71404201620100103

QUARTERLY STATEMENT

As of September 30, 2016

of the Condition and Affairs of the

CONTINENTAL GENERAL INSURANCE COMPANY

NAIC Group Code.....4852, 4852 (Current Period) (Prior Period) | NAIC Company Code..... 71404 | Employer's ID Number..... 47-0463747

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

Incorporated/Organized..... May 24, 1961 | Commenced Business..... July 11, 1961

Statutory Home Office: 11001 Lakeline Boulevard Suite 120….. Austin ..... TX ..... US 78717
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office: 11001 Lakeline Boulevard Suite 120….. Austin ..... TX ..... US ..... 78717 — 866-830-0607
(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address: 11001 Lakeline Boulevard Suite 120….. Austin ..... TX ..... US 78717
(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records: 301 East Fourth Street….. Cincinnati ..... OH ..... US ..... 45202 — 512-969-2810
(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Web Site Address: N/A

Statutory Statement Contact: Janet Kay Ward — 512-969-2810
(Name) (Area Code) (Telephone Number) (Extension)

Janet.Ward@continental-ins.com — 512-257-0218
(E-Mail Address) (Fax Number)

OFFICERS

Name	Title	Name	Title
1. Michael William Mazur	President	2. Janet Kay Ward #	Treasurer
3. Roger Eugene Desjardins	Secretary	4. Thomas Edward Pyle #	Vice President and Appointed Actuary

OTHER

William Travis Simpson — Vice President

DIRECTORS OR TRUSTEES

Evan Bernhard Behrens	James Paul Corcoran	Paul Kenneth Voigt	Justin Dale Myers

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

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

(Signature)	(Signature)	(Signature)
Michael William Mazur	Janet Kay Ward	Roger Eugene Desjardins
1. (Printed Name)	2. (Printed Name)	3. (Printed Name)
President	Treasurer	Secretary
(Title)	(Title)	(Title)

Subscribed and sworn to before me
This ________ day of November 2016

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

#OFFICERS AND DIRECTORS WHO DID NOT OCCUPY THE INDICATED POSITION IN THE PREVIOUS ANNUAL STATEMENT

ASSETS

	Current Statement Date 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 December 31 Prior Year Net Admitted Assets
1. Bonds	210,949,754		210,949,754	203,789,599
2. Stocks:				
2.1 Preferred stocks	6,235,000		6,235,000	4,000,007
2.2 Common stocks	13,570,728		13,570,728	11,366,594
3. Mortgage loans on real estate:				
3.1 First liens	2,119,314		2,119,314	1,252,165
3.2 Other than first liens			0	
4. Real estate:				
4.1 Properties occupied by the company (less $..........0 encumbrances)			0	
4.2 Properties held for the production of income (less $..........0 encumbrances)			0	
4.3 Properties held for sale (less $..........0 encumbrances)			0	
5. Cash ($.....988,416), cash equivalents ($..........0) and short-term investments ($.....4,130,568)	5,118,984		5,118,984	11,979,187
6. Contract loans (including $..........0 premium notes)	2,752,584		2,752,584	2,796,194
7. Derivatives			0	
8. Other invested assets	1,178,664		1,178,664	1,178,229
9. Receivables for securities			0	262
10. Securities lending reinvested collateral assets			0	
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	241,925,028	0	241,925,028	236,362,237
13. Title plants less $..........0 charged off (for Title insurers only)			0	
14. Investment income due and accrued	2,733,622		2,733,622	2,617,504
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	83,624	1,568	82,056	88,150
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $..........0 earned but unbilled premiums)	1,090,024	26,333	1,063,691	1,059,520
15.3 Accrued retrospective premiums ($..........0) and contracts subject to redetermination ($..........0)			0	
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers			0	
16.2 Funds held by or deposited with reinsured companies			0	
16.3 Other amounts receivable under reinsurance contracts	4,562,247		4,562,247	4,358,357
17. Amounts receivable relating to uninsured plans			0	
18.1 Current federal and foreign income tax recoverable and interest thereon			0	3,211,392
18.2 Net deferred tax asset			0	
19. Guaranty funds receivable or on deposit	1,548,882		1,548,882	1,613,676
20. Electronic data processing equipment and software			0	
21. Furniture and equipment, including health care delivery assets ($..........0)			0	
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	
23. Receivables from parent, subsidiaries and affiliates			0	
24. Health care ($..........0) and other amounts receivable			0	
25. Aggregate write-ins for other than invested assets	13,386	765	12,621	28,549
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25)	251,956,813	28,666	251,928,147	249,339,385
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	
28. Total (Lines 26 and 27)	251,956,813	28,666	251,928,147	249,339,385

DETAILS OF WRITE-INS

1101.			0	
1102.			0	
1103.			0	
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above)	0	0	0	0
2501. Miscellaneous receivables	13,386	765	12,621	28,549
2502.			0	
2503.			0	
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above)	13,386	765	12,621	28,549

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for life contracts $.....60,035,033 less $..........0 included in Line 6.3 (including $..........0 Modco Reserve)	60,035,033	62,581,412
2. Aggregate reserve for accident and health contracts (including $.........0 Modco Reserve)	155,151,180	154,730,338
3. Liability for deposit-type contracts (including $..........0 Modco Reserve)	472,079	887,457
4. Contract claims:		
4.1 Life	1,421,050	1,317,190
4.2 Accident and health	1,241,805	1,266,842
5. Policyholders' dividends $..........0 and coupons $..........0 due and unpaid		
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including $..........0 Modco)		
6.2 Dividends not yet apportioned (including $..........0 Modco)		
6.3 Coupons and similar benefits (including $..........0 Modco)		
7. Amount provisionally held for deferred dividend policies not included in Line 6		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less $..........0 discount; including $.....76,404 accident and health premiums	80,824	121,874
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts		
9.2 Provision for experience rating refunds, including the liability of $..........0 accident and health experience rating refunds of which $..........0 is for medical loss ratio rebate per the Public Health Service Act		
9.3 Other amounts payable on reinsurance, including $..........0 assumed and $..........0 ceded		
9.4 Interest Maintenance Reserve	1,449,554	1,239,439
10. Commissions to agents due or accrued - life and annuity contracts $..........0, accident and health $..........0 and deposit-type contract funds $..........0		
11. Commissions and expense allowances payable on reinsurance assumed		
12. General expenses due or accrued	115,025	116,277
13. Transfers to Separate Accounts due or accrued (net) (including $..........0 accrued for expense allowances recognized in reserves, net of reinsured allowances)		
14. Taxes, licenses and fees due or accrued, excluding federal income taxes	2,278,705	2,065,365
15.1 Current federal and foreign income taxes, including $..........0 on realized capital gains (losses)	2,225,809	
15.2 Net deferred tax liability	394,846	4,521,825
16. Unearned investment income	95,572	99,781
17. Amounts withheld or retained by company as agent or trustee		
18. Amounts held for agents' account, including $.....175,197 agents' credit balances	175,197	112,853
19. Remittances and items not allocated	256,739	194,109
20. Net adjustment in assets and liabilities due to foreign exchange rates		
21. Liability for benefits for employees and agents if not included above		
22. Borrowed money $..........0 and interest thereon $..........0		
23. Dividends to stockholders declared and unpaid		
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve	3,296,430	921,584
24.02 Reinsurance in unauthorized and certified ($..........0) companies		
24.03 Funds held under reinsurance treaties with unauthorized and certified ($..........0) reinsurers		
24.04 Payable to parent, subsidiaries and affiliates	717,459	4,020
24.05 Drafts outstanding		
24.06 Liability for amounts held under uninsured plans		
24.07 Funds held under coinsurance		
24.08 Derivatives		
24.09 Payable for securities	2,426,894	104
24.10 Payable for securities lending		
24.11 Capital notes $..........0 and interest thereon $..........0		
25. Aggregate write-ins for liabilities	623,345	659,321
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25)	232,457,546	230,839,791
27. From Separate Accounts statement		
28. Total liabilities (Lines 26 and 27)	232,457,546	230,839,791
29. Common capital stock	4,196,559	4,196,559
30. Preferred capital stock		
31. Aggregate write-ins for other-than-special surplus funds	0	0
32. Surplus notes		
33. Gross paid in and contributed surplus	15,452,531	15,452,531
34. Aggregate write-ins for special surplus funds	0	0
35. Unassigned funds (surplus)	(178,489)	(1,149,496)
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 29 $..........0)		
36.2 .....0.000 shares preferred (value included in Line 30 $..........0)		
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including $..........0 in Separate Accounts Statement)	15,274,042	14,303,035
38. Totals of Lines 29, 30 and 37	19,470,601	18,499,594
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3)	251,928,147	249,339,385
DETAILS OF WRITE-INS		
2501. Unclaimed property	623,345	659,321
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above)	623,345	659,321
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page	0	0
3199. Totals (Lines 3101 thru 3103 plus 3198) (Line 31 above)	0	0
3401.		
3402.		
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above)	0	0

SUMMARY OF OPERATIONS

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
1. Premiums and annuity considerations for life and accident and health contracts	10,008,438	10,095,735	13,294,084
2. Considerations for supplementary contracts with life contingencies			
3. Net investment income	9,726,071	10,486,173	13,963,076
4. Amortization of Interest Maintenance Reserve (IMR)	59,257	8,897	77,793
5. Separate Accounts net gain from operations excluding unrealized gains or losses			
6. Commissions and expense allowances on reinsurance ceded	3,877,256	4,467,063	5,962,155
7. Reserve adjustments on reinsurance ceded			
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts			
8.2 Charges and fees for deposit-type contracts			
8.3 Aggregate write-ins for miscellaneous income	0	1,361	2,384
9. Totals (Lines 1 to 8.3)	23,671,022	25,059,229	33,299,492
10. Death benefits	3,538,392	3,751,818	4,930,545
11. Matured endowments (excluding guaranteed annual pure endowments)	22,947	24,445	34,489
12. Annuity benefits	1,088,388	1,111,112	1,297,135
13. Disability benefits and benefits under accident and health contracts	7,975,142	7,737,666	10,401,866
14. Coupons, guaranteed annual pure endowments and similar benefits			
15. Surrender benefits and withdrawals for life contracts	2,344,767	2,691,942	3,682,651
16. Group conversions			
17. Interest and adjustments on contract or deposit-type contract funds	(115,111)	232,610	489,903
18. Payments on supplementary contracts with life contingencies			
19. Increase in aggregate reserves for life and accident and health contracts	(2,125,537)	(1,423,986)	6,677,741
20. Totals (Lines 10 to 19)	12,728,988	14,125,607	27,514,330
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)	2,134,389	2,601,036	3,409,115
22. Commissions and expense allowances on reinsurance assumed	7,605	20,963	11,782
23. General insurance expenses	5,741,837	4,405,586	5,582,112
24. Insurance taxes, licenses and fees, excluding federal income taxes	916,221	764,908	1,156,171
25. Increase in loading on deferred and uncollected premiums	(4,318)	(11,099)	(42,113)
26. Net transfers to or (from) Separate Accounts net of reinsurance			
27. Aggregate write-ins for deductions	0	0	0
28. Totals (Lines 20 to 27)	21,524,722	21,907,001	37,631,397
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	2,146,300	3,152,228	(4,331,905)
30. Dividends to policyholders	10,993	11,033	14,935
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	2,135,307	3,141,195	(4,346,840)
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	5,175,235	(862,495)	(38,672,023)
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	(3,039,928)	4,003,690	34,325,183
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of $.....1,020,006 (excluding taxes of $.....145,046 transferred to the IMR)	(1,345,215)	(1,058,811)	(1,769,753)
35. Net income (Line 33 plus Line 34)	(4,385,143)	2,944,879	32,555,430

CAPITAL AND SURPLUS ACCOUNT

	1	2	3
36. Capital and surplus, December 31, prior year	18,499,594	21,500,135	21,500,135
37. Net income (Line 35)	(4,385,143)	2,944,879	32,555,430
38. Change in net unrealized capital gains (losses) less capital gains tax of $.....1,490,924	2,768,858	(293,908)	(45,272)
39. Change in net unrealized foreign exchange capital gain (loss)			
40. Change in net deferred income tax	5,617,902	(1,142,304)	(36,318,594)
41. Change in nonadmitted assets	20,163	1,511,332	28,272,911
42. Change in liability for reinsurance in unauthorized and certified companies			
43. Change in reserve on account of change in valuation basis, (increase) or decrease			
44. Change in asset valuation reserve	(2,374,846)	(83,787)	9,703
45. Change in treasury stock			
46. Surplus (contributed to) withdrawn from Separate Accounts during period			
47. Other changes in surplus in Separate Accounts Statement			
48. Change in surplus notes			
49. Cumulative effect of changes in accounting principles			
50. Capital changes:			
50.1 Paid in			
50.2 Transferred from surplus (Stock Dividend)			
50.3 Transferred to surplus			
51. Surplus adjustment:			
51.1 Paid in			7,813,661
51.2 Transferred to capital (Stock Dividend)			
51.3 Transferred from capital			
51.4 Change in surplus as a result of reinsurance	(675,927)	(906,674)	(1,208,899)
52. Dividends to stockholders			
53. Aggregate write-ins for gains and losses in surplus	0	0	(34,079,481)
54. Net change in capital and surplus (Lines 37 through 53)	971,007	2,029,539	(3,000,541)
55. Capital and surplus as of statement date (Lines 36 + 54)	19,470,601	23,529,674	18,499,594

DETAILS OF WRITE-INS

	1	2	3
08.301. Miscellaneous income		1,361	2,384
08.302.			
08.303.			
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	0	0	0
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)	0	1,361	2,384
2701.			
2702.			
2703.			
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	0	0	0
5301. Dividend of current tax receivable related to the tax benefit from the sale of CGIC			(34,079,481)
5302.			
5303.			
5398. Summary of remaining write-ins for Line 53 from overflow page	0	0	0
5399. Totals (Lines 5301 thru 5303 plus 5398) (Line 53 above)	0	0	(34,079,481)

CASH FLOW

		1 Current Year to Date	2 Prior Year To Date	3 Prior Year Ended December 31
	CASH FROM OPERATIONS			
1.	Premiums collected net of reinsurance	9,993,957	10,137,897	13,502,533
2.	Net investment income	9,389,401	10,298,646	13,914,138
3.	Miscellaneous income	3,201,329	3,561,750	4,755,640
4.	Total (Lines 1 through 3)	22,584,687	23,998,293	32,172,310
5.	Benefit and loss related payments	15,094,703	17,693,560	22,693,072
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7.	Commissions, expenses paid and aggregate write-ins for deductions	8,559,146	8,065,993	10,542,274
8.	Dividends paid to policyholders	10,993	11,033	14,935
9.	Federal and foreign income taxes paid (recovered) net of $.....1,165,052 tax on capital gains (losses)	903,086	41,911	344,535
10.	Total (Lines 5 through 9)	24,567,928	25,812,498	33,594,817
11.	Net cash from operations (Line 4 minus Line 10)	(1,983,241)	(1,814,205)	(1,422,507)
	CASH FROM INVESTMENTS			
12.	Proceeds from investments sold, matured or repaid:			
	12.1 Bonds	24,879,137	14,578,244	22,212,373
	12.2 Stocks	4,756,485	102,212	2,021,681
	12.3 Mortgage loans	837,763	1,261,493	1,454,259
	12.4 Real estate			
	12.5 Other invested assets			1,000,000
	12.6 Net gains or (losses) on cash, cash equivalents and short-term investments			
	12.7 Miscellaneous proceeds	2,427,052		
	12.8 Total investment proceeds (Lines 12.1 to 12.7)	32,900,437	15,941,948	26,688,313
13.	Cost of investments acquired (long-term only):			
	13.1 Bonds	31,445,125	20,338,617	23,625,477
	13.2 Stocks	5,224,790	1,690,183	9,503,844
	13.3 Mortgage loans	1,705,000		
	13.4 Real estate			
	13.5 Other invested assets			
	13.6 Miscellaneous applications		35,372	360
	13.7 Total investments acquired (Lines 13.1 to 13.6)	38,374,915	22,064,172	33,129,681
14.	Net increase or (decrease) in contract loans and premium notes	(43,610)	(7,629)	(13,361)
15.	Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(5,430,869)	(6,114,595)	(6,428,007)
	CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
16.	Cash provided (applied):			
	16.1 Surplus notes, capital notes			
	16.2 Capital and paid in surplus, less treasury stock			7,813,661
	16.3 Borrowed funds	(300,039)		
	16.4 Net deposits on deposit-type contracts and other insurance liabilities			(343,887)
	16.5 Dividends to stockholders			
	16.6 Other cash provided (applied)	853,946	166,408	54,732
17.	Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6)	553,907	166,408	7,524,506
	RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18.	Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17)	(6,860,203)	(7,762,393)	(326,008)
19.	Cash, cash equivalents and short-term investments:			
	19.1 Beginning of year	11,979,187	12,305,195	12,305,195
	19.2 End of period (Line 18 plus Line 19.1)	5,118,984	4,542,802	11,979,187

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

20.0001	Exchanges		108,641	1,887,894
20.0002	Contribution from parent			7,813,661
20.0003	Capitalized interest			10,442

EXHIBIT 1

DIRECT PREMIUMS AND DEPOSIT-TYPE CONTRACTS

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
1. Industrial life			
2. Ordinary life insurance	6,433,088	6,907,053	8,841,018
3. Ordinary individual annuities	206,051	347,041	395,809
4. Credit life (group and individual)			
5. Group life insurance			
6. Group annuities			
7. A&H - group	173,409	177,517	236,004
8. A&H - credit (group and individual)			
9. A&H - other	53,657,389	56,577,063	75,427,424
10. Aggregate of all other lines of business	0	0	0
11. Subtotal	60,469,937	64,008,674	84,900,255
12. Deposit-type contracts			
13. Total	60,469,937	64,008,674	84,900,255

DETAILS OF WRITE-INS

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

NOTES TO FINANCIAL STATEMENTS

Note 1 – Summary of Significant Accounting Policies

A. Accounting Practices

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

The Ohio Department of Insurance recognizes only statutory accounting practices prescribed or permitted by the State of Ohio for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the Ohio Insurance Law. The National Association of Insurance Commissioners' ("NAIC") *Accounting Practices and Procedures* Manual, has been adopted as a component of prescribed or permitted practices by the State of Ohio. The Company has no prescribed or permitted practices that would result in differences between NAIC Statutory Accounting Principles ("NAIC SAP") and the State of Ohio basis, as shown below:

Net Income	State of Domicile	September 30, 2016	December 31, 2015
(1) State basis	Ohio	$ (4,385,143)	$ 32,555,430
(2) State prescribed practices that increase/(decrease) NAIC SAP	Ohio	-	-
(3) State permitted practices that increase/(decrease) NAIC SAP	Ohio	-	-
(4) NAIC SAP		$ (4,385,143)	$ 32,555,430
Surplus			
(5) Statutory surplus state basis	Ohio	$ 19,470,601	$ 18,499,594
(6) State prescribed practices that increase/(decrease) NAIC SAP	Ohio	-	-
(7) State permitted practices that increase/(decrease) NAIC SAP	Ohio	-	-
(8) NAIC SAP		$ 19,470,601	$ 18,499,594

B & C – No significant changes.

Note 2 – Accounting Changes and Corrections of Errors

No significant change.

Note 3 – Business Combinations and Goodwill

Not applicable.

Note 4 – Discontinued Operations

Not applicable.

Note 5 – Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

(1) The minimum and maximum lending rates for commercial mortgage loans were 5.585% and 9.652%, respectively.

(2) The maximum percentage of any one loan to the value of security at the time of the loan, exclusive of insured, guaranteed or purchase money mortgages, was 75%.

(3) The Company did not have any taxes, assessments or any amounts advanced and not included in the mortgage loan total.

(4) Age Analysis of Mortgage Loans:

		Residential		Commercial			
	Farm	Insured	All Other	Insured	All Other	Mezzanine	Total
a. Current Year							
1. Recorded Investment (All)							
a. Current	$ -	$ -	$ -	$ -	$ 2,119,314	$ -	$ 2,119,314
b. 30-59 Days Past Due	-	-	-	-	-	-	-
c. 60-89 Days Past Due	-	-	-	-	-	-	-
d. 90-179 Days Past Due	-	-	-	-	-	-	-
e. 180+ Days Past Due	-	-	-	-	-	-	-
2. Accruing Interest 90-179 Days Past Due							
a. Recorded Investment	$ -	$ -	$ -	$ -	$ -	$ -	$ -
b. Interest Accrued	-	-	-	-	-	-	-
3. Accruing Interest 180+ Days Past Due							
a. Recorded Investment	$ -	$ -	$ -	$ -	$ -	$ -	$ -
b. Interest Accrued	-	-	-	-	-	-	-
4. Interest Reduced							
a. Recorded Investment	$ -	$ -	$ -	$ -	$ -	$ -	$ -
b. Number of Loans	-	-	-	-	-	-	-
c. Percent Reduced	0%	0%	0%	0%	0%	0%	0%
b. Prior Year							
1. Recorded Investment (All)							
a. Current	$ -	$ -	$ -	$ -	$ 1,252,165	$ -	$ 1,252,165
b. 30-59 Days Past Due	-	-	-	-	-	-	-
c. 60-89 Days Past Due	-	-	-	-	-	-	-
d. 90-179 Days Past Due	-	-	-	-	-	-	-
e. 180+ Days Past Due	-	-	-	-	-	-	-
2. Accruing Interest 90-179 Days Past Due							
a. Recorded Investment	$ -	$ -	$ -	$ -	$ -	$ -	$ -
b. Interest Accrued	-	-	-	-	-	-	-
3. Accruing Interest 180+ Days Past Due							
a. Recorded Investment	$ -	$ -	$ -	$ -	$ -	$ -	$ -
b. Interest Accrued	-	-	-	-	-	-	-
4. Interest Reduced							
a. Recorded Investment	$ -	$ -	$ -	$ -	$ -	$ -	$ -
b. Number of Loans	-	-	-	-	-	-	-
c. Percent Reduced	0%	0%	0%	0%	0%	0%	0%

(5) The Company had no investment in impaired loans with or without allowance for credit losses.

(6) The Company had no investment in impaired loans.

(7) The Company had no allowance for credit losses.

(8) The Company had no mortgage loans derecognized as a result of foreclosure.

(9) The Company recognizes interest income on its impaired loans upon receipt.

B & C – No significant changes.

D. Loan-Backed Securities

(1) The Company uses dealer-modeled prepayment assumptions for mortgage-backed and asset-backed securities at the date of purchase to determine the effective yields; significant changes in estimated cash flows from the original purchase assumptions are accounted for on a prospective basis.

(2) The Company does not currently hold any aggregate loan-backed securities with a recognized other-than-temporary impairment ("OTTI") in which the Company has the intent to sell or an inability or lack of intent to retain the investment in the security for a period of time to recover the amortized cost basis.

(3) The Company does not have any securities with a credit-related OTTI charge recognized during the period.

(4) The following table shows all loan-backed securities with an unrealized loss:

a. The aggregate amount of unrealized losses:

1. Less than 12 months	$91,476
2. 12 months or longer	44,261

b. The aggregate related fair value of securities with unrealized losses:

1. Less than 12 months	$1,313,349
2. 12 months or longer	4,230,107

(5) Based on cash flow projections received from independent sources (which reflect loan to collateral values, subordination, vintage and geographic concentration), implied cash flows inherent in security ratings and analysis of historical payment data, management believes that the Company will recover its cost basis in all securities with unrealized losses at September 30, 2016. The Company has the intent to hold securities in an unrealized loss position until they recover in value or mature.

E. Repurchase Agreements and/or Securities Lending Transactions - Not applicable.

F. Real Estate – Not applicable.

G. Low Income Housing Tax Credits – Not applicable.

H. Restricted Assets – No significant change.

I. Working Capital Finance Investments – Not applicable.

J. Offsetting and Netting of Assets and Liabilities – Not applicable.

K. Structured Notes – Not applicable.

Note 6 – Joint Ventures, Partnerships and Limited Liability Companies

Not applicable.

Note 7 – Investment Income

No significant change.

Note 8 – Derivative Instruments

Not applicable.

Note 9 – Income Taxes

A. Deferred Tax Assets and Deferred Tax Liabilities

(1) The components of the net deferred tax asset/(liability) are as follows:

		September 30, 2016			December 31, 2015			Change		
		Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
a.	Gross deferred tax assets	$ 17,379,062	$ 1,216,006	$ 18,595,068	$ 15,871,959	$ 99,939	$ 15,971,898	$ 1,507,103	$ 1,116,067	$ 2,623,170
b.	Statutory valuation allowance adjustment	-	-	-	-	-	-	-	-	-
c.	Adjusted gross deferred tax assets	17,379,062	1,216,006	18,595,068	15,871,959	99,939	15,971,898	1,507,103	1,116,067	2,623,170
d.	Deferred tax assets nonadmitted	-	-	-	-	-	-	-	-	-
e.	Subtotal net admitted deferred tax asset	17,379,062	1,216,006	18,595,068	15,871,959	99,939	15,971,898	1,507,103	1,116,067	2,623,170
f.	Deferred tax liabilities	2,453,485	16,536,429	18,989,914	4,420,640	16,073,083	20,493,723	(1,967,155)	463,346	(1,503,809)
g.	Net admitted deferred tax assets/(net deferred tax liability)	$ 14,925,577	$ (15,320,423)	$ (394,846)	$ 11,451,319	$ (15,973,144)	$ (4,521,825)	$ 3,474,258	$ 652,721	$ 4,126,979

NOTES TO FINANCIAL STATEMENTS

(2) Admission calculation components, SSAP No. 101:

	September 30, 2016			December 31, 2015			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
a. Federal income taxes paid in prior years recoverable through loss carrybacks	$ 559,351	$ -	$ 559,351	$ 90,915	$ -	$ 90,915	$ 468,436	$ -	$ 468,436
b. Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation. (The lesser of 2(b)1 and 2(b)2 below)	-	-	-	90,915	-	90,915	(90,915)	-	(90,915)
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	-	-	-	90,915	-	90,915	(90,915)	-	(90,915)
2. Adjusted gross deferred tax assets allowed per limitation threshold	XXX	XXX	3,433,444	XXX	XXX	3,093,351	XXX	XXX	340,093
c. Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	16,819,711	1,216,006	18,035,717	15,690,129	99,939	15,790,068	1,129,582	1,116,067	2,245,649
d. Deferred tax assets admitted as the result of application of SSAP No. 101	$ 17,379,062	$ 1,216,006	$ 18,595,068	$ 15,871,959	$ 99,939	$ 15,971,898	$ 1,507,103	$ 1,116,067	$ 2,623,170

(3) Other admissibility criteria:

	September 30, 2016	December 31, 2015
a. Ratio percentage used to determine recovery period and threshold limitation amount	536%	455%
b. Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	$ 22,889,626	$ 19,526,114

(4) Impact of tax planning strategies:

	September 30, 2016		December 31, 2015		Change	
	Ordinary	Capital	Ordinary	Capital	Ordinary	Capital
a. Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage						
1. Adjusted gross DTAs amount from Note 9A1(c)	$ 17,379,062	$ 1,216,006	$ 15,871,959	$ 99,939	$ 1,507,103	$ 1,116,067
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0%	0%	0%	0%	0%	0%
3. Net admitted adjusted gross DTAs amount from Note 9A1(e)	17,379,062	1,216,006	15,871,959	99,939	1,507,103	1,116,067
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	0%	0%	0%	0%	0%	0%

b. Does the company's tax planning strategies include the use of reinsurance? Yes [ ] No [X]

B. The Company has recognized all of its deferred tax liabilities.

NOTES TO FINANCIAL STATEMENTS

C. Current income taxes incurred consist of the following major components:

(1) Current income tax expense (benefit):

	September 30, 2016	December 31, 2015	Change
(a) Federal	$ 5,175,235	$ (38,672,023)	$ 43,847,258
(b) Foreign	-	-	-
(c) Subtotal	$ 5,175,235	$ (38,672,023)	$ 43,847,258
(d) Federal income tax on net capital gains	1,165,052	351,515	813,537
(e) Utilization of capital loss carry-forwards	-	-	-
(f) Other	-	-	-
(g) Federal and foreign income taxes incurred	$ 6,340,287	$ (38,320,508)	$ 44,660,795

(2) Deferred tax assets:

	September 30, 2016	December 31, 2015	Change
(a) Ordinary			
(1) Discounting of unpaid losses	$ -	$ -	$ -
(2) Unearned premium reserve	-	-	-
(3) Policyholder reserve	15,359,764	15,340,331	19,433
(4) Investments	-	-	-
(5) Deferred acquisition costs	1,481,277	24,326	1,456,951
(6) Policyholder dividends accrual	-	-	-
(7) Fixed assets	-	-	-
(8) Compensation and benefits accrual	-	-	-
(9) Pension accrual	-	-	-
(10) Receivables - nonadmitted	-	17,090	(17,090)
(11) Net operating loss carry-forward	-	-	-
(12) Tax credit carry-forward	-	-	-
(13) Other	538,021	490,212	47,809
(14) Accruals	-	-	-
(15) Amortization of intangibles	-	-	-
(16) Underwriting expenses	-	-	-
(99) Subtotal	$ 17,379,062	$ 15,871,959	$ 1,507,103
(b) Statutory valuation allowance adjustment			-
(c) Nonadmitted	-	-	-
(d) Admitted ordinary deferred tax assets	$ 17,379,062	$ 15,871,959	$ 1,507,103
(e) Capital			
(1) Investments	$ 1,144,080	$ 8,456	$ 1,135,624
(2) Net capital loss carry-forward	-	-	-
(3) Real estate	-	-	-
(4) Other	71,926	91,483	(19,557)
(99) Subtotal	$ 1,216,006	$ 99,939	$ 1,116,067
(f) Statutory valuation allowance adjustment	-	-	-
(g) Nonadmitted	-	-	-
(h) Admitted capital deferred tax assets	$ 1,216,006	$ 99,939	$ 1,116,067
(i) Admitted deferred tax assets	$ 18,595,068	$ 15,971,898	$ 2,623,170

(3) Deferred tax liabilities:

	September 30, 2016	December 31, 2015	Change
(a) Ordinary			
(1) Investments	$ -	$ -	$ -
(2) Fixed assets	-	-	-
(3) Deferred and uncollected premium	408,143	408,311	(168)
(4) Policyholder reserves	-	-	-
(5) Guaranty fund accrual & Accrued Dividends	106,461	147,874	(41,413)
(6) Policy loans & other assets	1,938,786	3,864,455	(1,925,669)
(7) Other	95	-	95
(99) Subtotal	$ 2,453,485	$ 4,420,640	$ (1,967,155)
(b) Capital			
(1) Investments	$ 16,536,429	$ 16,073,083	$ 463,346
(2) Real estate	-	-	-
(3) Other	-	-	-
(99) Subtotal	$ 16,536,429	$ 16,073,083	$ 463,346
(c) Deferred tax liabilities	$ 18,989,914	$ 20,493,723	$ (1,503,809)

	September 30, 2016	December 31, 2015	Change
(4) Net deferred tax assets/(liabilities)	$ (394,846)	$ (4,521,825)	$ 4,126,979

NOTES TO FINANCIAL STATEMENTS

D. The provision for federal income taxes incurred on operations is different from that which would be obtained by applying the statutory federal income tax rate to income before income taxes. The significant items causing this difference are as follows:

	September 30, 2016	December 31, 2015
Provision computed at statutory rate (operations and realized gains/losses)	$ 842,348	$ (1,847,920)
Permanent differences:		
Ceding commission	(236,574)	(423,115)
Dividend exlusion	(2,690)	(5,703)
IMR adjustment	73,540	-
Provision to return adjustments	21,387	(2,027)
Other	(9,772)	(15,949)
Total permanent differences	(154,109)	(446,794)
Timing adjustments:		
Investment differences	1,075,347	44,715
Reserves	19,377	(1,186,934)
DAC tax adjustment	1,456,685	(1,288,271)
Book/tax realized gains	1,135,624	-
Provision to return	(219,046)	86,706
Change in premiums	-	51,428
Policy loans & other assets	2,190,852	267,509
IRC Section 338(h)(10) election	-	(34,079,481)
PY NOL True-up	21,387	-
Other	69,741	78,534
Total timing adjustments	5,749,967	(36,025,794)
Other adjustments		
Unrealized gain (loss) on options	(97,919)	-
Total other adjustments	(97,919)	-
Federal income tax expense (benefit) on operations and realized gains/losses	$ 6,340,287	$ (38,320,508)
Gross change in deferred tax asset:		
Timing adjustments - Current year activity	$ (5,749,965)	$ 1,946,303
Impact of 338(h)(10)	-	33,143,144
Unrealized gains/losses	1,490,923	(24,378)
Impact of non-admitted assets	17,185	(17,718)
Basis differences on investments contributed by HC2	-	998,010
Other	114,878	248,855
Total change in deferred tax asset recorded directly to surplus	(4,126,979)	36,294,216
Total statutory income tax expense (benefit)	$ 2,213,308	$ (2,026,291)

E. (1) The Company does not have any operating loss carry-forwards or capital loss carry-forwards available to offset future net income subject to federal incomes taxes.

(2) The following are income taxes on operations and realized gains incurred in the current and prior years that will be available for recoupment in the event of future net losses:

Period	Ordinary	Capital	Total
2016	$ 5,354,139	$ 1,166,847	$ 6,520,986
2015	-	-	-
2014	-	-	-

(3) The Company had no deposits to disclose under Section 6603 of the Internal Revenue Service Code.

F. The Company will file separate, non-consolidated federal income tax returns at December 31, 2016.

G. Federal or Foreign Federal Income Tax Loss Contingencies

The Company does not have any tax loss contingencies.

Note 10 – Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

A. – L. No Significant change.

M. Valuation of Subsidiary, Controlled and Affiliated Entities (excluding U.S. Insurance Entities):

	Balance Sheet							
Description	Gross Amount	Non Admitted Amount	Admitted Amount	Date of Filing to NAIC	Type of Filing	NAIC Response Received	NAIC Valuation	NAIC Disallowed Valuation Method Resubmission Required
2015								
Novatel Wireless Inc.	4,715,293	-	4,715,293	7/26/2016	Sub-1	No	N/A	N/A
Schuff International Inc.	3,098,368	-	3,098,368	7/26/2016	Sub-1	Yes	1,414,519	No
2016								
Novatel Wireless Inc.	-	-	-	N/A	Sub-2	N/A	N/A	N/A
Schuff International Inc.	-	-	-	N/A	Sub-2	N/A	N/A	N/A

N. No significant change.

Note 11 – Debt

Not applicable.

Note 12 - Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans

No significant change.

Note 13 – Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations

No significant change.

Note 14 – Contingencies

No significant change.

Note 15 – Leases

Not applicable.

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

Not applicable.

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

The Company has no reportable transactions.

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

Not applicable.

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

Not applicable.

Note 20 – Fair Value Measurements

A.

(1) Fair Value Measurements at Reporting Date

The Company has categorized its assets and liabilities measured at fair value into the three-level fair value hierarchy as reflected in the following table. See item (4) below for a discussion of each of these three levels.

	Level 1	Level 2	Level 3	Total
Assets at fair value				
Bonds:				
U.S. Government and government agencies	$ -	$ -	$ -	$ -
States, municipalities and political subdivisions	-	-	-	-
Foreign government	-	-	-	-
Residential mortgage-backed securities	-	-	-	-
Commerical mortgage-backed securities	-	-	-	-
All other bonds	-	143,750	-	143,750
Total bonds	-	143,750	-	143,750
Preferred stock	-	810,000	-	810,000
Non-affiliated common stock	1,151,700	-	-	1,151,700
Affiliated common stock	9,225,353	-	3,193,674	12,419,027
Total assets accounted for at fair value	$ 10,377,053	$ 953,750	$ 3,193,674	$ 14,524,477

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

	Beginning balance at 6/30/2016	Transfers into Level 3	Transfers out of Level 3	Total gains and (losses) included in Net Income	Total gains and (losses) included in Surplus	Purchases	Sales	Ending balance at 9/30/2016
States, municipalities and political subdivisions	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Residential mortgage-backed securities	-	-	-	-	-	-	-	-
All other bonds	-	-	-	-	-	-	-	-
Preferred stock	-	-	-	-	-		-	-
Non-affiliated common stock	-	-	-	-	-	-	-	-
Affiliated common stock	3,152,549	-	-	-	41,125	-	-	3,193,674
Total	$ 3,152,549	$ -	$ -	$ -	$ 41,125	$ -	$ -	$ 3,193,674

(3) Fair Value Recognition of Transfers between Levels

The Company recognizes and records the transfer of securities into and out of Level 3 due to changes in availability of market observable inputs. All transfers are reflected in the table above at fair value as of the end of the reporting period.

(4) Inputs and Techniques Used in Estimating Fair Value

Level 1 - Quoted prices for identical assets or liabilities in active markets (markets in which transactions occur with sufficient frequency and volume to provide pricing information on an ongoing basis). The Company's Level 1 financial instruments consist primarily of publicly traded equity securities for which quoted market prices in active markets are available.

Level 2 - Quoted prices for similar instruments in active markets; quoted prices for identical or similar assets or liabilities in inactive markets (markets in which there are few transactions, the prices are not current, price quotations vary substantially over time or among market makers, or in which little information is released publicly); and valuations based on other significant inputs that are observable in active markets. Level 2 inputs include benchmark yields, reported trades, corroborated broker/dealer quotes, issuer spreads and benchmark securities. When non-binding broker quotes can be corroborated by comparison to similar securities priced using observable inputs, they are classified as Level 2.

Level 3 - Valuations derived from market valuation techniques generally consistent with those used to estimate the fair value of Level 2 financial instruments in which one or more significant inputs are unobservable or when the market for a security exhibits significantly less liquidity relative to markets supporting Level 2 fair value measurements. The unobservable inputs may include management's own assumptions about the assumptions market participants would use based on the best information available in the circumstances. The Company's Level 3 is comprised of financial instruments whose fair value is estimated based on non-binding broker quotes or internally developed using significant inputs not based on, or corroborated by, observable market information.

The Company's investment manager, American Money Management Corporation ("AMMC"), is responsible for the valuation process and uses data from outside sources (including nationally recognized pricing services and broker/dealers) in establishing fair value. Valuation techniques utilized by pricing services and prices obtained from external sources are reviewed by AMMC's internal investment professionals who are familiar with the securities being priced and the markets in which they trade to ensure the fair value determination is representative of an exit price. To validate the appropriateness of the prices obtained, the investment manager considers widely published indices (as benchmarks), recent trades, changes in interest rates, general economic conditions and the credit quality of the specific issuers. In addition, AMMC communicates directly with the pricing service regarding the methods and assumptions used in pricing, including verifying, on a test basis, the inputs used by the service to value specific securities.

(5) Derivative Assets and Liabilities

Not applicable.

B. The Company has no additional fair value disclosures.

C. The Company has categorized all the financial assets in the financial statements into the three-level fair value hierarchy as reflected in the following table. See item (4) above for a discussion of each of these three levels.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	Level 1	Level 2	Level 3
Bonds:					
U.S. Government and government agencies	$ 5,310,471	$ 4,963,704	$ 1,036,922	$ 4,273,549	$ -
States, municipalities and political subdivisions	55,616,627	49,577,115	-	55,616,627	-
Foreign government	1,712,442	1,493,888	-	1,712,442	-
Residential mortgage-backed securities	32,304,678	29,173,247	-	17,687,710	14,616,968
Commercial mortgage-backed securities	144,744,343	14,010,567	-	1,707,573	13,036,770
Asset-backed securities	16,397,166	15,993,938	-	799,746	15,597,420
All other bonds	11,535,018	95,737,295	548,000	109,012,018	1,975,000
Total bonds	$ 267,620,745	$ 210,949,754	$ 1,584,922	$ 190,809,665	$ 45,226,158
Preferred stock	$ 6,322,150	$ 6,235,000	$ 1,068,400	$ 5,253,750	$ -
Non-affiliated common stock	1,151,700	1,151,700	1,151,700	-	-
Affiliated common stock	12,419,027	12,419,027	$ 9,225,353	-	3,193,674
Mortgage loans	2,120,640	2,119,314	-	-	2,120,640
Policy loans	2,752,584	2,752,584	-	-	2,752,584
Total financial assets	$ 292,386,846	$ 235,627,379	$ 13,030,375	$ 196,063,415	$ 53,293,056

D. Not Practicable to Estimate Fair Value – The Company has no financial instruments that fall under this classification.

Note 21 – Other Items

No significant change.

Note 22 – Events Subsequent

No significant change.

Note 23 – Reinsurance

No significant change.

Note 24 – Retrospectively Rated Contracts & Contracts Subject to Redetermination

Not applicable.

Note 25 – Change in Incurred Losses and Loss Adjustment Expenses

Reserves as of December 31, 2015 were $37,370,800. As of September 30, 2016, $6,731,689 has been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now $29,137,664 as a result of re-estimation of unpaid claims and claim adjustment expenses principally on the long term care line of insurance. Therefore, there has been a $1,501,447 favorable prior year development since December 31, 2015 to September 30, 2016.The decrease is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased as additional information becomes known regarding individual claims.

Note 26 – Intercompany Pooling Arrangements

Not applicable.

Note 27 – Structured Settlements

Not applicable.

Note 28 – Health Care Receivables

Not applicable.

Note 29 – Participating Policies

No significant change.

Note 30 – Premium Deficiency Reserves

No significant change.

NOTES TO FINANCIAL STATEMENTS

Note 31 – Reserves for Life Contracts and Annuity Contracts

No significant change.

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

No significant change.

Note 33 – Premiums and Annuity Considerations Deferred and Uncollected

No significant change.

Note 34 – Separate Accounts

Not applicable.

Note 35 – Loss/Claim Adjustment Expenses

No significant change.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [X] No [ ]

1.2 If yes, has the report been filed with the domiciliary state? Yes [X] No [ ]

2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [ ] No [X]

2.2 If yes, date of change:

3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [X] No [ ]
If yes, complete Schedule Y, Parts 1 and 1A.

3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [ ] No [X]

3.3 If the response to 3.2 is yes, provide a brief description of those changes.

4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [ ] No [X]

4.2 If yes, provide name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes [ ] No [X] N/A [ ]
If yes, attach an explanation.

6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2011

6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2011

6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 10/26/2012

6.4 By what department or departments?
Ohio Department of Insurance

6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [ ] No [ ] N/A [X]

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

7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [ ] No [X]

7.2 If yes, give full information:

8.1 Is the company a subsidiary of a bank holding company regulated with the Federal Reserve Board? Yes [ ] No [X]

8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [ ] No [X]

8.4 If the response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator].

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC

9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No [ ]

(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;

(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;

(c) Compliance with applicable governmental laws, rules and regulations;

(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and

(e) Accountability for adherence to the code.

9.11 If the response to 9.1 is No, please explain:

9.2 Has the code of ethics for senior managers been amended? Yes [X] No [ ]

9.21 If the response to 9.2 is Yes, provide information related to amendment(s).
The company now adheres to the HC2 Holdings, Inc. code of ethics.

9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [ ] No [X]

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

FINANCIAL

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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

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

INVESTMENT

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

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

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

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

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

14.2 If yes, please complete the following:

		1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21	Bonds	$ 0	$ 0
14.22	Preferred Stock	0	0
14.23	Common Stock	7,813,661	12,419,028
14.24	Short-Term Investments	0	0
14.25	Mortgage Loans on Real Estate	0	0
14.26	All Other	0	0
14.27	Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)	$ 7,813,661	$ 12,419,028
14.28	Total Investment in Parent included in Lines 14.21 to 14.26 above	$ 0	$ 0

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes [ ] No [X]

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [ ] No [ ]

If no, attach a description with this statement.

16. For the reporting entity's security lending program, state the amount of the following as of current statement date:

16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2: $ 0

16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2: $ 0

16.3 Total payable for securities lending reported on the liability page: $ 0

17. Excluding items in Schedule E-Part 3-Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC *Financial Condition Examiners Handbook*? Yes [X] No [ ]

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

1 Name of Custodian(s)	2 Custodian Address
Bank of New York Mellon	1 Wall Street, New York, NY 10286

17.2 For all agreements that do not comply with the requirements of the NAIC *Financial Condition Examiners Handbook*, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? Yes [ ] No [X]

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

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

17.5 Identify all investment advisors, broker/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
161853	American Money Management Corporation	301 East Fourth Street, Cincinnati, OH 45202

18.1 Have all the filing requirements of the *Purposes and Procedures Manual of the NAIC Investment Analysis Office* been followed? Yes [X] No [ ]

18.2 If no, list exceptions:

GENERAL INTERROGATORIES (continued)

PART 2 - LIFE & HEALTH

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

		Amount
1.1	Long-term mortgages in good standing	
1.11	Farm mortgages	$
1.12	Residential mortgages	$
1.13	Commercial mortgages	$2,119,314
1.14	Total mortgages in good standing	$2,119,314
1.2	Long-term mortgages in good standing with restructured terms	
1.21	Total mortgages in good standing with restructured terms	$
1.3	Long-term mortgage loans upon which interest is overdue more than three months	
1.31	Farm mortgages	$
1.32	Residential mortgages	$
1.33	Commercial mortgages	$
1.34	Total mortgages with interest overdue more than three months	$0
1.4	Long-term mortgage loans in process of foreclosure	
1.41	Farm mortgages	$
1.42	Residential mortgages	$
1.43	Commercial mortgages	$
1.44	Total mortgages in process of foreclosure	$0
1.5	Total mortgage loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Column 3, Lines 3.1 + 3.2)	$2,119,314
1.6	Long-term mortgages foreclosed, properties transferred to real estate in current quarter	
1.61	Farm mortgages	$
1.62	Residential mortgages	$
1.63	Commercial mortgages	$
1.64	Total mortgages foreclosed and transferred to real estate	$0

2. Operating Percentages:

2.1	A&H loss percent	129.4
2.2	A&H cost containment percent	
2.3	A&H expense percent excluding cost containment expenses	57.7

3.1	Do you act as a custodian for health savings accounts?	Yes [ ] No [X]
3.2	If yes, please provide the amount of custodial funds held as of the reporting date	$
3.3	Do you act as an administrator for health savings accounts?	Yes [ ] No [X]
3.4	If yes, please provide the balance of the funds administered as of the reporting date	$

SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Reinsurer	5 Domiciliary Jurisdiction	6 Type of Reinsurance Ceded	7 Type of Reinsurer	8 Certified Reinsurer Rating (1 through 6)	9 Effective Date of Certified Reinsuer Rating

NONE

SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Current Year to Date - Allocated by States and Territories

	1	Direct Business Only					
		Life Contracts		4	5	6	7
		2	3				
States, Etc.	Active Status	Life Insurance Premiums	Annuity Considerations	A&H Insurance Premiums, Including Policy Membership and Other Fees	Other Considerations	Total Columns 2 through 5	Deposit-Type Contracts
1. Alabama AL	L	185,727	765	499,897		686,389	
2. Alaska AK	L	4,531		9,793		14,324	
3. Arizona AZ	L	48,948	7,296	398,610		454,854	
4. Arkansas AR	L	57,726	225	193,746		251,697	
5. California CA	L	82,899		227,585		310,484	
6. Colorado CO	L	85,746	1,975	1,462,093		1,549,814	
7. Connecticut CT	L	9,033	300	171,553		180,886	
8. Delaware DE	L	749		21,580		22,329	
9. District of Columbia DC	L	1,245	450	(745)		950	
10. Florida FL	N	168,868	1,172	4,861,551		5,031,591	
11. Georgia GA	L	254,499	5,745	1,917,754		2,177,998	
12. Hawaii HI	L	4,972		257,497		262,469	
13. Idaho ID	L	12,779		92,422		105,201	
14. Illinois IL	L	253,139	9,325	2,245,432		2,507,896	
15. Indiana IN	L	155,925	13,095	1,819,006		1,988,026	
16. Iowa IA	L	250,247	19,895	2,811,528		3,081,670	
17. Kansas KS	L	185,343	3,075	2,641,992		2,830,410	
18. Kentucky KY	L	159,181	6,301	1,221,912		1,387,394	
19. Louisiana LA	L	169,150	1,825	469,557		640,532	
20. Maine ME	L	4,857		27,308		32,165	
21. Maryland MD	L	21,119		171,733		192,852	
22. Massachusetts MA	L	4,325		75,873		80,198	
23. Michigan MI	L	133,586		1,373,263		1,506,849	
24. Minnesota MN	L	238,441	15,024	2,828,798		3,082,263	
25. Mississippi MS	L	81,652	1,350	537,522		620,524	
26. Missouri MO	L	224,545	3,750	1,303,963		1,532,258	
27. Montana MT	L	32,632		515,593		548,225	
28. Nebraska NE	L	834,097	63,005	4,354,094		5,251,196	
29. Nevada NV	L	14,179	6,500	119,482		140,161	
30. New Hampshire NH	L	374		88,846		89,220	
31. New Jersey NJ	L	6,825		99,515		106,340	
32. New Mexico NM	L	14,216		112,417		126,633	
33. New York NY	N	4,976		100,578		105,554	
34. North Carolina NC	L	327,484	3,235	1,143,403		1,474,122	
35. North Dakota ND	L	35,067	8,930	362,037		406,034	
36. Ohio OH	L	234,421	2,475	2,810,392		3,047,288	
37. Oklahoma OK	L	109,115	675	714,972		824,762	
38. Oregon OR	L	42,625	900	246,084		289,609	
39. Pennsylvania PA	L	107,175	225	2,145,213		2,252,613	
40. Rhode Island RI	L			12,114		12,114	
41. South Carolina SC	L	235,946	1,350	829,021		1,066,317	
42. South Dakota SD	L	143,629	1,500	642,597		787,726	
43. Tennessee TN	L	277,914	8,812	1,080,533		1,367,259	
44. Texas TX	L	555,333	9,933	4,307,445		4,872,711	
45. Utah UT	L	70,238		82,022		152,260	
46. Vermont VT	L	163		8,582		8,745	
47. Virginia VA	L	230,363		1,672,592		1,902,955	
48. Washington WA	L	45,636		296,339		341,975	
49. West Virginia WV	L	118,649	4,744	492,767		616,160	
50. Wisconsin WI	L	130,802	1,350	1,162,655		1,294,807	
51. Wyoming WY	L	44,659	850	618,056		663,565	
52. American Samoa AS	N					0	
53. Guam GU	N			1,858		1,858	
54. Puerto Rico PR	N					0	
55. US Virgin Islands VI	L			8,641		8,641	
56. Northern Mariana Islands MP	N					0	
57. Canada CAN	N					0	
58. Aggregate Other Alien OT	XXX	0	0	0	0	0	0
59. Subtotal	(a) 50	6,415,750	206,052	51,669,071	0	58,290,873	0
90. Reporting entity contributions for employee benefit plans	XXX					0	
91. Dividends or refunds applied to purchase paid-up additions and annuities	XXX					0	
92. Dividends or refunds applied to shorten endowment or premium paying period	XXX					0	
93. Premium or annuity considerations waived under disability or other contract provisions	XXX	6,870		1,731,103		1,737,973	
94. Aggregate other amounts not allocable by State	XXX	0	0	0	0	0	0
95. Totals (Direct Business)	XXX	6,422,620	206,052	53,400,174	0	60,028,846	0
96. Plus Reinsurance Assumed	XXX	308,614	8,888	19,661		337,163	
97. Totals (All Business)	XXX	6,731,234	214,940	53,419,835	0	60,366,009	0
98. Less Reinsurance Ceded	XXX	3,376,851	46,148	46,957,629		50,380,628	
99. Totals (All Business) less Reinsurance Ceded	XXX	3,354,383	168,792	6,462,206	0	9,985,381	0

DETAILS OF WRITE-INS

58001.	XXX					0	
58002.	XXX					0	
58003.	XXX					0	
58998. Summary of remaining write-ins for line 58 from overflow page	XXX	0	0	0	0	0	0
58999. Total (Lines 58001 thru 58003 plus 58998) (Line 58 above)	XXX	0	0	0	0	0	0
9401.	XXX					0	
9402.	XXX					0	
9403.	XXX					0	
9498. Summary of remaining write-ins for line 94 from overflow page	XXX	0	0	0	0	0	0
9499. Total (Lines 9401 thru 9403 plus 9498) (Line 94 above)	XXX	0	0	0	0	0	0

(L) - Licensed or Chartered - Licensed Insurance Carrier or Domicilied RRG; (R) - Registered - Non-domiciled RRGs; (Q) - Qualified - Qualified or Accredited Reinsurer;
(E) - Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) - None of the above - Not allowed to write business in the state.

(a) Insert the number of L responses except for Canada and Other Alien.

Schedule Y - Information Concerning Activities of Insurer Members of a Holding Company Group
Part 1 - Organizational Chart

	Domiciliary Location	FEIN	NAIC Co. Code	% Owned
HC2 Holdings, Inc.	DE	54-1708481		100%
HC2 International Holding, Inc.	DE	20-0346064		100%
Arbinet Corporation	DE	13-3930916		100%
PTGi International Carrier Services, Inc.	DE	26-1851410		100%
Arbinet - thexchange Ltd	GBR			100%
PTGi-ICS Holdings Limited	GBR			100%
PTGi ICS Limited	GBR			100%
HC2 Europe BV	NLD			100%
PTGi AG	CHE			100%
HC2 Srl in Liquidation	ITA			100%
PTI Telecom GmbH	AUT			100%
HC2 International, Inc.	DE	95-4606096		100%
Primus Telecommunications SLV SA de C.V.	SLV			100%
The St. Thomas and San Juan Telephone Company, Inc.	VIR	66-0446921		100%
STSJ Overseas Telephone Company, Inc.	PRI	66-0465791		100%
Schuff Merger Sub, Inc.	DE	47-2196364		100%
Schuff International, Inc.	DE	86-1033353		91%
Schuff Premier Services LLC	DE	36-4752531		100%
Schuff Holding Company	DE	45-4483357		100%
Addison Structural Services, Inc.	FL	58-2178447		100%
Quincy Joist Company	DE	58-1921954		100%
On-Time Steel Management Holding, Inc.	DE	71-0907546		100%
Schuff Steel Management Company - Southwest, Inc.	DE	86-1034262		100%
Schuff Steel Management Company - Colorado L.L.C	DE	41-2052699		100%
Schuff Steel Management Company - Southeast L.L.C	DE	20-2212372		100%
Schuff Steel Company	DE	86-0318760		100%
Schuff Steel - Atlantic, LLC	FL	59-0900504		100%
Schuff Steel - Gulf Coast, Inc.	DE	76-0114030		100%
Schuff Steel Company - PAN, S de RL	PAN			100%
Schuff Hopsa Engineering, Inc.	PAN			49%
HC2 Holdings 2, Inc.	DE	46-4830394		100%
Pansend Life Sciences, LLC	DE	32-0433659		100%
Genovel Orthopedics, Inc.	DE	46-5140882		77%
R2 Dematology Incorporated	DE	47-2464622		61%
Benevir Biopharm, Inc.	DE	45-0674059		80%
DMI, Inc.	DE	30-0852152		56%
Nervve Technologies, Inc	DE			72%
Continental Insurance Group Ltd.	DE	37-1781514		100%
Continental Insurance, Inc.	DE	47-3724069		100%
United Teacher Associates Insurance Company	TX	58-0869673	63479	100%
Continental General Insurance Company	OH	47-0463747	71404	100%
ANG Holdings, Inc.	DE	47-3266698		49.99%
American Natural Gas, LLC	NY	45-2920498		100%
Global Marine Holdings, LLC	DE	36-4793625		97%
Bridgehouse Marine Limited	GBR			100%
Global Marine Systems Limited	GBR			100%
Global Marine Systems Oil and Gas Limited	GBR			100%
Global Marine Systems (Vessels) Limited	GBR			100%
Global Marine Systems (Vessels II) Limited	GBR			100%
GMSG Limited	GGY			100%
Global Marine Systems (Depots) Limited	CAN			100%
Global Marine Systems (BMU) Ltd.	BMU			100%
Vibro-Einspultechnik DGBRer- und Wasserbau G.m.b.	DEU			100%
Global Marine Cable Systems Pte Ltd	SGP			100%
GMSL Employee Benefit Trust Limited	GBR			100%
Global Marine Systems Pension Trustee Limited	GBR			100%
GMS GGY Pension Plans Limited	GGY			100%
Global Marine Systems (NLD) BV	NLD			100%
Global Marine Search Limited	IMN			100%
Global Marine Salvage Limited	GBR			100%
Global Cable Technology Ltd	GBR			100%
Global Marine Systems (Americas), Inc.	DE			100%
Red Sky Subsea Limited	GBR			100%
Global Marine Systems (Investments) Ltd.	GBR			100%
Cwind Limited	GBR			60%
Cwind CMbH	DEU			100%
Cwind Buzzard Ltd	GBR			50%
Cwind Challenger Ltd	GBR			50%
Cwind Endurance Ltd	GBR			50%
Cwind Resolution Ltd	GBR			50%
Cwind Sword Ltd	GBR			60%

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1 Group Code	2 Group Name	3 NAIC Company Code	4 ID Number	5 Federal RSSD	6 CIK	7 Name of Securities Exchange if Publicly Traded (U.S. or International)	8 Names of Parent, Subsidiaries or Affiliates	9 Domiciliary Location	10 Relationship to Reporting Entity	11 Directly Controlled by (Name of Entity/Person)	12 Type of Control (Ownership Board, Management Attorney-in-Fact, Influence, Other)	13 If Control is Ownership Provide Percentage	14 Ultimate Controlling Entity(ies)/Person(s)	15 *
Members														
	HC2 Holdings Grp		54-1708481			HCHC	HC2 Holdings, Inc	DE	UIP	Shareholders	Ownership			
			20-0346064				HC2 International Holding, Inc	DE	NIA	HC2 Holdings, Inc	Ownership	100.000	HC2 Holdings, Inc	
			13-3930916				Arbinet Corporation	DE	NIA	HC2 International Holding, Inc	Ownership	100.000	HC2 Holdings, Inc	
			26-1851410				PTGi International Carrier Services, Inc	DE	NIA	Arbinet Corporation	Ownership	100.000	HC2 Holdings, Inc	
							Arbinet - thexchange Ltd	GBR	NIA	Arbinet Corporation	Ownership	100.000	HC2 Holdings, Inc	
							PTGi-ICS Holdings Limited	GBR	NIA	Arbinet - thexchange Ltd	Ownership	100.000	HC2 Holdings, Inc	
							PTGi ICS Limited	GBR	NIA	PTGi-ICS Holdings Limited	Ownership	100.000	HC2 Holdings, Inc	
							HC2 Europe BV	NLD	NIA	PTGi-ICS Holdings Limited	Ownership	100.000	HC2 Holdings, Inc	
							PTGi AG	CHE	NIA	HC2 Europe BV	Ownership	100.000	HC2 Holdings, Inc	
							HC2 Srl in Liquidation	ITA	NIA	HC2 Europe BV	Ownership	100.000	HC2 Holdings, Inc	
							PTI Telecom GmbH	AUT	NIA	HC2 Europe BV	Ownership	100.000	HC2 Holdings, Inc	
			95-4606096				HC2 International, Inc	DE	NIA	HC2 International Holding, Inc	Ownership	100.000	HC2 Holdings, Inc	
							Primus Telecommunications El Salvador SA de C.V	SLV	NIA	HC2 International, Inc	Ownership	100.000	HC2 Holdings, Inc	
			66-0446921				The St. Thomas and San Juan Telephone Company, Inc	VIR	NIA	HC2 International Holding, Inc	Ownership	100.000	HC2 Holdings, Inc	
			66-0465791				STSJ Overseas Telephone Company, Inc	PRI	NIA	The St. Thomas and San Juan Telephone Company, Inc	Ownership	100.000	HC2 Holdings, Inc	
			47-2196364				Schuff Merger Sub, Inc	DE	NIA	HC2 Holdings, Inc	Ownership	100.000	HC2 Holdings, Inc	
			86-1033353				Schuff International, Inc	DE	NIA	HC2 Holdings, Inc	Ownership	91.400	HC2 Holdings, Inc	
							Schuff Premier Services LLC	DE	NIA	Schuff International, Inc	Ownership	100.000	HC2 Holdings, Inc	
			45-4483357				Schuff Holding Company	DE	NIA	Schuff International, Inc	Ownership	100.000	HC2 Holdings, Inc	
			58-2178447				Addison Structural Services, Inc	FL	NIA	Schuff Holding Company	Ownership	100.000	HC2 Holdings, Inc	
			58-1921954				Quincy Joist Company	DE	NIA	Addison Structural Services, Inc	Ownership	100.000	HC2 Holdings, Inc	
			71-0907546				On-Time Steel Management Holding, Inc	DE	NIA	Schuff Holding Company	Ownership	100.000	HC2 Holdings, Inc	
			86-1034262				Schuff Steel Management Company - Southwest, Inc	DE	NIA	On-Time Steel Management Holding, Inc	Ownership	100.000	HC2 Holdings, Inc	
							Schuff Steel Management Company - Colorado L.L.C	DE	NIA	On-Time Steel Management Holding, Inc	Ownership	100.000	HC2 Holdings, Inc	
							Schuff Steel Management Company - Southeast L.L.C	DE	NIA	On-Time Steel Management Holding, Inc	Ownership	100.000	HC2 Holdings, Inc	
			86-0318760				Schuff Steel Company	DE	NIA	Schuff Holding Company	Ownership	100.000	HC2 Holdings, Inc	
							Schuff Steel - Atlantic, LLC	FL	NIA	Schuff Steel Company	Ownership	100.000	HC2 Holdings, Inc	
			76-0114030				Schuff Steel - Gulf Coast, Inc	DE	NIA	Schuff Holding Company	Ownership	100.000	HC2 Holdings, Inc	
							Schuff Steel Company - Panama, S de RL	PAN	NIA	Schuff Holding Company	Ownership	100.000	HC2 Holdings, Inc	
							Schuff Hopsa Engineering, Inc	PAN	NIA	Schuff Steel Company - Panama, S de RL	Ownership	49.000	HC2 Holdings, Inc	
			46-4830394				HC2 Holdings 2, Inc	DE	UIP	HC2 Holdings, Inc	Ownership	100.000	HC2 Holdings, Inc	
			32-0433659				Pansend Life Sciences, LLC	DE	NIA	HC2 Holdings 2, Inc	Ownership	100.000	HC2 Holdings, Inc	
			46-5140882				Genovel Orthopedics, Inc	DE	NIA	Pansend Life Sciences, LLC	Ownership	77.000	HC2 Holdings, Inc	
			47-2464622				R2 Dematology Incorporated	DE	NIA	Pansend Life Sciences, LLC	Ownership	61.000	HC2 Holdings, Inc	
							Benevir Biopharm, Inc	DE	NIA	Pansend Life Sciences, LLC	Ownership	80.440	HC2 Holdings, Inc	
			30-0852152				DMI, Inc	DE	NIA	HC2 Holdings 2, Inc	Ownership	56.330	HC2 Holdings, Inc	
							Nervve Technologies, Inc	DE	NIA	HC2 Holdings 2, Inc	Ownership	72.350	HC2 Holdings, Inc	
			37-1781514				Continental Insurance Group Ltd	DE	UIP	HC2 Holdings 2, Inc	Ownership	100.000	HC2 Holdings, Inc	
4852	HC2 Holdings Grp		47-3724069				Continental Insurance, Inc	DE	UDP	Continental Insurance Group Ltd	Ownership	100.000	HC2 Holdings, Inc	
4852	HC2 Holdings Grp	63479	58-0869673				United Teacher Associates Insurance Company	TX	IA	Continental Insurance, Inc	Ownership	100.000	HC2 Holdings, Inc	
4852	HC2 Holdings Grp	71404	47-0463747				Continental General Insurance Company	OH	RE	Continental Insurance, Inc	Ownership	100.000	HC2 Holdings, Inc	
			47-3266698				ANG Holdings, Inc	DE	NIA	HC2 Holdings 2, Inc	Ownership	49.990	HC2 Holdings, Inc	
			45-2920498				American Natural Gas, LLC	NY	NIA	ANG Holdings, Inc	Ownership	100.000	HC2 Holdings, Inc	

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1 Group Code	2 Group Name	3 NAIC Company Code	4 ID Number	5 Federal RSSD	6 CIK	7 Name of Securities Exchange if Publicly Traded (U.S. or International)	8 Names of Parent, Subsidiaries or Affiliates	9 Domiciliary Location	10 Relationship to Reporting Entity	11 Directly Controlled by (Name of Entity/Person)	12 Type of Control (Ownership Board, Management Attorney-in-Fact, Influence, Other)	13 If Control is Ownership Provide Percentage	14 Ultimate Controlling Entity(ies)/Person(s)	15 *
			36-4793625				Global Marine Holdings, LLC	DE	NIA	ANG Holdings, Inc.	Ownership	97.000	HC2 Holdings, Inc.	
							Bridgehouse Marine Limited	GBR	NIA	Global Marine Holdings, LLC	Ownership	100.000	HC2 Holdings, Inc.	
							Global Marine Systems Limited	GBR	NIA	Bridgehouse Marine Limited	Ownership	100.000	HC2 Holdings, Inc.	
							Global Marine Systems Oil and Gas Limited	GBR	NIA	Global Marine Systems Limited	Ownership	100.000	HC2 Holdings, Inc.	
							Global Marine Systems (Vessels) Limited	GBR	NIA	Global Marine Systems Limited	Ownership	100.000	HC2 Holdings, Inc.	
							Global Marine Systems (Vessels II) Limited	GBR	NIA	Global Marine Systems Limited	Ownership	100.000	HC2 Holdings, Inc.	
							GMSG Limited	GGY	NIA	Global Marine Systems Limited	Ownership	100.000	HC2 Holdings, Inc.	
							Global Marine Systems (Depots) Limited	CAN	NIA	Global Marine Systems Limited	Ownership	100.000	HC2 Holdings, Inc.	
							Global Marine Systems (Bermuda) Ltd.	BMU	NIA	Global Marine Systems Limited	Ownership	100.000	HC2 Holdings, Inc.	
							Vibro-Einspultechnik Duker- und Wasserbau G.m.b.H.	DEU	NIA	Global Marine Systems Limited	Ownership	100.000	HC2 Holdings, Inc.	
							Global Marine Cable Systems Pte Ltd.	SGP	NIA	Vibro-Einspultechnik Duker- und Wasserbau G.m.b.H.	Ownership	100.000	HC2 Holdings, Inc.	1
							GMSL Employee Benefit Trust Limited	GBR	NIA	Global Marine Systems Limited	Ownership	100.000	HC2 Holdings, Inc.	
							Global Marine Systems Pension Trustee Limited	GBR	NIA	Global Marine Systems Limited	Ownership	100.000	HC2 Holdings, Inc.	
							GMS Guernsey Pension Plans Limited	GGY	NIA	Global Marine Systems Limited	Ownership	100.000	HC2 Holdings, Inc.	
							Global Marine Systems (Netherlands) BV	NLD	NIA	Global Marine Systems Limited	Ownership	100.000	HC2 Holdings, Inc.	
							Global Marine Search Limited	IMN	NIA	Global Marine Systems Limited	Ownership	100.000	HC2 Holdings, Inc.	
							Global Marine Salvage Limited	GBR	NIA	Global Marine Systems Limited	Ownership	100.000	HC2 Holdings, Inc.	
							Global Cable Technology Ltd	GBR	NIA	Global Marine Systems Limited	Ownership	100.000	HC2 Holdings, Inc.	2
							Global Marine Systems (Americas), Inc.	DE	NIA	Global Marine Systems Limited	Ownership	100.000	HC2 Holdings, Inc.	2
							Red Sky Subsea Limited	GBR	NIA	Global Marine Systems Limited	Ownership	100.000	HC2 Holdings, Inc.	
							Global Marine Systems (Investments) Ltd.	GBR	NIA	Global Marine Systems Limited	Ownership	100.000	HC2 Holdings, Inc.	
							Cwind Limited	GBR	NIA	Global Marine Systems Limited	Ownership	60.000	HC2 Holdings, Inc.	
							Cwind GMbH	DEU	NIA	Cwind Limited	Ownership	100.000	HC2 Holdings, Inc.	
							Cwind Buzzard Ltd.	GBR	NIA	Cwind Limited	Ownership	50.000	HC2 Holdings, Inc.	
							Cwind Challenger Ltd.	GBR	NIA	Cwind Limited	Ownership	50.000	HC2 Holdings, Inc.	
							Cwind Endurance Ltd.	GBR	NIA	Cwind Limited	Ownership	50.000	HC2 Holdings, Inc.	
							Cwind Resolution Ltd.	GBR	NIA	Cwind Limited	Ownership	50.000	HC2 Holdings, Inc.	
							Cwind Sword Ltd.	GBR	NIA	Cwind Limited	Ownership	60.000	HC2 Holdings, Inc.	

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

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

Explanations:

1. The data for this supplement is not required to be filed.
2. The data for this supplement is not required to be filed.
3. The data for this supplement is not required to be filed.
4. The data for this supplement is not required to be filed.
5. The data for this supplement is not required to be filed.
6. The data for this supplement is not required to be filed.
7. The data for this supplement is not required to be filed.

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* 7 1 4 0 4 2 0 1 6 4 4 7 0 0 0 0 3 *

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Overflow Page for Write-Ins

NONE

SCHEDULE A - VERIFICATION

Real Estate

NONE

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

SCHEDULE B - VERIFICATION

Mortgage Loans

	1 Year to Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year	1,252,165	2,706,425
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	1,705,000	
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount	(88)	
5. Unrealized valuation increase (decrease)		
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals	837,763	1,454,259
8. Deduct amortization of premium and mortgage interest points and commitment fees		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest		
10. Deduct current year's other-than-temporary impairment recognized		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	2,119,314	1,252,165
12. Total valuation allowance		
13. Subtotal (Line 11 plus Line 12)	2,119,314	1,252,165
14. Deduct total nonadmitted amounts		
15. Statement value at end of current period (Line 13 minus Line 14)	2,119,314	1,252,165

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	1,178,229	2,335,434
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount	435	79
5. Unrealized valuation increase (decrease)		
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		1,000,000
8. Deduct amortization of premium and depreciation		5,929
9. Total foreign exchange change in book/adjusted carrying value		
10. Deduct current year's other-than-temporary impairment recognized		151,355
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	1,178,664	1,178,229
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)	1,178,664	1,178,229

SCHEDULE D - VERIFICATION

Bonds and Stocks

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	219,156,200	211,088,617
2. Cost of bonds and stocks acquired	36,669,915	33,129,321
3. Accrual of discount	1,011,116	1,076,195
4. Unrealized valuation increase (decrease)	4,259,781	(69,652)
5. Total gain (loss) on disposals	123,584	748,992
6. Deduct consideration for bonds and stocks disposed of	29,635,622	24,234,054
7. Deduct amortization of premium	795,120	1,130,443
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other-than-temporary impairment recognized	34,375	1,452,776
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	230,755,479	219,156,200
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	230,755,479	219,156,200

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a)	163,853,308	15,932,101	22,865,569	1,021,729	170,320,167	163,853,308	157,941,569	155,932,970
2. NAIC 2 (a)	50,574,138	665,041	1,858,480	(218,224)	47,508,650	50,574,138	49,162,475	43,847,335
3. NAIC 3 (a)	3,532,345	460,425	747,496	(265,325)	3,950,738	3,532,345	2,979,949	2,639,820
4. NAIC 4 (a)	1,056,237	1,173,216	(357,273)	(492,492)	821,600	1,056,237	2,094,234	997,271
5. NAIC 5 (a)	1,012,281	1,875,000	484	(128,454)	1,031,328	1,012,281	2,758,343	397,221
6. NAIC 6 (a)				143,750			143,750	
7. Total Bonds	220,028,309	20,105,783	25,114,756	60,984	223,632,483	220,028,309	215,080,320	203,814,617
PREFERRED STOCK								
8. NAIC 1							0	
9. NAIC 2	2,500,000				2,500,000	2,500,000	2,500,000	2,500,000
10. NAIC 3	500,000				1,500,007	500,000	500,000	1,500,007
11. NAIC 4	835,000	2,425,000		(25,000)		835,000	3,235,000	
12. NAIC 5							0	
13. NAIC 6							0	
14. Total Preferred Stock	3,835,000	2,425,000	0	(25,000)	4,000,007	3,835,000	6,235,000	4,000,007
15. Total Bonds and Preferred Stock	223,863,309	22,530,783	25,114,756	35,984	227,632,490	223,863,309	221,315,320	207,814,624

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation:
NAIC 1 $.....4,130,569; NAIC 2 $..........0; NAIC 3 $..........0; NAIC 4 $..........0; NAIC 5 $..........0; NAIC 6 $..........0.

SCHEDULE DA - PART 1

Short-Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999	4,130,569	XXX	4,130,569	9,049	

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	25,018	11,396,363
2. Cost of short-term investments acquired	65,846,491	74,879,699
3. Accrual of discount		
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals		
6. Deduct consideration received on disposals	61,740,940	86,251,044
7. Deduct amortization of premium		
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other-than-temporary impairment recognized		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	4,130,569	25,018
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	4,130,569	25,018

Sch. DB - Pt. A - Verification
NONE

Sch. DB - Pt. B - Verification
NONE

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

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

Sch. DB - Verification
NONE

Sch. E - Verification
NONE

Sch. A - Pt. 2
NONE

Sch. A - Pt. 3
NONE

SCHEDULE B - PART 2

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

1	Location		4	5	6	7	8	9
	2	3						
Loan Number	City	State	Loan Type	Date Acquired	Rate of Interest	Actual Cost at Time of Acquisition	Additional Investment Made After Acquisition	Value of Land and Buildings
Mortgages in Good Standing - Commercial Mortgages - All Other								
Danube	Orlando	FL		08/10/2016	9.516	955,000		1,738,000
IBorrow	Memphis	TN		06/02/2016	9.652	1,281		1,250,000
0599999. Total - Mortgages in Good Standing - Commercial Mortgages - All Other				XXX	XXX	956,281	0	2,988,000
0899999. Total - Mortgages in Good Standing				XXX	XXX	956,281	0	2,988,000
3399999. Total Mortgages				XXX	XXX	956,281	0	2,988,000

SCHEDULE B - PART 3

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

1	Location		4	5	6	7	Change in Book Value/Recorded Investment						14	15	16	17	18
	2	3					8	9	10	11	12	13					
Loan Number	City	State	Loan Type	Date Acquired	Disposal Date	Book Value/Recorded Investment Excluding Accrued Interest Prior Year	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Capitalized Deferred Interest and Other	Total Change in Book Value (8 + 9 - 10 + 11)	Total Foreign Exchange Change in Book Value	Book Value / Recorded Investment Excluding Accrued Interest on Disposal	Consideration	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal
Mortgages With Partial Repayments																	
2005-03-1108	Albuquerque	NM		10/28/2005	09/07/2016	1,189					0		1,189	1,189			0
2005-03-1109	Albuquerque	NM		11/04/2005	09/06/2016	1,989					0		1,989	1,989			0
2005-03-1110	Albuquerque	NM		11/04/2005	09/06/2016	1,283					0		1,283	1,283			0
2005-03-1115	Naples	FL		11/02/2005	08/30/2016	2,102					0		2,102	2,102			0
0299999. Total - Mortgages With Partial Repayments						6,564	0	0	0	0	0	0	6,564	6,564	0	0	0
0599999. Total Mortgages						6,564	0	0	0	0	0	0	6,564	6,564	0	0	0

SCHEDULE BA - PART 2

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

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

NONE

SCHEDULE BA - PART 3

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

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

NONE

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
Bonds - U.S. Government									
912828 N6 3	U.S. TREASURY NOTES 1.125 01/15/2019		07/01/2016	Prior Period Interest				9	1
0599999. Total Bonds - U.S Government						0	0	9	XXX
Bonds - Industrial and Miscellaneous									
038800 ZZ 4	ARCOT FIN LLC PIK 7.00 06/30/2021		07/28/2016	Private Placement		1,875,000	1,875,000		5Z
118230 AM 3	BUCKEYE PARTNERS 5.85 11/15/2043		07/11/2016	IMPERIAL CAPITAL		200,494	200,000	1,918	2FE
37247D AM 8	GENWORTH FINL 7.70 06/15/2020		08/23/2016	GOLDMAN SACHS		392,000	400,000	6,074	3FE
460933 AK 0	INTL WIRE GROUP 8.50 10/15/2017		07/01/2016	JEFFERIES & CO		397,000	400,000	7,744	4FE
460933 AK 0	INTL WIRE GROUP 8.50 10/15/2017		07/06/2016	JEFFERIES & CO		198,500	200,000	4,061	4FE
460933 AL 8	INTL WIRE GROUP 10.75 08/01/21		07/12/2016	JEFFERIES & CO		577,716	600,000		4FE
472319 AM 4	JEFFERIES GROUP 6.50 01/20/2043		08/09/2016	JEFFERIES & CO		206,286	200,000	794	2FE
48251M AL 0	KKR 15 D CLO MEZ FLT 10/18/2028	R	08/10/2016	CS FIRST BOSTON		387,629	400,000		1AM
59801Q AG 4	MIDO 2015-4A D CLO MEZ FLT 04/15/2027	R	09/20/2016	CS FIRST BOSTON		859,500	900,000	8,015	1AM
803169 AL 5	SRANC 2014-3A D CLO MEZ FLT 06/22/25		07/15/2016	IMPERIAL CAPITAL		534,750	600,000	2,005	1AM
88948A BU 0	TOLL ROAD INV 0.00 02/15/2042		09/16/2016	IMPERIAL CAPITAL		406,740	2,000,000		1FE
893830 BE 8	TRANSOCEAN INC 9.00 07/15/2023	R	07/19/2016	BARCLAYS CAPITAL		68,425	70,000	18	3FE
92940F AA 4	WHEELS UP 6.50+LIBOR 6/1/2024		08/17/2016	Private Placement		86,087	86,957		2FE
92940F AA 4	WHEELS UP 6.50+LIBOR 6/1/2024		09/29/2016	Private Placement		172,174	173,913		2FE
3899999. Total Bonds - Industrial and Miscellaneous						6,362,300	8,105,870	30,630	XXX
8399997. Total Bonds - Part 3						6,362,300	8,105,870	30,639	XXX
8399999. Total Bonds						6,362,300	8,105,870	30,639	XXX
Preferred Stocks - Industrial and Miscellaneous									
574000 ZZ 1	MAUI ELEC CO LT SERIES H 7.625		09/24/2016	Private Placement	25,000.000	2,425,000			P4AZ
8499999. Total Preferred Stocks - Industrial and Miscellaneous						2,425,000	XXX	0	XXX
8999997. Total Preferred Stocks - Part 3						2,425,000	XXX	0	XXX
8999999. Total Preferred Stocks						2,425,000	XXX	0	XXX
Common Stocks - Industrial and Miscellaneous									
04010E 10 9	ARGAN INC		07/08/2016	STRATEGAS RESEARCH	1,000.000	44,442	XXX		L
04010E 10 9	ARGAN INC		08/24/2016	STRATEGAS RESEARCH	3,000.000	145,299	XXX		L
488360 20 7	KEMET CORP		07/12/2016	ISI GROUP	10,000.000	31,641	XXX		L
9099999. Total Common Stocks - Industrial and Miscellaneous						221,382	XXX	0	XXX
9799997. Total Common Stocks - Part 3						221,382	XXX	0	XXX
9799999. Total Common Stocks						221,382	XXX	0	XXX
9899999. Total Preferred and Common Stocks						2,646,382	XXX	0	XXX
9999999. Total Bonds, Preferred and Common Stocks						9,008,682	XXX	30,639	XXX

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

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value 11	12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest / Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Government																					
31298W FC 4	FGLMC C59163 PT 7.0 10/01/2031		09/15/2016.	MBS Paydown		1,454	1,454	1,458	1,458		(2)		(2)		1,454			0	68	10/01/2031	1
31388T QZ 9	FNCL 614372 PT 7.0 1/01/2032		09/25/2016.	MBS Paydown		169	169	171	171		(0)		(0)		169			0	8	01/01/2032	1
31389C FZ 7	FNCL 621284 PT 6.50 12/01/2031		09/25/2016.	MBS Paydown		296	296	302	302		(1)		(1)		296			0	13	12/01/2031	1
31389N N7 6	FNCL 630514 PT 6.0 1/1/2032		09/25/2016.	MBS Paydown		582	582	572	572		7		7		582			0	24	01/01/2032	1
36203R TF 6	GNSF 357050 PT 8.0 5/15/2023		09/15/2016.	MBS Paydown		737	737	747	747		(2)		(2)		737			0	39	05/15/2023	1
36204H EF 3	GNSF 370134 PT 6.50 12/15/2023		09/15/2016.	MBS Paydown		371	371	367	367		0		0		371			0	16	12/15/2023	1
36205C KY 5	GNSF 386511 PT 7.50 5/15/2024		09/15/2016.	MBS Paydown		1,266	1,266	1,266	1,266		(1)		(1)		1,266			0	63	05/15/2024	1
36205F YX 5	GNSF 389626 PT 8.00 10/15/2024		09/15/2016.	MBS Paydown		252	252	251	251		(1)		(1)		252			0	13	10/15/2024	1
36206A HZ 9	GNSF 405348 PT 8.00 11/15/2024		09/15/2016.	MBS Paydown		227	227	227	227		(0)		(0)		227			0	12	11/15/2024	1
36209C 6Y 7	GNSF 468087 PT 7.0 7/15/2028		09/15/2016.	MBS Paydown		251	251	253	253		(0)		(0)		251			0	12	07/15/2028	1
36209U AE 6	GNSF 481605 PT 7.0 7/15/2029		09/15/2016.	MBS Paydown		37	37	37	37		0		0		37			0	2	07/15/2029	1
36224T NQ 9	GNSF 337999 PT 7.0 3/15/2023		09/15/2016.	MBS Paydown		1,454	1,454	1,443	1,443		5		5		1,454			0	69	03/15/2023	1
36225B PV 4	GNSF 781336 PT 6.00 10/15/2031		09/15/2016.	MBS Paydown		3,100	3,100	2,983	2,983		94		94		3,100			0	122	10/15/2031	1
36241K BU 1	GNSF 781851 PT 7.50 12/15/2028		09/15/2016.	MBS Paydown		364	364	357	357		3		3		364			0	19	12/15/2028	1
478045 AA 5	TVA JOHN SEVIER COMB 4.626 01/15/2042		07/15/2016.	Sinking Fund Redemption		7,515	7,515	7,515	7,515		1		1		7,515			0	348	01/15/2042	1FE
0599999. Total Bonds - U.S Government						18,075	18,075	17,948	17,949	0	104	0	104	0	18,075	0	0	0	827	XXX	XXX
Bonds - U.S. States, Territories and Possessions																					
594610 6Q 5	MI ST 4.14 11/01/2020		07/20/2016.	JP MORGAN SECURITIES INC.		1,112,900	1,000,000	1,000,000	1,000,000		28		28		1,000,028		112,872	112,872	30,360	11/01/2020	1FE
1799999. Total Bonds - U.S. States, Territories and Possessions						1,112,900	1,000,000	1,000,000	1,000,000	0	28	0	28	0	1,000,028	0	112,872	112,872	30,360	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment																					
126775 TJ 4	CABARRUS CNTY NC 5.10 04/01/2023		07/20/2016.	RAYMOND JAMES & ASSOCIATES.		1,128,750	1,000,000	1,000,000	1,000,000				0		1,000,000		128,750	128,750	41,650	04/01/2023	1FE
31340Y FN 4	FHR 19 F PAC 8.50 3/15/20		09/15/2016.	MBS Paydown		677	677	563	1,647		170		170		677			0	75	03/15/2020	1
31392E 4T 4	FNR 2002-72 DB SEQ 4.50 11/25/2017		09/25/2016.	MBS Paydown		5,725	5,725	5,053	5,071		585		585		5,725			0	170	11/25/2017	1
31393Q YC 0	FHR 2611 UH SEQ 4.50 5/15/2018		09/15/2016.	MBS Paydown		20,109	20,109	19,917	19,919		129		129		20,109			0	603	05/15/2018	1
31393V MS 7	FHR 2628 AD NSJ ZX 4.0 6/15/2018		09/15/2016.	MBS Paydown		5,143	5,143	5,165	5,165		(17)		(17)		5,143			0	136	06/15/2018	1
31394B 7J 7	FNR 2005-32 AE SEQ 5.0 4/25/2025		09/25/2016.	MBS Paydown		29,904	29,904	28,810	28,812		998		998		29,904			0	992	04/25/2025	1
31394H LY 5	FHR 2663 BC SEQ 4.0 8/15/2018		09/15/2016.	MBS Paydown		31,917	31,917	31,395	31,402		353		353		31,917			0	851	08/15/2018	1
31394J YA 9	FHR 2697 LG SEQ 4.50 10/15/2023		09/15/2016.	MBS Paydown		26,017	26,017	25,152	25,155		573		573		26,017			0	769	10/15/2023	1
31394K BC 7	FHR 2690 DK SEQ 4.0 10/15/2018		09/15/2016.	MBS Paydown		25,354	25,354	25,037	25,041		201		201		25,354			0	676	10/15/2018	1
31394Y LP 7	FHR 2802 BC SEQ 5.0 5/15/2019		09/15/2016.	MBS Paydown		20,449	20,449	20,288	20,290		106		106		20,449			0	679	05/15/2019	1
438701 RE 6	HONOLULU HI WSTEWTR B 5.193 07/01/2024		07/20/2016.	RBC CAPITAL MARKETS		1,139,710	1,000,000	1,000,000	1,000,000		78		78		1,000,078		139,632	139,632	55,392	07/01/2024	1FE
91528N AA 9	UNM SANDOVAL REG MD 4.50 07/20/2036		07/20/2016.	Sinking Fund Redemption		20,000	20,000	20,000	20,000		(0)		(0)		20,000			0	900	07/20/2036	1FE
3199999. Total Bonds - U.S. Special Revenue and Special Assessment						2,453,755	2,185,295	2,181,380	2,182,502	0	3,174	0	3,174	0	2,185,373	0	268,382	268,382	102,894	XXX	XXX
Bonds - Industrial and Miscellaneous																					
02146P AF 2	CWALT 2006-HY12 A5 NAS CSTR 08/25/2036		09/25/2016.	MBS Paydown		39,006	39,006	25,092	25,113		4,558		4,558		39,006			0	869	08/25/2036	1FM
02149M AB 5	CWALT 2007-J1 1A2 SEQ 5.75 03/25/2037		09/25/2016.	MBS Paydown		10,734	10,734	9,326	9,275		(103)		(103)		10,734			0	457	03/25/2037	1FM
02149M AB 5	CWALT 2007-J1 1A2 SEQ 5.75 03/25/2037		09/25/2016.	Pass-Through Loss			4,174						0					0		03/25/2037	1FM
05377R AV 6	AESOP 2011-5A A ABS 3.27 2/20/18		09/20/2016.	MBS Paydown		333,333	333,333	333,310	333,310		18		18		333,333			0	8,175	02/20/2018	1FE
059475 AG 8	BOAA 2007-2 2A2 NAS SSNR 6.00 06/25/37		09/25/2016.	MBS Paydown		14,425	14,425	11,136	10,897		(1,439)		(1,439)		14,425			0	605	06/25/2037	1FM
059475 AG 8	BOAA 2007-2 2A2 NAS SSNR 6.00 06/25/37		09/25/2016.	Pass-Through Loss			3,665						0					0		06/25/2037	1FM
05948X L9 0	BOAMS 2003-10 1B1 SUB 5.50 1/25/34		07/01/2016.	Prior Period Interest									0					0	3,541	06/25/2037	1FM
07330T AA 0	BCRR 2009-2A 1A1 RR SEQ SSNR 6.50 7/40		09/17/2016.	MBS Paydown		16,367	16,367	16,047	16,051		(79)		(79)		16,367			0	690	07/17/2040	1FE

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest / Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
09751W AA 9	BOLDINI LTD 3.6 07/19/35	R	07/19/2016.	Sinking Fund Redemption		25,000	25,000	25,000	25,000		1		1		25,000			0	450	07/19/2035	1FE
12639C AA 5	CSMC 2009-RR4 A4A SEQ 5.695 09/15/40	.	09/15/2016.	MBS Paydown		72,070	72,070	70,157	70,192		523		523		72,070			0	3,036	09/15/2040	1FE
12647G BZ 0	CSMC 2013-IVR4 A20 SEQ CSTR 07/25/2043	.	09/25/2016.	MBS Paydown		35,084	35,084	34,308	34,309		273		273		35,084			0	807	07/25/2043	1FM
12667G AC 7	CWALT 2005-13CB A3 SEQ 5.5 5/25/35	.	09/25/2016.	MBS Paydown		21,209	21,209	17,785	17,735		361		361		21,209			0	780	05/25/2035	1FM
12668B PN 7	CWALT 2006-4CB 1A2 PAC SSNR 6.0 04/25/36	.	09/25/2016.	MBS Paydown		111,813	111,813	90,522	90,727		(21,509)		(21,509)		111,813			0	4,364	04/25/2036	1FM
12668B PN 7	CWALT 2006-4CB 1A2 PAC SSNR 6.0 04/25/36	.	09/25/2016.	Pass-Through Loss			10,230						0					0		04/25/2036	1FM
14574K AE 2	CAUTO 2010-1A A ABS 5.73 12/15/2038	.	09/15/2016.	MBS Paydown		4,462	4,462	4,462	4,462		(1)		(1)		4,462			0	171	12/15/2038	1FE
16165Y AV 4	CFLX 2007-M1 2F6 NAS SSNR 5.0296 08/37	.	09/25/2016.	MBS Paydown		30,346	30,346	23,267	23,116		52		52		30,346			0	890	08/25/2037	1FM
16165Y AV 4	CFLX 2007-M1 2F6 NAS SSNR 5.0296 08/37	.	09/25/2016.	Pass-Through Loss			6,783						0					0		08/25/2037	1FM
17309L AD 7	CMLTI 2006-HE2 A2C SEQ FLT 08/25/2036	.	09/25/2016.	MBS Paydown		42,821	42,821	41,625	41,662		716		716		42,821			0	171	08/25/2036	1FM
17312H AF 6	CRMSI 2007-2 A6 NAS 6.265 6/25/2037	.	09/25/2016.	MBS Paydown		33,897	33,897	32,850	32,851		207		207		33,897			0	1,222	06/25/2037	1FM
233046 AD 3	DNKN 2015-1A A2II ABS SNR 3.98 02/20/45	.	08/20/2016.	MBS Paydown		1,250	1,250	1,250	1,250		0		0		1,250			0	37	02/20/2045	2AM
23305Y AC 3	DBUBS 2011-LC3A A3 SEQ 4.638 04/10/21	.	09/10/2016.	MBS Paydown		756,739	756,739	759,243	759,222		(3,424)		(3,424)		756,739			0	23,464	08/10/2044	1FM
36190K AC 3	GSMS 2009-RR1 CSB SUB 5.286 12/17/2039	.	09/17/2016.	MBS Paydown		1,000,000	1,000,000	997,942	997,942		2,058		2,058		1,000,000			0	38,524	12/17/2039	1FE
39121J AG 5	GREAT RIVER ENERGY 7.233 07/01/38	.	07/01/2016.	Sinking Fund Redemption		15,338	15,338	15,336	15,336		2		2		15,338			0	1,109	07/01/2038	1FE
40066N AA 4	GUANAY FI LTD 6.00 12/15/2020	R	09/15/2016.	Sinking Fund Redemption		12,966	12,966	12,966	12,966		0		0		12,966			0	583	12/15/2020	3FE
40432B AZ 2	HALO 2007-2 3A6 SEQ SSNR 6 0 9/25/2037	.	09/25/2016.	MBS Paydown		63,887	63,887	52,716	50,955		(10,050)		(10,050)		63,887			0	2,377	09/25/2037	1FM
40432B AZ 2	HALO 2007-2 3A6 SEQ SSNR 6 0 9/25/2037	.	09/25/2016.	Pass-Through Loss			4,095	3,573					0					0		09/25/2037	1FM
46629P AC 2	JPMCC 2006-LDP9 A3 SEQ 5.336 5/15/47	.	09/15/2016.	MBS Paydown		1,221,078	1,221,078	1,226,334	1,226,191		(6,073)		(6,073)		1,221,078			0	46,478	05/15/2047	1FM
46632T AA 3	JPMMT 2008-R2 1A1 SEQ SSNR CSTR 7/27/37	.	09/27/2016.	MBS Paydown		10,296	10,296	8,123	8,126		1,718		1,718		10,296			0	160	07/27/2037	1FM
46636V AC 0	JPMCC 2011-C5 A3 SEQ 4.1712 08/15/2046	.	09/15/2016.	MBS Paydown		101,696	101,696	102,258	102,256		(730)		(730)		101,696			0	3,181	08/15/2046	1FM
47232C AW 4	JMAC 2009-R1 5A4 SUB CSTR 05/21/2036 RE	.	09/21/2016.	MBS Paydown		59,248	59,248	54,419	54,429		4,644		4,644		59,248			0	1,581	05/21/2036	1FM
47233A AW 7	JMAC 2009-R7 11A1 SEQ SSNR CSTR 03/26/37	.	09/26/2016.	MBS Paydown		19,603	19,603	19,073	19,078		360		360		19,603			0	342	03/26/2037	1FM
47233D AA 9	JMAC 2009-R11 1A1 SEQ SSNR 6.00 9/26/36	.	09/26/2016.	MBS Paydown		179,830	179,830	178,134	178,157		389		389		179,830			0	6,692	09/26/2036	1FM
48124W AA 7	JPMCC 2009-RR1 A4A SEQ SSNR CSTR 3/18/51	.	09/18/2016.	MBS Paydown		133,480	133,480	129,769	129,812		2,345		2,345		133,480			0	5,462	03/18/2051	1FE
48124X AA 5	JPMCC 2009-RR2 GEA SEQ 5.543 12/17/49 RE	.	09/17/2016.	MBS Paydown		160,864	160,864	158,686	158,731		957		957		160,864			0	6,688	12/17/2049	1FE
48124X AC 1	JPMCC 2009-RR2 MLA SEQ CSTR 6/17/2050	.	09/17/2016.	MBS Paydown		49,279	49,279	48,328	48,340		794		794		49,279			0	2,043	06/17/2050	1FE
59748T AA 7	MIDLAND COGEN 6.00 03/15/2025	.	09/15/2016.	Sinking Fund Redemption		32,589	32,589	32,589	32,589		4		4		32,589			0	1,955	03/15/2025	2FE
61760R BA 9	MSC 2011-C3 A3 SEQ 4.054 07/15/2049	.	09/15/2016.	MBS Paydown		75,785	75,785	76,255	76,255		(713)		(713)		75,785			0	2,304	07/15/2049	1FM
63860L AC 4	NSTR 2007-B 2AV2 SEQ FLT 04/25/2037	.	09/25/2016.	MBS Paydown		53,055	53,055	49,885	49,943		2,689		2,689		53,055			0	232	04/25/2037	1FM
650119 AA 8	NEW YORK UNIV 5.236 07/01/32	.	07/01/2016.	Sinking Fund Redemption		37,000	37,000	39,648	39,646		(2,646)		(2,646)		37,000			0	1,937	07/01/2032	1FE
73316P GG 9	POPLR 2005-5 AF3 SEQ SNR AFC 11/25/2035	.	09/25/2016.	MBS Paydown		36,525	36,525	36,568	36,566		156		156		36,525			0	1,201	11/25/2035	1FM
74928U BP 1	RBSSP 2009-12 14A2 SEQ SNR CSTR 03/23 RE	.	09/26/2016.	MBS Paydown		22,703	22,703	21,323	21,323		1,094		1,094		22,703			0	832	03/25/2023	1FM
74928X BB 6	RBSSP 2009-6 3A2 MEZ CSTR 01-36 RE	.	09/26/2016.	Pass-Through Loss			5,657				143		143					0		01/26/2036	1FM
74930A AA 5	RBSCF 2010-RR4 CMLA SEQ SSNR CSTR 12/49	.	09/16/2016.	MBS Paydown		8,525	8,525	8,670	8,666		(108)		(108)		8,525			0	336	12/16/2049	1FE
76111X HN 6	RFMSI 2004-S4 2A6 PAC 4.50 4/25/2019	.	09/25/2016.	MBS Paydown		16,170	16,170	13,549	13,575		1,848		1,848		16,170			0	484	04/25/2019	1FM
76111X J4 6	RFMSI 2006-S1 1A3 SSNR NAS 5.75 01/36	.	09/25/2016.	MBS Paydown		28,788	28,788	27,173	27,173		(575)		(575)		28,788			0	1,128	01/25/2036	1FM
77876N AK 4	LFR 6 I PAC 9.4 08/20/2019	.	09/20/2016.	MBS Paydown		484	484	484	484		100		100		484			0	29	08/20/2019	5*
81375W JE 7	SABR 2006-OP1 A2C SEQ FLT 10/25/2035	.	09/25/2016.	MBS Paydown		107,152	107,152	104,192	104,099		3,376		3,376		107,152			0	516	10/25/2035	1FM
81441N AC 0	SNMLT 2006-2A A3 SEQ SNR 6.31 10/25/2036	.	09/25/2016.	MBS Paydown		26,819	26,819	26,954	26,953		(53)		(53)		26,819			0	1,111	10/25/2036	1FM
83614K AA 7	SOURCE GAS 5.90 04/01/2017	.	09/12/2016.	Make Whole Call		1,028,220	1,000,000	999,487	999,500		500		500		1,000,000		28,220	28,220	55,886	04/01/2017	2FE
860630 30 0	STIFEL FINANCIAL 5.375 12/31/2022	.	08/12/2016.	Call		1,000,000		999,860	996,725		3,275		3,275		1,000,000			0	44,344	12/31/2022	2FE
872225 AD 9	TBW 2006-5 A3 SEQ STP 11/25/2036	.	09/25/2016.	MBS Paydown		67,915	67,915	36,388	36,557		4,719		4,719		67,915			0	1,877	11/25/2036	1FM

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value 11	12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest / Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
872227 AK 9	TBW 2007-2 A6A NAS SSNR 6.0145 07/25/37	.	09/25/2016.	MBS Paydown		76,913	76,913	54,457	54,369		170		170		76,913			0	2,499	07/25/2037	1FM
89054X AA 3	TOPAZ SOLAR FARM 5.75 09/30/2039	.	09/30/2016.	Sinking Fund Redemption		36,032	36,032	36,032	36,032		3		3		36,032			0	2,072	09/30/2039	2FE
893830 AY 5	TRANSOCEAN INC 6.50 11/15/2020	R	07/21/2016.	Cash Tender		141,750	150,000	138,134	138,168		3,582		3,582		141,750			0	6,663	11/15/2020	4FE
89655Y AA 4	TRL 2009-1A A ABS 6.657 11/16/2039	.	09/16/2016.	MBS Paydown		6,996	6,996	6,996	6,996		(0)		(0)		6,996			0	311	11/16/2039	1FE
89656C AA 1	TRL 2010-1A A ABS 5.194 10/16/2040	.	09/16/2016.	MBS Paydown		10,356	10,356	10,356	10,356		0		0		10,356			0	359	10/16/2040	1FE
92940F AA 4	WHEELS UP 6.50+LIBOR 6/1/2024	.	09/01/2016.	Paydown		24,116	24,116	23,875			241		241		24,116			0	418	06/01/2024	2FE
949832 AA 7	WFMBS 2005-14 1A1 SSNR NAS 5.5 12/35	.	09/25/2016.	MBS Paydown		29,705	29,705	28,394	28,395		1,112		1,112		29,705			0	1,145	12/25/2035	1FM
94983Q AL 0	WFMBS 2006-3 A11 SSNR NAS 5.50 03/36	.	09/25/2016.	MBS Paydown		37,196	37,196	35,823	35,825		1,167		1,167		37,196			0	1,387	03/25/2036	1FM
94983T AJ 9	WFMBS 2006-AR6 5A1 SEQ SSNR CSTR 03/36	.	09/25/2016.	MBS Paydown		36,035	36,035	31,667	31,618		3,016		3,016		36,035			0	741	03/25/2036	1FM
3899999. Total Bonds - Industrial and Miscellaneous						7,516,950	6,531,585	7,341,796	7,309,305	0	(331)	0	(331)	0	7,488,730	0	28,220	28,220	294,715	XXX	XXX
8399997. Total Bonds - Part 4						11,101,680	9,734,956	10,541,124	10,509,756	0	2,975	0	2,975	0	10,692,206	0	409,474	409,474	428,796	XXX	XXX
8399999. Total Bonds						11,101,680	9,734,956	10,541,124	10,509,756	0	2,975	0	2,975	0	10,692,206	0	409,474	409,474	428,796	XXX	XXX
Common Stocks - Industrial and Miscellaneous																					
04010E 10 9	ARGAN INC	.	09/07/2016.	STRATEGAS RESEARCH	5,000.000	261,905	XXX	231,281					0		231,281		30,625	30,625		XXX	L
9099999. Total Common Stocks - Industrial and Miscellaneous						261,905	XXX	231,281	0	0	0	0	0	0	231,281	0	30,625	30,625	0	XXX	XXX
9799997 Total Common Stocks - Part 4						261,905	XXX	231,281	0	0	0	0	0	0	231,281	0	30,625	30,625	0	XXX	XXX
9799999. Total Common Stocks						261,905	XXX	231,281	0	0	0	0	0	0	231,281	0	30,625	30,625	0	XXX	XXX
9899999. Total Preferred and Common Stocks						261,905	XXX	231,281	0	0	0	0	0	0	231,281	0	30,625	30,625	0	XXX	XXX
9999999. Total Bonds, Preferred and Common Stocks						11,363,586	XXX	10,772,405	10,509,756	0	2,975	0	2,975	0	10,923,487	0	440,099	440,099	428,796	XXX	XXX

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

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

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

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

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

Sch. DL - Pt. 1
NONE

Sch. DL - Pt. 2
NONE

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1			2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
							6	7	8	
Depository			Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	First Month	Second Month	Third Month	*
Open Depositories										
The Bank of New York Mellon		New York, NY		0.010	4		544,023	5,033	2,430,452	XXX
PNC Bank		Pittsburgh, PA					(119,284)	4,760,440	(1,468,315)	XXX
Wells Fargo	05/24/2016	Charlotte, NC		0.330	27		26,261	26,270	26,279	XXX
0199999. Total Open Depositories			XXX	XXX	31	0	451,000	4,791,743	988,416	XXX
0399999. Total Cash on Deposit			XXX	XXX	31	0	451,000	4,791,743	988,416	XXX
0599999. Total Cash			XXX	XXX	31	0	451,000	4,791,743	988,416	XXX

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

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

NONE