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ANNUAL STATEMENT

For the Year Ended December 31, 2016

of the Condition and Affairs of the

MOUNTAIN LAUREL ASSURANCE COMPANY

NAIC Group Code.....155, 155 (Current Period) (Prior Period) NAIC Company Code..... 44180 Employer's ID Number..... 23-2599971

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

Incorporated/Organized..... November 28, 1990 Commenced Business..... April 29, 1991

Statutory Home Office	6300 WILSON MILLS ROAD, W33….. CLEVELAND ..... OH ..... US ..... 44143-2182 *(Street and Number) (City or Town, State, Country and Zip Code)*
Main Administrative Office	6300 WILSON MILLS ROAD, W33….. CLEVELAND ..... OH ..... US..... 44143-2182 440-461-5000 *(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)*
Mail Address	P.O. BOX 89490….. CLEVELAND ..... OH ..... US ..... 44101-6490 *(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)*
Primary Location of Books and Records	6300 WILSON MILLS ROAD, W33….. CLEVELAND ..... OH ..... US ..... 44143-2182 440-395-4460 *(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)*
Internet Web Site Address	PROGRESSIVE.COM
Statutory Statement Contact	MARY BETH ANDREANO 440-395-4460 *(Name) (Area Code) (Telephone Number) (Extension)* FINANCIAL_REPORTING@PROGRESSIVE.COM 440-603-5500 *(E-Mail Address) (Fax Number)*

POLICYHOLDER SERVICES AND CLAIMS REPORTING -- 1-800-PROGRESSIVE (1-800-776-4737)

OFFICERS

Name	Title	Name	Title
SCOTT WESLEY ZIEGLER	PRESIDENT	MICHAEL ROBERT UTH	SECRETARY
DANIEL JOSEPH WITALEC	TREASURER		

OTHER

SCOTT EDWARD COLEMAN	(ASST. TREASURER)	JOHN ALLEN CURTISS JR.	(VICE PRESIDENT)
KAREN ANN KOSUDA	(ASST. SECRETARY)	MARIANN WOJTKUN MARSHALL	(VICE PRESIDENT)

DIRECTORS OR TRUSTEES

PATRICK KEVIN CALLAHAN	JOHN ALLEN CURTISS JR.	SANJAY MAHESH VYAS	DANIEL JOSEPH WITALEC
SCOTT WESLEY ZIEGLER			

State of........ OHIO
County of..... CUYAHOGA

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

(Signature)	(Signature)	(Signature)
SCOTT WESLEY ZIEGLER	KAREN ANN KOSUDA	SCOTT EDWARD COLEMAN
1. (Printed Name)	2. (Printed Name)	3. (Printed Name)
PRESIDENT	ASSISTANT SECRETARY	ASSISTANT TREASURER
(Title)	(Title)	(Title)

Subscribed and sworn to before me
This 14TH day of FEBRUARY, 2017

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

SUMMARY INVESTMENT SCHEDULE

	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement			
	1	2	3	4	5	6
Investment Categories	Amount	Percentage	Amount	Securities Lending Reinvested Collateral Amount	Total (Col. 3 + 4) Amount	Percentage
1. Bonds:						
1.1 U.S. treasury securities	5,544,085	4.7	5,544,085		5,544,085	4.7
1.2 U.S. government agency obligations (excluding mortgage-backed securities):						
1.21 Issued by U.S. government agencies		0.0			0	0.0
1.22 Issued by U.S. government sponsored agencies		0.0			0	0.0
1.3 Non-U.S. government (including Canada, excluding mortgage-backed securities)		0.0			0	0.0
1.4 Securities issued by states, territories and possessions and political subdivisions in the U.S.:						
1.41 States, territories and possessions general obligations	51,956,391	44.4	51,956,391		51,956,391	44.4
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations	4,400,286	3.8	4,400,286		4,400,286	3.8
1.43 Revenue and assessment obligations	46,583,928	39.8	46,583,928		46,583,928	39.8
1.44 Industrial development and similar obligations		0.0			0	0.0
1.5 Mortgage-backed securities (includes residential and commercial MBS):						
1.51 Pass-through securities:						
1.511 Issued or guaranteed by GNMA		0.0			0	0.0
1.512 Issued or guaranteed by FNMA and FHLMC		0.0			0	0.0
1.513 All other		0.0			0	0.0
1.52 CMOs and REMICs:						
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA		0.0			0	0.0
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-based securities issued or guaranteed by agencies shown in Line 1.521		0.0			0	0.0
1.523 All other		0.0			0	0.0
2. Other debt and other fixed income securities (excluding short-term):						
2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities)		0.0			0	0.0
2.2 Unaffiliated non-U.S. securities (including Canada)		0.0			0	0.0
2.3 Affiliated securities		0.0			0	0.0
3. Equity interests:						
3.1 Investments in mutual funds		0.0			0	0.0
3.2 Preferred stocks:						
3.21 Affiliated		0.0			0	0.0
3.22 Unaffiliated		0.0			0	0.0
3.3 Publicly traded equity securities (excluding preferred stocks):						
3.31 Affiliated		0.0			0	0.0
3.32 Unaffiliated		0.0			0	0.0
3.4 Other equity securities:						
3.41 Affiliated		0.0			0	0.0
3.42 Unaffiliated		0.0			0	0.0
3.5 Other equity interests including tangible personal property under lease:						
3.51 Affiliated		0.0			0	0.0
3.52 Unaffiliated		0.0			0	0.0
4. Mortgage loans:						
4.1 Construction and land development		0.0			0	0.0
4.2 Agricultural		0.0			0	0.0
4.3 Single family residential properties		0.0			0	0.0
4.4 Multifamily residential properties		0.0			0	0.0
4.5 Commercial loans		0.0			0	0.0
4.6 Mezzanine real estate loans		0.0			0	0.0
5. Real estate investments:						
5.1 Property occupied by company		0.0			0	0.0
5.2 Property held for production of income (including $..........0 of property acquired in satisfaction of debt)		0.0			0	0.0
5.3 Property held for sale (including $.........0 property acquired in satisfaction of debt)		0.0			0	0.0
6. Contract loans		0.0			0	0.0
7. Derivatives		0.0			0	0.0
8. Receivables for securities		0.0			0	0.0
9. Securities lending (Line 10, Asset Page reinvested collateral)		0.0		XXX	XXX	XXX
10. Cash, cash equivalents and short-term investments	8,485,674	7.3	8,485,674		8,485,674	7.3
11. Other invested assets		0.0			0	0.0
12. Total invested assets	116,970,364	100.0	116,970,364	0	116,970,364	100.0

SCHEDULE A - VERIFICATION BETWEEN YEARS

Real Estate

1.	Book/adjusted carrying value, December 31 of prior year		
2.	Cost of acquired:		
	2.1 Actual cost at time of acquisition (Part 2, Column 6)		
	2.2 Additional investment made after acquisition (Part 2, Column 9)		0
3.	Current year change in encumbrances:		
	3.1 Totals, Part 1, Column 13		
	3.2 Totals, Part 3, Column 11		0
4.	Total gain (loss) on disposals, Part 3, Column 18		
5.	Deduct amounts received on disposals, Part 3, Column 15		
6.	Total foreign exchange change in book/adjusted carrying value:		
	6.1 Totals, Part 1, Column 15		
	6.2 Totals, Part 3, Column 13		0
7.	Deduct current year's other-than-temporary impairment recognized:		
	7.1 Totals, Part 1, Column 12		
	7.2 Totals, Part 3, Column 10		0
8.	Deduct current year's depreciation:		
	8.1 Totals, Part 1, Column 11		
	8.2 Totals, Part 3, Column 9		0
9.	Book/adjusted carrying value at end of current period (Lines 1+2+3+4-5+6-7-8)		0
10.	Deduct total nonadmitted amounts		
11.	Statement value at end of current period (Line 9 minus Line 10)		0

NONE

SCHEDULE B - VERIFICATION BETWEEN YEARS

Mortgage Loans

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

NONE

SCHEDULE BA - VERIFICATION BETWEEN YEARS

Other Long-Term Invested Assets

NONE

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

SCHEDULE D - VERIFICATION BETWEEN YEARS

Bonds and Stocks

1.	Book/adjusted carrying value, December 31 of prior year		91,480,730
2.	Cost of bonds and stocks acquired, Part 3, Column 7		35,543,267
3.	Accrual of discount		2,898
4.	Unrealized valuation increase (decrease):		
	4.1 Part 1, Column 12		
	4.2 Part 2, Section 1, Column 15		
	4.3 Part 2, Section 2, Column 13		
	4.4 Part 4, Column 11		0
5.	Total gain (loss) on disposals, Part 4, Column 19		76,553
6.	Deduct consideration for bonds and stocks disposed of, Part 4, Column 7		16,719,082
7.	Deduct amortization of premium		1,899,676
8.	Total foreign exchange change in book/adjusted carrying value:		
	8.1 Part 1, Column 15		
	8.2 Part 2, Section 1, Column 19		
	8.3 Part 2, Section 2, Column 16		
	8.4 Part 4, Column 15		0
9.	Deduct current year's other-than-temporary impairment recognized:		
	9.1 Part 1, Column 14		
	9.2 Part 2, Section 1, Column 17		
	9.3 Part 2, Section 2, Column 14		
	9.4 Part 4, Column 13		0
10.	Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)		108,484,690
11.	Deduct total nonadmitted amounts		
12.	Statement value at end of current period (Line 10 minus Line 11)		108,484,690

SCHEDULE D - SUMMARY BY COUNTRY

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

Description		1 Book/Adjusted Carrying Value	2 Fair Value	3 Actual Cost	4 Par Value of Bonds
BONDS	1. United States	5,544,085	5,419,056	5,547,389	5,530,000
Governments (Including all obligations	2. Canada				
guaranteed by governments)	3. Other Countries				
	4. Totals	5,544,085	5,419,056	5,547,389	5,530,000
U.S. States, Territories and Possessions (Direct and guaranteed)	5. Totals	51,956,391	52,204,888	55,082,492	47,530,000
U.S. Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	6. Totals	4,400,286	4,397,140	4,694,141	3,885,000
U.S. Special Revenue and Special Assessment Obligations and All Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions	7. Totals	46,583,928	45,991,157	47,432,404	44,317,000
Industrial and Miscellaneous, SVO Identified	8. United States				
Funds and Hybrid Securities (unaffiliated)	9. Canada				
	10. Other Countries				
	11. Totals	0	0	0	0
Parent, Subsidiaries and Affiliates	12. Totals				
	13. Total Bonds	108,484,690	108,012,241	112,756,426	101,262,000
PREFERRED STOCKS	14. United States				
Industrial and Miscellaneous (Unaffiliated)	15. Canada				
	16. Other Countries				
	17. Totals	0	0	0	
Parent, Subsidiaries and Affiliates	18. Totals				
	19. Total Preferred Stocks	0	0	0	
COMMON STOCKS	20. United States				
Industrial and Miscellaneous (Unaffiliated)	21. Canada				
	22. Other Countries				
	23. Totals	0	0	0	
Parent, Subsidiaries and Affiliates	24. Totals				
	25. Total Common Stocks	0	0	0	
	26. Total Stocks	0	0	0	
	27. Total Bonds and Stocks	108,484,690	108,012,241	112,756,426	

SCHEDULE D - PART 1A - SECTION 1

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

NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Column 7 as a % of Line 10.7	9 Total from Column 6 Prior Year	10 % from Col. 7 Prior Year	11 Total Publicly Traded	12 Total Privately Placed (a)
1. **U.S. Governments**												
1.1 NAIC 1		5,007,719	536,366			XXX	5,544,085	4.7	7,547,225	7.2	5,544,085	
1.2 NAIC 2						XXX	0	0.0		0.0		
1.3 NAIC 3						XXX	0	0.0		0.0		
1.4 NAIC 4						XXX	0	0.0		0.0		
1.5 NAIC 5						XXX	0	0.0		0.0		
1.6 NAIC 6						XXX	0	0.0		0.0		
1.7 Totals	0	5,007,719	536,366	0	0	XXX	5,544,085	4.7	7,547,225	7.2	5,544,085	0
2. **All Other Governments**												
2.1 NAIC 1						XXX	0	0.0		0.0		
2.2 NAIC 2						XXX	0	0.0		0.0		
2.3 NAIC 3						XXX	0	0.0		0.0		
2.4 NAIC 4						XXX	0	0.0		0.0		
2.5 NAIC 5						XXX	0	0.0		0.0		
2.6 NAIC 6						XXX	0	0.0		0.0		
2.7 Totals	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
3. **U.S. States, Territories and Possessions, etc., Guaranteed**												
3.1 NAIC 1	17,835,823	19,598,636	17,521,932			XXX	54,956,391	47.0	49,832,069	47.3	54,956,391	
3.2 NAIC 2						XXX	0	0.0		0.0		
3.3 NAIC 3						XXX	0	0.0		0.0		
3.4 NAIC 4						XXX	0	0.0		0.0		
3.5 NAIC 5						XXX	0	0.0		0.0		
3.6 NAIC 6						XXX	0	0.0		0.0		
3.7 Totals	17,835,823	19,598,636	17,521,932	0	0	XXX	54,956,391	47.0	49,832,069	47.3	54,956,391	0
4. **U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed**												
4.1 NAIC 1		2,857,372	1,542,914			XXX	4,400,286	3.8		0.0	4,400,286	
4.2 NAIC 2						XXX	0	0.0		0.0		
4.3 NAIC 3						XXX	0	0.0		0.0		
4.4 NAIC 4						XXX	0	0.0		0.0		
4.5 NAIC 5						XXX	0	0.0		0.0		
4.6 NAIC 6						XXX	0	0.0		0.0		
4.7 Totals	0	2,857,372	1,542,914	0	0	XXX	4,400,286	3.8	0	0.0	4,400,286	0
5. **U.S. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed**												
5.1 NAIC 1	6,379,647	27,663,025	12,506,457	34,799		XXX	46,583,928	39.8	43,012,089	40.8	46,583,928	
5.2 NAIC 2						XXX	0	0.0		0.0		
5.3 NAIC 3						XXX	0	0.0		0.0		
5.4 NAIC 4						XXX	0	0.0		0.0		
5.5 NAIC 5						XXX	0	0.0		0.0		
5.6 NAIC 6						XXX	0	0.0		0.0		
5.7 Totals	6,379,647	27,663,025	12,506,457	34,799	0	XXX	46,583,928	39.8	43,012,089	40.8	46,583,928	0

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

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

NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Column 7 as a % of Line 10.7	9 Total from Column 6 Prior Year	10 % from Col. 7 Prior Year	11 Total Publicly Traded	12 Total Privately Placed (a)
6. **Industrial and Miscellaneous (unaffiliated)**												
6.1 NAIC 1	5,485,674					XXX	5,485,674	4.7	4,999,878	4.7		5,485,674
6.2 NAIC 2						XXX	0	0.0		0.0		
6.3 NAIC 3						XXX	0	0.0		0.0		
6.4 NAIC 4						XXX	0	0.0		0.0		
6.5 NAIC 5						XXX	0	0.0		0.0		
6.6 NAIC 6						XXX	0	0.0		0.0		
6.7 Totals	5,485,674	0	0	0	0	XXX	5,485,674	4.7	4,999,878	4.7	0	5,485,674
7. **Hybrid Securities**												
7.1 NAIC 1						XXX	0	0.0		0.0		
7.2 NAIC 2						XXX	0	0.0		0.0		
7.3 NAIC 3						XXX	0	0.0		0.0		
7.4 NAIC 4						XXX	0	0.0		0.0		
7.5 NAIC 5						XXX	0	0.0		0.0		
7.6 NAIC 6						XXX	0	0.0		0.0		
7.7 Totals	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
8. **Parent, Subsidiaries and Affiliates**												
8.1 NAIC 1						XXX	0	0.0		0.0		
8.2 NAIC 2						XXX	0	0.0		0.0		
8.3 NAIC 3						XXX	0	0.0		0.0		
8.4 NAIC 4						XXX	0	0.0		0.0		
8.5 NAIC 5						XXX	0	0.0		0.0		
8.6 NAIC 6						XXX	0	0.0		0.0		
8.7 Totals	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
9. **SVO Identified Funds**												
9.1 NAIC 1	XXX	XXX	XXX	XXX	XXX		0	0.0	XXX	XXX		
9.2 NAIC 2	XXX	XXX	XXX	XXX	XXX		0	0.0	XXX	XXX		
9.3 NAIC 3	XXX	XXX	XXX	XXX	XXX		0	0.0	XXX	XXX		
9.4 NAIC 4	XXX	XXX	XXX	XXX	XXX		0	0.0	XXX	XXX		
9.5 NAIC 5	XXX	XXX	XXX	XXX	XXX		0	0.0	XXX	XXX		
9.6 NAIC 6	XXX	XXX	XXX	XXX	XXX		0	0.0	XXX	XXX		
9.7 Totals	XXX	XXX	XXX	XXX	XXX	0	0	0.0	XXX	XXX	0	0

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

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

NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Column 7 as a % of Line 10.7	9 Total from Column 6 Prior Year	10 % from Col. 7 Prior Year	11 Total Publicly Traded	12 Total Privately Placed (a)
10. **Total Bonds Current Year**												
10.1 NAIC 1	(d) 29,701,144	55,126,752	32,107,669	34,799	0	0	116,970,364	100.0	XXX	XXX	111,484,690	5,485,674
10.2 NAIC 2	(d) 0	0	0	0	0	0	0	0.0	XXX	XXX	0	0
10.3 NAIC 3	(d) 0	0	0	0	0	0	0	0.0	XXX	XXX	0	0
10.4 NAIC 4	(d) 0	0	0	0	0	0	0	0.0	XXX	XXX	0	0
10.5 NAIC 5	(d) 0	0	0	0	0	0	(c) 0	0.0	XXX	XXX	0	0
10.6 NAIC 6	(d) 0	0	0	0	0	0	(c) 0	0.0	XXX	XXX	0	0
10.7 Totals	29,701,144	55,126,752	32,107,669	34,799	0	0	(b) 116,970,364	100.0	XXX	XXX	111,484,690	5,485,674
10.8 Line 10.7 as a % of Col. 7	25.4	47.1	27.4	0.0	0.0	0.0	100.0	XXX	XXX	XXX	95.3	4.7
11. **Total Bonds Prior Year**												
11.1 NAIC 1	19,767,228	42,564,042	42,620,134	439,857		XXX	XXX	XXX	105,391,261	100.0	100,391,383	4,999,878
11.2 NAIC 2						XXX	XXX	XXX	0	0.0		
11.3 NAIC 3						XXX	XXX	XXX	0	0.0		
11.4 NAIC 4						XXX	XXX	XXX	0	0.0		
11.5 NAIC 5						XXX	XXX	XXX	(c) 0	0.0		
11.6 NAIC 6						XXX	XXX	XXX	(c) 0	0.0		
11.7 Totals	19,767,228	42,564,042	42,620,134	439,857	0	XXX	XXX	XXX	(b) 105,391,261	100.0	100,391,383	4,999,878
11.8 Line 11.7 as a % of Col. 9	18.8	40.4	40.4	0.4	0.0	XXX	XXX	XXX	100.0	XXX	95.3	4.7
12. **Total Publicly Traded Bonds**												
12.1 NAIC 1	24,215,470	55,126,752	32,107,669	34,799			111,484,690	95.3	100,391,383	95.3	111,484,690	XXX
12.2 NAIC 2							0	0.0	0	0.0	0	XXX
12.3 NAIC 3							0	0.0	0	0.0	0	XXX
12.4 NAIC 4							0	0.0	0	0.0	0	XXX
12.5 NAIC 5							0	0.0	0	0.0	0	XXX
12.6 NAIC 6							0	0.0	0	0.0	0	XXX
12.7 Totals	24,215,470	55,126,752	32,107,669	34,799	0	0	111,484,690	95.3	100,391,383	95.3	111,484,690	XXX
12.8 Line 12.7 as a % of Col. 7	21.7	49.4	28.8	0.0	0.0	0.0	100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 7, Section 10	20.7	47.1	27.4	0.0	0.0	0.0	95.3	XXX	XXX	XXX	95.3	XXX
13. **Total Privately Placed Bonds**												
13.1 NAIC 1	5,485,674						5,485,674	4.7	4,999,878	4.7	XXX	5,485,674
13.2 NAIC 2							0	0.0	0	0.0	XXX	0
13.3 NAIC 3							0	0.0	0	0.0	XXX	0
13.4 NAIC 4							0	0.0	0	0.0	XXX	0
13.5 NAIC 5							0	0.0	0	0.0	XXX	0
13.6 NAIC 6							0	0.0	0	0.0	XXX	0
13.7 Totals	5,485,674	0	0	0	0	0	5,485,674	4.7	4,999,878	4.7	XXX	5,485,674
13.8 Line 13.7 as a % of Col. 7	100.0	0.0	0.0	0.0	0.0	0.0	100.0	XXX	XXX	XXX	XXX	100.0
13.9 Line 13.7 as a % of Line 10.7, Col. 7, Section 10	4.7	0.0	0.0	0.0	0.0	0.0	4.7	XXX	XXX	XXX	XXX	4.7

(a) Includes $.....5,485,674 freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.

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

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

(d) Includes the following amount of short-term and cash equivalent bonds by NAIC designation: NAIC 1 $.....8,485,674; NAIC 2 $..........0; NAIC 3 $..........0; NAIC 4 $..........0; NAIC 5 $..........0; NAIC 6 $..........0.

SCHEDULE D - PART 1A - SECTION 2

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

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Column 7 as a % of Line 10.6	9 Total from Column 6 Prior Year	10 % from Col. 7 Prior Year	11 Total Publicly Traded	12 Total Privately Placed
1. U.S. Governments												
1.1 Issuer Obligations		5,007,719	536,366			XXX	5,544,085	4.7	7,547,225	7.2	5,544,085	
1.2 Residential Mortgage-Backed Securities						XXX	0	0.0		0.0		
1.3 Commercial Mortgage-Backed Securities						XXX	0	0.0		0.0		
1.4 Other Loan-Backed and Structured Securities						XXX	0	0.0		0.0		
1.5 Totals	0	5,007,719	536,366	0	0	XXX	5,544,085	4.7	7,547,225	7.2	5,544,085	0
2. All Other Governments												
2.1 Issuer Obligations						XXX	0	0.0		0.0		
2.2 Residential Mortgage-Backed Securities						XXX	0	0.0		0.0		
2.3 Commercial Mortgage-Backed Securities						XXX	0	0.0		0.0		
2.4 Other Loan-Backed and Structured Securities						XXX	0	0.0		0.0		
2.5 Totals	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
3. U.S. States, Territories and Possessions, Guaranteed												
3.1 Issuer Obligations	17,835,823	19,598,636	17,521,932			XXX	54,956,391	47.0	49,832,069	47.3	54,956,391	
3.2 Residential Mortgage-Backed Securities						XXX	0	0.0		0.0		
3.3 Commercial Mortgage-Backed Securities						XXX	0	0.0		0.0		
3.4 Other Loan-Backed and Structured Securities						XXX	0	0.0		0.0		
3.5 Totals	17,835,823	19,598,636	17,521,932	0	0	XXX	54,956,391	47.0	49,832,069	47.3	54,956,391	0
4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed												
4.1 Issuer Obligations		2,857,372	1,542,914			XXX	4,400,286	3.8		0.0	4,400,286	
4.2 Residential Mortgage-Backed Securities						XXX	0	0.0		0.0		
4.3 Commercial Mortgage-Backed Securities						XXX	0	0.0		0.0		
4.4 Other Loan-Backed and Structured Securities						XXX	0	0.0		0.0		
4.5 Totals	0	2,857,372	1,542,914	0	0	XXX	4,400,286	3.8	0	0.0	4,400,286	0
5. U.S. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed												
5.1 Issuer Obligations	6,379,647	27,663,025	12,506,457	34,799		XXX	46,583,928	39.8	43,012,089	40.8	46,583,928	
5.2 Residential Mortgage-Backed Securities						XXX	0	0.0		0.0		
5.3 Commercial Mortgage-Backed Securities						XXX	0	0.0		0.0		
5.4 Other Loan-Backed and Structured Securities						XXX	0	0.0		0.0		
5.5 Totals	6,379,647	27,663,025	12,506,457	34,799	0	XXX	46,583,928	39.8	43,012,089	40.8	46,583,928	0
6. Industrial and Miscellaneous (unaffiliated)												
6.1 Issuer Obligations	5,485,674					XXX	5,485,674	4.7	4,999,878	4.7		5,485,674
6.2 Residential Mortgage-Backed Securities						XXX	0	0.0		0.0		
6.3 Commercial Mortgage-Backed Securities						XXX	0	0.0		0.0		
6.4 Other Loan-Backed and Structured Securities						XXX	0	0.0		0.0		
6.5 Totals	5,485,674	0	0	0	0	XXX	5,485,674	4.7	4,999,878	4.7	0	5,485,674
7. Hybrid Securities												
7.1 Issuer Obligations						XXX	0	0.0		0.0		
7.2 Residential Mortgage-Backed Securities						XXX	0	0.0		0.0		
7.3 Commercial Mortgage-Backed Securities						XXX	0	0.0		0.0		
7.4 Other Loan-Backed and Structured Securities						XXX	0	0.0		0.0		
7.5 Totals	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0
8. Parent, Subsidiaries and Affiliates												
8.1 Issuer Obligations						XXX	0	0.0		0.0		
8.2 Residential Mortgage-Backed Securities						XXX	0	0.0		0.0		
8.3 Commercial Mortgage-Backed Securities						XXX	0	0.0		0.0		
8.4 Other Loan-Backed and Structured Securities						XXX	0	0.0		0.0		
8.5 Totals	0	0	0	0	0	XXX	0	0.0	0	0.0	0	0

SCHEDULE D - PART 1A - SECTION 2 (continued)

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

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Column 7 as a % of Line 10.6	9 Total from Column 6 Prior Year	10 % from Col. 7 Prior Year	11 Total Publicly Traded	12 Total Privately Placed
9. **SVO Identified Funds**												
9.1 Exchange Traded Funds Identified by the SVO	XXX	XXX	XXX	XXX	XXX		0	0.0	XXX	XXX		
9.2 Bond Mutual Funds Identified by the SVO	XXX	XXX	XXX	XXX	XXX		0	0.0	XXX	XXX		
9.3 Totals	XXX	XXX	XXX	XXX	XXX	0	0	0.0	XXX	XXX	0	0
10. **Total Bonds Current Year**												
10.1 Issuer Obligations	29,701,144	55,126,752	32,107,669	34,799	0	XXX	116,970,364	100.0	XXX	XXX	111,484,690	5,485,674
10.2 Residential Mortgage-Backed Securities	0	0	0	0	0	XXX	0	0.0	XXX	XXX	0	0
10.3 Commercial Mortgage-Backed Securities	0	0	0	0	0	XXX	0	0.0	XXX	XXX	0	0
10.4 Other Loan-Backed and Structured Securities	0	0	0	0	0	XXX	0	0.0	XXX	XXX	0	0
10.5 SVO Identified Funds	XXX	XXX	XXX	XXX	XXX	0	0	0.0	XXX	XXX	0	0
10.6 Totals	29,701,144	55,126,752	32,107,669	34,799	0	0	116,970,364	100.0	XXX	XXX	111,484,690	5,485,674
10.7 Line 10.6 as a % of Col. 7	25.4	47.1	27.4	0.0	0.0	0.0	100.0	XXX	XXX	XXX	95.3	4.7
11. **Total Bonds Prior Year**												
11.1 Issuer Obligations	19,767,228	42,564,042	42,620,134	439,857		XXX	XXX	XXX	105,391,261	100.0	100,391,383	4,999,878
11.2 Residential Mortgage-Backed Securities						XXX	XXX	XXX	0	0.0		
11.3 Commercial Mortgage-Backed Securities						XXX	XXX	XXX	0	0.0		
11.4 Other Loan-Backed and Structured Securities						XXX	XXX	XXX	0	0.0		
11.5 SVO Identified Funds	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
11.6 Totals	19,767,228	42,564,042	42,620,134	439,857	0	XXX	XXX	XXX	105,391,261	100.0	100,391,383	4,999,878
11.7 Line 11.6 as a % of Col. 9	18.8	40.4	40.4	0.4	0.0	XXX	XXX	XXX	100.0	XXX	95.3	4.7
12. **Total Publicly Traded Bonds**												
12.1 Issuer Obligations	24,215,470	55,126,752	32,107,669	34,799		XXX	111,484,690	95.3	100,391,383	95.3	111,484,690	XXX
12.2 Residential Mortgage-Backed Securities						XXX	0	0.0	0	0.0	0	XXX
12.3 Commercial Mortgage-Backed Securities						XXX	0	0.0	0	0.0	0	XXX
12.4 Other Loan-Backed and Structured Securities						XXX	0	0.0	0	0.0	0	XXX
12.5 SVO Identified Funds	XXX	XXX	XXX	XXX	XXX		0	0.0	XXX	XXX	0	XXX
12.6 Totals	24,215,470	55,126,752	32,107,669	34,799	0	0	111,484,690	95.3	100,391,383	95.3	111,484,690	XXX
12.7 Line 12.6 as a % of Col. 7	21.7	49.4	28.8	0.0	0.0	0.0	100.0	XXX	XXX	XXX	100.0	XXX
12.8 Line 12.6 as a % of Line 10.6, Col. 7, Section 10	20.7	47.1	27.4	0.0	0.0	0.0	95.3	XXX	XXX	XXX	95.3	XXX
13. **Total Privately Placed Bonds**												
13.1 Issuer Obligations	5,485,674					XXX	5,485,674	4.7	4,999,878	4.7	XXX	5,485,674
13.2 Residential Mortgage-Backed Securities						XXX	0	0.0	0	0.0	XXX	0
13.3 Commercial Mortgage-Backed Securities						XXX	0	0.0	0	0.0	XXX	0
13.4 Other Loan-Backed and Structured Securities						XXX	0	0.0	0	0.0	XXX	0
13.5 SVO Identified Funds	XXX	XXX	XXX	XXX	XXX		0	0.0	XXX	XXX	XXX	0
13.6 Totals	5,485,674	0	0	0	0	0	5,485,674	4.7	4,999,878	4.7	XXX	5,485,674
13.7 Line 13.6 as a % of Col. 7	100.0	0.0	0.0	0.0	0.0	0.0	100.0	XXX	XXX	XXX	XXX	100.0
13.8 Line 13.6 as a % of Line 10.6, Col. 7, Section 10	4.7	0.0	0.0	0.0	0.0	0.0	4.7	XXX	XXX	XXX	XXX	4.7

SCHEDULE DA - VERIFICATION BETWEEN YEARS

Short-Term Investments

	1 Total	2 Bonds	3 Mortgage Loans	4 Other Short-term Investment Assets (a)	5 Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, December 31 of prior year	3,911,482	3,911,482			
2. Cost of short-term investments acquired	14,964,739	14,964,739			
3. Accrual of discount	20,935	20,935			
4. Unrealized valuation increase (decrease)	0				
5. Total gain (loss) on disposals	0				
6. Deduct consideration received on disposals	10,240,000	10,240,000			
7. Deduct amortization of premium	171,482	171,482			
8. Total foreign exchange change in book/adjusted carrying value	0				
9. Deduct current year's other-than-temporary impairment recognized	0				
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	8,485,674	8,485,674	0	0	0
11. Deduct total nonadmitted amounts	0				
12. Statement value at end of current period (Line 10 minus Line 11)	8,485,674	8,485,674	0	0	0

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

Sch. DB - Pt. A - Verification
NONE

Sch. DB - Pt. B - Verification
NONE

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

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

Sch. DB - Verification
NONE

SCHEDULE E - VERIFICATION BETWEEN YEARS

Cash Equivalents

	1 Total	2 Bonds	3 Other (a)
1. Book/adjusted carrying value, December 31 of prior year	9,999,049	9,999,049	
2. Cost of cash equivalents acquired	19,195,032	19,195,032	
3. Accrual of discount	5,919	5,919	
4. Unrealized valuation increase (decrease)	0		
5. Total gain (loss) on disposals	0		
6. Deduct consideration received on disposals	29,200,000	29,200,000	
7. Deduct amortization of premium	0		
8. Total foreign exchange change in book/adjusted carrying value	0		
9. Deduct current year's other-than-temporary impairment recognized	0		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	0	0	0
11. Deduct total nonadmitted amounts	0		
12. Statement value at end of current period (Line 10 minus Line 11)	0	0	0

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

Sch. A - Pt. 1
NONE

Sch. A - Pt. 2
NONE

Sch. A - Pt. 3
NONE

Sch. B - Pt. 1
NONE

Sch. B - Pt. 2
NONE

Sch. B - Pt. 3
NONE

Sch. BA - Pt. 1
NONE

Sch. BA - Pt. 2
NONE

Sch. BA - Pt. 3
NONE

SCHEDULE D - PART 1

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

1	2	Codes 3	4	5	6	7	Fair Value 8	9	10	11	Change in Book/Adjusted Carrying Value 12	13	14	15	Interest 16	17	18	19	20	Dates 21	22
CUSIP Identification	Description	Code	Foreign	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Stated Contractual Maturity Date
U.S. Government - Issuer Obligations																					
912828 Q3 7	US TREASURY NOTE				1	5,008,984	97.606	4,880,300	5,000,000	5,007,719		(1,266)			1.250	1.212	MS	15,968	31,250	04/15/2016	03/31/2021
912828 VS 6	US TREASURY NOTE	SD			1	538,405	101.652	538,756	530,000	536,366		(881)			2.500	2.303	FA	5,005	13,250	08/26/2014	08/15/2023
0199999. U.S. Government - Issuer Obligations						5,547,389	XXX	5,419,056	5,530,000	5,544,085	0	(2,147)	0	0	XXX	XXX	XXX	20,973	44,500	XXX	XXX
0599999. Total - U.S. Government						5,547,389	XXX	5,419,056	5,530,000	5,544,085	0	(2,147)	0	0	XXX	XXX	XXX	20,973	44,500	XXX	XXX
U.S. States, Territories & Possessions (Direct and Guaranteed) - Issuer Obligations																					
605579 4N 8	MISSISSIPPI ST				1FE	1,188,890	104.124	1,041,240	1,000,000	1,025,341		(26,976)			5.500	2.680	JD	4,583	55,000	06/22/2010	12/01/2017
605580 4C 0	MISSISSIPPI ST				1FE	1,305,456	103.386	1,240,632	1,200,000	1,243,608		(52,045)			5.000	0.620	MN	10,000	60,000	10/20/2015	11/01/2017
605580 5A 3	MISSISSIPPI ST				1FE	6,128,050	117.471	5,873,550	5,000,000	5,948,623		(155,437)			5.250	1.765	AO	65,625	262,500	11/02/2015	10/01/2022
605580 5B 1	MISSISSIPPI ST				1FE	4,154,358	119.402	4,059,668	3,400,000	4,042,347		(87,297)			5.250	2.220	AO	44,625	178,500	09/15/2015	10/01/2023
605580 7S 2	MISSISSIPPI ST				1FE	1,536,164	103.111	1,443,554	1,400,000	1,439,308		(22,054)			3.000	1.370	AO	10,500	42,000	07/02/2012	10/01/2018
605580 7T 0	MISSISSIPPI ST				1FE	2,819,347	109.586	2,553,354	2,330,000	2,548,184		(77,148)			5.000	1.510	AO	29,125	116,500	06/01/2013	10/01/2019
605580 DD 8	MISSISSIPPI ST				1FE	7,915,056	103.594	6,686,993	6,455,000	6,690,987		(281,118)			5.250	0.837	MN	56,481	338,888	08/01/2012	11/01/2017
605581 BL 0	MISSISSIPPI ST				1FE	8,391,826	114.369	8,228,850	7,195,000	7,995,864		(145,041)			5.000	2.532	MN	59,958	359,750	03/21/2016	11/01/2021
605581 BM 8	MISSISSIPPI ST				1FE	1,427,900	110.700	1,383,750	1,250,000	1,383,339		(21,312)			4.000	2.050	MN	8,333	50,000	11/17/2014	11/01/2022
605581 FH 5	MISSISSIPPI ST				1FE	2,331,750	109.586	2,241,034	2,045,000	2,269,838		(61,912)			5.000	0.940	AO	25,563	102,250	03/21/2016	10/01/2019
605581 FQ 5	MISSISSIPPI ST			2	1FE	1,442,863	119.649	1,423,823	1,190,000	1,413,204		(22,459)			5.000	2.590	AO	14,875	59,500	09/01/2015	10/01/2026
605581 FT 9	MISSISSIPPI ST				1FE	4,869,040	119.244	4,769,760	4,000,000	4,734,418		(85,307)			5.000	2.390	AO	50,000	200,000	05/26/2015	10/01/2024
605581 HE 0	MISSISSIPPI ST				1FE	2,000,000	100.016	2,000,320	2,000,000	2,000,000					1.464	1.464	JD	732		12/07/2016	12/01/2018
880541 NZ 6	TENNESSEE ST			2	1FE	3,644,453	103.772	3,398,533	3,275,000	3,345,442		(51,472)			4.000	2.350	MN	21,833	131,000	10/28/2010	05/01/2019
880541 WH 6	TENNESSEE ST				1FE	5,927,339	101.206	5,859,827	5,790,000	5,875,888		(51,451)			3.000	0.451	FA	60,795		07/27/2016	08/01/2017
1199999. U.S. States, Territories & Possessions - Issuer Obligations						55,082,492	XXX	52,204,888	47,530,000	51,956,391	0	(1,141,029)	0	0	XXX	XXX	XXX	463,028	1,955,888	XXX	XXX
1799999. Total - U.S. States, Territories & Possessions (Direct and Guaranteed)						55,082,492	XXX	52,204,888	47,530,000	51,956,391	0	(1,141,029)	0	0	XXX	XXX	XXX	463,028	1,955,888	XXX	XXX
U.S. Political Subdivisions of States, Territories & Possessions (Direct and Guaranteed) - Issuer Obligations																					
783244 CJ 3	RUTHERFORD CNTY TENN				1FE	1,452,690	110.766	1,345,807	1,215,000	1,350,567		(40,439)			5.000	1.471	AO	15,188	60,750	05/28/2014	04/01/2020
783244 CK 0	RUTHERFORD CNTY TENN				1FE	1,606,999	113.306	1,506,970	1,330,000	1,506,804		(39,750)			5.000	1.741	AO	16,625	66,500	05/28/2014	04/01/2021
783244 CL 8	RUTHERFORD CNTY TENN				1FE	1,634,452	115.251	1,544,363	1,340,000	1,542,915		(36,368)			5.000	1.951	AO	16,750	67,000	05/28/2014	04/01/2022
1899999. U.S. Political Subdivisions of States, Territories & Possessions - Issuer Obligations						4,694,141	XXX	4,397,140	3,885,000	4,400,286	0	(116,557)	0	0	XXX	XXX	XXX	48,563	194,250	XXX	XXX
2499999. Total - U.S. Political Subdivisions of States, Territories & Possessions						4,694,141	XXX	4,397,140	3,885,000	4,400,286	0	(116,557)	0	0	XXX	XXX	XXX	48,563	194,250	XXX	XXX
U.S. Special Revenue & Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their U.S. Political Subdivisions - Issuer Obligations																					
60535G AX 0	MISSISSIPPI HOME CORP			2	1FE	1,023,806	104.163	989,549	950,000	980,884		(6,787)			4.500	2.758	JD	3,563	42,750	11/05/2010	12/01/2031
60535Q ND 8	MISSISSIPPI HOME CORP			2	1FE	2,145,018	103.588	2,092,478	2,020,000	2,142,536		(2,482)			3.500	1.960	JD	6,088		11/03/2016	12/01/2038
88045R B7 6	TENNESSEE HSG DEV			2	1FE	6,052,308	103.842	5,903,418	5,685,000	5,991,308		(18,552)			3.500	1.949	JJ	99,488	217,214	04/30/2015	07/01/2045
88045R BB 7	TENNESSEE HSG DEV			2	1FE	182,068	100.013	175,023	175,000	175,000		(4,320)			5.500	1.745	JJ	4,813	9,625	06/01/2014	01/01/2038
88045R WH 1	TENNESSEE HSG DEV			2	1FE	1,702,171	104.489	1,692,722	1,620,000	1,677,992		2,554			4.500	3.132	JJ	36,450	72,900	03/01/2013	07/01/2031
88045R YE 6	TENNESSEE HSG DEV			2	1FE	712,145	105.407	679,875	645,000	680,101		(4,804)			4.500	2.063	JJ	14,513	29,025	10/01/2012	07/01/2037
88045R ZG 0	TENNESSEE HSG DEV			2	1FE	2,480,320	104.656	2,359,993	2,255,000	2,365,252		(15,398)			4.000	1.741	JJ	45,100	90,200	10/17/2012	07/01/2038
880461 BD 9	TENNESSEE HSG DEV			2	1FE	6,555,482	101.845	6,299,113	6,185,000	6,391,167		(38,005)			3.000	1.607	JJ	92,775	185,550	04/19/2013	07/01/2038
880461 CE 6	TENNESSEE HSG DEV			2	1FE	6,308,680	104.006	6,117,633	5,882,000	6,129,496		(54,359)			4.000	2.246	JJ	117,640	235,280	10/24/2013	07/01/2043
880461 EU 8	TENNESSEE HSG DEV			2	1FE	7,275,518	104.983	7,096,851	6,760,000	7,159,927		(60,423)			4.000	2.354	JJ	135,200	285,422	05/14/2015	07/01/2045
880461 GG 7	TENNESSEE HSG DEV			2	1FE	3,776,544	104.681	3,690,005	3,525,000	3,728,760		(37,483)			4.000	2.353	JJ	70,500	100,267	09/24/2015	01/01/2046
880461 HR 2	TENNESSEE HSG DEV			2	1FE	6,412,920	103.115	6,186,900	6,000,000	6,363,579		(49,341)			3.500	2.030	JJ	130,083		04/14/2016	01/01/2047
880461 KB 3	TENNESSEE HSG DEV			2	1FE	2,805,424	103.541	2,707,597	2,615,000	2,797,927		(7,497)			3.500	1.950	JJ	18,559		09/14/2016	01/01/2047

SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book/Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	Foreign	Bond CHAR	NAIC Desig-nation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Stated Contractual Maturity Date
2599999. U.S. Special Revenue & Assessment Obligations - Issuer Obligations						47,432,404	XXX	45,991,157	44,317,000	46,583,928	0	(296,897)	0	0	XXX	XXX	XXX	774,772	1,268,233	XXX	XXX
3199999. Total - U.S. Special Revenue & Special Assessment Obligations						47,432,404	XXX	45,991,157	44,317,000	46,583,928	0	(296,897)	0	0	XXX	XXX	XXX	774,772	1,268,233	XXX	XXX
Totals																					
7799999. Total - Issuer Obligations						112,756,426	XXX	108,012,241	101,262,000	108,484,690	0	(1,556,630)	0	0	XXX	XXX	XXX	1,307,336	3,462,871	XXX	XXX
8399999. Grand Total - Bonds						112,756,426	XXX	108,012,241	101,262,000	108,484,690	0	(1,556,630)	0	0	XXX	XXX	XXX	1,307,336	3,462,871	XXX	XXX

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

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

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends
Bonds - U.S. Government								
912828 Q3 7	US TREASURY NOTE 1.250% 03/31/21		04/15/2016	CSFBdirect		5,008,984	5,000,000	3,074
0599999. Total - Bonds - U.S. Government						5,008,984	5,000,000	3,074
Bonds - U.S. States, Territories and Possessions								
605581 BL 0	MISSISSIPPI ST 5.000% 11/01/21		03/21/2016	Goldman Sachs		1,434,586	1,195,000	23,734
605581 FH 5	MISSISSIPPI ST 5.000% 10/01/19		03/21/2016	Royal Bank of Canada		2,331,750	2,045,000	49,137
605581 HE 0	MISSISSIPPI ST 1.464% 12/01/18		12/07/2016	Raymond, James & Associates		2,000,000	2,000,000	
880541 WH 6	TENNESSEE ST 3.000% 08/01/17		07/27/2016	Citicorp Securities Inc.		5,927,339	5,790,000	
1799999. Total - Bonds - U.S. States, Territories & Possessions						11,693,675	11,030,000	72,871
Bonds - U.S. Special Revenue and Special Assessment								
60535Q ND 8	MISSISSIPPI HOME CORP 3.500% 12/01/38		11/03/2016	Bank of America Corp.		2,145,018	2,020,000	
880461 HR 2	TENNESSEE HSG DEV 3.500% 01/01/47		04/14/2016	Royal Bank of Canada		6,412,920	6,000,000	
880461 KB 3	TENNESSEE HSG DEV 3.500% 01/01/47		09/14/2016	Citicorp Securities Inc.		2,805,424	2,615,000	
3199999. Total - Bonds - U.S. Special Revenue and Special Assessments						11,363,362	10,635,000	0
8399997. Total - Bonds - Part 3						28,066,021	26,665,000	75,945
8399998. Total - Bonds - Summary Item from Part 5						7,477,246	7,500,000	5,316
8399999. Total - Bonds						35,543,267	34,165,000	81,261
9999999. Total - Bonds, Preferred and Common Stocks						35,543,267	XXX	81,261

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value 11	12	13	14	15	16	17	18	19	20	21
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest / Stock Dividends Received During Year	Stated Contractual Maturity Date
Bonds - U.S. Government																				
912828 M5 6	US TREASURY NOTE 2.250% 11/15/25		02/05/2016.	Goldman Sachs		2,064,375	2,000,000	2,010,859	2,010,807		(110)		(110)		2,010,697		53,678	53,678	10,508	11/15/2025.
0599999.	Total - Bonds - U.S. Government					2,064,375	2,000,000	2,010,859	2,010,807	0	(110)	0	(110)	0	2,010,697	0	53,678	53,678	10,508	XXX
Bonds - U.S. Special Revenue and Special Assessment																				
60535G AX 0	MISSISSIPPI HOME CORP 4.500% 12/01/31		12/01/2016.	Call 100.0000		360,000	360,000	387,968	374,275		(14,275)		(14,275)		360,000			0	9,056	12/01/2031.
88045R B7 6	TENNESSEE HSG DEV 3.500% 07/01/45		11/01/2016.	Call 100.0000		1,315,000	1,315,000	1,399,962	1,390,144		(75,144)		(75,144)		1,315,000			0	41,231	07/01/2045.
88045R BB 7	TENNESSEE HSG DEV 5.500% 01/01/38		08/01/2016.	Call 100.0000		925,000	925,000	962,361	947,834		(22,834)		(22,834)		925,000			0	41,915	01/01/2038.
88045R WH 1	TENNESSEE HSG DEV 4.500% 07/01/31		12/01/2016.	Call 100.0000		415,000	415,000	433,247	426,015		(11,015)		(11,015)		415,000			0	18,863	07/01/2031.
88045R YE 6	TENNESSEE HSG DEV 4.500% 07/01/37		11/01/2016.	Call 100.0000		155,000	155,000	171,136	164,590		(9,590)		(9,590)		155,000			0	6,806	07/01/2037.
88045R ZG 0	TENNESSEE HSG DEV 4.000% 07/01/38		11/01/2016.	Call 100.0000		555,000	555,000	610,456	585,925		(30,925)		(30,925)		555,000			0	21,633	07/01/2038.
880461 BD 9	TENNESSEE HSG DEV 3.000% 07/01/38		11/01/2016.	Call 100.0000		1,320,000	1,320,000	1,399,068	1,372,111		(52,111)		(52,111)		1,320,000			0	38,275	07/01/2038.
880461 CE 6	TENNESSEE HSG DEV 4.000% 07/01/43		12/01/2016.	Call 100.0000		1,195,000	1,195,000	1,281,685	1,256,326		(61,326)		(61,326)		1,195,000			0	46,783	07/01/2043.
880461 EU 8	TENNESSEE HSG DEV 4.000% 07/01/45		12/01/2016.	Call 100.0000		640,000	640,000	688,806	683,583		(43,583)		(43,583)		640,000			0	23,706	07/01/2045.
880461 GG 7	TENNESSEE HSG DEV 4.000% 01/01/46		12/01/2016.	Call 100.0000		275,000	275,000	294,624	293,820		(18,820)		(18,820)		275,000			0	9,139	01/01/2046.
3199999.	Total - Bonds - U.S. Special Revenue and Special Assessments					7,155,000	7,155,000	7,629,313	7,494,623	0	(339,623)	0	(339,623)	0	7,155,000	0	0	0	257,407	XXX
8399997.	Total - Bonds - Part 4					9,219,375	9,155,000	9,640,172	9,505,430	0	(339,733)	0	(339,733)	0	9,165,697	0	53,678	53,678	267,915	XXX
8399998.	Total - Bonds - Summary Item from Part 5					7,499,707	7,500,000	7,477,246			(414)		(414)		7,476,832		22,875	22,875	35,354	XXX
8399999.	Total - Bonds					16,719,082	16,655,000	17,117,418	9,505,430	0	(340,147)	0	(340,147)	0	16,642,529	0	76,553	76,553	303,269	XXX
9999999.	Total - Bonds, Preferred and Common Stocks					16,719,082	XXX	17,117,418	9,505,430	0	(340,147)	0	(340,147)	0	16,642,529	0	76,553	76,553	303,269	XXX

SCHEDULE D - PART 5

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

1	2	3	4	5	6	7	8	9	10	11	Change in Book/Adjusted Carrying Value					17	18	19	20	21
											12	13	14	15	16					
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Disposal Date	Name of Purchaser	Par Value (Bonds) or Number of Shares (Stock)	Actual Cost	Consideration	Book/Adjusted Carrying Value at Disposal	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Change in B./A.C.V. (12+13-14)	Total Foreign Exchange Change in B./A.C.V.	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest and Dividends Received During Year	Paid for Accrued Interest and Dividends
Bonds - U.S. Government																				
912828 P7 9	US TREASURY NOTE 1.500% 02/28/23	..	03/21/2016	Goldman Sachs	04/20/2016	Barclays Capital	2,500,000	2,468,262	2,479,980	2,468,606		344		344			11,375	11,375	5,299	2,242
912828 Q3 7	US TREASURY NOTE 1.250% 03/31/21	..	04/15/2016	CSFBdirect	09/22/2016	Barclays Capital	5,000,000	5,008,984	5,019,727	5,008,226		(758)		(758)			11,500	11,500	30,055	3,074
0599999.	Total - Bonds - U.S. Government						7,500,000	7,477,246	7,499,707	7,476,832	0	(414)	0	(414)	0	0	22,875	22,875	35,354	5,316
8399998.	Total - Bonds						7,500,000	7,477,246	7,499,707	7,476,832	0	(414)	0	(414)	0	0	22,875	22,875	35,354	5,316
9999999.	Total - Bonds, Preferred and Common Stocks							7,477,246	7,499,707	7,476,832	0	(414)	0	(414)	0	0	22,875	22,875	35,354	5,316

SCHEDULE D - PART 6 - SECTION 1

Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

1	2	3	4	5	6	7	8	9	10	Stock of Such Company Owned by Insurer on Statement Date	
										11	12
CUSIP Identification	Description Name of Subsidiary, Controlled or Affiliated Company	Foreign	NAIC Company Code	ID Number	*NAIC Valuation Method (See Purposes and Procedures Manual of the NAIC Investment Analysis Office)*	Do Insurer's Assets Include Intangible Assets Connected with Holding of Such Company's Stock?	Total Amount of Such Intangible Assets	Book/Adjusted Carrying Value	Nonadmitted Amount	Number of Shares	% of Outstanding

1. Amount of insurer's capital and surplus from the prior period's statutory statement reduced by any admitted EDP, goodwill and net deferred tax assets included therein: $..........0.
2. Total amount of intangible assets nonadmitted $..........0.

NONE

SCHEDULE D - PART 6 - SECTION 2

1	2	3	4	Stock in Lower-Tier Company Owned Indirectly by Insurer on Statement Date	
				5	6
CUSIP Identification	Name of Lower-Tier Company	Name of Company Listed in Section 1 Which Controls Lower-Tier Company	Total Amount of Intangible Assets Included in Amount Shown in Column 8, Section 1	Number of Shares	% of Outstanding

NONE

SCHEDULE DA - PART 1

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

1	2	Codes		5	6	7	8	Change in Book/Adjusted Carrying Value				13	14	Interest						21
		3	4					9	10	11	12			15	16	17	18	19	20	
CUSIP Identification	Description	Code	Foreign	Date Acquired	Name of Vendor	Maturity Date	Book/Adjusted Carrying Value	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Par Value	Actual Cost	Amount Due and Accrued December 31 of Current Year on Bond Not in Default	Nonadmitted Due and Accrued	Rate of	Effective Rate of	When Paid	Amount Received During Year	Paid for Accrued Interest
Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations																				
	MISSISSIPPI ST			11/15/2016	Royal Bank of Canada	11/01/2017	3,000,000					3,000,000	3,000,000	3,142		1.233	1.233	MON	3,032	1,718
1199999. U.S. States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations							3,000,000	0	0	0	0	3,000,000	3,000,000	3,142	0	XXX	XXX	XXX	3,032	1,718
1799999. Total - U.S. States, Territories and Possessions (Direct and Guaranteed)							3,000,000	0	0	0	0	3,000,000	3,000,000	3,142	0	XXX	XXX	XXX	3,032	1,718
Bonds - Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations																				
	HSBC USA INC			09/28/2016	J.M. Lummis & Co	03/27/2017	5,485,674		15,924			5,500,000	5,469,750			1.100	1.121	MAT		
3299999. Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations							5,485,674	0	15,924	0	0	5,500,000	5,469,750	0	0	XXX	XXX	XXX	0	0
3899999. Total - Industrial & Miscellaneous (Unaffiliated)							5,485,674	0	15,924	0	0	5,500,000	5,469,750	0	0	XXX	XXX	XXX	0	0
Total Bonds																				
7799999. Subtotals - Issuer Obligations							8,485,674	0	15,924	0	0	8,500,000	8,469,750	3,142	0	XXX	XXX	XXX	3,032	1,718
8399999. Subtotals - Bonds							8,485,674	0	15,924	0	0	8,500,000	8,469,750	3,142	0	XXX	XXX	XXX	3,032	1,718
9199999. Total - Short-Term Investments							8,485,674	0	15,924	0	0	XXX	8,469,750	3,142	0	XXX	XXX	XXX	3,032	1,718

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

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

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

Sch. DB - Pt. B - Sn. 2
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

1 Depository		2 Code	3 Rate of Interest	4 Amount of Interest Received During Year	5 Amount of Interest Accrued December 31 of Current Year	6 Balance	7 *
Open Depositories							
CITIBANK	NEW YORK, NY						XXX
0199999. Total - Open Depositories		XXX	XXX	0	0	0	XXX
0399999. Total Cash on Deposit		XXX	XXX	0	0	0	XXX
0599999. Total Cash		XXX	XXX	0	0	0	XXX

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

1. January		4. April		7. July		10. October	
2. February		5. May		8. August		11. November	
3. March		6. June		9. September		12. December	

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned December 31 of Current Year

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

E27

NONE

SCHEDULE E - PART 3 - SPECIAL DEPOSITS

	1	2	Deposits for the Benefit of All Policyholders		All Other Special Deposits	
			3	4	5	6
States, Etc.	Type of Deposit	Purpose of Deposit	Book/Adjusting Carrying Value	Fair Value	Book/Adjusting Carrying Value	Fair Value
1. Alabama AL						
2. Alaska AK						
3. Arizona AZ						
4. Arkansas AR						
5. California CA						
6. Colorado CO						
7. Connecticut CT						
8. Delaware DE						
9. District of Columbia DC						
10. Florida FL						
11. Georgia GA						
12. Hawaii HI						
13. Idaho ID						
14. Illinois IL						
15. Indiana IN						
16. Iowa IA						
17. Kansas KS						
18. Kentucky KY						
19. Louisiana LA						
20. Maine ME						
21. Maryland MD						
22. Massachusetts MA						
23. Michigan MI						
24. Minnesota MN						
25. Mississippi MS						
26. Missouri MO						
27. Montana MT						
28. Nebraska NE						
29. Nevada NV						
30. New Hampshire NH						
31. New Jersey NJ						
32. New Mexico NM						
33. New York NY						
34. North Carolina NC						
35. North Dakota ND						
36. Ohio OH	B	COLLATERAL FOR INSURANCE UNDERWRITING	536,366	538,756		
37. Oklahoma OK						
38. Oregon OR						
39. Pennsylvania PA						
40. Rhode Island RI						
41. South Carolina SC						
42. South Dakota SD						
43. Tennessee TN						
44. Texas TX						
45. Utah UT						
46. Vermont VT						
47. Virginia VA						
48. Washington WA						
49. West Virginia WV						
50. Wisconsin WI						
51. Wyoming WY						
52. American Samoa AS						
53. Guam GU						
54. Puerto Rico PR						
55. US Virgin Islands VI						
56. Northern Mariana Islands MP						
57. Canada CAN						
58. Aggregate Alien and Other OT	XXX	XXX	0	0	0	0
59. Total	XXX	XXX	536,366	538,756	0	0

DETAILS OF WRITE-INS

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

2016 ALPHABETICAL INDEX -- PROPERTY & CASUALTY ANNUAL STATEMENT BLANK