Publicly traded equity securities (excluding preferred stocks):						
3.31 Affiliated.....	0	0.0	0	0	0	0.0
3.32 Unaffiliated.....	0	0.0	0	0	0	0.0
3.4 Other equity securities:						
3.41 Affiliated.....	0	0.0	0	0	0	0.0
3.42 Unaffiliated.....	0	0.0	0	0	0	0.0
3.5 Other equity interests including tangible personal property under lease:						
3.51 Affiliated.....	0	0.0	0	0	0	0.0
3.52 Unaffiliated.....	0	0.0	0	0	0	0.0
4. Mortgage loans:						
4.1 Construction and land development.....	0	0.0	0	0	0	0.0
4.2 Agricultural.....	0	0.0	0	0	0	0.0
4.3 Single family residential properties.....	0	0.0	0	0	0	0.0
4.4 Multifamily residential properties.....	0	0.0	0	0	0	0.0
4.5 Commercial loans.....	0	0.0	0	0	0	0.0
4.6 Mezzanine real estate loans.....	0	0.0	0	0	0	0.0
5. Real estate investments:						
5.1 Property occupied by company.....	0	0.0	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	0	0.0
5.3 Property held for sale (including \$.....0 property acquired in satisfaction of debt).....	0	0.0	0	0	0	0.0
6. Contract loans.....	25,674,036	4.7	25,609,329	0	25,609,329	4.7
7. Derivatives.....	0	0.0	0	0	0	0.0
8. Receivables for securities.....	788	0.0	788	0	788	0.0
9. Securities lending (Line 10, Asset Page reinvested collateral).....	0	0.0	0	XXX	XXX	XXX
10. Cash, cash equivalents and short-term investments.....	19,524,373	3.6	19,524,373	0	19,524,373	3.6
11. Other invested assets.....	0	0.0	0	0	0	0.0
12. Total invested assets.....	543,033,099	100.0	542,968,392	0	542,968,392	100.0

SCHEDULE A - VERIFICATION BETWEEN YEARS

Real Estate

1. Book/adjusted carrying value, December 31 of prior year.....		0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition (Part 2, Column 6).....	0	
2.2 Additional investment made after acquisition (Part 2, Column 9).....	0	0
3. Current year change in encumbrances:		
3.1 Totals, Part 1, Column 13.....	0	
3.2 Totals, Part 3, Column 11.....	0	0
4. Total gain (loss) on disposals, Part 3, Column 18.....		0
5. Deduct amounts received on disposals, Part 3, Column 15.....		0
6. Total foreign exchange change in book/adjusted carrying value:		
6.1 Totals, Part 1, Column 15.....	0	
6.2 Totals, Part 3, Column 13.....	0	0
7. Deduct current year's other than temporary impairment recognized:		
7.1 Totals, Part 1, Column 12.....	0	
7.2 Totals, Part 3, Column 10.....	0	0
8. Deduct current year's depreciation:		
8.1 Totals, Part 1, Column 11.....	0	
8.2 Totals, Part 3, Column 9.....	0	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.....		0
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.....		0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition (Part 2, Column 7).....	0	
2.2 Additional investment made after acquisition (Part 2, Column 8).....	0	0
3. Capitalized deferred interest and other:		
3.1 Totals, Part 1, Column 12.....	0	
3.2 Totals, Part 3, Column 11.....	0	0
4. Accrual of discount.....		0
5. Unrealized valuation increase (decrease):		
5.1 Totals, Part 1, Column 9.....	0	
5.2 Totals, Part 3, Column 8.....	0	0
6. Total gain (loss) on disposals, Part 3, Column 18.....		0
7. Deduct amounts received on disposals, Part 3, Column 15.....		0
8. Deduct amortization of premium and mortgage interest points and commitment fees.....		0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest:		
9.1 Totals, Part 1, Column 13.....	0	
9.2 Totals, Part 3, Column 13.....	0	0
10. Deduct current year's other than temporary impairment recognized:		
10.1 Totals, Part 1, Column 11.....	0	
10.2 Totals, Part 3, Column 10.....	0	0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....		0
12. Total valuation allowance.....		0
13. Subtotal (Line 11 plus Line 12).....		0
14. Deduct total nonadmitted amounts.....		0
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.....		0
2.	Cost of acquired:		
2.1	Actual cost at time of acquisition (Part 2, Column 8).....	0	
2.2	Additional investment made after acquisition (Part 2, Column 9).....	0	0
3.	Capitalized deferred interest and other:		
3.1	Totals, Part 1, Column 16.....	0	
3.2	Totals, Part 3, Column 12.....	0	0
4.	Accrual of discount.....		0
5.	Unrealized valuation increase (decrease):		
5.1	Totals, Part 1, Column 13.....	0	
5.2	Totals, Part 3, Column 9.....	0	0
6.	Total gain (loss) on disposals, Part 3, Column 19.....		0
7.	Deduct amounts received on disposals, Part 3, Column 16.....		0
8.	Deduct amortization of premium and depreciation.....		0
9.	Total foreign exchange change in book/adjusted carrying value:		
9.1	Totals, Part 1, Column 17.....	0	
9.2	Totals, Part 3, Column 14.....	0	0
10.	Deduct current year's other than temporary impairment recognized:		
10.1	Totals, Part 1, Column 15.....	0	
10.2	Totals, Part 3, Column 11.....	0	0
11.	Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....		0
12.	Deduct total nonadmitted amounts.....		0
13.	Statement value at end of current period (Line 11 minus Line 12).....		0

NONE

SCHEDULE D - VERIFICATION BETWEEN YEARS

Bonds and Stocks

1.	Book/adjusted carrying value, December 31 of prior year.....		507,026,938
2.	Cost of bonds and stocks acquired, Part 3, Column 7.....		24,047,512
3.	Accrual of discount.....		411,603
4.	Unrealized valuation increase (decrease):		
4.1	Part 1, Column 12.....	0	
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	0
5.	Total gain (loss) on disposals, Part 4, Column 19.....		853,108
6.	Deduct consideration for bonds and stocks disposed of, Part 4, Column 7.....		33,461,046
7.	Deduct amortization of premium.....		1,044,214
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).....		497,833,901
11.	Deduct total nonadmitted amounts.....		0
12.	Statement value at end of current period (Line 10 minus Line 11).....		497,833,901

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					
Governments (Including all obligations guaranteed by governments)	1. United States.....	31,692,140	38,122,294	33,843,389	28,658,523
	2. Canada.....	4,593,419	5,498,740	5,104,710	4,000,000
	3. Other Countries.....	4,564,319	5,241,780	4,837,520	4,000,000
	4. Totals.....	40,849,878	48,862,814	43,785,619	36,658,523
U.S. States, Territories and Possessions (Direct and guaranteed)	5. Totals.....	0	0	0	0
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.....	495,894	572,249	491,308	507,197
Industrial and Miscellaneous and Hybrid Securities (Unaffiliated)	8. United States.....	369,737,823	416,121,753	370,900,185	370,887,290
	9. Canada.....	18,628,643	20,968,176	18,616,977	18,392,000
	10. Other Countries.....	64,131,042	69,043,194	64,124,710	64,009,000
	11. Totals.....	452,497,508	506,133,123	453,641,872	453,288,290
Parent, Subsidiaries and Affiliates	12. Totals.....	0	0	0	0
	13. Total Bonds.....	493,843,280	555,568,186	497,918,799	490,454,010
PREFERRED STOCKS					
Industrial and Miscellaneous (Unaffiliated)	14. United States.....	3,990,630	3,751,875	3,990,630	
	15. Canada.....	0	0	0	
	16. Other Countries.....	0	0	0	
	17. Totals.....	3,990,630	3,751,875	3,990,630	
Parent, Subsidiaries and Affiliates	18. Totals.....	0	0	0	
	19. Total Preferred Stocks.....	3,990,630	3,751,875	3,990,630	
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.....	3,990,630	3,751,875	3,990,630	
	27. Total Bonds and Stocks....	497,833,910	559,320,061	501,909,429	

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.....	4,222,374	7,671,234	17,480,544	2,317,988	0	31,692,140	6.3	42,147,356	8.1	31,692,140	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.....	4,222,374	7,671,234	17,480,544	2,317,988	0	31,692,140	6.3	42,147,356	8.1	31,692,140	0
2. All Other Governments											
2.1 Class 1.....	0	2,194,984	0	6,962,754	0	9,157,738	1.8	9,256,261	1.8	9,157,738	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	2,194,984	0	6,962,754	0	9,157,738	1.8	9,256,261	1.8	9,157,738	0
3. U.S. States, Territories and Possessions, etc., Guaranteed											
3.1 Class 1.....	0	0	0	0	0	0	0.0	0	0.0	0	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	0	0	0	0	0	0.0	0	0.0	0	0
4. U.S. Political Subdivisions of States, Territories and 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 Obligations, etc., Non-Guaranteed											
5.1 Class 1.....	82,306	192,210	76,537	144,841	0	495,894	0.1	640,576	0.1	495,894	0
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.....	82,306	192,210	76,537	144,841	0	495,894	0.1	640,576	0.1	495,894	0

SIOIS

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.....	46,267,304	129,835,677	89,117,344	21,784,642	8,422,541	295,427,508	58.3	302,017,838	58.1	266,150,413	29,277,094
6.2 Class 2.....	9,978,893	92,450,120	39,973,033	13,137,632	0	155,539,678	30.7	148,283,504	28.5	138,367,701	17,171,976
6.3 Class 3.....	999,103	8,729,045	0	900,000	0	10,628,148	2.1	12,425,247	2.4	10,628,148	0
6.4 Class 4.....	0	0	0	0	0	0	0.0	982,300	0.2	0	0
6.5 Class 5.....	63,307	1,764,071	1,547,760	0	0	3,375,138	0.7	3,495,140	0.7	3,375,138	0
6.6 Class 6.....	0	336,483	0	0	0	336,483	0.1	380,200	0.1	336,483	0
6.7 Totals.....	57,308,607	233,115,396	130,638,137	35,822,274	8,422,541	465,306,955	91.8	467,584,229	90.0	418,857,883	46,449,070
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

901S

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).....50,571,984	139,894,105	106,674,425	31,210,225	8,422,541	336,773,280	66.5	XXX	XXX	307,496,185	29,277,094
9.2 Class 2.....	(d).....9,978,893	92,450,120	39,973,033	13,137,632	0	155,539,678	30.7	XXX	XXX	138,367,701	17,171,976
9.3 Class 3.....	(d).....999,103	8,729,045	0	900,000	0	10,628,148	2.1	XXX	XXX	10,628,148	0
9.4 Class 4.....	(d).....0	0	0	0	0	0	0.0	XXX	XXX	0	0
9.5 Class 5.....	(d).....63,307	1,764,071	1,547,760	0	0	(c).....3,375,138	0.7	XXX	XXX	3,375,138	0
9.6 Class 6.....	(d).....0	336,483	0	0	0	(c).....336,483	0.1	XXX	XXX	336,483	0
9.7 Totals.....	61,613,287	243,173,824	148,195,218	45,247,857	8,422,541	(b).....506,652,727	100.0	XXX	XXX	460,203,655	46,449,070
9.8 Line 9.7 as a % of Col. 6.....	12.2	48.0	29.2	8.9	1.7	100.0	XXX	XXX	XXX	90.8	9.2
10. Total Bonds Prior Year											
10.1 Class 1.....	29,623,441	169,922,453	118,411,817	22,835,245	13,269,077	XXX	XXX	354,062,033	68.1	324,700,798	29,361,234
10.2 Class 2.....	3,011,406	79,863,647	50,150,543	8,169,718	7,088,190	XXX	XXX	148,283,504	28.5	135,211,242	13,072,262
10.3 Class 3.....	0	10,773,614	751,633	900,000	0	XXX	XXX	12,425,247	2.4	12,425,247	0
10.4 Class 4.....	0	0	982,300	0	0	XXX	XXX	982,300	0.2	982,300	0
10.5 Class 5.....	40,038	1,252,979	2,128,646	73,478	0	XXX	XXX	(c).....3,495,141	0.7	3,495,140	0
10.6 Class 6.....	0	380,000	200	0	0	XXX	XXX	(c).....380,200	0.1	380,200	0
10.7 Totals.....	32,674,885	262,192,693	172,425,139	31,978,441	20,357,267	XXX	XXX	(b).....519,628,425	100.0	477,194,927	42,433,496
10.8 Line 10.7 as a % of Col. 8.....	6.3	50.5	33.2	6.2	3.9	XXX	XXX	100.0	XXX	91.8	8.2
11. Total Publicly Traded Bonds											
11.1 Class 1.....	46,536,854	122,776,574	98,549,992	31,210,225	8,422,541	307,496,186	60.7	324,700,798	62.5	307,496,186	XXX
11.2 Class 2.....	5,992,780	84,564,581	37,242,540	10,567,801	0	138,367,702	27.3	135,211,242	26.0	138,367,702	XXX
11.3 Class 3.....	999,103	8,729,045	0	900,000	0	10,628,148	2.1	12,425,247	2.4	10,628,148	XXX
11.4 Class 4.....	0	0	0	0	0	0	0.0	982,300	0.2	0	XXX
11.5 Class 5.....	63,307	1,764,071	1,547,760	0	0	3,375,138	0.7	3,495,140	0.7	3,375,138	XXX
11.6 Class 6.....	0	336,483	0	0	0	336,483	0.1	380,200	0.1	336,483	XXX
11.7 Totals.....	53,592,044	218,170,754	137,340,292	42,678,026	8,422,541	460,203,657	90.8	477,194,927	91.8	460,203,657	XXX
11.8 Line 11.7 as a % of Col. 6.....	11.6	47.4	29.8	9.3	1.8	100.0	XXX	XXX	XXX	100.0	XXX
11.9 Line 11.7 as a % of Line 9.7, Col. 6, Section 9.....	10.6	43.1	27.1	8.4	1.7	90.8	XXX	XXX	XXX	90.8	XXX
12. Total Privately Placed Bonds											
12.1 Class 1.....	4,035,130	17,117,531	8,124,433	0	0	29,277,094	5.8	29,361,234	5.7	XXX	29,277,094
12.2 Class 2.....	3,986,113	7,885,539	2,730,493	2,569,831	0	17,171,976	3.4	13,072,262	2.5	XXX	17,171,976
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.....	8,021,243	25,003,070	10,854,926	2,569,831	0	46,449,070	9.2	42,433,496	8.2	XXX	46,449,070
12.8 Line 12.7 as a % of Col. 6.....	17.3	53.8	23.4	5.5	0.0	100.0	XXX	XXX	XXX	XXX	100.0
12.9 Line 12.7 as a % of Line 9.7, Col. 6, Section 9.....	1.6	4.9	2.1	0.5	0.0	9.2	XXX	XXX	XXX	XXX	9.2

S107

- (a) Includes \$.....46,449,070 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.....	3,998,143	7,165,637	17,245,128	2,187,040	0	30,595,948	6.0	40,825,144	7.9	30,595,948	0
1.2	Residential Mortgage-Backed Securities.....	224,231	505,597	235,416	130,947	0	1,096,191	0.2	1,322,212	0.3	1,096,192	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.....	4,222,374	7,671,234	17,480,544	2,317,987	0	31,692,139	6.3	42,147,356	8.1	31,692,140	0
2.	All Other Governments											
2.1	Issuer Obligations.....	0	2,194,984	0	6,962,754	0	9,157,738	1.8	9,256,261	1.8	9,157,738	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	2,194,984	0	6,962,754	0	9,157,738	1.8	9,256,261	1.8	9,157,738	0
3.	U.S. States, Territories and Possessions, Guaranteed											
3.1	Issuer Obligations.....	0	0	0	0	0	0	0.0	0	0.0	0	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	0	0	0	0	0	0.0	0	0.0	0	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	0	0	0	0	0	0.0	0	0.0	0	0
5.2	Residential Mortgage-Backed Securities.....	82,306	192,210	76,537	144,841	0	495,894	0.1	640,576	0.1	495,894	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	0	0.0	0	0
5.5	Totals.....	82,306	192,210	76,537	144,841	0	495,894	0.1	640,576	0.1	495,894	0
6.	Industrial and Miscellaneous (unaffiliated)											
6.1	Issuer Obligations.....	57,119,347	231,294,959	129,090,377	35,248,686	8,422,541	461,175,910	91.0	463,163,150	89.1	415,300,426	45,875,483
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	0	0.0	0	0
6.4	Other Loan-Backed and Structured Securities.....	189,260	1,820,437	1,547,760	573,587	0	4,131,044	0.8	4,421,079	0.9	3,557,457	573,587
6.5	Totals.....	57,308,607	233,115,396	130,638,137	35,822,273	8,422,541	465,306,954	91.8	467,584,229	90.0	418,857,883	46,449,070
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

801S

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.....	61,117,490	240,655,580	146,335,505	44,398,480	8,422,541	500,929,596	98.9	.XXX	.XXX	455,054,112	45,875,483
9.2 Residential Mortgage-Backed Securities.....	306,537	697,807	311,953	275,788	0	1,592,085	0.3	.XXX	.XXX	1,592,086	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.....	189,260	1,820,437	1,547,760	573,587	0	4,131,044	0.8	.XXX	.XXX	3,557,457	573,587
9.5 Totals.....	61,613,287	243,173,824	148,195,218	45,247,855	8,422,541	506,652,725	100.0	.XXX	.XXX	460,203,655	46,449,070
9.6 Line 9.5 as a % of Col. 6.....	12.2	48.0	29.2	8.9	1.7	100.0	.XXX	.XXX	.XXX	90.8	9.2
10. Total Bonds Prior Year											
10.1 Issuer Obligations.....	31,981,167	259,855,348	169,902,831	31,147,943	20,357,266	XXX	.XXX	513,244,555	98.8	471,447,917	41,796,639
10.2 Residential Mortgage-Backed Securities.....	507,015	941,949	393,662	120,162	0	XXX	.XXX	1,962,788	0.4	1,962,788	0
10.3 Commercial Mortgage-Backed Securities.....	0	0	0	0	0	XXX	.XXX	0	0.0	0	0
10.4 Other Loan-Backed and Structured Securities.....	186,702	1,395,396	2,128,646	710,335	0	XXX	.XXX	4,421,079	0.9	3,784,222	636,857
10.5 Totals.....	32,674,884	262,192,693	172,425,139	31,978,440	20,357,266	XXX	.XXX	519,628,422	100.0	477,194,927	42,433,496
10.6 Line 10.5 as a % of Col. 8.....	6.3	50.5	33.2	6.2	3.9	XXX	.XXX	100.0	.XXX	91.8	8.2
11. Total Publicly Traded Bonds											
11.1 Issuer Obligations.....	53,096,247	215,652,509	135,480,578	42,402,237	8,422,541	455,054,112	89.8	471,447,917	90.7	455,054,112	.XXX
11.2 Residential Mortgage-Backed Securities.....	306,537	697,808	311,953	275,788	0	1,592,086	0.3	1,962,788	0.4	1,592,086	.XXX
11.3 Commercial Mortgage-Backed Securities.....	0	0	0	0	0	0	0.0	0	0.0	0	.XXX
11.4 Other Loan-Backed and Structured Securities.....	189,260	1,820,437	1,547,760	0	0	3,557,457	0.7	3,784,222	0.7	3,557,457	.XXX
11.5 Totals.....	53,592,044	218,170,754	137,340,291	42,678,025	8,422,541	460,203,655	90.8	477,194,927	91.8	460,203,655	.XXX
11.6 Line 11.5 as a % of Col. 6.....	11.6	47.4	29.8	9.3	1.8	100.0	.XXX	.XXX	.XXX	100.0	.XXX
11.7 Line 11.5 as a % of Line 9.5, Col. 6, Section 9.....	10.6	43.1	27.1	8.4	1.7	90.8	.XXX	.XXX	.XXX	90.8	.XXX
12. Total Privately Placed Bonds											
12.1 Issuer Obligations.....	8,021,243	25,003,071	10,854,926	1,996,244	0	45,875,484	9.1	41,796,639	8.0	.XXX	45,875,484
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	573,587	0	573,587	0.1	636,857	0.1	.XXX	573,587
12.5 Totals.....	8,021,243	25,003,071	10,854,926	2,569,831	0	46,449,071	9.2	42,433,496	8.2	.XXX	46,449,071
12.6 Line 12.5 as a % of Col. 6.....	17.3	53.8	23.4	5.5	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.....	1.6	4.9	2.1	0.5	0.0	9.2	.XXX	.XXX	.XXX	.XXX	9.2

601S

SCHEDULE DA - VERIFICATION BETWEEN YEARS

Short-Term Investments

	1	2	3	4	5
	Total	Bonds	Mortgage Loans	Other Short-term Investment Assets (a)	Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, December 31 of prior year.....	16,592,113	16,592,113	.0	.0	.0
2. Cost of short-term investments acquired.....	77,967,340	77,967,340	.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.....	81,750,000	81,750,000	.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).....	12,809,453	12,809,453	.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).....	12,809,453	12,809,453	.0	.0	.0

S110

(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

Sch. E-Verification
NONE

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

Sch. BA-Pt. 1
NONE

Sch. BA-Pt. 2
NONE

Sch. BA-Pt. 3
NONE

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	For 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	Stated Contractual Maturity Date	
U.S. Government - Issuer Obligations																						
3134A4	KX	1				2,228,460	148.835	2,976,700	2,000,000	2,187,040	0	(5,317)	0	0	6.250	5.460	JJ	57,639	125,000	02/05/2003	07/15/2032	
912810	DY	1				3,138,143	135.219	4,056,570	3,000,000	3,045,783	0	(8,968)	0	0	8.750	8.320	MN	40,644	262,500	11/15/1999	05/15/2017	
912810	EH	7				18,796,250	150.500	21,070,000	14,000,000	16,738,468	0	(269,431)	0	0	7.875	4.920	FA	416,433	1,102,500	11/25/2003	02/15/2021	
912828	BA	7				3,966,250	101.289	4,051,560	4,000,000	3,998,143	0	3,944	0	0	3.625	3.730	MN	18,826	145,000	03/30/2004	05/15/2013	
912828	JH	4				510,940	117.500	587,500	500,000	506,660	0	(1,065)	0	0	4.000	3.730	FA	7,554	20,000	09/02/2008	08/15/2018	
912828	MR	8				298,782	104.500	313,500	300,000	299,447	0	240	0	0	2.375	2.460	FA	2,421	7,125	03/12/2010	02/28/2015	
912828	MZ	0				505,098	105.094	525,470	500,000	502,454	0	(1,026)	0	0	2.500	2.280	AO	2,141	12,500	05/11/2010	04/30/2015	
912828	RX	0				3,322,000	101.375	3,345,375	3,300,000	3,317,952	0	(4,048)	0	0	0.875	0.730	JD	4,236	24,719	02/01/2012	12/31/2016	
0199999	U.S. Government - Issuer Obligations					32,765,923	XXX	36,926,675	27,600,000	30,595,947	0	(285,671)	0	0	XXX	XXX	XXX	549,894	1,699,344	XXX	XXX	
U.S. Government - Residential Mortgage-Backed Securities																						
36201N	K9	0				241,134	112.759	262,666	232,944	248,279	0	6,711	0	0	6.000	4.250	MON	1,165	13,977	11/18/2002	11/15/2032	
36210T	Q2	5				280,024	112.353	302,515	269,254	290,044	0	5,907	0	0	6.000	3.890	MON	1,346	16,155	01/14/2003	04/15/2029	
36210X	T7	2				42,524	113.134	46,259	40,888	44,017	0	798	0	0	6.000	3.620	MON	204	2,453	01/14/2003	04/15/2029	
36213E	PQ	3				513,786	113.337	584,181	515,437	513,852	0	208	0	0	6.000	6.020	MON	2,577	30,926	02/21/2002	12/15/2031	
0299999	U.S. Government - Residential Mortgage-Backed Securities					1,077,468	XXX	1,195,621	1,058,523	1,096,192	0	13,624	0	0	XXX	XXX	XXX	5,292	63,511	XXX	XXX	
0599999	Total - U.S. Government					33,843,391	XXX	38,122,296	28,658,523	31,692,139	0	(272,047)	0	0	XXX	XXX	XXX	555,186	1,762,855	XXX	XXX	
All Other Governments - Issuer Obligations																						
563469	CE	3	A			2,595,620	122.956	2,459,120	2,000,000	2,194,984	0	(49,486)	0	0	7.750	4.720	JJ	70,611	155,000	02/06/2003	07/17/2016	
748148	QR	7	A			2,509,090	151.981	3,039,620	2,000,000	2,398,436	0	(14,307)	0	0	7.500	5.640	MS	44,167	150,000	02/12/2003	09/15/2029	
458182	BV	3	F			2,441,400	145.954	2,919,080	2,000,000	2,306,655	0	(17,082)	0	0	7.000	5.300	JD	6,222	140,000	02/05/2003	06/15/2025	
465410	AH	1	F			2,396,120	116.135	2,322,700	2,000,000	2,257,664	0	(17,649)	0	0	6.875	5.280	MS	35,903	137,500	02/05/2003	09/27/2023	
0699999	All Other Governments - Issuer Obligations					9,942,230	XXX	10,740,520	8,000,000	9,157,739	0	(98,524)	0	0	XXX	XXX	XXX	156,903	582,500	XXX	XXX	
1099999	Total - All Other Governments					9,942,230	XXX	10,740,520	8,000,000	9,157,739	0	(98,524)	0	0	XXX	XXX	XXX	156,903	582,500	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 - Residential Mortgage-Backed Securities																						
312903	KT	3				16,685	109.770	17,885	16,293	16,297	0	(26)	0	0	8.500	8.050	MON	62	1,428	06/24/1994	01/15/2021	
312905	WS	7				13,357	112.626	14,699	13,051	13,113	0	(23)	0	0	8.500	8.100	MON	92	1,109	07/22/1994	05/15/2021	
312909	A4	6				2,000	100.130	1,907	1,904	1,904	0	(1)	0	0	8.500	8.500	MON	13	162	04/14/1994	04/15/2022	
3133T6	M8	1				50,192	111.539	59,716	53,538	51,864	0	357	0	0	6.000	7.040	MON	268	3,212	11/26/1997	04/15/2026	
31340Y	FN	4				19,238	108.417	20,177	18,610	18,692	0	(54)	0	0	8.500	7.910	MON	70	1,623	06/09/1994	03/15/2020	
31358E	JG	8				11,854	111.827	15,277	13,662	13,095	0	166	0	0	7.000	8.680	MON	80	956	11/08/1991	06/25/2020	
31358E	QE	5				24,276	113.239	26,706	23,583	23,721	0	(54)	0	0	9.000	8.460	MON	177	2,122	10/14/1994	06/25/2020	
31358J	SN	2				13,992	118.881	16,288	13,701	13,744	0	(17)	0	0	8.000	7.650	MON	91	1,096	09/14/1992	09/25/2021	
31358L	JB	3				16,049	114.149	17,986	15,757	15,804	0	(19)	0	0	8.500	8.110	MON	112	1,339	09/07/1994	01/25/2022	
31359D	6L	2				161,326	111.648	188,420	168,762	162,012	0	(2,252)	0	0	6.500	7.000	MON	914	10,969	07/21/1997	09/25/2023	
3837H0	QK	2				162,339	114.763	193,188	168,336	165,649	0	618	0	0	7.000	7.410	MON	982	11,784	08/02/1996	06/20/2026	
2699999	U.S. Special Revenue - Residential Mortgage-Backed Securities					491,308	XXX	572,249	507,197	495,895	0	(1,305)	0	0	XXX	XXX	XXX	2,861	35,800	XXX	XXX	
3199999	Total - U.S. Special Revenue & Special Assessment Obligations					491,308	XXX	572,249	507,197	495,895	0	(1,305)	0	0	XXX	XXX	XXX	2,861	35,800	XXX	XXX	
Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations																						
002824	AU	4				1,992,504	119.915	2,382,730	1,987,000	1,990,842	0	(691)	0	0	5.125	5.080	AO	25,458	106,826	06/08/2009	04/01/2019	
00817Y	AE	8				2,101,240	116.138	2,322,763	2,000,000	2,042,672	0	(11,047)	0	0	6.000	5.310	JD	5,333	120,000	12/06/2006	06/15/2017	
010392	DZ	8				3,117,080	118.585	3,557,550	3,000,000	3,050,085	0	(9,313)	0	0	5.500	5.090	AO	34,833	165,000	03/12/2007	10/15/2017	

10

SCHEDULE D - PART 1

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

1	2		Codes			7	Fair Value		10	11	Change in Book/Adjusted Carrying Value				Interest					Dates	
			3	4	5		6	8			9	12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description		Code	For eign 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	Stated Contractual Maturity Date
013817 AL 5	ALCOA INC.....				.2FE	1,994,960	109.863	2,197,275	2,000,000	1,997,488	0	404	0	0	5.550	5.580	FA.....	46,250	111,000	01/22/2007	02/01/2017
025816 AQ 2	AMERICAN EXPRESS COMPANY.....				.1FE	1,966,940	102.327	2,046,540	2,000,000	1,997,699	0	3,984	0	0	4.875	5.080	JJ.....	44,958	97,500	09/05/2003	07/15/2013
031162 AV 2	AMGEN INC.....				.2FE	2,995,554	118.349	3,550,485	3,000,000	2,997,581	0	257	0	0	5.850	5.860	JD.....	14,625	175,500	02/20/2008	06/01/2017
035229 CU 5	ANHEUSER-BUSCH COS INC.....				.1FE	2,992,020	104.602	3,138,070	3,000,000	2,998,913	0	869	0	0	4.950	4.980	JJ.....	68,475	148,500	09/09/2003	01/15/2014
03523T BP 2	ANHEUSER-BUSCH INBEV WORLDWIDE.....				.1FE	1,492,770	100.194	1,502,912	1,500,000	1,493,054	0	284	0	0	2.500	2.550	JJ.....	17,188	0	07/11/2012	07/15/2022
039483 AR 3	ARCHER-DANIELS-MIDLAND.....				.1FE	1,093,430	127.971	1,279,710	1,000,000	1,074,253	0	(2,751)	0	0	6.625	5.900	MN.....	11,042	66,250	12/11/2003	05/01/2029
039483 AY 8	ARCHER-DANIELS-MIDLAND.....				.1FE	1,999,960	119.062	2,381,247	2,000,000	1,999,826	0	(174)	0	0	5.450	5.450	MS.....	32,094	109,000	02/28/2008	03/15/2018
05348E AL 3	AVALONBAY COMMUNITIES.....				.2FE	996,381	114.031	1,140,313	1,000,000	998,301	0	276	0	0	5.750	5.790	MS.....	16,931	57,500	09/18/2006	09/15/2016
060505 BS 2	BANK OF AMERICA CORP.....				.1FE	2,855,310	107.932	3,237,976	3,000,000	2,950,039	0	17,356	0	0	4.750	5.440	FA.....	59,375	142,500	10/19/2006	08/01/2015
064057 BD 3	BANK OF NEW YORK MELLON.....				.1FE	963,740	117.248	1,172,487	1,000,000	981,335	0	3,114	0	0	5.500	5.940	JD.....	4,583	55,000	07/11/2006	12/01/2017
071813 AY 5	BAXTER INTERNATIONAL INC.....				.1FE	2,539,800	119.990	2,999,765	2,500,000	2,526,059	0	(4,207)	0	0	5.375	5.150	JD.....	11,198	134,375	06/05/2009	06/01/2018
071813 BF 5	BAXTER INTERNATIONAL INC.....				.1FE	1,991,340	99.598	1,991,963	2,000,000	1,991,608	0	268	0	0	2.400	2.440	FA.....	18,400	0	08/08/2012	08/15/2022
07385T AJ 5	BEAR STEARNS CO INC.....				.1FE	1,065,450	108.592	1,085,920	1,000,000	1,013,884	0	(7,005)	0	0	5.700	4.910	MN.....	7,283	57,000	01/21/2004	11/15/2014
079860 AD 4	BELLSOUTH CORP.....				.1FE	993,500	124.397	1,243,975	1,000,000	994,440	0	(5)	0	0	6.875	6.920	AO.....	14,514	68,750	10/22/2001	10/15/2031
079860 AL 6	BELLSOUTH CORP.....				.1FE	3,003,210	114.919	3,447,590	3,000,000	3,001,301	0	(388)	0	0	5.200	5.180	JD.....	6,933	156,000	03/01/2005	12/15/2016
097014 AH 7	BOEING CAPITAL CORP.....				.1FE	2,035,620	100.173	2,003,460	2,000,000	2,000,090	0	(5,167)	0	0	5.800	5.530	JJ.....	53,489	116,000	06/02/2004	01/15/2013
097023 AE 5	BOEING CO.....				.1FE	1,106,010	156.354	1,563,540	1,000,000	1,088,843	0	(2,251)	0	0	8.750	7.830	MS.....	25,764	87,500	06/06/2000	09/15/2031
10112R AS 3	BOSTON PROPERTIES LP.....				.2FE	1,340,010	109.458	1,477,685	1,350,000	1,341,633	0	757	0	0	4.125	4.210	MN.....	7,116	55,688	11/08/2010	05/15/2021
110122 AL 2	BRISTOL-MYERS SQUIBB.....				.1FE	2,982,097	102.997	3,089,910	3,000,000	2,998,292	0	2,141	0	0	5.250	5.330	FA.....	59,500	157,500	07/30/2004	08/15/2013
12189T AN 4	BURLINGTON NORTH SANTA FE.....				.2FE	1,984,230	122.491	2,449,820	2,000,000	1,986,453	0	(316)	0	0	6.750	6.770	MS.....	39,750	135,000	02/21/2003	03/15/2029
12626P AG 8	CRH AMERICA INC.....				.2FE	1,988,468	112.377	2,247,559	2,000,000	1,994,615	0	966	0	0	6.000	6.070	MS.....	30,333	120,000	09/08/2006	09/30/2016
126408 GF 4	CSX CORP.....				.2FE	2,997,270	104.704	3,141,120	3,000,000	2,999,420	0	133	0	0	5.300	5.310	FA.....	60,067	159,000	08/25/2004	02/15/2014
126650 BE 9	CVS CAREMARK CORP.....				.2FE	749,112	117.534	883,862	752,000	750,682	0	235	0	0	6.125	6.170	FA.....	17,400	46,060	08/10/2006	08/15/2016
14040H AN 5	CAPITAL ONE FINANCIAL.....				.2FE	4,060,360	114.535	4,581,415	4,000,000	4,026,376	0	(6,750)	0	0	6.150	5.940	MS.....	82,000	246,000	10/20/2006	09/01/2016
144141 CZ 9	PROGRESS ENERGY CAROLINA.....				.1FE	1,547,385	119.329	1,789,948	1,500,000	1,532,343	0	(4,541)	0	0	5.300	4.880	JJ.....	36,658	79,500	06/09/2009	01/15/2019
14912L 2Y 6	CATERPILLAR FIN SERV CRP.....				.1FE	2,032,320	113.593	2,271,877	2,000,000	2,012,885	0	(3,815)	0	0	5.500	5.270	MS.....	32,389	110,000	12/06/2006	03/15/2016
14912L 4S 7	CATERPILLAR FIN SERV CRP.....				.1FE	1,996,460	105.208	2,104,164	2,000,000	1,997,601	0	640	0	0	2.650	2.680	AO.....	13,250	53,000	03/23/2011	04/01/2016
171875 AD 9	CINCINNATI BELL TEL CO.....				.3FE	901,873	95.000	950,000	1,000,000	900,000	0	0	0	0	6.300	7.000	JD.....	5,250	63,000	11/24/1998	12/01/2028
172967 BL 4	CITIGROUP INC.....				.2FE	2,087,700	114.289	2,285,789	2,000,000	2,072,423	0	(2,062)	0	0	6.625	6.280	JD.....	5,889	132,500	02/12/2003	06/15/2032
172967 BQ 2	CITIGROUP INC.....				.2FE	2,899,980	105.343	3,160,320	3,000,000	2,974,397	0	13,536	0	0	5.000	5.520	MS.....	44,167	150,000	10/19/2006	09/15/2014
191216 AM 2	COCA COLA CO.....				.1FE	2,497,275	118.641	2,966,031	2,500,000	2,498,097	0	54	0	0	4.875	4.880	MS.....	35,885	121,875	06/09/2009	03/15/2019
191219 BE 3	COCA COLA ENTERPRISES INC.....				.1FE	2,170,530	130.122	2,602,440	2,000,000	2,129,685	0	(5,090)	0	0	6.750	6.090	MS.....	39,750	135,000	01/16/2003	09/15/2028
20030N AJ 0	COMCAST CORP.....				.2FE	3,003,300	113.995	3,419,856	3,000,000	3,001,059	0	(660)	0	0	5.850	5.830	MN.....	22,425	175,500	12/06/2006	11/15/2015
202795 HG 8	COMMONWEALTH EDISON.....				.1FE	1,951,560	126.893	2,537,875	2,000,000	1,959,054	0	899	0	0	5.875	6.050	FA.....	48,958	117,500	08/06/2003	02/01/2033
205887 BD 3	CONAGRA FOODS INC.....				.2FE	1,227,000	115.893	1,422,010	1,227,000	1,227,000	0	0	0	0	5.819	5.810	JD.....	3,173	71,399	07/02/2007	06/15/2017
20825R AB 7	CONOCOPHILLIPS.....				.1FE	2,011,640	101.398	2,027,960	2,000,000	2,000,259	0	(2,395)	0	0	5.500	5.390	AO.....	23,222	110,000	10/20/2006	04/15/2013
209111 EA 7	CON EDISON CO OF NY.....				.1FE	2,981,960	100.350	3,010,500	3,000,000	2,999,471	0	2,946	0	0	4.875	4.980	FA.....	60,938	146,250	03/12/2007	02/01/2013
22160K AC 9	COSTCO WHOLESALE CORP.....				.1FE	2,545,946	117.867	3,005,627	2,550,000	2,547,747	0	184	0	0	5.500	5.520	MS.....	41,296	140,250	02/13/2007	03/15/2017
224044 BM 8	COX COMMUNICATIONS INC.....				.2FE	941,969	109.306	1,048,250	959,000	954,717	0	1,970	0	0	5.450	5.690	JD.....	2,323	53,451	05/23/2005	12/15/2014
22541L AR 4	CREDIT SUISSE FB USA INC.....				.1FE	1,913,040	107.584	2,151,694	2,000,000	1,974,675	0	11,352	0	0	4.875	5.530	JJ.....	44,958	97,500	10/19/2006	01/15/2015
225434 CJ 6	CREDIT SUISSE USA INC.....				.1FE	1,051,580	115.226	1,152,267	1,000,000	1,022,311	0	(5,544)	0	0	5.850	5.160	FA.....	21,938	58,500	12/06/2006	08/16/2016
233835 AW 7	DAIMLERCHRYSLER NA HLDG.....				.1FE	3,060,780	104.974	3,149,220	3,000,000	3,008,731	0	(10,029)	0	0	6.500	6.140	MN.....	24,917	195,000	10/19/2006	11/15/2013

E10.1

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	For eign	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	Stated Contractual Maturity Date
24422E RT 8	JOHN DEERE CAPITAL CORP.....				.1FE	1,495,890	101.343	1,520,156	1,500,000	1,496,060	0	170	0	0	2.800	2.830	JJ	21,233	0	06/26/2012	01/27/2023
24702R AE 1	DELL INC.....				.1FE	1,870,281	115.690	2,169,195	1,875,000	1,871,947	0	272	0	0	5.650	5.680	AO	22,365	105,938	12/05/2008	04/15/2018
25179M AK 9	DEVON ENERGY CORPORATION.....				.2FE	1,852,076	109.778	2,047,368	1,865,000	1,853,640	0	1,062	0	0	4.000	4.080	JJ	34,399	75,222	07/05/2011	07/15/2021
25468P CA 2	DISNEY WALT CO.....				.1FE	3,236,700	108.407	3,252,235	3,000,000	3,043,503	0	(27,897)	0	0	6.200	5.160	JD	5,683	186,000	09/07/2004	06/20/2014
257867 AR 2	DONNELLEY (R.R.) & SONS.....				.3FE	954,675	103.250	987,070	956,000	955,546	0	80	0	0	5.500	5.510	MN	6,719	61,576	12/12/2005	05/15/2015
260543 CC 5	DOW CHEMICAL CO.....				.2FE	1,424,073	110.490	1,577,808	1,428,000	1,424,727	0	275	0	0	4.250	4.280	MN	7,755	60,690	11/04/2010	11/15/2020
263534 BG 3	EI DU PONT DE NEMOURS & CO.....				.1FE	1,084,330	134.194	1,341,942	1,000,000	1,065,013	0	(2,675)	0	0	6.500	5.840	JJ	29,972	65,000	10/20/2003	01/15/2028
263534 BQ 1	EI DU PONT DE NEMOURS & CO.....				.1FE	996,540	115.866	1,158,661	1,000,000	998,385	0	324	0	0	5.250	5.290	JD	2,333	52,500	12/12/2006	12/15/2016
263534 BT 5	EI DU PONT DE NEMOURS & CO.....				.1FE	2,998,740	123.612	3,708,367	3,000,000	2,999,059	0	29	0	0	6.000	6.000	JJ	83,000	180,000	07/23/2008	07/15/2018
26439V AB 3	DUKE CAPITAL CORP.....				.2FE	1,978,740	106.983	2,139,664	2,000,000	1,994,660	0	2,811	0	0	5.668	5.830	FA	42,825	113,360	10/20/2006	08/15/2014
26442C AD 6	DUKE ENERGY CAROLINAS.....				.1FE	2,069,020	118.423	2,451,366	2,070,000	2,069,261	0	(70)	0	0	5.100	5.100	AO	22,287	105,570	04/09/2008	04/15/2018
26875P AD 3	EOG RESOURCES INC.....				.1FE	2,645,875	122.624	3,201,729	2,611,000	2,635,391	0	(3,270)	0	0	5.625	5.440	JD	12,237	146,869	06/04/2009	06/01/2019
26875P AG 6	EOG RESOURCES INC.....				.1FE	1,579,120	113.230	1,811,694	1,600,000	1,582,283	0	1,747	0	0	4.100	4.260	FA	27,333	65,600	03/16/2011	02/01/2021
291011 BA 1	EMERSON ELECTRIC CO.....				.1FE	2,498,100	117.662	2,941,558	2,500,000	2,498,599	0	(28)	0	0	5.000	5.000	AO	26,389	125,000	06/04/2009	04/15/2019
341081 ER 4	FLORIDA POWER & LIGHT.....				.1FE	3,018,480	130.213	3,906,408	3,000,000	3,015,357	0	(702)	0	0	5.950	5.900	AO	44,625	178,500	10/21/2003	10/01/2033
341099 CK 3	FLORIDA POWER CORP.....				.1FE	1,335,585	121.271	1,618,976	1,335,000	1,335,310	0	(96)	0	0	5.650	5.640	JD	3,352	75,428	06/12/2008	06/15/2018
36962G P6 5	GENERAL ELEC CAP CORP.....				.1FE	4,966,060	108.309	5,415,473	5,000,000	4,989,769	0	3,851	0	0	4.875	4.970	MS	79,219	243,750	03/09/2007	03/04/2015
375558 AQ 6	GILEAD SCIENCES INC.....				.2FE	1,981,612	113.280	2,264,476	1,999,000	1,983,990	0	1,322	0	0	4.500	4.600	AO	22,489	89,955	03/24/2011	04/01/2021
375558 AU 7	GILEAD SCIENCES INC.....				.2FE	641,521	113.497	729,791	643,000	641,618	0	92	0	0	4.400	4.420	JD	2,358	27,349	12/06/2011	12/01/2021
377372 AA 5	GLAXOSMITHKLINE CAPITAL.....				.1FE	1,862,740	104.968	2,099,362	2,000,000	1,977,563	0	16,133	0	0	4.375	5.280	AO	18,472	87,500	06/29/2004	04/15/2014
377372 AD 9	GLAXOSMITHKLINE CAPITAL.....				.1FE	2,998,170	121.707	3,651,224	3,000,000	2,998,676	0	(54)	0	0	5.650	5.650	MN	21,658	169,500	05/06/2008	05/15/2018
38238Q AM 8	GOODRICH CORP.....				.1FE	1,002,050	124.896	1,248,960	1,000,000	1,000,748	0	(211)	0	0	6.800	6.780	FA	28,333	68,000	02/20/1998	02/01/2018
40414L AD 1	HCP INC.....				.2FE	978,027	113.146	1,108,838	980,000	978,297	0	109	0	0	5.375	5.400	FA	21,948	52,675	02/07/2011	02/01/2021
40428E JQ 3	HSBC BANK USA.....				.1FE	2,842,500	103.596	3,107,905	3,000,000	2,968,683	0	23,120	0	0	4.625	5.490	AO	34,688	138,750	10/19/2006	04/01/2014
406216 AV 3	HALLIBURTON COMPANY.....				.1FE	2,179,366	123.869	2,684,250	2,167,000	2,174,696	0	(1,362)	0	0	5.900	5.820	MS	37,646	127,853	09/11/2008	09/15/2018
415864 AJ 6	HARSCO CORP.....				.2FE	2,996,850	109.815	3,294,467	3,000,000	2,997,856	0	63	0	0	5.750	5.760	MN	22,042	172,500	05/12/2008	05/15/2018
428236 AM 5	HEWLETT-PACKARD CO.....				.2FE	2,500,247	107.436	2,685,910	2,500,000	2,499,928	0	(228)	0	0	5.400	5.390	MS	45,000	135,000	03/09/2007	03/01/2017
428236 AS 2	HEWLETT-PACKARD CO.....				.2FE	414,718	108.064	448,467	415,000	414,800	0	(7)	0	0	5.500	5.500	MS	7,608	22,825	02/25/2008	03/01/2018
437076 AP 7	HOME DEPOT INC.....				.1FE	986,090	114.095	1,140,956	1,000,000	994,416	0	1,462	0	0	5.400	5.590	MS	18,000	54,000	10/20/2006	03/01/2016
437076 AR 3	HOME DEPOT INC.....				.1FE	1,988,580	104.532	2,090,655	2,000,000	1,998,120	0	1,757	0	0	5.250	5.340	JD	4,375	105,000	12/13/2006	12/16/2013
438516 AZ 9	HONEYWELL INTERNATIONAL.....				.1FE	2,742,627	118.361	3,252,579	2,748,000	2,744,398	0	300	0	0	5.000	5.020	FA	51,907	137,400	06/04/2009	02/15/2019
453258 AU 9	INCO LTD.....				.2FE	2,077,140	109.977	2,199,544	2,000,000	2,023,863	0	(7,979)	0	0	5.700	5.230	AO	24,067	114,000	11/10/2004	10/15/2015
459200 AS 0	IBM CORP.....				.1FE	1,051,260	135.176	1,351,765	1,000,000	1,036,971	0	(1,501)	0	0	6.500	6.120	JJ	29,972	65,000	12/04/1998	01/15/2028
459200 BM 7	IBM CORP.....				.1FE	1,764,145	133.727	1,992,544	1,490,000	1,674,635	0	(26,931)	0	0	7.625	5.120	AO	23,985	113,613	06/05/2009	10/15/2018
460146 BU 6	INTERNATIONAL PAPER CO.....				.2FE	1,995,900	108.020	2,160,417	2,000,000	1,998,840	0	227	0	0	5.300	5.320	AO	26,500	106,000	03/14/2003	04/01/2015
46625H CE 8	JPMORGAN CHASE & CO.....				.1FE	2,845,140	107.786	3,233,596	3,000,000	2,952,675	0	19,689	0	0	4.750	5.520	MS	47,500	142,500	10/19/2006	03/01/2015
476556 CM 5	JERSEY CENTRAL PWR & LT.....				.2FE	2,027,520	114.179	2,283,599	2,000,000	2,011,274	0	(3,215)	0	0	5.625	5.430	MN	18,750	112,500	12/06/2006	05/01/2016
478366 AX 5	JOHNSON CONTROLS INC.....				.2FE	1,982,910	109.393	2,187,865	2,000,000	1,985,565	0	1,330	0	0	4.250	4.350	MS	28,333	85,000	02/02/2011	03/01/2021
491674 BE 6	KENTUCKY UTILITIES.....				.1FE	1,215,631	108.410	1,322,607	1,220,000	1,216,237	0	374	0	0	3.250	3.290	MN	6,608	39,650	07/07/2011	11/01/2020
49327X AB 6	KEY BANK NA.....				.2FE	3,025,650	110.496	3,314,910	3,000,000	3,010,148	0	(3,175)	0	0	5.450	5.330	MS	48,142	163,500	03/09/2007	03/03/2016
494368 BB 8	KIMBERLY-CLARK CORP.....				.1FE	2,155,540	122.316	2,446,323	2,000,000	2,085,560	0	(16,314)	0	0	6.125	5.060	FA	51,042	122,500	04/03/2008	08/01/2017
501044 CF 6	KROGER CO.....				.2FE	2,985,750	107.840	3,235,229	3,000,000	2,996,439	0	1,523	0	0	4.950	5.010	JJ	68,475	148,500	02/23/2005	01/15/2015

E10.2

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	For eign 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	Stated Contractual Maturity Date	
52517P F6 3	LEHMAN BROTHERS HLDG.....			6	165,065	23.375	467,500	2,000,000	168,657	0	0	0	0	5.500	0.000	AO	0	0	10/20/2006	04/04/2016	
52517P VV 0	LEHMAN BROTHERS HLDG.....			6	165,332	23.375	467,500	2,000,000	167,826	0	0	0	0	4.800	0.000	MS	0	0	02/18/2004	03/13/2014	
53117C AJ 1	LIBERTY PROPERTY LP.....			2FE	3,964,160	106.928	4,277,138	4,000,000	3,990,555	0	3,885	0	0	5.125	5.240	JD	17,083	205,000	03/01/2005	03/02/2015	
532457 AM 0	ELI LILLY & CO.....			1FE	2,113,750	142.277	2,845,547	2,000,000	2,079,821	0	(4,230)	0	0	7.125	6.640	JD	11,875	142,500	09/10/2001	06/01/2025	
532457 AX 6	ELI LILLY & CO.....			1FE	899,610	114.595	1,145,950	1,000,000	952,926	0	7,506	0	0	4.500	5.550	MS	13,250	45,000	06/07/2004	03/15/2018	
532457 BB 3	ELI LILLY & CO.....			1FE	999,300	116.504	1,165,048	1,000,000	999,580	0	(11)	0	0	5.200	5.200	MS	15,311	52,000	03/07/2007	03/15/2017	
548661 CK 1	LOWES COMPANIES INC.....			1FE	1,987,540	115.926	2,318,535	2,000,000	1,994,320	0	1,089	0	0	5.400	5.480	AO	22,800	108,000	03/09/2007	10/15/2016	
548661 CN 5	LOWES COMPANIES INC.....			1FE	1,015,990	121.499	1,214,990	1,000,000	1,009,231	0	(1,782)	0	0	6.100	5.870	MS	17,961	61,000	07/24/2008	09/15/2017	
55259P AE 6	M&I MARSHALL & ILSLEY BK.....			1FE	3,992,480	108.681	4,347,267	4,000,000	3,997,714	0	733	0	0	4.850	4.870	JD	8,083	194,000	06/13/2005	06/16/2015	
564759 PS 1	MANUF & TRADERS TRUST CO.....			1FE	1,999,960	101.500	2,030,000	2,000,000	2,000,045	0	45	0	0	5.585	5.580	JD	931	111,700	09/28/2006	12/28/2020	
564759 QB 7	MANUF & TRADERS TRUST CO.....			1FE	1,000,000	102.500	1,025,000	1,000,000	1,000,000	0	0	0	0	5.629	5.620	JD	4,691	56,290	11/28/2006	12/01/2021	
56585A AD 4	MARATHON PETROLEUM CORP.....			2FE	654,712	117.286	768,229	655,000	654,740	0	5	0	0	5.125	5.120	MS	11,190	33,569	11/21/2011	03/01/2021	
574599 BC 9	MASCO CORP.....			3FE	3,979,240	104.749	4,189,960	4,000,000	3,993,848	0	2,175	0	0	4.800	4.860	JD	8,533	192,000	06/07/2005	06/15/2015	
58013M EE 0	MCDONALDS CORP.....			1FE	2,606,425	120.636	3,015,909	2,500,000	2,568,183	0	(11,582)	0	0	5.350	4.740	MS	44,583	133,750	06/09/2009	03/01/2018	
582834 AM 9	MEAD CORP.....			2FE	754,060	115.975	869,813	750,000	751,252	0	(380)	0	0	7.350	7.290	MS	18,375	55,125	02/26/1997	03/01/2017	
587405 AB 7	MERCBANKSHARES CORP.....			2FE	1,973,880	101.147	2,022,940	2,000,000	1,998,753	0	2,999	0	0	4.625	4.790	AO	19,528	92,500	09/29/2003	04/15/2013	
589331 AE 7	MERCK & CO INC.....			1FE	1,939,850	129.031	2,580,631	2,000,000	1,955,033	0	1,126	0	0	5.950	6.130	JD	9,917	119,000	02/18/2004	12/01/2028	
589331 AK 3	MERCK & CO INC.....			1FE	1,982,020	108.959	2,179,181	2,000,000	1,995,217	0	1,861	0	0	4.750	4.860	MS	31,667	95,000	02/15/2005	03/01/2015	
59018Y SU 6	MERRILL LYNCH & CO.....			1FE	1,995,020	104.094	2,081,894	2,000,000	1,999,239	0	492	0	0	5.000	5.030	FA	41,111	100,000	01/29/2004	02/03/2014	
59562V AK 3	MIDAMERICAN ENERGY CO.....			2FE	1,990,445	104.736	2,094,735	2,000,000	1,998,563	0	1,000	0	0	5.000	5.060	FA	37,778	100,000	03/31/2004	02/15/2014	
61166W AF 8	MONSANTO CO.....			1FE	767,498	118.438	911,975	770,000	768,458	0	176	0	0	5.125	5.160	AO	8,331	39,463	04/10/2008	04/15/2018	
617446 HD 4	MORGAN STANLEY.....			1FE	2,160,520	123.666	2,473,320	2,000,000	2,133,020	0	(3,877)	0	0	7.250	6.610	AO	36,250	145,000	04/09/2003	04/01/2032	
61746S BR 9	MORGAN STANLEY.....			1FE	1,961,800	108.673	2,173,478	2,000,000	1,985,858	0	4,310	0	0	5.375	5.640	AO	22,694	107,500	10/20/2006	10/15/2015	
61980A AC 7	MOTIVA ENTERPRISES.....			1FE	863,305	121.157	1,048,008	865,000	863,692	0	118	0	0	5.750	5.770	JJ	22,935	49,738	01/06/2010	01/15/2020	
629568 AQ 9	NABORS INDUSTRIES INC.....			2FE	902,943	117.882	1,053,872	894,000	899,489	0	(978)	0	0	6.150	6.000	FA	20,771	54,981	10/16/2008	02/15/2018	
63534P AE 7	NATIONAL CITY BANK.....			1FE	1,992,470	113.867	2,277,349	2,000,000	1,996,482	0	712	0	0	5.250	5.290	JD	4,667	105,000	03/09/2007	12/15/2016	
637432 DC 6	NATIONAL RURAL UTILITIES.....			1FE	1,953,100	104.873	2,097,476	2,000,000	1,990,952	0	7,087	0	0	4.750	5.140	MS	31,667	95,000	03/09/2007	03/01/2014	
637432 ML 6	NATIONAL RURAL UTILITIES.....			1FE	999,000	102.783	1,027,836	1,000,000	999,412	0	187	0	0	1.900	1.920	MN	3,167	19,000	10/25/2010	11/01/2015	
638585 AN 9	NATIONSBANK CORP.....			2FE	1,034,440	113.780	1,137,808	1,000,000	1,007,955	0	(2,826)	0	0	7.750	7.400	FA	29,278	77,500	02/07/1997	08/15/2015	
63946B AD 2	NBC UNIVERSAL INC.....			2FE	2,995,837	117.302	3,519,077	3,000,000	2,996,348	0	155	0	0	5.150	5.160	AO	26,179	154,500	08/25/2011	04/30/2020	
651229 AG 1	NEWELL RUBBERMAID INC.....			2FE	1,784,648	119.469	2,138,505	1,790,000	1,786,614	0	280	0	0	6.250	6.280	AO	23,618	111,875	03/25/2008	04/15/2018	
652482 BG 4	NEWS AMERICA INC.....			2FE	1,999,340	108.810	2,176,215	2,000,000	1,999,761	0	31	0	0	5.300	5.300	JD	4,711	106,000	12/06/2006	12/15/2014	
65473Q AL 7	NISOURCE FINANCE CORP.....			2FE	2,062,140	106.777	2,135,554	2,000,000	2,012,131	0	(7,478)	0	0	5.400	4.980	JJ	49,800	108,000	01/24/2005	07/15/2014	
655844 AQ 1	NORFOLK SOUTHERN CORP.....			2FE	4,961,120	141.985	5,679,438	4,000,000	4,774,643	0	(24,689)	0	0	7.250	5.540	FA	109,556	290,000	05/29/2003	02/15/2031	
665859 AN 4	NORTHERN TRUST CORP.....			1FE	2,991,510	98.544	2,956,334	3,000,000	2,991,792	0	282	0	0	2.375	2.400	FA	29,490	0	07/30/2012	08/02/2022	
66938F JU 9	NORWEST CORP.....			1FE	993,660	109.398	1,093,980	1,000,000	995,306	0	129	0	0	6.750	6.800	JD	3,000	67,500	12/18/1997	12/15/2027	
67019E AB 3	NSTAR.....			2FE	644,586	114.957	747,224	650,000	645,988	0	450	0	0	4.500	4.600	MN	3,738	29,250	11/12/2009	11/15/2019	
67021C AG 2	NSTAR ELECTRIC CO.....			1FE	2,149,095	99.375	2,141,535	2,155,000	2,149,169	0	73	0	0	2.375	2.400	AO	10,805	0	10/09/2012	10/15/2022	
670346 AK 1	NUCOR CORP.....			1FE	2,927,451	121.406	3,569,363	2,940,000	2,932,175	0	993	0	0	5.850	5.900	JD	14,333	171,990	07/24/2008	06/01/2018	
682134 AC 5	OMNICOM GROUP INC.....			2FE	1,300,485	112.369	1,466,416	1,305,000	1,301,347	0	327	0	0	4.450	4.490	FA	21,939	58,073	08/02/2010	08/15/2020	
68233D AT 4	ONCOR ELECTRIC DELIVERY.....			2FE	985,470	128.597	1,285,976	1,000,000	987,525	0	155	0	0	7.000	7.110	MN	11,667	70,000	05/01/2002	05/01/2032	
68402L AC 8	ORACLE CORP.....			1FE	3,978,597	112.796	4,511,871	4,000,000	3,992,000	0	2,236	0	0	5.250	5.320	JJ	96,833	210,000	06/12/2006	01/15/2016	

E10.3

SCHEDULE D - PART 1

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

1	2		Codes			7	Fair Value		10	11	Change in Book/Adjusted Carrying Value				Interest					Dates	
			3	4	5		6	8			9	12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification		Description	Code	For eign 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	Stated Contractual Maturity Date
693476	AT	0			.2FE	2,952,810	111.391	3,341,748	3,000,000	2,982,266	0	5,274	0	0	5.250	5.470	MN	20,125	157,500	03/12/2007	11/15/2015
693506	BB	2			.2FE	2,923,538	123.788	3,620,819	2,925,000	2,923,719	0	(246)	0	0	6.650	6.650	MS	57,273	194,513	03/13/2008	03/15/2018
69351U	AQ	6			.1FE	2,989,950	100.443	3,013,299	3,000,000	2,990,213	0	263	0	0	2.500	2.530	MS	26,458	0	08/21/2012	09/01/2022
694308	GD	3			.1FE	2,995,410	104.751	3,142,546	3,000,000	2,999,138	0	355	0	0	4.800	4.810	MS	48,000	144,000	03/18/2004	03/01/2014
71343P	AB	7			.1FE	1,987,900	115.138	2,302,776	2,000,000	1,994,607	0	933	0	0	5.000	5.060	MN	12,778	100,000	05/11/2005	05/15/2017
717081	DB	6			.1FE	2,713,100	126.077	3,151,936	2,500,000	2,647,071	0	(19,941)	0	0	6.200	5.080	MS	45,639	155,000	06/04/2009	03/15/2019
72447X	AD	9			.2FE	2,436,350	105.205	2,630,140	2,500,000	2,461,072	0	5,912	0	0	5.600	5.950	MS	41,222	140,000	07/24/2008	03/15/2018
74005P	AL	8			.1FE	1,993,120	101.479	2,029,580	2,000,000	1,999,548	0	695	0	0	3.950	3.990	JD	6,583	79,000	05/27/2003	06/01/2013
74005P	AP	9			.1FE	997,990	116.863	1,168,637	1,000,000	998,946	0	120	0	0	5.200	5.220	MS	15,311	52,000	03/07/2007	03/15/2017
74005P	BB	9			.1FE	1,496,775	97.892	1,468,390	1,500,000	1,496,881	0	106	0	0	2.200	2.220	FA	13,658	0	07/30/2012	08/15/2022
742718	BZ	1			.1FE	2,044,460	112.266	2,245,337	2,000,000	2,013,436	0	(4,208)	0	0	4.850	4.600	JD	4,311	97,000	02/11/2004	12/15/2015
744448	CB	5			.1FE	843,758	122.546	1,035,520	845,000	844,156	0	68	0	0	5.800	5.820	FA	20,421	49,010	08/06/2008	08/01/2018
744448	CC	3			.1FE	1,609,033	120.419	1,932,730	1,605,000	1,607,744	0	(437)	0	0	5.125	5.090	JD	6,855	82,256	06/05/2009	06/01/2019
755111	AJ	0			.1FE	997,780	124.395	1,243,954	1,000,000	998,996	0	(2)	0	0	6.750	6.770	MS	19,875	67,500	03/27/1998	03/15/2018
771196	AS	1			.1FE	2,622,625	124.479	3,111,975	2,500,000	2,584,857	0	(11,575)	0	0	6.000	5.340	MS	50,000	150,000	06/09/2009	03/01/2019
78387G	AL	7			.1FE	1,972,080	114.689	2,293,799	2,000,000	1,988,188	0	2,921	0	0	5.625	5.810	JD	5,000	112,500	10/19/2006	06/15/2016
78573A	AA	8			.2FE	1,492,830	107.983	1,619,745	1,500,000	1,493,383	0	553	0	0	3.750	3.800	JJ	25,938	27,812	01/10/2012	01/15/2022
786514	BM	0			.2FE	5,138,550	106.098	5,304,915	5,000,000	5,028,302	0	(16,809)	0	0	5.625	5.250	FA	106,250	281,250	01/19/2005	08/15/2014
806605	AE	1			.1FE	2,066,000	104.428	2,088,577	2,000,000	2,008,216	0	(8,734)	0	0	5.300	4.830	JD	8,833	106,000	02/24/2004	12/01/2013
806605	AG	6			.1FE	1,489,215	142.795	2,141,933	1,500,000	1,494,918	0	1	0	0	6.500	6.520	JD	8,125	97,500	11/21/2003	12/01/2033
828807	BM	8			.1FE	999,684	110.170	1,101,706	1,000,000	999,903	0	0	0	0	5.100	5.100	JD	2,267	51,000	09/14/2005	06/15/2015
83614K	AA	7			.2FE	3,987,400	107.886	4,315,440	4,000,000	3,993,681	0	1,270	0	0	5.900	5.940	JAJO	59,000	236,000	04/11/2007	04/01/2017
837004	BF	9			.1FE	1,944,400	122.699	2,453,980	2,000,000	1,953,211	0	1,119	0	0	5.800	6.000	JJ	53,489	116,000	08/06/2003	01/15/2033
843646	AF	7			.2FE	2,911,170	108.447	3,253,436	3,000,000	2,975,479	0	8,715	0	0	4.875	5.220	JJ	67,438	146,250	02/10/2004	07/15/2015
8447HB	AF	9			.1FE	1,563,808	100.660	1,610,560	1,600,000	1,598,976	0	4,468	0	0	4.750	5.050	MS	25,333	76,000	11/10/2003	03/01/2013
84603M	EX	0			.2FE	1,981,700	99.996	1,999,920	2,000,000	1,998,975	0	2,938	0	0	5.125	5.290	MS	30,181	102,500	12/06/2006	03/15/2013
857477	AD	5			.1FE	3,997,840	115.883	4,635,336	4,000,000	3,998,604	0	(104)	0	0	5.375	5.380	AO	36,431	215,000	04/25/2007	04/30/2017
86787G	AG	7			.2FE	2,889,900	108.558	3,256,761	3,000,000	2,960,924	0	12,925	0	0	5.000	5.520	MS	50,000	150,000	10/20/2006	09/01/2015
87612E	AN	6			.1FE	2,092,000	117.226	2,344,533	2,000,000	2,039,718	0	(10,030)	0	0	5.875	5.250	JJ	54,181	117,500	03/09/2007	07/15/2016
887315	BJ	7			.2FE	2,908,000	125.331	3,133,283	2,500,000	2,689,215	0	(34,041)	0	0	7.250	5.430	AO	38,264	181,250	04/21/2005	10/15/2017
887317	AC	9			.2FE	1,084,626	117.069	1,276,058	1,090,000	1,087,450	0	460	0	0	5.875	5.940	MN	8,183	64,038	11/08/2006	11/15/2016
88732J	AW	8			.2FE	3,602,012	114.757	4,217,327	3,675,000	3,620,267	0	6,041	0	0	5.000	5.250	FA	76,563	183,750	12/09/2009	02/01/2020
89233P	AB	9			.1FE	2,085,820	106.032	2,120,648	2,000,000	2,044,556	0	(17,425)	0	0	3.200	2.260	JD	2,489	64,000	07/30/2010	06/17/2015
90333W	AB	4			.1FE	1,137,060	106.075	1,060,757	1,000,000	1,016,950	0	(14,882)	0	0	6.300	4.680	FA	25,725	63,000	02/21/2003	02/04/2014
904764	AK	0			.1FE	1,484,385	138.091	2,071,370	1,500,000	1,486,880	0	210	0	0	5.900	5.970	MN	11,308	88,500	11/04/2002	11/15/2032
904764	AH	3			.1FE	534,449	117.018	626,048	535,000	534,606	0	22	0	0	4.800	4.810	FA	9,701	25,680	02/09/2009	02/15/2019
907818	AZ	1			.2FE	497,755	116.527	582,635	500,000	499,380	0	120	0	0	7.000	7.040	FA	14,583	35,000	01/23/1996	02/01/2016
907834	AB	1			.2FE	745,658	119.180	893,850	750,000	746,756	0	(2)	0	0	7.500	7.540	AO	11,875	56,250	10/10/1996	10/15/2026
911308	AA	2			.1FE	2,421,090	137.157	2,743,156	2,000,000	2,222,478	0	(23,758)	0	0	8.375	6.420	AO	41,875	167,500	09/06/2001	04/01/2020
913017	BH	1			.1FE	2,894,160	109.761	3,292,833	3,000,000	2,965,876	0	13,055	0	0	4.875	5.390	MN	24,375	146,250	10/20/2006	05/01/2015
91324P	AM	4			.1FE	3,950,680	109.045	4,361,821	4,000,000	3,986,641	0	5,167	0	0	4.875	5.030	MS	57,417	195,000	03/02/2005	03/15/2015
91913Y	AM	2			.2FE	1,998,180	118.831	2,376,622	2,000,000	1,998,998	0	101	0	0	6.125	6.130	JD	5,444	122,500	06/05/2007	06/15/2017

E10.4

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	For eign 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	Stated Contractual Maturity Date	
92344G AW 6	VERIZON GLOBAL FDG CORP.....			.1FE	1,888,940	110.943	2,218,871	2,000,000	1,960,038	0	13,053	0	0	4.900	5.700	MS	28,856	98,000	10/19/2006	09/15/2015	
92344R AB 8	VERIZON NEW ENGLAND INC.....			.1FE	978,280	103.102	1,031,020	1,000,000	997,716	0	2,743	0	0	4.750	5.050	AO	11,875	47,500	10/08/2004	10/01/2013	
929903 AE 2	WACHOVIA CORP.....			.1FE	2,966,790	104.366	3,131,009	3,000,000	2,994,097	0	4,664	0	0	4.875	5.050	FA	55,250	146,250	03/12/2007	02/15/2014	
931422 AE 9	WALGREEN CO.....			.2FE	2,572,800	116.869	2,921,727	2,500,000	2,549,654	0	(6,981)	0	0	5.250	4.860	JJ	60,521	131,250	06/04/2009	01/15/2019	
94106L AS 8	WASTE MANAGEMENT INC.....			.2FE	1,991,960	120.079	2,401,590	2,000,000	1,995,027	0	528	0	0	6.100	6.150	MS	35,922	122,000	03/03/2008	03/15/2018	
947075 AD 9	WEATHERFORD INTL LTD.....			.2FE	288,440	114.527	332,129	290,000	289,035	0	117	0	0	6.000	6.070	MS	5,123	18,125	03/19/2008	03/15/2018	
949746 CR 0	WELLS FARGO & CO.....			.1FE	2,922,770	107.394	3,221,842	3,000,000	2,978,631	0	10,271	0	0	5.000	5.400	MN	19,167	150,000	03/09/2007	11/15/2014	
959802 AB 5	WESTERN UNION CO.....			.2FE	2,447,672	109.879	2,382,180	2,168,000	2,345,165	0	(43,526)	0	0	5.930	3.580	AO	32,141	128,562	07/27/2010	10/01/2016	
963320 AH 9	WHIRLPOOL CORP.....			.2FE	745,365	118.707	890,303	750,000	748,567	0	289	0	0	7.750	7.810	JJ	26,802	58,125	07/25/1996	07/15/2016	
976656 BX 5	WISCONSIN ELECTRIC POWER.....			.1FE	1,912,620	101.482	2,029,640	2,000,000	1,995,300	0	11,361	0	0	4.500	5.110	MN	11,500	90,000	05/27/2004	05/15/2013	
013716 AT 2	ALCAN INC.....	A		.1FE	2,993,930	104.486	3,134,599	3,000,000	2,998,742	0	934	0	0	5.200	5.220	JJ	71,933	156,000	05/19/2004	01/15/2014	
013716 AV 7	ALCAN INC.....	A		.1FE	1,981,860	109.595	2,191,913	2,000,000	1,994,656	0	1,905	0	0	5.000	5.110	JD	8,333	100,000	05/25/2005	06/01/2015	
03746A AA 8	APACHE FINANCE CANADA.....	A		.1FE	1,082,400	144.651	1,446,512	1,000,000	1,066,312	0	(2,034)	0	0	7.750	7.070	JD	3,444	77,500	07/27/2001	12/15/2029	
063679 JJ 4	BANK OF MONTREAL.....	A		.1FE	1,955,728	106.010	2,074,616	1,957,000	1,956,181	0	228	0	0	2.625	2.630	JJ	22,261	51,371	01/18/2011	01/25/2016	
064149 C8 8	BANK OF NOVA SCOTIA.....	A		.1FE	2,496,000	114.768	2,869,221	2,500,000	2,496,619	0	303	0	0	4.375	4.390	JJ	51,042	109,375	01/06/2011	01/13/2021	
136069 DT 5	CANADIAN IMPERIAL BANK OF COMMERCE.....	A		.1FE	1,634,313	106.400	1,739,640	1,635,000	1,634,548	0	114	0	0	2.750	2.750	JJ	19,234	44,963	01/20/2011	01/27/2016	
136375 BG 6	CANADIAN NATL RAILWAYS.....	A		.1FE	2,230,830	145.773	2,915,460	2,000,000	2,192,842	0	(5,491)	0	0	7.375	6.470	AO	31,139	147,500	04/29/2004	10/15/2031	
136375 BR 2	CANADIAN NATL RAILWAYS.....	A		.1FE	278,779	120.159	336,448	280,000	279,248	0	93	0	0	5.550	5.600	MN	1,986	15,540	04/24/2008	05/15/2018	
136375 BT 8	CANADIAN NATL RAILWAYS.....	A		.1FE	747,105	121.486	917,224	755,000	749,570	0	641	0	0	5.550	5.680	MS	13,968	41,903	02/18/2009	03/01/2019	
292505 AB 0	ENCANA CORP.....	A		.2FE	1,951,360	103.017	2,060,340	2,000,000	1,995,052	0	5,669	0	0	4.750	5.060	AO	20,056	95,000	11/10/2003	10/15/2013	
63307E AA 5	NATIONAL BANK OF CANADA.....	A		.1FE	1,264,671	101.360	1,282,204	1,265,000	1,264,874	0	104	0	0	1.650	1.650	JJ	8,755	20,873	01/24/2011	01/30/2014	
05252A BN 0	AUSTRALIA & NEW ZEALAND BANKING GRP.....	F		.1FE	1,493,895	106.384	1,595,760	1,500,000	1,495,972	0	1,127	0	0	3.250	3.330	MS	16,250	48,750	02/22/2011	03/01/2016	
055451 AA 6	BHP BILLITON FINANCE USA LTD.....	F		.1FE	3,574,644	101.253	3,746,361	3,700,000	3,694,351	0	16,315	0	0	4.800	5.280	AO	37,493	177,600	06/02/2004	04/15/2013	
067316 AC 3	BACARDI LTD.....	F		.2FE	598,764	112.184	673,104	600,000	598,945	0	95	0	0	4.500	4.520	JJ	12,450	27,000	01/18/2011	01/15/2021	
2027A0 EM 7	COMMONWEALTH BANK OF AUSTRALIA.....	F		.1FE	2,068,340	105.721	2,114,420	2,000,000	2,033,760	0	(14,654)	0	0	3.500	2.700	MS	19,833	70,000	07/29/2010	03/19/2015	
20428A AE 9	CIE FINANCEMENT FONCIER.....	F		.1FE	999,890	101.572	1,015,720	1,000,000	999,941	0	22	0	0	2.250	2.250	MS	7,125	22,500	03/01/2011	03/07/2014	
23636A AB 7	DANSKE BANK A/S.....	F		.1FE	2,754,760	105.922	2,919,210	2,756,000	2,755,033	0	110	0	0	3.875	3.880	AO	22,842	106,795	04/07/2011	04/14/2016	
25244S AF 8	DIAGEO FINANCE BV.....	F		.1FE	2,171,084	104.918	2,287,226	2,180,000	2,176,357	0	1,668	0	0	3.250	3.330	JJ	32,670	70,850	11/03/2009	01/15/2015	
25600W AB 6	DNB NOR BOLIGKREDITT.....	F		.1FE	1,493,206	106.318	1,589,454	1,495,000	1,493,767	0	306	0	0	2.900	2.920	MS	11,080	43,355	03/22/2011	03/29/2016	
268317 AB 0	ELECTRICITE DE FRANCE.....	F		.1FE	2,744,425	122.418	3,060,450	2,500,000	2,667,864	0	(23,106)	0	0	6.500	5.190	JJ	69,965	162,500	06/09/2009	01/26/2019	
40052V AB 0	GRUPO BIMBO SAB DE CV.....	F		.2FE	637,792	108.818	699,700	643,000	638,165	0	373	0	0	4.500	4.600	JJ	12,539	14,468	01/18/2012	01/25/2022	
404280 AF 6	HSBC HOLDINGS PLC.....	F		.1FE	989,052	131.932	1,319,328	1,000,000	990,164	0	79	0	0	7.625	7.720	MN	9,319	76,250	09/13/2005	05/17/2032	
411349 AA 1	HANSON PLC.....	F		.3FE	1,744,723	109.750	1,931,600	1,760,000	1,753,202	0	1,433	0	0	6.125	6.240	FA	40,724	107,800	08/09/2006	08/15/2016	
423012 AD 5	HEINEKEN NV.....	F		.2FE	1,996,220	98.189	1,963,780	2,000,000	1,996,244	0	24	0	0	2.750	2.770	AO	12,375	0	10/02/2012	04/01/2023	
505861 AB 0	LAFARGE SA.....	F		.3FE	2,061,060	111.750	2,235,000	2,000,000	2,026,449	0	(6,597)	0	0	6.500	6.070	JJ	59,944	130,000	10/20/2006	07/15/2013	
55608J AE 8	MACQUARIE GROUP LTD.....	F		.1FE	790,539	110.843	885,636	799,000	791,782	0	640	0	0	6.250	6.390	JJ	23,165	49,938	01/06/2011	01/14/2021	
636274 AC 6	NATIONAL GRID PLC.....	F		.2FE	1,995,700	116.316	2,326,322	2,000,000	1,997,995	0	314	0	0	6.300	6.320	FA	52,500	126,000	07/19/2006	08/01/2016	
65504L AF 4	NOBLE HOLDING INTL LTD.....	F		.2FE	1,496,617	110.567	1,658,513	1,500,000	1,497,115	0	187	0	0	4.625	4.650	MS	23,125	69,375	02/01/2011	03/01/2021	
66989G AA 8	NOVARTIS SECS INVEST LTD.....	F		.1FE	2,016,404	119.361	2,411,093	2,020,000	2,017,480	0	216	0	0	5.125	5.140	FA	40,547	103,525	02/04/2009	02/10/2019	
780097 AN 1	ROYAL BANK OF SCOTLAND.....	F		.3FE	994,190	101.745	1,017,450	1,000,000	999,103	0	858	0	0	5.000	5.100	MN	6,806	50,000	12/06/2006	11/12/2013	
80105N AG 0	SANOFI-AVENTIS SA.....	F		.1FE	2,142,830	113.284	2,452,604	2,165,000	2,145,987	0	1,777	0	0	4.000	4.120	MS	2,131	86,600	03/22/2011	03/29/2021	
80932R AG 0	SCOTLAND INTL BV HBOS.....	F		.2FE	3,788,560	100.740	4,029,600	4,000,000	3,986,113	0	32,607	0	0	4.250	5.120	MN	17,944	170,000	01/27/2006	05/23/2013	

E10.5

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	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	Stated Contractual Maturity Date	
822582 AS 1	SHELL INTERNATIONAL FINANCE.....		F		.1FE	1,991,340	100.411	2,008,225	2,000,000	1,991,589	0	249	0	0	2.375	2.420	FA	17,153	0	08/14/2012	08/21/2022	
83364L AB 5	SOCIETE GENERALE.....		F		.2FE	1,891,153	106.270	2,013,817	1,895,000	1,893,296	0	221	0	5.750	5.770	AO	21,490	108,963	04/12/2006	04/20/2016		
87020L AA 4	SWEDBANK HYPOTEK AB.....		F		.1FE	1,494,758	106.470	1,592,791	1,496,000	1,493,095	0	(1,663)	0	2.950	3.010	MS	11,401	44,132	03/28/2011	03/28/2016		
873144 AA 7	TXU AUSTRALIA HLDGS PTY.....		F		.1FE	4,291,200	103.397	4,135,880	4,000,000	4,035,130	0	(38,993)	0	6.150	5.090	MN	31,433	246,000	03/10/2005	11/15/2013		
87927V AL 2	TELECOM ITALIA CAPITAL.....		F		.2FE	4,919,795	104.499	5,225,000	5,000,000	4,980,988	0	9,520	0	4.950	5.170	MS	62,563	247,500	10/13/2005	09/30/2014		
92857W AK 6	VODAFONE GROUP PLC.....		F		.1FE	1,978,880	114.344	2,286,882	2,000,000	1,991,319	0	2,131	0	5.750	5.890	MS	33,861	115,000	10/20/2006	03/15/2016		
928670 AF 5	VOLKSWAGEN INTERNATIONAL FINANCE.....		F		.1FE	1,985,620	104.913	2,098,260	2,000,000	1,990,361	0	2,709	0	2.875	3.030	AO	14,375	57,500	03/23/2011	04/01/2016		
92931N AB 6	WPP FINANCE CORP.....		F		.2FE	2,038,720	106.345	2,126,917	2,000,000	2,008,737	0	(5,715)	0	5.875	5.550	JD	5,222	117,500	12/06/2006	06/15/2014		
961214 AH 6	WESTPAC BANKING CORP.....		F		.1FE	2,981,970	110.345	3,310,377	3,000,000	2,991,893	0	1,157	0	4.625	4.680	JD	11,563	138,750	05/16/2003	06/01/2018		
961214 BK 8	WESTPAC BANKING CORP.....		F		.1FE	1,998,580	115.635	2,312,714	2,000,000	1,998,847	0	20	0	4.875	4.880	MN	11,375	97,500	11/16/2009	11/19/2019		
3299999	Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations.....					448,986,862	XXX	501,877,874	449,635,000	448,366,464	0	(166,352)	0	XXX	XXX	XXX	5,983,348	22,744,348	XXX	XXX		
Industrial & Miscellaneous (Unaffiliated) - Other Loan-Backed and Structured Securities																						
501673 AA 5	LA ARENA FUNDING LLC.....				.2AM	573,587	109.965	630,748	573,587	573,587	0	0	0	7.656	7.650	JD	1,952	43,914	04/13/1999	12/15/2026		
74955E AA 7	RGS (I&M) FUNDING CORP.....				.5AM	3,898,941	118.519	3,433,737	2,897,204	3,375,138	0	(85,798)	0	9.810	5.790	JD	18,948	284,216	05/26/2005	12/07/2022		
921796 LE 6	VANDERBILT MTGE FINANCE.....				.1FE	182,480	104.529	190,765	182,498	182,319	0	(153)	0	6.620	6.600	MON	1,007	12,081	08/22/2001	06/07/2027		
3599999	Industrial & Miscellaneous - Other Loan-Backed and Structured Securities.....					4,655,008	XXX	4,255,250	3,653,289	4,131,044	0	(85,951)	0	XXX	XXX	XXX	21,907	340,211	XXX	XXX		
3899999	Total - Industrial & Miscellaneous (Unaffiliated).....					453,641,870	XXX	506,133,124	453,288,289	452,497,508	0	(252,303)	0	XXX	XXX	XXX	6,005,255	23,084,559	XXX	XXX		
Totals																						
7799999	Total - Issuer Obligations.....					491,695,015	XXX	549,545,069	485,235,000	488,120,150	0	(550,547)	0	XXX	XXX	XXX	6,690,145	25,026,192	XXX	XXX		
7899999	Total - Residential Mortgage-Backed Securities.....					1,568,776	XXX	1,767,870	1,565,720	1,592,087	0	12,319	0	XXX	XXX	XXX	8,153	99,311	XXX	XXX		
8099999	Total - Other Loan-Backed and Structured Securities.....					4,655,008	XXX	4,255,250	3,653,289	4,131,044	0	(85,951)	0	XXX	XXX	XXX	21,907	340,211	XXX	XXX		
8399999	Grand Total - Bonds.....					497,918,799	XXX	555,568,189	490,454,009	493,843,281	0	(624,179)	0	XXX	XXX	XXX	6,720,205	25,465,714	XXX	XXX		

E10.6

SCHEDULE D - PART 2 - SECTION 1

Showing all PREFERRED STOCKS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes		5 Number of Shares	6 Par Value Per Share	7 Rate Per Share	8 Book/ Adjusted Carrying Value	Fair Value		11 Actual Cost	Dividends			Change in Book/Adjusted Carrying Value					20 NAIC Desig- nation	21 Date Acquired	
		3 Code	4 F o r e i g n					9 Rate Per Share Used to Obtain Fair Value	10 Fair Value		12 Declared but Unpaid	13 Amount Received During Year	14 Nonadmitted Declared but Unpaid	15 Unrealized Valuation Increase/ (Decrease)	16 Current Year's (Amortization)/ Accretion	17 Current Year's Other Than Temporary Impairment Recognized	18 Total Change in B./A.C.V. (15+16-17)	19 Total Foreign Exchange Change in B./A.C.V.			
Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)																					
151327 20 2	CENTAUR FUNDING CORP.....			3,000,000	1,000.00	0.000	3,990,630	1,250,620	3,751,875	3,990,630	24,970	272,400	0	0	0	0	0	0	0	P2UFE...	06/17/2005
8499999.	Total - Preferred Stocks - Industrial and Miscellaneous (Unaffiliated).....						3,990,630	1,250,620	3,751,875	3,990,630	24,970	272,400	0	0	0	0	0	0	0	...XXX...	...XXX.....
8999999.	Total - Preferred Stocks.....						3,990,630	1,250,620	3,751,875	3,990,630	24,970	272,400	0	0	0	0	0	0	0	...XXX...	...XXX.....

SCHEDULE D - PART 2 - SECTION 2

Showing all COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes		5 Number of Shares	6 Book/ Adjusted Carrying Value	Fair Value		9 Actual Cost	Dividends			Change in Book/Adjusted Carrying Value				17 NAIC Market Indicator (a)	18 Date Acquired
		3 Code	4 F o r e i g n			7 Rate Per Share Used to Obtain Fair Value	8 Fair Value		10 Declared but Unpaid	11 Amount Received During Year	12 Nonadmitted Declared but Unpaid	13 Unrealized Valuation Increase/ (Decrease)	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Change in B./A.C.V. (13-14)	16 Total Foreign Exchange Change in B./A.C.V.		
9899998	Total - Preferred Stock from Section 1.....				3,990,630	XXX	3,751,875	3,990,630	24,970	272,400	0	0	0	0	0	XXX	XXX
9899999	Total - Preferred and Common Stock.....				3,990,630	XXX	3,751,875	3,990,630	24,970	272,400	0	0	0	0	0	XXX	XXX

(a) For all common stocks bearing the NAIC market indicator "U" provide: the number of such issues.....0, the total \$ value (included in Column 8) of all such issues \$.....0.

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								
912828 RX 0	UNITED STATES OF AMERICA TREASURY		02/01/2012	VARIOUS		3,322,000	3,300,000	2,419
0599999	Total - Bonds - U.S. Government					3,322,000	3,300,000	2,419
Bonds - Industrial and Miscellaneous								
03523T BP 2	ANHEUSER-BUSCH INBEV WORLDWIDE		07/11/2012	BANK OF AMERICA		1,492,770	1,500,000	0
071813 BF 5	BAXTER INTERNATIONAL INC		08/08/2012	UBS, AG		1,991,340	2,000,000	0
24422E RT 8	JOHN DEERE CAPITAL CORP		06/26/2012	DEUTSCHE-ALEX BROWN, EUROPE		1,495,890	1,500,000	0
52517P F6 3	LEHMAN BROTHERS HLDG		10/01/2012	CAPITALIZED INTEREST		0	245,841	0
52517P VV 0	LEHMAN BROTHERS HLDG		10/01/2012	CAPITALIZED INTEREST		0	256,358	0
665859 AN 4	NORTHERN TRUST CORP		07/30/2012	BANK OF AMERICA		2,991,510	3,000,000	0
67021C AG 2	NSTAR ELECTRIC CO		10/09/2012	GOLDMAN SACHS		2,149,095	2,155,000	0
69351U AQ 6	PPL ELECTRIC UTILITIES CORP		08/21/2012	CITIGROUP GLOBAL MARKETS INC		2,989,950	3,000,000	0
74005P BB 9	PRAXAIR INC		07/30/2012	CHASE SECURITIES		1,496,775	1,500,000	0
78573A AA 8	SABMILLER HOLDINGS INC		01/10/2012	MORGAN STANLEY DEAN WITTER		1,492,830	1,500,000	0
40052V AB 0	GRUPO BIMBO SAB DE CV	F	01/18/2012	CITIGROUP GLOBAL MARKETS INC		637,792	643,000	0
423012 AD 5	HEINEKEN NV	F	10/02/2012	CREDIT SUISSE FIRST BOSTON		1,996,220	2,000,000	0
822582 AS 1	SHELL INTERNATIONAL FINANCE	F	08/14/2012	MORGAN STANLEY DEAN WITTER		1,991,340	2,000,000	0
3899999	Total - Bonds - Industrial and Miscellaneous					20,725,512	21,300,199	0
8399997	Total - Bonds - Part 3					24,047,512	24,600,199	2,419
8399999	Total - Bonds					24,047,512	24,600,199	2,419
9999999	Total - Bonds, Preferred and Common Stocks					24,047,512	XXX	2,419

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	Forfeign	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	Contractual Maturity Date
Bonds - U.S. Government																				
36201N K9 0	GOVERNMENT NATL MTG ASSN.....		12/01/2012	MBS PAYDOWN.....		12,597	12,597	13,040	12,605	0	(8)	0	(8)	0	12,597	0	0	0	455	11/15/2032
36210T Q2 5	GOVERNMENT NATL MTG ASSN.....		12/01/2012	MBS PAYDOWN.....		112,538	112,538	117,039	112,925	0	(388)	0	(388)	0	112,538	0	0	0	3,160	04/15/2029
36210X T7 2	GOVERNMENT NATL MTG ASSN.....		12/01/2012	MBS PAYDOWN.....		19,678	19,678	20,466	19,771	0	(92)	0	(92)	0	19,678	0	0	0	710	04/15/2029
36213E PQ 3	GOVERNMENT NATL MTG ASSN.....		12/01/2012	MBS PAYDOWN.....		94,351	94,351	94,049	94,343	0	8	0	8	0	94,351	0	0	0	2,750	12/15/2031
912827 7L 0	UNITED STATES OF AMERICA TREASURY.....		02/15/2012	VARIOUS.....		3,300,000	3,300,000	3,613,500	3,304,788	0	(4,788)	0	(4,788)	0	3,300,000	0	0	0	80,438	02/15/2012
912828 MT 4	UNITED STATES OF AMERICA TREASURY.....		02/14/2012	VARIOUS.....		10,125,508	10,000,000	9,905,469	9,960,735	0	3,992	0	3,992	0	9,964,727	0	160,781	160,781	57,795	03/15/2013
0599999	Total - Bonds - U.S. Government.....					13,664,672	13,539,164	13,763,563	13,505,167	0	(1,276)	0	(1,276)	0	13,503,891	0	160,781	160,781	145,308	....XXX.....
Bonds - U.S. Special Revenue and Special Assessment																				
312903 KT 3	FED HOME LOAN MTG CORP.....		12/15/2012	MBS PAYDOWN.....		7,416	7,416	7,594	7,420	0	(4)	0	(4)	0	7,416	0	0	0	274	01/15/2021
312905 WS 7	FED HOME LOAN MTG CORP.....		12/01/2012	MBS PAYDOWN.....		3,026	3,026	3,097	3,028	0	(2)	0	(2)	0	3,026	0	0	0	142	05/15/2021
312909 A4 6	FED HOME LOAN MTG CORP.....		12/01/2012	MBS PAYDOWN.....		11,493	11,493	12,068	11,499	0	(6)	0	(6)	0	11,493	0	0	0	565	04/15/2022
3133T6 M8 1	FED HOME LOAN MTG CORP.....		12/01/2012	MBS PAYDOWN.....		12,011	12,011	11,260	11,978	0	33	0	33	0	12,011	0	0	0	375	04/15/2026
31340Y FN 4	FED HOME LOAN MTG CORP.....		12/15/2012	MBS PAYDOWN.....		6,722	6,722	6,949	6,731	0	(9)	0	(9)	0	6,722	0	0	0	337	03/15/2020
31358E JG 8	FED NATIONAL MTG ASSN.....		12/01/2012	MBS PAYDOWN.....		3,146	3,146	2,729	3,130	0	16	0	16	0	3,146	0	0	0	112	06/25/2020
31358E QE 5	FED NATIONAL MTG ASSN.....		12/01/2012	MBS PAYDOWN.....		6,131	6,131	6,311	6,136	0	(5)	0	(5)	0	6,131	0	0	0	239	06/25/2020
31358J SN 2	FED NATIONAL MTG ASSN.....		12/01/2012	MBS PAYDOWN.....		4,318	4,318	4,410	4,320	0	(2)	0	(2)	0	4,318	0	0	0	142	09/25/2021
31358L JB 3	FED NATIONAL MTG ASSN.....		12/01/2012	MBS PAYDOWN.....		3,076	3,076	3,133	3,077	0	(2)	0	(2)	0	3,076	0	0	0	146	01/25/2022
31359D 6L 2	FED NATIONAL MTG ASSN.....		12/01/2012	MBS PAYDOWN.....		46,988	46,988	44,917	47,373	0	(385)	0	(385)	0	46,988	0	0	0	1,658	09/25/2023
3837H0 QK 2	GOVERNMENT NATL MTG ASSN.....		12/01/2012	MBS PAYDOWN.....		38,747	38,747	37,367	38,685	0	62	0	62	0	38,747	0	0	0	1,560	06/20/2026
3199999	Total - Bonds - U.S. Special Revenue and Special Assessments.....					143,074	143,074	139,835	143,377	0	(304)	0	(304)	0	143,074	0	0	0	5,550	....XXX.....
Bonds - Industrial and Miscellaneous																				
002824 AU 4	ABBOTT LABORATORIES.....		12/27/2012	CALLED THRU ISSUER.....		628,363	513,000	514,421	514,170	0	(136)	0	(136)	0	514,035	0	114,329	114,329	27,580	04/01/2019
030096 AG 6	AMERICAN STORES CO.....		08/03/2012	MORGAN STAN DEAN WITTER....		910,000	1,000,000	982,190	982,300	0	0	0	0	0	982,300	0	(72,300)	(72,300)	60,786	05/01/2017
054937 AD 9	BB&T CORPORATION.....		10/01/2012	MATURITY.....		2,000,000	2,000,000	1,970,920	1,996,154	0	3,846	0	3,846	0	2,000,000	0	0	0	95,000	10/01/2012
064057 BA 9	BANK OF NEW YORK MELLON.....		04/01/2012	MATURITY.....		1,000,000	1,000,000	1,116,700	1,003,867	0	(3,867)	0	(3,867)	0	1,000,000	0	0	0	31,875	04/01/2012
10138M AB 1	BOTTLING GROUP LLC.....		11/15/2012	MATURITY.....		2,000,000	2,000,000	1,998,100	1,999,789	0	211	0	211	0	2,000,000	0	0	0	92,500	11/15/2012
17313Y AL 5	CITIGROUP INC - FDIC INS.....		10/22/2012	VARIOUS.....		3,099,140	3,076,000	3,064,988	3,073,057	0	1,317	0	1,317	0	3,074,374	0	24,766	24,766	31,946	10/22/2012
224044 BM 8	COX COMMUNICATIONS INC.....		12/27/2012	CALLED THRU ISSUER.....		2,239,823	2,041,000	2,004,754	2,027,692	0	4,210	0	4,210	0	2,031,902	0	207,921	207,921	113,757	12/15/2014
257867 AR 2	DONNELLEY (R.R.) & SONS.....		03/13/2012	PREREFUNDED.....		1,080,540	1,044,000	1,042,553	1,043,416	0	32	0	32	0	1,043,448	0	37,092	37,092	9,825	05/15/2015
263534 BK 4	EI DU PONT DE NEMOURS & CO.....		11/15/2012	MATURITY.....		1,000,000	1,000,000	999,920	999,991	0	9	0	9	0	1,000,000	0	0	0	47,500	11/15/2012
266228 CR 4	DUQUESNE LIGHT.....		04/15/2012	MATURITY.....		1,000,000	1,000,000	1,144,800	1,006,027	0	(6,027)	0	(6,027)	0	1,000,000	0	0	0	33,500	04/15/2012
42307T AF 5	HJ HEINZ FINANCE CO.....		03/15/2012	MATURITY.....		1,000,000	1,000,000	1,062,160	1,002,008	0	(2,008)	0	(2,008)	0	1,000,000	0	0	0	30,000	03/15/2012
501673 AA 5	LA ARENA FUNDING LLC.....		12/15/2012	MBS PAYDOWN.....		63,270	63,270	63,270	63,270	0	0	0	0	0	63,270	0	0	0	4,844	12/15/2026
524908 UB 4	LEHMAN BROTHERS HLDG.....		05/25/2012	DIRECT.....		0	2,000,000	200	200	0	0	0	0	0	200	0	(200)	(200)	0	01/03/2017
52517P F6 3	LEHMAN BROTHERS HLDG.....		10/02/2012	DIRECT.....		201,052	245,841	20,889	21,343	0	0	0	0	0	21,343	0	179,709	179,709	0	04/04/2016
52517P VV 0	LEHMAN BROTHERS HLDG.....		10/02/2012	DIRECT.....		200,988	256,358	21,844	22,174	0	0	0	0	0	22,174	0	178,814	178,814	0	03/13/2014
74955E AA 7	RGS (I&M) FUNDING CORP.....		12/07/2012	SINKING FUND REDEMPTION....		33,573	33,573	45,181	34,205	0	(632)	0	(632)	0	33,573	0	0	0	2,490	12/07/2022
803111 AM 5	SARA LEE CORP.....		04/03/2012	PREREFUNDED.....		2,089,940	2,000,000	2,079,700	2,068,179	0	(435)	0	(435)	0	2,067,744	0	22,196	22,196	51,722	11/01/2032
91913Y AD 2	VALERO ENERGY CORP.....		04/15/2012	MATURITY.....		1,000,000	1,000,000	1,055,750	1,003,371	0	(3,371)	0	(3,371)	0	1,000,000	0	0	0	34,375	04/15/2012
921796 LE 6	VANDERBILT MTGE FINANCE.....		12/01/2012	MBS PAYDOWN.....		106,611	106,611	106,601	106,610	0	2	0	2	0	106,611	0	0	0	3,967	06/07/2027

E14

SCHEDULE D - PART 4

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

1 CUSIP Identification	2 Description	3 F o r e i g n Disposal Date	4 Name of Purchaser	5 Number of Shares of Stock	6 Consideration	7 Par Value	8 Actual Cost	9 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Stated Contractual Maturity Date
									11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.						
3899999	Total - Bonds - Industrial and Miscellaneous.....				19,653,300	21,379,653	19,294,941	18,967,823	0	(6,849)	0	(6,849)	0	18,960,974	0	692,327	692,327	671,667	XXX
8399997	Total - Bonds - Part 4.....				33,461,046	35,061,891	33,198,339	32,616,367	0	(8,429)	0	(8,429)	0	32,607,939	0	853,108	853,108	822,525	XXX
8399999	Total - Bonds.....				33,461,046	35,061,891	33,198,339	32,616,367	0	(8,429)	0	(8,429)	0	32,607,939	0	853,108	853,108	822,525	XXX
9999999	Total - Bonds, Preferred and Common Stocks.....				33,461,046	XXX	33,198,339	32,616,367	0	(8,429)	0	(8,429)	0	32,607,939	0	853,108	853,108	822,525	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 CUSIP Identification	2 Description	Codes		5 Date Acquired	6 Name of Vendor	7 Maturity Date	8 Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value				13 Par Value	14 Actual Cost	Interest						21 Paid for Accrued Interest
		3 Code	4 F o r e i g n					9 Unrealized Valuation Increase/ (Decrease)	10 Current Year's (Amortization)/ Accretion	11 Current Year's Other Than Temporary Impairment Recognized	12 Total Foreign Exchange Change in B./A.C.V.			15 Amount Due and Accrued December 31 of Current Year on Bond Not in Default	16 Non- Admitted Due and Accrued	17 Rate of	18 Effective Rate of	19 When Paid	20 Amount Received During Year	
Class One Money Market Mutual Funds																				
26200V 10 4	DREYFUS CASH ADVANTAGE FUND - INSTL.....			12/31/2012	DIRECT.....	...XXX.....	.....12,809,453	.....0	.....0	.....0	.....0	.....0	.....12,809,453	.....0	.....0	.....0.120	.....0.120	.....	.....2,119	.....0
8999999	Total - Class One Money Market Mutual Funds.....						.....12,809,453	.....0	.....0	.....0	.....0	.....XXX.....	.....12,809,453	.....0	.....0	.....XXX.....	.....XXX.....	.....XXX.....	.....2,119	.....0
9199999	Total - Short-Term Investments.....						.....12,809,453	.....0	.....0	.....0	.....0	.....XXX.....	.....12,809,453	.....0	.....0	.....XXX.....	.....XXX.....	.....XXX.....	.....2,119	.....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

Annual Statement for the year 2012 of the **U.S. FINANCIAL LIFE INSURANCE COMPANY**
SCHEDULE E - PART 1 - CASH

1	2	3	4	5	6	7
Depository	Code	Rate of Interest	Amount of Interest Received During Year	Amount of Interest Accrued December 31 of Current Year	Balance	*
Open Depositories						
Fifth Third..... Cinicinnati, OH.....	.....	0.000	0	0	(8,231,545)	XXX
JPMorgan Chase..... New York, NY.....	.....	0.000	0	0	14,946,465	XXX
0199999. Total - Open Depositories.....	.XXX..	.XXX..	0	0	6,714,920	XXX..
0399999. Total Cash on Deposit.....	.XXX..	.XXX..	0	0	6,714,920	XXX..
0599999. Total Cash.....	.XXX..	.XXX..	0	0	6,714,920	XXX..

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

1. January.....	(16,495,368)	4. April.....	10,111,650	7. July.....	7,535,286	10. October.....	2,947,231
2. February.....	(4,694,881)	5. May.....	8,537,418	8. August.....	7,198,034	11. November.....	3,254,811
3. March.....	(1,691,397)	6. June.....	12,133,995	9. September.....	8,582,050	12. December.....	6,714,920

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
------------------	-----------	-----------------------	--------------------------	---------------	--------------------------------------	--	-------------------------------------

NONE

SCHEDULE E - PART 3 - SPECIAL DEPOSITS

States, Etc.	1 Type of Deposit	2 Purpose of Deposit	Deposits for the Benefit of All Policyholders		All Other Special Deposits	
			3 Book/Adjusted Carrying Value	4 Fair Value	5 Book/Adjusted Carrying Value	6 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...	Insurance Department - Arkansas RSD By Stat Ann Section 66-2703.....	.....0	.....0	.....152,098	.....202,828
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	.....B...	State Treasurer of Florida.....	.....0	.....0	.....203,066	.....270,438
11. Georgia.....GA	.....B...	Georgia Insurance Commissioner - State Compliance Ins Code Section 33-2-32 (A).....	.....0	.....0	.....50,260	.....50,688
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	.....B...	General Laws - Chapter 175 Sec 185.....	.....0	.....0	.....100,519	.....101,375
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	.....B...	Nevada Division of Insurance - NRS 6828015.....	.....0	.....0	.....201,039	.....202,750
30. New Hampshire.....NH	.....B...	Insurance Department - State of New Hampshire.....	.....0	.....0	.....502,454	.....525,470
31. New Jersey.....NJ			.....0	.....0	.....0	.....0
32. New Mexico.....NM	.....B...	Insurance Commissioner - State of New Mexico.....	.....0	.....0	.....101,533	.....135,219
33. New York.....NY			.....0	.....0	.....0	.....0
34. North Carolina.....NC	.....B...	NC Insurance Commissioner - Insurance Code Section 58-5-50.....	.....0	.....0	.....403,598	.....456,266
35. North Dakota.....ND			.....0	.....0	.....0	.....0
36. Ohio.....OH	.....B...	Ohio Department of Insurance - RSD by Ins Code Section 3901-53.....	.....5,404,062	.....6,325,818	.....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	.....B...	Virginia Insurance Collateral Deposit.....	.....0	.....0	.....553,668	.....557,563
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. US Virgin Islands.....VI			.....0	.....0	.....0	.....0
56. Northern Mariana Islands.....MP			.....0	.....0	.....0	.....0
57. Canada.....CAN			.....0	.....0	.....0	.....0
58. Aggregate Alien and Other.....OT	.....XXX	.....XXX	.....0	.....0	.....0	.....0
59. Total.....	.....XXX	.....XXX	.....5,404,062	.....6,325,818	.....2,268,235	.....2,502,597

DETAILS OF WRITE-INS

5801. ....			.....0	.....0	.....0	.....0
5802. ....			.....0	.....0	.....0	.....0
5803. ....			.....0	.....0	.....0	.....0
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

**2012 ALPHABETICAL INDEX
LIFE ANNUAL STATEMENT BLANK**

Analysis of Increase in Reserves During The Year	7	Schedule D – Part 2 – Section 1	E11
Analysis of Operations By Lines of Business	6	Schedule D – Part 2 – Section 2	E12
Asset Valuation Reserve Default Component	30	Schedule D – Part 3	E13
Asset Valuation Reserve Equity	32	Schedule D – Part 4	E14
Asset Valuation Reserve Replications (Synthetic) Assets	35	Schedule D – Part 5	E15
Asset Valuation Reserve	29	Schedule D – Part 6 – Section 1	E16
Assets	2	Schedule D – Part 6 – Section 2	E16
Cash Flow	5	Schedule D – Summary By Country	SI04
Exhibit 1 – Part 1 – Premiums and Annuity Considerations for Life and Accident and Health Contracts	9	Schedule D – Verification Between Years	SI03
Exhibit 1 – Part 2 – Dividends and Coupons Applied, Reinsurance Commissions and Expense	10	Schedule DA – Part 1	E17
Exhibit 2 – General Expenses	11	Schedule DA – Verification Between Years	SI10
Exhibit 3 – Taxes, Licenses and Fees (Excluding Federal Income Taxes)	11	Schedule DB – Part A – Section 1	E18
Exhibit 4 – Dividends or Refunds	11	Schedule DB – Part A – Section 2	E19
Exhibit 5 – Aggregate Reserve for Life Contracts	12	Schedule DB – Part A – Verification Between Years	SI11
Exhibit 5 – Interrogatories	13	Schedule DB – Part B – Section 1	E20
Exhibit 5A – Changes in Bases of Valuation During The Year	13	Schedule DB – Part B – Section 2	E21
Exhibit 6 – Aggregate Reserves for Accident and Health Contracts	14	Schedule DB – Part B – Verification Between Years	SI11
Exhibit 7 – Deposit-Type Contracts	15	Schedule DB – Part C – Section 1	SI12
Exhibit 8 – Claims for Life and Accident and Health Contracts – Part 1	16	Schedule DB – Part C – Section 2	SI13
Exhibit 8 – Claims for Life and Accident and Health Contracts – Part 2	17	Schedule DB – Part D	E22
Exhibit of Capital Gains (Losses)	8	Schedule DB – Verification	SI14
Exhibit of Life Insurance	25	Schedule DL – Part 1	E23
Exhibit of Net Investment Income	8	Schedule DL – Part 2	E24
Exhibit of Nonadmitted Assets	18	Schedule E – Part 1 – Cash	E25
Exhibit of Number of Policies, Contracts, Certificates, Income Payable and Account Values	27	Schedule E – Part 2 – Cash Equivalents	E26
Five-Year Historical Data	22	Schedule E – Part 3 – Special Deposits	E27
Form for Calculating the Interest Maintenance Reserve (IMR)	28	Schedule E – Verification Between Years	SI15
General Interrogatories	20	Schedule F	36
Jurat Page	1	Schedule H – Accident and Health Exhibit – Part 1	37
Liabilities, Surplus and Other Funds	3	Schedule H – Part 2, Part 3 and Part 4	38
Life Insurance (State Page)	24	Schedule H – Part 5 – Health Claims	39
Notes To Financial Statements	19	Schedule S – Part 1 – Section 1	40
Overflow Page For Write-ins	56	Schedule S – Part 1 – Section 2	41
Schedule A – Part 1	E01	Schedule S – Part 2	42
Schedule A – Part 2	E02	Schedule S – Part 3 – Section 1	43
Schedule A – Part 3	E03	Schedule S – Part 3 – Section 2	44
Schedule A – Verification Between Years	SI02	Schedule S – Part 4	45
Schedule B – Part 1	E04	Schedule S – Part 5	46
Schedule B – Part 2	E05	Schedule S – Part 6	48
Schedule B – Part 3	E06	Schedule S – Part 7	49
Schedule B – Verification Between Years	SI02	Schedule T – Part 2 Interstate Compact	51
Schedule BA – Part 1	E07	Schedule T – Premiums and Annuity Considerations	50
Schedule BA – Part 2	E08	Schedule Y – Information Concerning Activities of Insurer Members of a Holding Company Group	52
Schedule BA – Part 3	E09	Schedule Y – Part 1A – Detail of Insurance Holding Company System	53
Schedule BA – Verification Between Years	SI03	Schedule Y – Part 2 – Summary of Insurer's Transactions With Any Affiliates	54
Schedule D – Part 1	E10	Summary Investment Schedule	SI01
Schedule D – Part 1A – Section 1	SI05	Summary of Operations	4
Schedule D – Part 1A – Section 2	SI08	Supplemental Exhibits and Schedules Interrogatories	55