

ANNUAL STATEMENT

OF THE

MBIA Insurance Corp. of Illinois

Of

Springfield

in the state of IL

to the Insurance Department

of the State of

For the Year Ended

December 31, 2001

2001

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ANNUAL STATEMENT

For the Year Ended December 31, 2001
of the Condition and Affairs of the

MBIA Insurance Corp. of Illinois

NAIC Group Code..... 528, 528 (Current Period) (Prior Period) NAIC Company Code..... 23825 Employer's ID Number..... 37-6025608

Organized under the Laws of ILLINOIS State of Domicile or Port of Entry ILLINOIS

Country of Domicile

Incorporated.....

Commenced Business.....

Statutory Home Office 601 West Monroe Street Springfield IL 62704-4999
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office 113 King Street Armonk NY 10504-1610
(Street and Number) (City or Town, State and Zip Code)

914-273-4545
(Area Code) (Telephone Number)

Mail Address 113 King Street Armonk NY 10504-1610
(Street and Number or P. O. Box) (City or Town, State and Zip Code)

Primary Location of Books and Records 113 King Street Armonk NY 10504-1610
(Street and Number) (City or Town, State and Zip Code)

914-273-4545
(Area Code) (Telephone Number)

Internet Website Address

Statement Contact Kathleen Reagan
(Name)
Kathleen.Reagan@mbia.com
(E-Mail Address)

914-273-4545
(Area Code) (Telephone Number) (Extension)
914-765-3080
(Fax Number)

OFFICERS

President Richard Leslie Weill Treasurer Neil George Budnick
Secretary Gary Charles Dunton

VICE PRESIDENTS

Barbara Blesh Edelmann

DIRECTORS OR TRUSTEES

Neil George Budnick Nicholas Mark Elsberg Sandra Polk Guthman Douglas Charles Hamilton #
Lester Harvey McKeever Jr. Richard Leslie Weill Ram David Wertheim #

State of.....
County of.....

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.

(Signature)
Richard Leslie Weill

(Printed Name)
President

(Signature)
Gary Charles Dunton

(Printed Name)
Secretary

(Signature)
Neil George Budnick

(Printed Name)
Treasurer

Subscribed and sworn to before me this
.....day of2002
.....

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

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds.....	167,305,366	0	167,305,366	164,592,671
2. Stocks:				
2.1 Preferred stocks (Schedule D, Part 2, Section 1).....	0	0	0	0
2.2 Common stocks (Schedule D, Part 2, Section 2).....	0	0	0	0
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens.....	0	0	0	0
3.2 Other than first liens.....	0	0	0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....	0	0	0	0
4.2 Properties held for the production of income (less \$.....0 encumbrances).....	0	0	0	0
4.3 Properties held for sale (less \$.....0 encumbrances).....	0	0	0	0
5. Cash (\$....1,413 Schedule E, Part 1) and short-term investments (\$....236,776 Schedule DA, Part 2).....	238,189	0	238,189	1,076,615
6. Other invested assets (Schedule BA).....	0	0	0	0
7. Receivable for securities.....	0	0	0	0
8. Aggregate write-ins for invested assets.....	0	0	0	0
9. Subtotals, cash and invested assets (Lines 1 to 8).....	167,543,555	0	167,543,555	165,669,286
10. Agents' balances or uncollected premiums:				
10.1 Premiums and agents' balances in course of collection.....	521	416	105	(3,305)
10.2 Premiums, agents' balances and installments booked but deferred and not yet due (Including \$.....0 earned but unbilled premiums).....	0	0	0	0
10.3 Accrued retrospective premiums.....	0	0	0	0
11. Funds held by or deposited with reinsured companies.....	0	0	0	0
12. Bills receivable, taken for premiums.....	0	0	0	0
13. Amounts billed and receivable under high deductible policies.....	0	0	0	0
14. Reinsurance recoverables on loss and loss adjustment expense payments (Schedule F, Part 3, Cols. 7 and 8).....	0	0	0	0
15. Federal and foreign income tax recoverable and interest thereon (including \$....15,491 net deferred tax asset) -	52,491	0	52,491	0
16. Guaranty funds receivable or on deposit.....	0	0	0	0
17. Electronic data processing equipment and software.....	0	0	0	0
18. Interest, dividends and real estate income due and accrued.....	2,280,534	0	2,280,534	2,320,507
19. Net adjustments in assets and liabilities due to foreign exchange rates.....	0	0	0	0
20. Receivable from parent, subsidiaries and affiliates.....	3,421,810	0	3,421,810	0
21. Equities and deposits in pools and associations.....	0	0	0	0
22. Amounts receivable relating to uninsured accident and health plans.....	0	0	0	0
23. Other assets nonadmitted (Exhibit 1).....	0	0	0	0
24. Aggregate write-ins for other than invested assets.....	21,593	0	21,593	47,121
25. TOTALS (Lines 9 through 24).....	173,320,504	416	173,320,088	168,033,609

DETAILS OF WRITE-INS

0801.	0	0	0	0
0802.	0	0	0	0
0803.	0	0	0	0
0898. Summary of remaining write-ins for Line 8 from overflow page.....	0	0	0	0
0899. Totals (Lines 0801 thru 0803 plus 0898) (Line 8 above).....	0	0	0	0
2401. Receivable for investments sold.....	21,593	0	21,593	47,121
2402.	0	0	0	0
2403.	0	0	0	0
2498. Summary of remaining write-ins for Line 24 from overflow page.....	0	0	0	0
2499. Totals (Lines 2401 thru 2403 plus 2498) (Line 24 above).....	21,593	0	21,593	47,121

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 3A, Line 34, Column 8).....	.0	.0
2. Reinsurance payable on paid loss and loss adjustment expenses (Schedule F, Part 1, Column 6).....	.0	.0
3. Loss adjustment expenses (Part 3A, Line 34, Column 9).....	.0	.0
4. Commission payable, contingent commissions and other similar charges.....	.0	.0
5. Other expenses (excluding taxes, licenses and fees).....	30,000	15,000
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	.847	(154)
7. Federal and foreign income taxes (including \$.....0 on realized capital gains (losses)) (including \$....1,694,091 net deferred tax liability).....	1,061,894	1,291,080
8. Borrowed money \$.....0 and interest thereon \$.....0.....	.0	.0
9. Unearned premiums (Part 2A, Line 37, Column 5) (after deducting unearned premiums for ceded reinsurance of \$....17,441,290 and including warranty reserves of \$.....0).....	.0	.0
10. Dividends declared and unpaid:		
10.1 Stockholders.....	.0	.0
10.2 Policyholders.....	.0	.0
11. Ceded reinsurance premiums payable (net of ceding commissions).....	3,321	.0
12. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19).....	.0	.0
13. Amounts withheld or retained by company for account of others.....	73,236	297,895
14. Remittances and items not allocated.....	.0	.0
15. Provision for reinsurance (Schedule F, Part 7).....	.0	.0
16. Net adjustments in assets and liabilities due to foreign exchange rates.....	.0	.0
17. Drafts outstanding.....	.0	.0
18. Payable to parent, subsidiaries and affiliates.....	.0	569,501
19. Payable for securities.....	.0	.0
20. Liability for amounts held under uninsured accident and health plans.....	.0	.0
21. Capital notes \$.....0 and interest thereon \$.....0.....	.0	.0
22. Aggregate write-ins for liabilities.....	.0	.0
23. Total liabilities (Lines 1 through 22).....	1,169,298	2,173,322
24. Aggregate write-ins for special surplus funds.....	.0	.0
25. Common capital stock.....	5,000,000	5,000,000
26. Preferred capital stock.....	.0	.0
27. Aggregate write-ins for other than special surplus funds.....	.0	.0
28. Surplus notes.....	.0	.0
29. Gross paid in and contributed surplus.....	123,831,202	123,831,202
30. Unassigned funds (surplus).....	43,319,588	37,029,085
31. Less treasury stock, at cost:		
31.1 .....0.000 shares common (value included in Line 25 \$.....0).....	.0	.0
31.2 .....0.000 shares preferred (value included in Line 26 \$.....0).....	.0	.0
32. Surplus as regards policyholders (Lines 24 to 30, less 31) (Page 4, Line 36).....	172,150,790	165,860,287
33. TOTALS (Page 2, Line 25, Col. 3).....	173,320,088	168,033,609

DETAILS OF WRITE-INS

2201. ....	.0	.0
2202. ....	.0	.0
2203. ....	.0	.0
2298. Summary of remaining write-ins for Line 22 from overflow page.....	.0	.0
2299. Totals (Lines 2201 thru 2203 plus 2298) (Line 22 above).....	.0	.0
2401. ....	.0	.0
2402. ....	.0	.0
2403. ....	.0	.0
2498. Summary of remaining write-ins for Line 24 from overflow page.....	.0	.0
2499. Totals (Lines 2401 thru 2403 plus 2498) (Line 24 above).....	.0	.0
2701. ....	.0	.0
2702. ....	.0	.0
2703. ....	.0	.0
2798. Summary of remaining write-ins for Line 27 from overflow page.....	.0	.0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above).....	.0	.0

UNDERWRITING AND INVESTMENT EXHIBIT

	1 Current Year	2 Prior Year
STATEMENT OF INCOME		
UNDERWRITING INCOME		
1. Premiums earned (Part 2, Line 34, Column 4).....	0	0
DEDUCTIONS		
2. Losses incurred (Part 3, Line 34, Column 7).....	0	0
3. Loss expenses incurred (Part 4, Line 25, Column 1).....	0	0
4. Other underwriting expenses incurred (Part 4, Line 25, Column 2).....	2,542,385	1,547,965
5. Aggregate write-ins for underwriting deductions.....	0	0
6. Total underwriting deductions (Lines 2 through 5).....	2,542,385	1,547,965
7. Net underwriting gain (loss) (Line 1 minus Line 6).....	(2,542,385)	(1,547,965)
INVESTMENT INCOME		
8. Net investment income earned (Part 1, Line 15).....	9,276,149	9,404,663
9. Net realized capital gains (losses) (Part 1A, Line 10).....	465,986	369,169
10. Net investment gain (loss) (Lines 8 + 9).....	9,742,135	9,773,832
OTHER INCOME		
11. Net gain (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....0).....	0	(37)
12. Finance and service charges not included in premiums.....	0	0
13. Aggregate write-ins for miscellaneous income.....	(509)	(227)
14. Total other income (Lines 11 through 13).....	(509)	(264)
15. Net income before dividends to policyholders and before federal and foreign income taxes (Lines 7 + 10 + 14).....	7,199,241	8,225,603
16. Dividends to policyholders.....	0	0
17. Net income, after dividends to policyholders but before federal and foreign income taxes (Line 15 minus Line 16).....	7,199,241	8,225,603
18. Federal and foreign income taxes incurred.....	960,813	1,020,577
19. Net income (Line 17 minus Line 18) (to Line 21).....	6,238,428	7,205,026
CAPITAL AND SURPLUS ACCOUNT		
20. Surplus as regards policyholders, December 31 prior year (Page 4, Line 36, Column 2).....	165,860,287	176,155,261
GAINS AND (LOSSES) IN SURPLUS		
21. Net income (from Line 19).....	6,238,428	7,205,026
22. Net unrealized capital gains or (losses).....	0	0
23. Change in net unrealized foreign exchange capital gains (loss).....	0	0
24. Change in net deferred income tax.....	552,494	0
25. Change in nonadmitted assets (Exhibit 1, Line 6, Column 3).....	(416)	0
26. Change in provision for reinsurance (Page 3, Line 15, Column 2 minus Column 1).....	0	0
27. Change in surplus notes.....	0	0
28. Cumulative effect of changes in accounting principles.....	(500,003)	0
29. Capital changes:		
29.1 Paid in.....	0	0
29.2 Transferred from surplus (Stock Dividend).....	0	0
29.3 Transferred to surplus.....	0	0
30. Surplus adjustments:		
30.1 Paid in.....	0	0
30.2 Transferred to capital (Stock Dividend).....	0	0
30.3 Transferred from capital.....	0	0
31. Net remittances from or (to) Home Office.....	0	0
32. Dividends to stockholders.....	0	(17,500,000)
33. Change in treasury stock (Page 3, Line 31.1 and 31.2, Column 2 minus Column 1).....	0	0
34. Aggregate write-ins for gains and losses in surplus.....	0	0
35. Change in surplus as regards policyholders for the year (Lines 21 through 34).....	6,290,503	(10,294,974)
36. Surplus as regards policyholders, December 31 current year (Line 20 plus Line 35) (Page 3, Line 32).....	172,150,790	165,860,287

DETAILS OF WRITE-INS		
0501.	0	0
0502.	0	0
0503.	0	0
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above).....	0	0
1301. Miscellaneous expense.....	(509)	(227)
1302.	0	0
1303.	0	0
1398. Summary of remaining write-ins for Line 13 from overflow page.....	0	0
1399. Totals (Lines 1301 thru 1303 plus 1398) (Line 13 above).....	(509)	(227)
3401.	0	0
3402.	0	0
3403.	0	0
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

CASH FLOW

	1 Current Year	2 Prior Year
CASH FROM OPERATIONS		
1. Premiums collected net of reinsurance.....	(89)	(1,683)
2. Loss and loss adjustment expenses paid (net of salvage and subrogation).....	0	0
3. Underwriting expenses paid.....	2,526,384	1,538,775
4. Other underwriting income (expenses).....	0	0
5. Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4).....	(2,526,473)	(1,540,458)
6. Net investment income.....	8,681,990	8,660,553
7. Other income (expenses):		
7.1 Agents' balances charged off.....	0	0
7.2 Net funds held under reinsurance treaties.....	0	0
7.3 Net amount withheld or retained for account of others.....	0	0
7.4 Aggregate write-ins for miscellaneous items.....	(509)	(264)
7.5 Total other income (Lines 7.1 to 7.4).....	(509)	(264)
8. Dividends to policyholders on direct business, less \$.....0 dividends on reinsurance assumed or ceded (net).....	0	0
9. Federal and foreign income taxes (paid) recovered.....	(1,189,999)	(1,233,890)
10. Net cash from operations (Line 5 plus Line 6 plus Line 7.5 minus Line 8 plus Line 9).....	4,965,009	5,885,941
CASH FROM INVESTMENTS		
11. Proceeds from investments sold, matured or repaid:		
11.1 Bonds.....	41,685,868	30,953,650
11.2 Stocks.....	0	0
11.3 Mortgage loans.....	0	0
11.4 Real estate.....	0	0
11.5 Other invested assets.....	0	0
11.6 Net gains or (losses) on cash and short-term investments.....	0	0
11.7 Miscellaneous proceeds.....	0	0
11.8 Total investment proceeds (Lines 11.1 to 11.7).....	41,685,868	30,953,650
12. Cost of investments acquired (long-term only):		
12.1 Bonds.....	43,298,445	31,842,516
12.2 Stocks.....	0	0
12.3 Mortgage loans.....	0	0
12.4 Real estate.....	0	0
12.5 Other invested assets.....	0	0
12.6 Miscellaneous applications.....	0	0
12.7 Total investments acquired (Lines 12.1 to 12.6).....	43,298,445	31,842,516
13. Net cash from investments (Line 11.8 minus Line 12.7).....	(1,612,577)	(888,866)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES		
14. Cash provided:		
14.1 Surplus notes, capital and surplus paid in.....	0	0
14.2 Capital notes \$.....0 less amounts repaid \$.....0.....	0	0
14.3 Net transfers from affiliates.....	0	13,541,301
14.4 Borrowed funds received.....	0	0
14.5 Other cash provided.....	25,528	19,594
14.6 Total (Lines 14.1 to 14.5).....	25,528	13,560,895
15. Cash applied:		
15.1 Dividends to stockholders paid.....	0	17,500,000
15.2 Net transfers to affiliates.....	3,991,311	0
15.3 Borrowed funds repaid.....	0	0
15.4 Other applications.....	225,075	4
15.5 Total (Lines 15.1 to 15.4).....	4,216,386	17,500,004
16. Net cash from financing and miscellaneous sources (Line 14.6 minus Line 15.5).....	(4,190,858)	(3,939,109)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
17. Net change in cash and short-term investments (Line 10 plus Line 13 plus Line 16).....	(838,426)	1,057,966
18. Cash and short-term investments:		
18.1 Beginning of year.....	1,076,615	18,649
18.2 End of year (Line 17 plus Line 18.1).....	238,189	1,076,615

DETAILS OF WRITE-INS

7.401 Miscellaneous expense.....	(509)	(264)
7.402	0	0
7.403	0	0
7.498 Summary of remaining write-ins for Line 7.4 from overflow page.....	0	0
7.499 Total (Lines 7.401 to 7.403 plus 7.498) (Line 7.4 above).....	(509)	(264)

UNDERWRITING AND INVESTMENT EXHIBIT
PART 1 - INTEREST, DIVIDENDS AND REAL ESTATE INCOME

	Schedule	1 Collected During Year	Current Year			5 Prior Year Due and Accrued and Unearned	6 Earned During Year Cols. 1-2+3+4-5
			2 Unearned	3 Due and Accrued (g)	4 Foreign Exchange Adjustment		
1. U.S. government bonds.....	D (a)	933,211	0	117,930	0	196,575	854,566
1.1 Bonds exempt from U.S. tax.....	D (a)	7,463,244	0	2,049,006	0	1,878,167	7,634,083
1.2 Other bonds (unaffiliated).....	D (a)	828,737	0	113,585	0	245,765	696,557
1.3 Bonds of affiliates.....	D (a)	0	0	0	0	0	0
2.1 Preferred stocks (unaffiliated).....	D (b)	0	0	0	0	0	0
2.11 Preferred stocks of affiliates.....	D (b)	0	0	0	0	0	0
2.2 Common stock (unaffiliated).....	D	0	0	0	0	0	0
2.21 Common stock of affiliates.....	D	0	0	0	0	0	0
3. Mortgage loans.....	B (c)	0	0	0	0	0	0
4. Real estate.....	A (d)	0	0	0	0	0	0
5.1 Cash on hand and on deposit.....	E	0	0	0	0	0	0
5.2 Short-term investments.....	DA (e)	271,042	0	13	0	0	271,055
6. Other invested assets.....	BA	0	0	0	0	0	0
7. Derivative instruments.....	DB(f)	0	0	0	0	0	0
8. Aggregate write-ins for investment income.....		0	0	0	0	0	0
9. TOTALS.....		9,496,234	0	2,280,534	0	2,320,507	9,456,261
						DEDUCTIONS	
10. Total investment expenses incurred (Part 4, Line 25, Column 3).....						180,112	
11. Interest expense.....						(h).....0	
12. Depreciation on real estate.....						0	
13. Aggregate write-ins for deductions from investment income.....						0	
14. Total deductions (Lines 10 to 13).....							180,112
15. Net investment income earned (Line 9 minus Line 14) (to Page 4, Line 8).....							9,276,149

DETAILS OF WRITE-INS

0801.		0	0	0	0	0	0
0802.		0	0	0	0	0	0
0803.		0	0	0	0	0	0
0898. Summary of remaining write-ins for Line 8 from overflow page.....		0	0	0	0	0	0
0899. Totals (Lines 0801 thru 0803 plus 0898) (Part 1, Line 8).....		0	0	0	0	0	0
1301.						0	
1302.						0	
1303.						0	
1398. Summary of remaining write-ins for Line 13 from overflow page.....						0	
1399. Totals (Lines 1301 thru 1303 plus 1398) (Part 1, Line 13).....						0	

(a) Includes \$.....855,206 accrual of discount less \$.....221,074 amortization of premium.

(b) Includes \$.....0 accrual of discount less \$.....0 amortization of premium.

(c) Includes \$.....0 accrual of discount less \$.....0 amortization of premium.

(d) Includes \$.....0 for company's occupancy of its own buildings.

(e) Includes \$.....109,797 accrual of discount less \$.....0 amortization of premium.

(f) Includes \$.....0 accrual of discount less \$.....0 amortization of premium.

(g) Admitted items only. State basis of exclusions.

(h) Includes \$.....0 interest on surplus notes and \$.....0 interest on capital notes.

PART 1A - CAPITAL GAINS AND (LOSSES) ON INVESTMENTS

	1 Realized Profit (Loss) on Sale or Maturity	2 Realized Foreign Exchange Profit (Loss) on Sale or Maturity	3 Other Realized Adjustments	4 Increase (Decrease) by Adjustment	5 Unrealized Foreign Exchange Gain (Loss)	6 Net Gain or (Loss) from Change in Differences Between Book/ Adjusted Carrying and Admitted Values	7 Total (Sum of Cols. 1 to 6 incl.)
1. U.S. government bonds.....	31,700	0	0	0	0	0	31,700
1.1 Bonds exempt from U.S. tax.....	451,250	0	0	0	0	0	451,250
1.2 Other bonds (unaffiliated).....	(16,964)	0	0	0	0	0	(16,964)
1.3 Bonds of affiliates.....	0	0	0	0	0	0	0
2.1 Preferred stocks (unaffiliated).....	0	0	0	0	0	0	0
2.11 Preferred stocks of affiliates.....	0	0	0	0	0	0	0
2.2 Common stock (unaffiliated).....	0	0	0	0	0	0	0
2.21 Common stock of affiliates.....	0	0	0	0	0	0	0
3. Mortgage loans.....	0	0	0	0	0	0	0
4. Real estate.....	0	0	0	(a).....0	0	0	0
5.1 Cash on hand and on deposit.....	0	0	0	0	0	0	0
5.2 Short-term investments.....	0	0	0	0	0	0	0
6. Other invested assets.....	0	0	0	0	0	0	0
7. Derivative instruments.....	0	0	0	0	0	0	0
8. Aggregate write-ins for capital gains and (losses).....	0	0	0	0	0	0	0
9. TOTALS.....	465,986	0	0	0	0	0	465,986
(Distribution of Line 9, Column 7)							
10. Net realized capital gains or (losses) (Page 4, Line 9) (Col. 1 + 2 + 3, Line 9).....							465,986
11. Net unrealized capital gains or (losses).....							0

DETAILS OF WRITE-INS

0801.	0	0	0	0	0	0	0
0802.	0	0	0	0	0	0	0
0803.	0	0	0	0	0	0	0
0898. Summary of remaining write-ins for Line 8 from overflow page.....	0	0	0	0	0	0	0
0899. Totals (Lines 0801 thru 0803 plus 0898) (Part 1A, Line 8).....	0	0	0	0	0	0	0

(a) Excluding \$.....0 depreciation on real estate included in Part 1, Line 12.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - PREMIUMS EARNED

Line of Business	1 Net Premiums Written per Column 6, Part 2B	2 Unearned Premiums December 31 Prior Year- per Col. 3 Last Year's Part 2	3 Unearned Premiums December 31 Current Year- per Col. 5 Part 2A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1. Fire.....	.0	.0	.0	.0
2. Allied lines.....	.0	.0	.0	.0
3. Farmowners multiple peril.....	.0	.0	.0	.0
4. Homeowners multiple peril.....	.0	.0	.0	.0
5. Commercial multiple peril.....	.0	.0	.0	.0
6. Mortgage guaranty.....	.0	.0	.0	.0
8. Ocean marine.....	.0	.0	.0	.0
9. Inland marine.....	.0	.0	.0	.0
10. Financial guaranty.....	.0	.0	.0	.0
11.1 Medical malpractice - occurrence.....	.0	.0	.0	.0
11.2 Medical malpractice - claims-made.....	.0	.0	.0	.0
12. Earthquake.....	.0	.0	.0	.0
13. Group accident and health.....	.0	.0	.0	.0
14. Credit accident and health (group and individual).....	.0	.0	.0	.0
15. Other accident and health.....	.0	.0	.0	.0
16. Workers' compensation.....	.0	.0	.0	.0
17.1 Other liability - occurrence.....	.0	.0	.0	.0
17.2 Other liability - claims-made.....	.0	.0	.0	.0
18.1 Products liability - occurrence.....	.0	.0	.0	.0
18.2 Products liability - claims-made.....	.0	.0	.0	.0
19.1, 19.2 Private passenger auto liability.....	.0	.0	.0	.0
19.3, 19.4 Commercial auto liability.....	.0	.0	.0	.0
21. Auto physical damage.....	.0	.0	.0	.0
22. Aircraft (all perils).....	.0	.0	.0	.0
23. Fidelity.....	.0	.0	.0	.0
24. Surety.....	.0	.0	.0	.0
26. Burglary and theft.....	.0	.0	.0	.0
27. Boiler and machinery.....	.0	.0	.0	.0
28. Credit.....	.0	.0	.0	.0
29. International.....	.0	.0	.0	.0
30. Reinsurance-Nonproportional Assumed Property.....	.0	.0	.0	.0
31. Reinsurance-Nonproportional Assumed Liability.....	.0	.0	.0	.0
32. Reinsurance-Nonproportional Assumed Financial Lines.....	.0	.0	.0	.0
33. Aggregate write-ins for other lines of business.....	.0	.0	.0	.0
34. TOTALS.....	.0	.0	.0	.0

NONE

DETAILS OF WRITE-INS

3301. ....	.0	.0	.0	.0
3302. ....	.0	.0	.0	.0
3303. ....	.0	.0	.0	.0
3398. Summary of remaining write-ins for Line 33 from overflow page.....	.0	.0	.0	.0
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above).....	.0	.0	.0	.0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - RECAPITULATION OF ALL PREMIUMS

(a) Gross premiums (less reinsurance) and unearned premiums on all unexpired risks and reserve for return premiums under rate credit or retrospective rating plans based upon experience, viz:

Line of Business	1 Amount Unearned (Running One Year or Less from Date of Policy) (b)	2 Amount Unearned (Running more than One Year from Date of Policy) (b)	3 Earned But Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1. Fire.....	0	0	0	0	0
2. Allied lines.....	0	0	0	0	0
3. Farmowners multiple peril.....	0	0	0	0	0
4. Homeowners multiple peril.....	0	0	0	0	0
5. Commercial multiple peril.....	0	0	0	0	0
6. Mortgage guaranty.....	0	0	0	0	0
8. Ocean marine.....	0	0	0	0	0
9. Inland marine.....	0	0	0	0	0
10. Financial guaranty.....	0	0	0	0	0
11.1 Medical malpractice - occurrence.....	0	0	0	0	0
11.2 Medical malpractice - claims-made.....	0	0	0	0	0
12. Earthquake.....	0	0	0	0	0
13. Group accident and health.....	0	0	0	0	0
14. Credit accident and health (group and individual).....	0	0	0	0	0
15. Other accident and health.....	0	0	0	0	0
16. Workers' compensation.....	0	0	0	0	0
17.1 Other liability - occurrence.....	0	0	0	0	0
17.2 Other liability - claims-made.....	0	0	0	0	0
18.1 Products liability - occurrence.....	0	0	0	0	0
18.2 Products liability - claims-made.....	0	0	0	0	0
19.1, 19.2 Private passenger auto liability.....	0	0	0	0	0
19.3, 19.4 Commercial auto liability.....	0	0	0	0	0
21. Auto physical damage.....	0	0	0	0	0
22. Aircraft (all perils).....	0	0	0	0	0
23. Fidelity.....	0	0	0	0	0
24. Surety.....	0	0	0	0	0
26. Burglary and theft.....	0	0	0	0	0
27. Boiler and machinery.....	0	0	0	0	0
28. Credit.....	0	0	0	0	0
29. International.....	0	0	0	0	0
30. Reinsurance-Nonproportional Assumed Property.....	0	0	0	0	0
31. Reinsurance-Nonproportional Assumed Liability.....	0	0	0	0	0
32. Reinsurance-Nonproportional Assumed Financial Lines.....	0	0	0	0	0
33. Aggregate write-ins for other lines of business.....	0	0	0	0	0
34. TOTALS.....	0	0	0	0	0
35. Accrued retrospective premiums based on experience.....					0
36. Earned but unbilled premiums.....					0
37. Balance (sum of Lines 34 through 36).....					0

DETAILS OF WRITE-INS

3301.	0	0	0	0	0
3302.	0	0	0	0	0
3303.	0	0	0	0	0
3398. Summary of remaining write-ins for Line 33 from overflow page.....	0	0	0	0	0
3399. TOTALS (Lines 3301 thru 3303 plus 3398) (Line 33 above).....	0	0	0	0	0

(a) By gross premiums is meant the aggregate of all the premiums written in the policies or renewals in force. Are they so returned in this statement? Yes [X] No [].

(b) State here basis of computation used in each case: Prorata based on expiration of risk

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2B - PREMIUMS WRITTEN

Gross Premiums (Less Return Premiums), Including Policy and Membership Fees Written and Renewed During Year

Line of Business	1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written (Cols. 1 + 2 + 3 - 4 - 5)
		2	3	4	5	
		From Affiliates	From Non-Affiliates	To Affiliates	To Non-Affiliates	
1. Fire.....	.0	.0	.0	.0	.0	.0
2. Allied lines.....	.0	.0	.0	.0	.0	.0
3. Farmowners multiple peril.....	.0	.0	.0	.0	.0	.0
4. Homeowners multiple peril.....	.0	.0	.0	.0	.0	.0
5. Commercial multiple peril.....	.0	.0	.0	.0	.0	.0
6. Mortgage guaranty.....	.0	.0	.0	.0	.0	.0
8. Ocean marine.....	.0	.0	.0	.0	.0	.0
9. Inland marine.....	.0	.0	.0	.0	.0	.0
10. Financial guaranty.....	153,339	.0	.0	122,422	30,917	.0
11.1 Medical malpractice - occurrence.....	.0	.0	.0	.0	.0	.0
11.2 Medical malpractice - claims-made.....	.0	.0	.0	.0	.0	.0
12. Earthquake.....	.0	.0	.0	.0	.0	.0
13. Group accident and health.....	.0	.0	.0	.0	.0	.0
14. Credit accident and health (group and individual).....	.0	.0	.0	.0	.0	.0
15. Other accident and health.....	.0	.0	.0	.0	.0	.0
16. Workers' compensation.....	.0	.0	.0	.0	.0	.0
17.1 Other liability - occurrence.....	.0	.0	.0	.0	.0	.0
17.2 Other liability - claims-made.....	.0	.0	.0	.0	.0	.0
18.1 Products liability - occurrence.....	.0	.0	.0	.0	.0	.0
18.2 Products liability - claims-made.....	.0	.0	.0	.0	.0	.0
19.1, 19.2 Private passenger auto liability.....	.0	.0	.0	.0	.0	.0
19.3, 19.4 Commercial auto liability.....	.0	.0	.0	.0	.0	.0
21. Auto physical damage.....	.0	.0	.0	.0	.0	.0
22. Aircraft (all perils).....	.0	.0	.0	.0	.0	.0
23. Fidelity.....	.0	.0	.0	.0	.0	.0
24. Surety.....	.0	.0	.0	.0	.0	.0
26. Burglary and theft.....	.0	.0	.0	.0	.0	.0
27. Boiler and machinery.....	.0	.0	.0	.0	.0	.0
28. Credit.....	.0	.0	.0	.0	.0	.0
29. International.....	.0	.0	.0	.0	.0	.0
30. Reinsurance-Nonproportional Assumed Property.....	XXX	.0	.0	.0	.0	.0
31. Reinsurance-Nonproportional Assumed Liability.....	XXX	.0	.0	.0	.0	.0
32. Reinsurance-Nonproportional Assumed Financial Lines.....	XXX	.0	.0	.0	.0	.0
33. Aggregate write-ins for other lines of business.....	.0	.0	.0	.0	.0	.0
34. TOTALS.....	153,339	.0	.0	122,422	30,917	.0

DETAILS OF WRITE-INS

3301. ....	.0	.0	.0	.0	.0	.0
3302. ....	.0	.0	.0	.0	.0	.0
3303. ....	.0	.0	.0	.0	.0	.0
3398. Summary of remaining write-ins for Line 33 from overflow page	.0	.0	.0	.0	.0	.0
3399. TOTALS (Lines 3301 thru 3303 plus 3398) (Line 33 above).....	.0	.0	.0	.0	.0	.0

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes [X] No []

If yes: 1. The amount of such installment premiums \$.....153,339.

2. Amount at which such installment premiums would have been reported had they been recorded on an annualized basis \$.....153,339.

**Pt. 3-Losses Paid & Incurred
NONE**

**Pt. 3A-Unpaid Losses & Loss Adjustment Expenses
NONE**

UNDERWRITING AND INVESTMENT EXHIBIT

PART 4 - EXPENSES

	1	2	3	4
	Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
1. Claim adjustment services:				
1.1 Direct.....	0	0	0	0
1.2 Reinsurance assumed.....	0	0	0	0
1.3 Reinsurance ceded.....	0	0	0	0
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3).....	0	0	0	0
2. Commission and brokerage:				
2.1 Direct excluding contingent.....	0	0	0	0
2.2 Reinsurance assumed excluding contingent.....	0	0	0	0
2.3 Reinsurance ceded excluding contingent.....	0	0	0	0
2.4 Contingent - direct.....	0	0	0	0
2.5 Contingent - reinsurance assumed.....	0	0	0	0
2.6 Contingent - reinsurance ceded.....	0	0	0	0
2.7 Policy and membership fees.....	0	0	0	0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7).....	0	0	0	0
3. Allowances to managers and agents.....	0	2,404,033	0	2,404,033
4. Advertising.....	0	0	0	0
5. Boards, bureaus and associations.....	0	0	0	0
6. Surveys and underwriting reports.....	0	0	0	0
7. Audit of assureds' records.....	0	0	0	0
8. Salary and related items:				
8.1 Salaries.....	0	0	0	0
8.2 Payroll taxes.....	0	0	0	0
9. Employee relations and welfare.....	0	0	0	0
10. Insurance.....	0	0	0	0
11. Directors' fees.....	0	30,000	0	30,000
12. Travel and travel items.....	0	0	0	0
13. Rent and rent items.....	0	0	0	0
14. Equipment.....	0	0	0	0
15. Cost or depreciation of EDP equipment and software.....	0	0	0	0
16. Printing and stationery.....	0	3,210	0	3,210
17. Postage, telephone and telegraph, exchange and express.....	0	19,775	0	19,775
18. Legal and auditing.....	0	0	0	0
19. Totals (Lines 3 to 18).....	0	2,457,018	0	2,457,018
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$.....0.....	0	13,278	0	13,278
20.2. Insurance department licenses and fees.....	0	72,089	0	72,089
20.3. Gross guaranty association assessments.....	0	0	0	0
20.4. All other (excluding federal and foreign income and real estate).....	0	0	0	0
20.5. Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4).....	0	85,367	0	85,367
21. Real estate expenses.....	0	0	0	0
22. Real estate taxes.....	0	0	0	0
23. Reimbursements by uninsured accident and health plans.....	0	0	0	0
24. Aggregate write-ins for miscellaneous expenses.....	0	0	180,112	180,112
25. Total expenses incurred.....	0	2,542,385	180,112	(a) 2,722,497
26. Less unpaid expenses - current year.....	0	30,847	0	30,847
27. Add unpaid expenses - prior year.....	0	14,846	0	14,846
28. Amounts receivable relating to uninsured accident and health plans, prior year.....	0	0	0	0
29. Amounts receivable relating to uninsured accident and health plans, current year.....	0	0	0	0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29).....	0	2,526,384	180,112	2,706,496

DETAILS OF WRITE-INS

2401. Investment expense.....	0	0	180,112	180,112
2402.	0	0	0	0
2403.	0	0	0	0
2498. Summary of remaining write-ins for Line 24 from overflow page.....	0	0	0	0
2499. Totals (Lines 2401 thru 2403 plus 2498) (Line 24 above).....	0	0	180,112	180,112

(a) Includes management fees of \$.....2,404,032 to affiliates and \$.....0 to non-affiliates.

EXHIBIT 1 - ANALYSIS OF NONADMITTED ASSETS AND RELATED ITEMS

	1 End of Current Year	2 End of Prior Year	3 Changes for Year (Increase) Decrease
1. Summary of Items Page 2, Lines 10 to 17 and 19 to 21, Column 2.....	.416	.0	(416)
2. Other Nonadmitted Assets:			
2.1 Bills receivable not taken for premium.....	.0	.0	.0
2.2 Furniture, equipment and supplies.....	.0	.0	.0
2.3 Leasehold improvements.....	.0	.0	.0
2.4 Loans on personal security, endorsed or not.....	.0	.0	.0
3. Total (Lines 2.1 to 2.4) (Page 2, Line 23, Column 2).....	.0	.0	.0
4. Loans on company's stock.....	.0	.0	.0
5. Aggregate write-ins for other than invested assets.....	.0	.0	.0
6. Total (Line 1 plus Lines 3 to 5).....	.416	.0	(416)

DETAILS OF WRITE-INS

0501. Line 5 from 2000 Annual Statement.....	.0	.0	.0
0502. ....	.0	.0	.0
0503. ....	.0	.0	.0
0598. Summary of remaining write-ins for Line 5 from overflow page.....	.0	.0	.0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above).....	.0	.0	.0

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The financial statements of MBIA Insurance Corp. of Illinois (MBIA Illinois) are presented on the basis of accounting practices prescribed or permitted by the NAIC *Accounting Practices and Procedures* manual. The Illinois Department of Insurance has adopted codification in its entirety, therefore there are no differences between the NAIC statutory accounting practices and procedures and accounting prescribed or permitted by the State of Illinois.

B. Use of Estimates in the Preparation of the Financial Statements

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that effect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

C. Accounting Policy

MBIA Illinois net premiums written consist of installment premiums received for policies issued in prior years. Upfront premiums are earned proportionally as the related principal and interest expires. Installment premiums are earned over each installment period, generally one year or less. When an issue is retired early, is called by the issuer, or is in substance paid in advance through a refunding accomplished by placing U.S. Government securities in escrow, the remaining unearned premium is earned at that time, since there is no longer risk to MBIA Illinois. Accordingly, unearned premiums represent the portion of premiums written in prior years that is applicable to the unexpired risk of insured bonds and notes.

Underwriting expenses, net of ceding commission income, are charged to operations as incurred.

In addition, MBIA Illinois uses the following accounting policies:

- (1) Short-term investments are stated at amortized cost.
- (2) Bonds not backed by other loans are stated at amortized cost using the interest method.
- (3) Common Stocks are at market value except for investments in stocks of uncombined subsidiaries and affiliates in which MBIA Illinois has an interest of 20% or more are carried on the equity basis.
- (4) Preferred stocks are stated at cost.
- (5) MBIA Illinois has no mortgage loans on real estate.
- (6) Loan-backed securities are stated at either amortized cost or the lower of amortized cost or fair market value. The retrospective adjustment method is used to value all securities except for interest only securities or securities where the yield has become negative, that are valued using the prospective method.
- (7) MBIA Illinois owns no investment in its parent, MBIA Corp. nor does MBIA Illinois own any other subsidiaries, controlled and affiliated companies.
- (8) MBIA Illinois has no ownership interests in joint ventures, partnerships and limited liability companies.
- (9) MBIA Illinois has not entered into any transactions classified as derivative instruments.
- (10) MBIA Illinois has not utilized anticipated investment income as a factor in the premium deficiency calculation. MBIA Illinois had no premium deficiency as of December 31, 2001.
- (11) Loss and loss adjustment expenses are established when specific insured issues are identified as currently or likely to be in default. MBIA Illinois does not have any unpaid losses or unpaid loss adjustment expenses. MBIA Illinois writes only financial guaranty insurance and therefore toxic waste cleanup, asbestos-related illness or other environmental remediation exposures do not apply.
- (12) Financial guaranty insurers are required to maintain a liability referred to as a statutory contingency reserve. The purpose of this reserve is to protect policyholders against loss during periods of extreme economic contraction. MBIA Illinois had no statutory contingency reserve as of December 31, 2001, in accordance with the 100% reinsurance agreement with its parent, MBIA Insurance Corp.

2. Accounting Changes and Correction of Errors

- A. MBIA Illinois had no material changes in accounting principles and/or correction of errors for the year ended December 31, 2001.

Accounting Changes and Correction of Errors (continued)

- B. MBIA Illinois prepares its statutory financial statements in conformity with accounting practices prescribed or permitted by the State of Illinois. Effective January 1, 2001, the State of Illinois required that insurance companies domiciled in the state of Illinois prepare their statutory basis financial statements in accordance with the NAIC *Accounting Practices and Procedures* manual – Version effective January 1, 2001 subject to any deviations prescribed or permitted by the State of Illinois insurance commissioner.

Accounting changes adopted to conform to the provisions of the NAIC *Accounting Practices and Procedures* manual – Version effective January 1, 2001 are reported as changes in accounting principles. The cumulative effect of changes in accounting principles is reported as an adjustment to unassigned funds (surplus) in the period of the change in accounting principle. The cumulative effect is the difference between the amount of capital and surplus at the beginning of the year and the amount of capital and surplus that would have been reported at the date if the new accounting principles had been applied retroactively for all prior periods. As a result of these changes, MBIA Illinois reported a change of accounting principle, as an adjustment that decreased unassigned funds (surplus), of \$500,003 as of January 1, 2001.

3. Business Combinations and Goodwill

A. Statutory Purchase Method

MBIA Illinois had no business combinations accounted for under the statutory purchase method for the year ended December 31, 2001.

B. Statutory Merger

MBIA Illinois had no business combinations taking the form of a statutory merger for the year ended December 31, 2001

C. Impairment Loss

MBIA Illinois had no impairment loss as a result of a statutory merger for the year ended December 31, 2001.

4. Discontinued Operations

MBIA Illinois did not have any discontinued operations during 2001.

5. Investments

A. Mortgage Loans

MBIA Illinois had no investments in mortgage loans as of December 31, 2001.

B. Debt Restructuring

MBIA Illinois is not a party to any restructured debt transactions.

C. Reverse Mortgages

MBIA Illinois has no investments in reverse mortgages.

D. Loan-Backed Securities

(1) When applying the retrospective method before January 1, 1994, MBIA Illinois had elected to use book value as the cost for securities purchased prior to that date where historical cash flows were not readily available.

(2) Prepayment assumptions for single class and multi-class mortgage-backed/asset-backed securities were obtained from a national pricing service.

(3) MBIA Illinois uses independent third party pricing services to determine the market value of its loan-backed securities.

(4) In 1996 MBIA Illinois changed from the retrospective to prospective methodology due to requirements stated in „Accounting for nonrefundable fees and costs associated with originating or acquiring loans and initial direct cost of leases.“

E. Repurchase Agreements

MBIA Illinois has not entered into any repurchase agreements.

6. Joint Ventures, Partnerships and Limited Liability Companies

- A. MBIA Illinois has no investments in Joint Ventures, Partnerships or Limited Liability Companies.
- B. MBIA Illinois has no investments in Joint Ventures, Partnerships or Limited Liability Companies.

7. Investment Income

- (1) Due and accrued income was excluded and accrued from surplus on the following basis:

All investment income due and accrued with amounts that are over 90 days past due.

- (2) The total amount excluded was \$0.

8. Derivative Instruments

MBIA Illinois has not entered into any transactions classified as derivative instruments.

9. Income Taxes

- A. The components of the net deferred tax asset at December 31 are as follows:

	2001	2000
(1) Total of all deferred tax assets (admitted and nonadmitted)	\$ 52,419	\$ -0-
(2) Total of all deferred tax liabilities	\$ -0-	\$ 500,003
(1) Total deferred tax assets nonadmitted in accordance with SSAP No. 10, Income Taxes	\$ 146	\$ -0-
(4) Increase (decrease) in deferred tax assets nonadmitted	\$ 146	\$ -0-

- B. MBIA Illinois has no unrecognized Deferred Tax Liabilities for amounts described in SSAP No. 10, Income Taxes, paragraph 6d, and paragraph 31 of FAS 109.

- C. Income tax expense differs from the amount obtained by applying the federal statutory rate of 35%. Current income taxes incurred consist of the following major components:

	2001	2000
1. Current year expense	\$ 1,061,894	\$ 1,291,080
2. Tax credits	\$ -0-	\$ -0-
3. Current year equity tax	\$ 1,061,894	\$ 1,291,080
4. Prior year overaccrual of tax reserves	\$ (101,081)	\$ (270,503)
5. Current income taxes incurred	\$ 960,813	\$ 1,020,577

The main components of the 2001 deferred tax amounts are as follows:

DTAs	Statutory	Tax	Difference	Tax Effect
6. Reserves	\$ 52,419	\$ 52,419	\$ -0-	\$ -0-
7. Proxy DAC	\$ -0-	\$ -0-	\$ -0-	\$ -0-
9. Accrued deferred compensation	\$ -0-	\$ -0-	\$ -0-	\$ -0-
9. Total DTAs	\$ 52,419	\$ 52,419	\$ -0-	\$ -0-
10. DTAs nonadmitted	\$ 146	\$ 146	\$ -0-	\$ -0-

DTLs	Statutory	Tax	Difference	Tax Effect
11. Bonds (Market Discount)	\$ -0-	\$ -0-	\$ -0-	\$ -0-
12. Depreciable assets	\$ -0-	\$ -0-	\$ -0-	\$ -0-
13. Accrued dividends (Unrealized)	\$ -0-	\$ -0-	\$ -0-	\$ -0-
14. Total DTLs	\$ -0-	\$ -0-	\$ -0-	\$ -0-

The changes in main components of DTAs and DTLs are as follows:

DTAs	2001	2000	Change
15. Reserves	\$ 52,419	\$ -0-	\$ 52,419
16. Proxy DAC	\$ -0-	\$ -0-	\$ -0-
17. Accrued deferred compensation	\$ -0-	\$ -0-	\$ -0-
18. Total DTAs	\$ 52,419	\$ -0-	\$ 52,419
19. DTAs nonadmitted	\$ 146	\$ -0-	\$ 146

Income Taxes (continued)

	2001	2000	Change
DTLs			
20. Bonds	\$ -0-	\$ 500,003	\$ (500,003)
21. Depreciable Assets	\$ -0-	\$ -0-	\$ -0-
22. Accrued Dividends	\$ -0-	\$ -0-	\$ -0-
19. Total DTLs	\$ -0-	\$ 500,003	\$ (500,003)

D. Among the more significant book to tax adjustments were the following:

	Amount	Tax Effect
1. Income before taxes	\$ 7,199,242	\$ 2,519,735
2. Book over tax reserves	\$ -0-	\$ -0-
3. Net DAC adjustment	\$ -0-	\$ -0-
4. Depreciation	\$ -0-	\$ -0-
5. Accrued market discount	\$ -0-	\$ -0-
6. Tax exempt interest	\$(7,634,082)	\$ (2,671,929)
7. Dividends received deduction	\$ -0-	\$ -0-
8. Accrued dividends	\$ -0-	\$ -0-
9. Key-person life insurance premiums	\$ -0-	\$ -0-
10. Accrued deferred compensation	\$ -0-	\$ -0-
11. Taxable income	\$ (434,840)	\$ (152,194)

E. (1) At December 31, 2001, MBIA Illinois had no net operating loss carry forwards.

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

2001 (current year)	\$ 960,813
2000 (current year - 1)	\$1,020,577
1999 (current year - 2)	\$1,504,393

F. (1) The Company's Federal Income Tax return is consolidated with the following entities:

MBIA Inc.	MBIA Capital Management Corp.	Muni Resources, LLC
Allen W. Charkow, Inc.	MBIA & Associates Consulting, Inc.	MBIA Capital Corp.
Municipal Issuers Services	Municipal Tax Collection Bureau, Inc.	MBIA Services Company
MBIA Municipal Investors Service Corp.	Colorado Investor Services Corp.	CapMac Holdings, Inc.
MBIA Investment Management Corp.	CapMac Financial Services, Inc.	1838 Investment Advisors LLC
MBIA Asset Management LLC	Capital Markets Assurance Corp.	1838 Delaware Holding, LLC
MBIA MuniServices Company	John T. Austin, Inc.	
MBIA Insurance Corp. of Illinois	Capital Asset Holding, Ltd	

(2) The method of allocation between the companies is subject to written agreement, approved by the Board of Directors. Allocation is based upon separate return calculations with current credit for net losses. Intercompany tax balances are settled annually.

10. Information Concerning Parent, Subsidiaries and Affiliates

- A. All outstanding shares of MBIA Illinois are owned by its parent, MBIA Insurance Corporation (MBIA Corp.). MBIA Corp. is a wholly owned subsidiary of MBIA Inc.
- B. MBIA Illinois had no transactions for each of the statement periods in which other information is considered necessary to obtain an understanding of the effects of such transactions on the financial statements.
- C. MBIA Illinois had no dollar amounts with regards to transactions requiring additional information necessary to obtain an understanding of the effects on the financial statements for the statement periods.
- D. At December 31, 2001 MBIA Illinois reported \$3,421,810 as amounts due from its Parent Company, MBIA Corp. The terms of that settlement require that these amounts be settled within 30 days.
- E. MBIA Illinois had no guarantees or undertakings for the benefit of its affiliates or related parties that resulted in a material contingent exposure on the reporting entity's or any related party's assets or liabilities.
- F. MBIA Illinois is party to an expense allocation agreement with MBIA Corp. and its subsidiaries which allows for the allocation of expenses related to cost of personnel, space, equipment and other expenses based on actual usage of the parties.

MBIA Illinois is a party to a management fee agreement between itself and its parent MBIA Insurance Corporation, whereby MBIA Insurance Corporation is to provide management and administrative services in connection with insurance business.

Information Concerning Parent, Subsidiaries and Affiliates (continued)

- G. All outstanding shares of MBIA Illinois are owned by its Parent Company, MBIA Corp., an insurance company domiciled in the state of New York. All outstanding shares of MBIA Corp. are owned by its Parent Company, MBIA Inc., an insurance holding company domiciled in the State of Connecticut.
- H. MBIA Illinois owns no shares directly or indirectly of an upstream intermediate entity or ultimate parent.
- I. MBIA Illinois had no investments in Subsidiary, Controlled or Affiliated Companies as of December 31, 2001.
- J. MBIA Illinois had no investments in Subsidiary, Controlled or Affiliated Companies as of December 31, 2001.

11. Debt

A. Capital Notes

MBIA Illinois had no capital notes as of December 31, 2001

B. All Other Debt

MBIA Illinois had no other debt outstanding, borrowed money or any reverse purchase agreements as of December 31, 2001.

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefits Plans

A. Defined Benefit Plan

MBIA Illinois does not have a defined benefit plan.

B. Defined Contribution Plans

MBIA Illinois does not have any defined contribution plans.

C. Multiemployer Plans

MBIA Illinois does not have any multiemployer plans.

D. Consolidated/Holding Company Plans

MBIA Illinois does not participate in its parent company's plans.

E. Postemployment Benefit and Compensated Absences

MBIA Illinois does not have a postemployment benefit plan and does not accrue for compensated absences since the personnel that monitor and administrate the transactions of MBIA Illinois are covered under its parent company's compensated absence accrual.

13. Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations

- (1) MBIA Illinois had 500,000 common shares authorized, issued and outstanding as of December 31, 2001, with a Par value of \$10 per share.
- (2) MBIA Illinois had no preferred stock outstanding as of December 31, 2001.
- (3) Under Illinois State Insurance Law, the maximum dividend that may be paid by MBIA Illinois without prior approval of the Illinois Director of Insurance in any 12-month period is the greater of (i) 10% of surplus as regards policyholders at the end of the preceding year, or (ii) the net income for the preceding calendar year. Dividends may be paid only from unassigned surplus. During 2001, MBIA Illinois did not declare or pay any dividends.
- (4) In accordance with such restrictions in (3) above, on the amount of dividends that can be paid in any 12-month period, MBIA Illinois had \$17.3 million available for the payment of dividends as of December 31, 2001.
- (5) There were no restrictions on unassigned surplus as of December 31, 2001.
- (6) MBIA Illinois had no advances to surplus not repaid as of December 31, 2001.
- (7) MBIA Illinois owns no common stock in affiliates or for special purposes.

Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations (continued)

(8) The portion of unassigned funds (surplus) represented or reduced by each item below is as follows:

- a. Unrealized gains and losses \$ -0-
- b. Nonadmitted asset values \$ 416
- c. Provision foreinsurance \$ -0-

(9) MBIA Illinois did not issue any surplus debentures or similar obligations during 2001.

(10) MBIA Illinois did not have any impact from restatement in a quasi-reorganization during 2001.

(11) MBIA Illinois did not have any quasi-reorganization during 2001

14. Contingencies

A. Contingent Commitments

MBIA Illinois has no known material (greater than or equal to 5% of the Company's net admitted assets) contingent liabilities. MBIA Illinois has committed no reserve to cover contingent liabilities.

B. Assessments

MBIA Illinois had no material assessments as of December 31, 2001.

C. Gain contingencies

MBIA Illinois has no gain contingencies.

D. All Other Contingencies

MBIA Illinois has no other contingencies that would have a material effect on the financial statements.

15. Leases

A. MBIA Illinois has no lessee leasing arrangements.

B. MBIA Illinois has no lessor leasing arrangements.

16. Information About Financial Instruments With Off-Balance Sheet Risk And Financial Instruments With Concentration of Credit Risk

MBIA Illinois has no net exposure to financial instruments with off-balance sheet risk or financial instruments with concentration of credit risk or accounting loss.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

A. Transfers of Receivables Reported as Sales

MBIA Illinois did not transfer receivables reported as sales.

B. Transfer of Servicing of Financial Assets

MBIA Illinois did not transfer servicing of financial assets.

C. Wash Sales

MBIA Illinois did not engage in any wash sales in 2001.

18. Gain or Loss to the Reporting Entity from Uninsured A&H Plans and the Uninsured Portion of Partially Insured Plans

A. ASO Plan

MBIA Illinois has no Administrative Services Only (ASO) uninsured plans.

B. ASC Plan

MBIA Illinois has no Administrative Services Contract (ASC) plans.

Gain or Loss to the Reporting Entity from Uninsured A&H Plans and the Uninsured Portion of Partially Insured Plans
(continued)

B. Medicare or Similarly Structured Cost Based Reimbursement Contracts

MBIA Illinois has no Medicare or Similarly Structured Cost Based Reimbursement Contracts.

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

MBIA Illinois has no premiums written by managing general agents/third party administrators.

20. Other Items

A. Extraordinary Items

MBIA Illinois had no extraordinary items during 2001.

B. Troubled Debt Restructuring Debtors

MBIA Illinois had no troubled debt restructuring during 2001.

C. Other Disclosures

Assets in the amount of \$3,810,000 and \$3,085,000 at December 31, 2001 and 2000, respectively, were on deposit with government authorities or trustees as required by law.

MBIA Illinois has elected to use rounding amounts in this statement.

D. At December 31, 2001 and 2000, MBIA Illinois had admitted assets of \$105 and \$854, respectively, in uncollected premium balances. MBIA Illinois routinely assesses the collectibility of these receivables. Based upon Company experience the potential loss is not material to MBIA Illinois's financial condition.

21. Events Subsequent

There were no known events subsequent to the close of books that would have a material effect on the financial condition of MBIA Illinois.

22. Reinsurance

A. Unsecured Reinsurance Recoverables

MBIA Illinois has no unsecured reinsurance recoverables.

B. Reinsurance Recoverable in Dispute

MBIA Illinois has no reinsurance recoverables in dispute.

C. Reinsurance Assumed and Ceded

1. Listed below is the maximum amount of return commission which would have been due reinsurers if they or MBIA Illinois had canceled all of MBIA Illinois' reinsurance, or if MBIA Illinois or a receiver had canceled all of MBIA Illinois' insurance assumed as of December 31, 2001

	Assumed Reinsurance		Ceded Reinsurance		Net Reinsurance	
	Premium Reserve (1)	Commission Equity (2)	Premium Reserve (3)	Commission Equity (4)	Premium Reserve (5)	Commission Equity (6)
a. Affiliates	\$ 0	\$ 0	\$ 11,256,516	\$ 0	\$ (11,256,516)	\$ 0
b. All Other	40,594	11,163	6,184,770	1,769,466	(6,144,176)	(1,758,303)
c. Total	\$ 40,594	\$ 11,163	\$ 17,441,286	\$ 1,769,466	\$(25,303,389)	\$ (1,758,303)

d. Direct Unearned Premium Reserve \$17,400,692.

2. MBIA Illinois has no additional or return commission, which is predicated on loss experience or on any other form of profit sharing arrangements in this annual statement as a result of existing contractual arrangements.
3. All contracts of reinsurance covering losses that have occurred prior to the inception of the contract have been accounted for in conformity with the instructions in the NAIC *Accounting Practices and Procedures* manual and the Illinois State Insurance Dept.

Reinsurance (continued)

D. Uncollectible Reinsurance

MBIA Illinois has not written off any uncollectible reinsurance in 2001.

E. Commutation of Ceded Reinsurance

MBIA Illinois executed no commutations during the year 2001.

F. Retroactive Reinsurance

MBIA Illinois has not entered into any retroactive reinsurance contracts.

23. Retrospectively Rated Contracts & Contract Subject to Redetermination

MBIA Illinois had no retrospectively rated contracts or contracts subject to redetermination in 2001.

24. Change in Incurred Losses and Loss Adjustment Expenses

Loss and loss adjustment expense (LAE) reserves are established, at present value, when specific insured issues are identified as currently or likely to be in default. In 2001, MBIA Illinois did not have any unpaid losses or unpaid loss adjustment expenses.

25. Intercompany Pooling Arrangements

MBIA Illinois has not entered into any intercompany pooling arrangements.

26. Structured Settlements

MBIA Illinois did not enter into any structured settlements in 2001.

27. High Deductibles

MBIA Illinois has no high deductibles.

28. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

MBIA Illinois had no net unpaid losses or unpaid loss adjustment expenses as of December 31, 2001.

29. Asbestos/Environmental Reserves

MBIA Illinois has no exposure to asbestos or environmental claims.

30. Subscriber Savings Accounts

MBIA Illinois has no subscriber savings account.

31. Financial Guaranty Insurance Exposures

MBIA Illinois has no net aggregate exposure under all Classes of financial guaranty bonds in force as of December 31, 2001, in accordance with the 100% reinsurance agreement with its parent, MBIA Insurance Corp.

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement	
	1 Amount	2 Percentage	3 Amount	4 Percentage
1. Bonds:				
1.1 U.S. treasury securities.....	5,992,654	3.6	5,992,654	3.6
1.2 U.S. government agency and corporate obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies.....	0	0.0	0	0.0
1.22 Issued by U.S. government sponsored agencies.....	0	0.0	0	0.0
1.3 Foreign government (including Canada, excluding mortgage-backed securities).....	0	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.....	23,749,335	14.2	23,749,335	14.2
1.42 Political subdivisions of states, territories & possessions & political subdivisions general obligations.....	11,246,088	6.7	11,246,088	6.7
1.43 Revenue and assessment obligations.....	114,405,121	68.3	114,405,121	68.3
1.44 Industrial development and similar obligations.....	0	0.0	0	0.0
1.5 Mortgage-backed securities (includes residential and commercial MBS):				
1.51 Pass-through securities:				
1.511 Guaranteed by GNMA.....	176,678	0.1	176,678	0.1
1.512 Issued by FNMA and FHLMC.....	107,788	0.1	107,788	0.1
1.513 Privately issued.....	0	0.0	0	0.0
1.52 CMOs and REMICs:				
1.521 Issued by FNMA and FHLMC.....	0	0.0	0	0.0
1.522 Privately issued and collateralized by MBS issued or guaranteed by GNMA, FNMA or FHLMC.....	0	0.0	0	0.0
1.523 All other privately issued.....	0	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 rated by the SVO).....	11,627,700	6.9	11,627,700	6.9
2.2 Unaffiliated foreign securities.....	0	0.0	0	0.0
2.3 Affiliated securities.....	0	0.0	0	0.0
3. Equity interests:				
3.1 Investments in mutual funds.....	0	0.0	0	0.0
3.2 Preferred stocks:				
3.21 Affiliated.....	0	0.0	0	0.0
3.22 Unaffiliated.....	0	0.0	0	0.0
3.3 Publicly traded equity securities (excluding preferred stocks):				
3.31 Affiliated.....	0	0.0	0	0.0
3.32 Unaffiliated.....	0	0.0	0	0.0
3.4 Other equity securities:				
3.41 Affiliated.....	0	0.0	0	0.0
3.42 Unaffiliated.....	0	0.0	0	0.0
3.5 Other equity interests including tangible personal property under lease:				
3.51 Affiliated.....	0	0.0	0	0.0
3.52 Unaffiliated.....	0	0.0	0	0.0
4. Mortgage loans:				
4.1 Construction and land development.....	0	0.0	0	0.0
4.2 Agricultural.....	0	0.0	0	0.0
4.3 Single family residential properties.....	0	0.0	0	0.0
4.4 Multifamily residential properties.....	0	0.0	0	0.0
4.5 Commercial loans.....	0	0.0	0	0.0
5. Real estate investments:				
5.1 Property occupied by company.....	0	0.0	0	0.0
5.2 Property held for production of income (includes \$.....0 of property acquired in satisfaction of debt).....	0	0.0	0	0.0
5.3 Property held for sale (\$.....0 including property acquired in satisfaction of debt).....	0	0.0	0	0.0
6. Policy loans.....	0	0.0	0	0.0
7. Receivables for securities.....	0	0.0	0	0.0
8. Cash and short-term investments.....	238,189	0.1	238,189	0.1
9. Other invested assets.....	0	0.0	0	0.0
10. Total invested assets.....	167,543,553	100.0	167,543,553	100.0

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1 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 No

1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes No N/A

1.3 State regulating? Illinois

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

2.2 If yes, date of change: _____
If not previously filed, furnish herewith a certified copy of the instrument as amended.

3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/1997

3.2 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. 12/31/1997

3.3 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). 05/20/1999

3.4 By what department or departments? The Insurance Department of Illinois

4.1 During the period covered by this statement, did any agent, broker, sales representative, nonaffiliated sales/service organization or any combination thereof under a common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:

4.11 sales of new business? Yes No

4.12 renewals? Yes No

4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:

4.21 sales of new business? Yes No

4.22 renewals? Yes No

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

5.2 If yes, provide the name of the 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
	00000	

6.1 Has the 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? (You need not report an action, either formal or informal, if a confidentiality clause is part of the agreement.) Yes No

6.2 If yes, give full information: _____

7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes No

7.2 If yes,
7.21 State the percentage of foreign control.0.000

7.22 State the nationality(ies) of the foreign person(s) or entity(ies); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(ies) (e.g., individual, corporation, government, manager or attorney-in-fact)

1 Nationality	2 Type of Entity

GENERAL INTERROGATORIES (continued)

8. What interest, direct or indirect, has this reporting entity in the capital stock of any other insurance company?
All outstanding shares of MBIA Illinois are owned by its parent, MBIA Insurance Corporation (MBIA, Corp.)
-
9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
PricewaterhouseCoopers LLP, 1031 Avenue of the Americas, New York, NY 10019-6013
-
10. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with a(n) actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
Mark Littmann FCAS, MAAA, PricewaterhouseCoopers LLP, 100 Pearl Street, Hartford, CT 06103
-
11. Except for retirement plans generally applicable to its staff employees, has the reporting entity any agreement with any person, other than contracts with its agents for the payment of commissions whereby it agrees that for any service rendered or to be rendered, that he/she shall receive directly or indirectly, any salary, compensation or emolument that will extend beyond a period of 12 months from the date of the agreement? Yes [] No [X]
12. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 12.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?

-
- 12.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No []
- 12.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No [X]
- 12.4 If answer to (12.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] N/A [X]
13. Have the instructions for completing the blank required by this department been followed in every detail? Yes [X] No []

BOARD OF DIRECTORS

14. Is the purchase or sale of all investments of the reporting entity passed upon either by the Board of Directors or a subordinate committee thereof? Yes [X] No []
15. Does the reporting entity keep a complete permanent record of the proceedings of its Board of Directors and all subordinate committees thereof? Yes [X] No []
16. Did any person while an officer, director, or trustee of the reporting entity receive directly or indirectly, during the period covered by this statement, any commission on the business transactions of the reporting entity? Yes [] No [X]
17. Has the reporting entity an established procedure for disclosure to its Board of Directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees which is in or is likely to conflict with the official duties of such person? Yes [X] No []

FINANCIAL

- 18.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 18.11 To directors or other officers \$.....0
- 18.12 To stockholders not officers \$.....0
- 18.13 Trustees, supreme or grand (Fraternal only) \$.....0
- 18.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 18.21 To directors or other officers \$.....0
- 18.22 To stockholders not officers \$.....0
- 18.23 Trustees, supreme or grand (Fraternal only) \$.....0
- 19.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes [] No [X]
- 19.2 If yes, state the amount thereof at December 31 of the current year:
- 19.21 Rented from others \$.....0
- 19.22 Borrowed from others \$.....0
- 19.23 Leased from others \$.....0
- 19.24 Other \$.....0
- Disclose in the Notes to Financial the nature of each obligation.
- 20.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes [] No [X]
- 20.2 If answer is yes:
- 20.21 Amount paid as losses or risk adjustment \$.....0
- 20.22 Amount paid as expenses \$.....0
- 20.23 Other amounts paid \$.....0

GENERAL INTERROGATORIES (continued)

INVESTMENT

21.1 List the following capital stock information for the reporting entity:

Class	1 Number of Shares Authorized	2 Number of Shares Outstanding	3 Par Value Per Share	4 Redemption Price if Callable	5 Is Dividend Rate Limited?	6 Are Dividends Cumulative?
Preferred.....	.....0.000	.....0.000	.....0.00	.....0	...Yes [].....No []...	...Yes [].....No []...
Common.....	.....500,000.000	.....500,000.000	.....10.00	.....XXX.....	.....XXX.....	.....XXX.....

22.1 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date, except as shown by Schedule E-Part 2-Special Deposits? Yes [] No [X]

22.2 If no, give full and complete information relating thereto.
Securities are held pursuant to a custodial agreement with Chase Manhattan Trust Company of Illinois

23.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, except as shown on Schedule E-Part 2-Special Deposits, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 23.2) Yes [] No [X]

23.2 If yes, state the amount thereof at December 31 of the current year:

23.21 Loaned to others	\$.....0
23.22 Subject to repurchase agreements	\$.....0
23.23 Subject to reverse repurchase agreements	\$.....0
23.24 Subject to dollar repurchase agreements	\$.....0
23.25 Subject to reverse dollar repurchase agreements	\$.....0
23.26 Pledged as collateral	\$.....0
23.27 Placed under option agreements	\$.....0
23.28 Letter stock or securities restricted as to sale	\$.....0
23.29 Other	\$.....0

23.3 For each category above, if any of these assets are held by others, identify by whom held:

23.31 _____

23.32 _____

23.33 _____

23.34 _____

23.35 _____

23.36 _____

23.37 _____

23.38 _____

23.39 _____

For categories (23.21) and (23.23) above, and for any securities that were made available for use by another person during the period covered by this statement, attach a schedule as shown in the instructions to the annual statement.

23.4 For category (23.28) provide the following:

1 Nature of Restriction	2 Description	3 Amount
		0

24.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [] No [X]

24.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No [] N/A [X]
 If no, attach a description with this statement.

25.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes [] No [X]

25.2 If yes, state the amount thereof at December 31 of the current year: \$.....0

GENERAL INTERROGATORIES (continued)

OTHER

26.1 Amount of payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus, if any? \$.....0

26.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus during the period covered by this statement.

1 Name	2 Amount Paid
	0

27.1 Amount of payments for legal expenses, if any? \$.....0

27.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
	0

28.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$.....0

28.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
	0

29. What officials and heads of departments of the reporting entity supervised the making of this report?

Douglas Hamilton, Managing Director & Controller
Kathleen Reagan, Director of Insurance Reporting

30.1 Has any direct new business been solicited or written in any state where the reporting entity was not licensed? Yes [] No [X]

30.2 If yes, explain:

GENERAL INTERROGATORIES (continued)

Part 2 - Property and Casualty Interrogatories

1.1	Does the reporting entity have any direct Medicare Supplement Insurance in force?	Yes []	No [X]
1.2	If yes, indicate premium earned on U.S. business only.	\$.....	0
1.3	What portion of item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit?	\$.....	0
1.31	Reason for excluding:		
<hr/>			
1.4	Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above.	\$.....	0
1.5	Indicate total incurred claims on all Medicare Supplement insurance.	\$.....	0
1.6	Individual policies:		
	Most current three years:		
1.61	Total premium earned	\$.....	0
1.62	Total incurred claims	\$.....	0
1.63	Number of covered lives	.....	0
	All years prior to most current three years:		
1.64	Total premium earned	\$.....	0
1.65	Total incurred claims	\$.....	0
1.66	Number of covered lives	.....	0
1.7	Group policies:		
	Most current three years:		
1.71	Total premium earned	\$.....	0
1.72	Total incurred claims	\$.....	0
1.73	Number of covered lives	.....	0
	All years prior to most current three years:		
1.74	Total premium earned	\$.....	0
1.75	Total incurred claims	\$.....	0
1.76	Number of covered lives	.....	0
2.1	Does the reporting entity issue both participating and non-participating policies?	Yes []	No [X]
2.2	If yes, state the amount of calendar year premiums written on:		
2.21	Participating	\$.....	0
2.22	Non-participating policies	\$.....	0
3.	For Mutual Reporting Entities and Reciprocal Exchange only:		
3.1	Does the reporting entity issue assessable policies?	Yes []	No []
3.2	Does the reporting entity issue non-assessable policies?	Yes []	No []
3.3	If assessable policies are issued, what is the extent of the contingent liability of the policyholders?	\$.....	0
3.4	Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums.	\$.....	0
4.	For Reciprocal Exchanges only:		
4.1	Does the exchange appoint local agents?	Yes []	No []
4.2	If yes, is the commission paid:		
4.21	Out of Attorney's-in-fact compensation	Yes []	No [] N/A [X]
4.22	As a direct expense of the exchange	Yes []	No [] N/A [X]
4.3	What expenses of the exchange are not paid out of the compensation of the Attorney-in-fact?		
<hr/>			
4.4	Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions been deferred?	Yes []	No []
4.5	If yes, give full information:		
<hr/>			
5.1	What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss? Not applicable		
<hr/>			
5.2	Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process: Effective 01/01/1999 MBIA Illinois ceded 100% of the net outstanding exposure to its parent, MBIA Insurance Corporation. See MBIA Insurance Corporations Annual Statement page 20 for further information.		
<hr/>			
5.3	What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable property insurance loss? Effective 01/01/1999 MBIA Illinois ceded 100% of the net outstanding exposure to its parent, MBIA Insurance Corporation. See MBIA Insurance Corporations Annual Statement page 20 for further information.		
<hr/>			
5.4	Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence?	Yes []	No [X]
5.5	If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to unreinsured catastrophic loss. See MBIA Insurance Corporations Annual Statement page 20 for further information.		
<hr/>			
6.1	Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract which includes a provision which would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)?	Yes []	No [X]
6.2	If yes, indicate the number of reinsurance contracts containing such provisions.	.....	0

GENERAL INTERROGATORIES (continued)

Part 2 - Property and Casualty Interrogatories (continued)

- 7.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured? Yes [] No [X]
- 7.2 If yes, give full information:
-
8. If the reporting has assumed risks from another entity, there should be a charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes [X] No [] N/A []
- 9.1 Has this reporting entity guaranteed policies issued by any other reporting entity and now in force? Yes [] No [X]
- 9.2 If yes, give full information:
-
- 10.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 10.3 of the assets schedule, Page 2, state the amount of corresponding liabilities recorded for:
- 10.11 Unpaid losses \$.....0
- 10.12 Unpaid underwriting expenses (including loss adjustment expenses) \$.....0
- 10.2 Of the amount on Line 10.3 of the assets schedule, Page 2, state the amount which is secured by letters of credit, collateral and other funds: \$.....0
- 10.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes [] No [] N/A [X]
- 10.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
- 10.41 From0.0 %
- 10.42 To0.0 %
- 10.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? Yes [] No [X]
- 10.6 If yes, state the amount thereof at December 31 of the current year:
- 10.61 Letters of credit \$.....0
- 10.62 Collateral and other funds \$.....0
- 11.1 What amount of installment notes is owed and now held by the reporting entity? \$.....0
- 11.2 Have any of these notes been hypothecated, sold or used in any manner as security for money loaned within the past year? Yes [] No []
- 11.3 If yes, what amount? \$.....0
- 12.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): \$.....0
- 12.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes [] No [X]
- 12.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of this amount.0
- 13.1 Has the reporting entity guaranteed any financed premium accounts? Yes [] No [X]
- 13.2 If yes, give full information:
-
- 14.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [] No [X]
- 14.11 Name of real estate holding company _____
- 14.12 Number of parcels involved0
- 14.13 Total book/adjusted carrying value \$.....0
- 14.2 If yes, provide explanation
-

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.

	1	2	3	4	5
	2001	2000	1999	1998	1997
Gross Premiums Written (Page 9, Part 2B, Cols. 1, 2 & 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	0	0	0	0	0
2. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	0	0	0	0	0
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	0	0	0	0	0
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33).....	153,339	169,324	(3,539,240)	1,354,643	1,982,100
5. Non-proportional reinsurance lines (Lines 30, 31 & 32).....	0	0	0	0	0
6. Total (Line 34).....	153,339	169,324	(3,539,240)	1,354,643	1,982,100
Net Premiums Written (Page 9, Part 2B, Col. 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	0	0	0	0	0
8. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	0	0	0	0	0
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	0	0	0	0	0
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33).....	0	0	(4,486,131)	84,519	128,513
11. Non-proportional reinsurance lines (Lines 30, 31 & 32).....	0	0	0	0	0
12. Total (Line 34).....	0	0	(4,486,131)	84,519	128,513
Statement of Income (Page 4)					
13. Net underwriting gain (Loss) (Line 7).....	(2,542,385)	(1,547,965)	(131,618)	859,968	781,379
14. Net investment gain (loss) (Line 10).....	9,742,135	9,773,832	10,080,279	11,123,410	11,256,336
15. Total other income (Line 14).....	(509)	(264)	(27)	(641)	(3,670)
16. Dividends to policyholders (Line 16).....	0	0	0	0	0
17. Federal and foreign income taxes incurred (Line 18).....	960,813	1,020,577	1,343,445	1,824,621	1,910,873
18. Net income (Line 19).....	6,238,428	7,205,026	8,605,189	10,158,116	10,123,172
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets (Page 2, Line 25, Col. 3).....	173,320,088	168,033,609	177,963,209	177,900,992	169,175,690
20. Agents' balances or uncollected premiums (Page 2, Col. 3):					
20.1 In course of collection (Line 10.1).....	105	(3,305)	(4,988)	20,561	(11,734)
20.2 Deferred and not yet due (Line 10.2).....	0	0	0	0	0
20.3 Accrued retrospective premiums (Line 10.3).....	0	0	0	0	0
21. Total liabilities (Page 3, Line 23).....	1,169,298	2,173,322	1,807,948	19,885,790	20,483,648
22. Losses (Page 3, Lines 1 & 2).....	0	0	0	2,025,523	916,883
23. Loss adjustment expenses (Page 3, Line 3).....	0	0	0	0	1,000
24. Unearned premiums (Page 3, Line 9).....	0	0	0	4,486,131	6,071,522
25. Capital paid up (Page 3, Lines 25 & 26).....	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
26. Surplus as regards policyholders (Page 3, Line 32).....	172,150,790	165,860,287	176,155,261	158,015,202	148,692,042
Risk-Based Capital Analysis					
27. Total adjusted capital.....	0	0	0	0	0
28. Authorized control level risk-based capital.....	0	0	0	0	0
Percentage Distribution of Cash and Invested Assets (Page 2, Col. 3) (Item divided by Page 2, Line 9, Col. 3) x 100.0					
29. Bonds (Line 1).....	99.9	99.4	100.0	100.0	99.7
30. Stocks (Lines 2.1 & 2.2).....	0.0	0.0	0.0	0.0	0.0
31. Mortgage loans on real estate (Lines 3.1 & 3.2).....	0.0	0.0	0.0	0.0	0.0
32. Real estate (Lines 4.1, 4.2 & 4.3).....	0.0	0.0	0.0	0.0	0.0
33. Cash and short-term investments (Line 5).....	0.1	0.6	0.0	0.0	0.3
34. Other invested assets (Line 6).....	0.0	0.0	0.0	0.0	0.0
35. Receivable for securities (Line 7).....	0.0	0.0	0.0	0.0	0.0
36. Aggregate write-ins for invested assets (Line 8).....	0.0	0.0	0.0	0.0	0.0
37. Cash and invested assets (Line 9).....	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
38. Affiliated bonds (Sch. D, Summary, Line 25, Col. 1).....	0	0	0	0	0
39. Affiliated preferred stocks (Sch. D, Summary, Line 39, Col. 1).....	0	0	0	0	0
40. Affiliated common stocks (Sch. D, Summary, Line 53, Col. 2).....	0	0	0	0	0
41. Affiliated short-term investments (subtotals included in Schedule DA, Part 2, Col. 5, Line 11).....	0	0	0	0	0
42. Affiliated mortgage loans on real estate.....	0	0	0	0	0
43. All other affiliated.....	0	0	0	0	0
44. Total of above lines 38 to 43.....	0	0	0	0	0
45. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 44 above divided by Page 3, Col. 1, Line 32 x 100.0).....	0.0	0.0	0.0	0.0	0.0

FIVE-YEAR HISTORICAL DATA

(Continued)

	1	2	3	4	5
	2001	2000	1999	1998	1997
Capital and Surplus Accounts (Page 4)					
46. Net unrealized capital gains (losses) (Line 22).....	0	0	0	0	0
47. Dividends to stockholders (Line 32).....	0	(17,500,000)	(1,000,000)	0	0
48. Change in surplus as regards policyholders for the year (Line 35).....	6,290,503	(10,294,974)	18,140,059	9,323,160	9,525,412
Gross Losses Paid (Page 10, Part 3, Cols. 1 & 2)					
49. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	0	0	0	0	0
50. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	0	0	0	0	0
51. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	0	0	0	0	0
52. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33).....	0	22,019,210	3,244,422	(9,064,820)	(750,457)
53. Nonproportional reinsurance lines (Lines 30, 31 & 32).....	0	0	0	0	0
54. Total (Line 34).....	0	22,019,210	3,244,422	(9,064,820)	(750,457)
Net Losses Paid (Page 10, Part 3, Col. 4)					
55. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	0	0	0	0	0
56. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	0	0	0	0	0
57. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	0	0	0	0	0
58. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33).....	0	0	2,025,523	(824,074)	(68,228)
59. Nonproportional reinsurance lines (Lines 30, 31 & 32).....	0	0	0	0	0
60. Total (Line 34).....	0	0	2,025,523	(824,074)	(68,228)
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
61. Premiums earned (Line 1).....	100.0	100.0	100.0	100.0	100.0
62. Losses incurred (Line 2).....	0.0	0.0	0.0	17.0	6.6
63. Loss expenses incurred (Line 3).....	0.0	0.0	0.0	(0.0)	(0.3)
64. Other underwriting expenses incurred (Line 4).....	0.0	0.0	0.0	31.5	31.8
65. Net underwriting gain (loss) (Line 7).....	0.0	0.0	0.0	51.5	61.8
Other Percentages					
66. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 14 divided by Page 9, Part 2B, Col. 6, Line 34 x 100.0).....	0.0	0.0	(2.9)	623.3	315.3
67. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0).....	0.0	0.0	0.0	17.0	6.4
68. Net premiums written to policyholders' surplus (Page 9, Part 2B, Col. 6, Line 34, divided by Page 3, Line 32, Col. 1 x 100.0).....	0.0	0.0	(2.5)	0.1	0.1
One Year Loss Development (000 omitted)					
69. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11).....	0	0	(1,012)	170	26
70. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 69 above divided by Page 4, Line 20, Col. 1 x 100).....	0.0	0.0	(0.6)	0.0	0.0
Two Year Loss Development (000 omitted)					
71. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2-Summary, Line 12, Col. 12).....	0	(1,012)	(842)	196	1,492
72. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 71 divided by Page 4, Line 20, Col. 2 x 100.0).....	0.0	0.0	(0.6)	0.0	0.0

EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)



NAIC Group Code....528 NAIC Company Code....23825

BUSINESS IN GRAND TOTAL DURING THE YEAF

Line of Business	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies not Taken		3 Dividends Paid or Credited to Policyholders on Direct Business	4 Direct Unearned Premium Reserves	5 Direct Losses Paid (deducting salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Direct Defense and Cost Containment Expense Paid	9 Direct Defense and Cost Containment Expense Incurred	10 Direct Defense and Cost Containment Expense Unpaid	11 Commissions and Brokerage Expenses	12 Taxes, Licenses and Fees
	1 Direct Premiums Written	2 Direct Premiums Earned										
1. Fire.....	0	0	0	0	0	0	0	0	0	0	0	0
2.1 Allied lines.....	0	0	0	0	0	0	0	0	0	0	0	0
2.2 Multiple peril crop.....	0	0	0	0	0	0	0	0	0	0	0	0
2.3 Federal flood.....	0	0	0	0	0	0	0	0	0	0	0	0
3. Farmowners multiple peril.....	0	0	0	0	0	0	0	0	0	0	0	0
4. Homeowners multiple peril.....	0	0	0	0	0	0	0	0	0	0	0	0
5.1 Commercial multiple peril (non-liability portion).....	0	0	0	0	0	0	0	0	0	0	0	0
5.2 Commercial multiple peril (liability portion).....	0	0	0	0	0	0	0	0	0	0	0	0
6. Mortgage guaranty.....	0	0	0	0	0	0	0	0	0	0	0	0
8. Ocean marine.....	0	0	0	0	0	0	0	0	0	0	0	0
9. Inland marine.....	0	0	0	0	0	0	0	0	0	0	0	0
10. Financial guaranty.....	153,339	8,056,036	0	17,400,692	0	0	0	0	0	0	0	85,367
11. Medical malpractice.....	0	0	0	0	0	0	0	0	0	0	0	0
12. Earthquake.....	0	0	0	0	0	0	0	0	0	0	0	0
13. Group accident and health.....	0	0	0	0	0	0	0	0	0	0	0	0
14. Credit A & H (group and individual).....	0	0	0	0	0	0	0	0	0	0	0	0
15.1 Collectively renewable A&H.....	0	0	0	0	0	0	0	0	0	0	0	0
15.2 Non-cancelable A & H.....	0	0	0	0	0	0	0	0	0	0	0	0
15.3 Guaranteed renewable A & H.....	0	0	0	0	0	0	0	0	0	0	0	0
15.4 Non-renewable for stated reasons only.....	0	0	0	0	0	0	0	0	0	0	0	0
15.5 Other accident only.....	0	0	0	0	0	0	0	0	0	0	0	0
15.6 All other A & H.....	0	0	0	0	0	0	0	0	0	0	0	0
15.7 Federal employees health benefits program premium.....	0	0	0	0	0	0	0	0	0	0	0	0
16. Workers' compensation.....	0	0	0	0	0	0	0	0	0	0	0	0
17. Other liability.....	0	0	0	0	0	0	0	0	0	0	0	0
18. Products liability.....	0	0	0	0	0	0	0	0	0	0	0	0
19.1 Private passenger auto no-fault (personal injury protection).....	0	0	0	0	0	0	0	0	0	0	0	0
19.2 Other private passenger auto liability.....	0	0	0	0	0	0	0	0	0	0	0	0
19.3 Commercial auto no-fault (personal injury protection).....	0	0	0	0	0	0	0	0	0	0	0	0
19.4 Other commercial auto liability.....	0	0	0	0	0	0	0	0	0	0	0	0
21.1 Private passenger auto physical damage.....	0	0	0	0	0	0	0	0	0	0	0	0
21.2 Commercial auto physical damage.....	0	0	0	0	0	0	0	0	0	0	0	0
22. Aircraft (all perils).....	0	0	0	0	0	0	0	0	0	0	0	0
23. Fidelity.....	0	0	0	0	0	0	0	0	0	0	0	0
24. Surety.....	0	0	0	0	0	0	0	0	0	0	0	0
26. Burglary and theft.....	0	0	0	0	0	0	0	0	0	0	0	0
27. Boiler and machinery.....	0	0	0	0	0	0	0	0	0	0	0	0
28. Credit.....	0	0	0	0	0	0	0	0	0	0	0	0
33. Aggregate write-ins for other lines of business.....	0	0	0	0	0	0	0	0	0	0	0	0
34. TOTALS (a).....	153,339	8,056,036	0	17,400,692	0	0	0	0	0	0	0	85,367

DETAILS OF WRITE-INS

3301.....	0	0	0	0	0	0	0	0	0	0	0	0
3302.....	0	0	0	0	0	0	0	0	0	0	0	0
3303.....	0	0	0	0	0	0	0	0	0	0	0	0
3398. Summary of remaining write-ins for Line 33 from overflow page.....	0	0	0	0	0	0	0	0	0	0	0	0
3399. TOTALS (Lines 3301 thru 3303 plus 3398) (Line 33 above).....	0	0	0	0	0	0	0	0	0	0	0	0

(a) Finance and service charges not included in Lines 1 to 34 \$.....0.

SCHEDULE A - VERIFICATION BETWEEN YEARS

1. Book/adjusted carrying value, December 31, prior year (prior year statement).....	.....	0
2. Increase (decrease) by adjustment:		
2.1 Totals, Part 1, Column 10.....	.....	0
2.2 Totals, Part 3, Column 7.....	.....	0
3. Cost of acquired (Totals, Part 2, Column 6, net of encumbrances (Column 7) and net of additions and permanent improvements (Column 9)).....	.....	0
4. Cost of additions and permanent improvements:		
4.1 Totals, Part 1, Column 13.....	.....	0
4.2 Totals, Part 3, Column 9.....	.....	0
5. Total profit (loss) on sales, Part 3, Column 14.....	.....	0
6. Increase (decrease) by foreign exchange adjustment:		
6.1 Totals, Part 1, Column 11.....	.....	0
6.2 Totals, Part 3, Column 8.....	.....	0
7. Amounts received on sales, Part 3, Column 11.....	.....	0
8. Book/adjusted carrying value at end of current period.....	.....	0
9. Total valuation allowance.....	.....	0
10. Subtotal (Lines 8 plus 9).....	.....	0
11. Total nonadmitted amounts.....	.....	0
12. Statement value, current period (Page 2, real estate lines, current period).....	.....	0

NONE

SCHEDULE B - VERIFICATION BETWEEN YEARS

1. Book value/recorded investment excluding accrued interest of mortgages owned, December 31 of prior year.....	.....	0
2. Amount loaned during year:		
2.1 Actual cost at time of acquisitions.....	.....	0
2.2 Additional investment made after acquisitions.....	.....	0
3. Accrual of discount and mortgage interest points and commitment fees.....	.....	0
4. Increase (decrease) by adjustment.....	.....	0
5. Total profit (loss) on sale.....	.....	0
6. Amounts paid on account or in full during the year.....	.....	0
7. Amortization of premium.....	.....	0
8. Increase (decrease) by foreign exchange adjustment.....	.....	0
9. Book value/recorded investment excluding accrued interest on mortgages owned at end of current period.....	.....	0
10. Total valuation allowance.....	.....	0
11. Subtotal (Lines 9 plus 10).....	.....	0
12. Total nonadmitted amounts.....	.....	0
13. Statement value of mortgages owned at end of current period.....	.....	0

NONE

SCHEDULE BA - VERIFICATION BETWEEN YEARS

1. Book/adjusted carrying value of long-term invested assets owned, December 31 of prior year.....	.....	0
2. Cost of acquisitions during year:		
2.1 Actual cost at time of acquisitions.....	.....	0
2.2 Additional investment made after acquisitions.....	.....	0
3. Accrual of discount.....	.....	0
4. Increase (decrease) by adjustment.....	.....	0
5. Total profit (loss) on sale.....	.....	0
6. Amounts paid on account or in full during the year.....	.....	0
7. Amortization of premium.....	.....	0
8. Increase (decrease) by foreign exchange adjustment.....	.....	0
9. Book/adjusted carrying value of long-term invested assets at end of current period.....	.....	0
10. Total valuation allowance.....	.....	0
11. Subtotal (Lines 9 plus 10).....	.....	0
12. Total nonadmitted amounts.....	.....	0
13. Statement value of long-term invested assets at end of current period.....	.....	0

NONE

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 (a)	3 Actual Cost	4 Par Value of Bonds
BONDS					
Governments (Including all obligations guaranteed by governments)	1. United States.....	11,682,675	12,411,624	11,696,475	11,588,366
	2. Canada.....	0	0	0	0
	3. Other Countries.....	0	0	0	0
	4. Totals.....	11,682,675	12,411,624	11,696,475	11,588,366
States, Territories and Possessions (Direct and guaranteed)	5. United States.....	23,749,335	23,910,105	23,526,371	25,640,000
	6. Canada.....	0	0	0	0
	7. Other Countries.....	0	0	0	0
	8. Totals.....	23,749,335	23,910,105	23,526,371	25,640,000
Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	9. United States.....	11,246,088	11,253,356	11,227,648	11,255,000
	10. Canada.....	0	0	0	0
	11. Other Countries.....	0	0	0	0
	12. Totals.....	11,246,088	11,253,356	11,227,648	11,255,000
Special Revenue and Special Assessment Obligations and all Non-guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions	13. United States.....	114,512,909	114,477,350	112,378,389	126,907,626
	14. Canada.....	0	0	0	0
	15. Other Countries.....	0	0	0	0
	16. Totals.....	114,512,909	114,477,350	112,378,389	126,907,626
Public Utilities (unaffiliated)	17. United States.....	1,409,651	1,464,694	1,286,533	2,179,836
	18. Canada.....	0	0	0	0
	19. Other Countries.....	0	0	0	0
	20. Totals.....	1,409,651	1,464,694	1,286,533	2,179,836
Industrial and Miscellaneous and Credit Tenant Loans (Unaffiliated)	21. United States.....	4,704,708	4,846,477	4,977,262	4,650,000
	22. Canada.....	0	0	0	0
	23. Other Countries.....	0	0	0	0
	24. Totals.....	4,704,708	4,846,477	4,977,262	4,650,000
Parent, Subsidiaries and Affiliates	25. Totals.....	0	0	0	0
	26. Total Bonds.....	167,305,366	168,363,606	165,092,678	182,220,828
PREFERRED STOCKS					
Public Utilities (Unaffiliated)	27. United States.....	0	0	0	0
	28. Canada.....	0	0	0	0
	29. Other Countries.....	0	0	0	0
	30. Totals.....	0	0	0	0
Banks, Trust and Insurance Companies (Unaffiliated)	31. United States.....	0	0	0	0
	32. Canada.....	0	0	0	0
	33. Other Countries.....	0	0	0	0
	34. Totals.....	0	0	0	0
Industrial and Miscellaneous (Unaffiliated)	35. United States.....	0	0	0	0
	36. Canada.....	0	0	0	0
	37. Other Countries.....	0	0	0	0
	38. Totals.....	0	0	0	0
Parent, Subsidiaries and Affiliates	39. Totals.....	0	0	0	0
	40. Total Preferred Stocks....	0	0	0	0
COMMON STOCKS					
Public Utilities (Unaffiliated)	41. United States.....	0	0	0	0
	42. Canada.....	0	0	0	0
	43. Other Countries.....	0	0	0	0
	44. Totals.....	0	0	0	0
Banks, Trust and Insurance Companies (Unaffiliated)	45. United States.....	0	0	0	0
	46. Canada.....	0	0	0	0
	47. Other Countries.....	0	0	0	0
	48. Totals.....	0	0	0	0
Industrial and Miscellaneous (Unaffiliated)	49. United States.....	0	0	0	0
	50. Canada.....	0	0	0	0
	51. Other Countries.....	0	0	0	0
	52. Totals.....	0	0	0	0
Parent, Subsidiaries and Affiliates	53. Totals.....	0	0	0	0
	54. Total Common Stocks....	0	0	0	0
	55. Total Stocks.....	0	0	0	0
	56. Total Bonds and Stocks...	167,305,366	168,363,606	165,092,678	

(a) The aggregate value of bonds which are valued at other than actual fair value is \$.....88,130,896.

SCHEDULE D - VERIFICATION BETWEEN YEARS

1. Book/adjusted carrying value of bonds and stocks, prior year.....	164,592,671	6. Foreign exchange adjustment:	
2. Cost of bonds and stocks acquired, Column 6, Part 3.....	43,298,445	6.1 Column 17, Part 1.....	0
3. Increase (decrease) by adjustment:		6.2 Column 13, Part 2, Section 1.....	0
3.1 Column 16, Part 1.....	544,876	6.3 Column 11, Part 2, Section 2.....	0
3.2 Column 12, Part 2, Section 1.....	0	6.4 Column 11, Part 4.....	0
3.3 Column 10, Part 2, Section 2.....	0		
3.4 Column 10, Part 4.....	89,255	7. Book/adjusted carrying value at end of current period.....	167,305,366
4. Total gain (loss), Column 14, Part 4.....	465,986	8. Total valuation allowance.....	0
5. Deduct consideration for bonds and stocks disposed of, Column 6, Part 4...	41,685,868	9. Subtotal (Lines 7 plus 8).....	167,305,366
		10. Total nonadmitted amounts.....	0
		11. Statement value of bonds and stocks, current period.....	167,305,366

SCHEDULE D - PART 1A - SECTION 1

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

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total from Column 7 Prior Year	9 % from Col. 8 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
1. U.S. Governments, Schedules D & DA (Group 1)											
1.1 Class 1.....	3,309,540	1,314,097	5,219,382	1,839,656	0	11,682,675	7.0	15,348,478	9.3	11,682,675	0
1.2 Class 2.....	0	0	0	0	0	0	0.0	0	0.0	0	0
1.3 Class 3.....	0	0	0	0	0	0	0.0	0	0.0	0	0
1.4 Class 4.....	0	0	0	0	0	0	0.0	0	0.0	0	0
1.5 Class 5.....	0	0	0	0	0	0	0.0	0	0.0	0	0
1.6 Class 6.....	0	0	0	0	0	0	0.0	0	0.0	0	0
1.7 Totals.....	3,309,540	1,314,097	5,219,382	1,839,656	0	11,682,675	7.0	15,348,478	9.3	11,682,675	0
2. All Other Governments, Schedules D & DA (Group 2)											
2.1 Class 1.....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.2 Class 2.....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.3 Class 3.....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.4 Class 4.....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.5 Class 5.....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.6 Class 6.....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.7 Totals.....	0	0	0	0	0	0	0.0	0	0.0	0	0
3. States, Territories and Possessions, etc., Guaranteed, Schedules D & DA (Group 3)											
3.1 Class 1.....	1,516,319	8,996,661	11,547,365	1,688,991	0	23,749,336	14.2	17,315,111	10.5	23,749,336	0
3.2 Class 2.....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.3 Class 3.....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.4 Class 4.....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.5 Class 5.....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.6 Class 6.....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.7 Totals.....	1,516,319	8,996,661	11,547,365	1,688,991	0	23,749,336	14.2	17,315,111	10.5	23,749,336	0
4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D & DA (Group 4)											
4.1 Class 1.....	0	5,089,407	3,044,456	3,112,226	0	11,246,089	6.7	15,286,320	9.2	11,246,089	0
4.2 Class 2.....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.3 Class 3.....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.4 Class 4.....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.5 Class 5.....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.6 Class 6.....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.7 Totals.....	0	5,089,407	3,044,456	3,112,226	0	11,246,089	6.7	15,286,320	9.2	11,246,089	0
5. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed, Schedules D & DA (Group 5)											
5.1 Class 1.....	972,788	3,283,031	30,661,973	48,427,508	31,167,609	114,512,909	68.3	108,440,702	65.5	114,512,909	0
5.2 Class 2.....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.3 Class 3.....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.4 Class 4.....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.5 Class 5.....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.6 Class 6.....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.7 Totals.....	972,788	3,283,031	30,661,973	48,427,508	31,167,609	114,512,909	68.3	108,440,702	65.5	114,512,909	0

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

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

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total from Column 7 Prior Year	9 % from Col. 8 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
6. Public Utilities (Unaffiliated), Schedules D & DA (Group 6)											
6.1 Class 1.....	0	0	0	1,409,651	0	1,409,651	0.8	1,419,177	0.9	1,409,651	0
6.2 Class 2.....	0	0	0	0	0	0	0.0	0	0.0	0	0
6.3 Class 3.....	0	0	0	0	0	0	0.0	0	0.0	0	0
6.4 Class 4.....	0	0	0	0	0	0	0.0	0	0.0	0	0
6.5 Class 5.....	0	0	0	0	0	0	0.0	0	0.0	0	0
6.6 Class 6.....	0	0	0	0	0	0	0.0	0	0.0	0	0
6.7 Totals.....	0	0	0	1,409,651	0	1,409,651	0.8	1,419,177	0.9	1,409,651	0
7. Industrial & Miscellaneous (Unaffiliated), Schedules D & DA (Group 7)											
7.1 Class 1.....	3,943,657	997,825	0	0	0	4,941,482	2.9	7,782,719	4.7	4,941,482	0
7.2 Class 2.....	0	0	0	0	0	0	0.0	0	0.0	0	0
7.3 Class 3.....	0	0	0	0	0	0	0.0	0	0.0	0	0
7.4 Class 4.....	0	0	0	0	0	0	0.0	0	0.0	0	0
7.5 Class 5.....	0	0	0	0	0	0	0.0	0	0.0	0	0
7.6 Class 6.....	0	0	0	0	0	0	0.0	0	0.0	0	0
7.7 Totals.....	3,943,657	997,825	0	0	0	4,941,482	2.9	7,782,719	4.7	4,941,482	0
8. Credit Tenant Loans, Schedules D & DA (Group 8)											
8.1 Class 1.....	0	0	0	0	0	0	0.0	0	0.0	0	0
8.2 Class 2.....	0	0	0	0	0	0	0.0	0	0.0	0	0
8.3 Class 3.....	0	0	0	0	0	0	0.0	0	0.0	0	0
8.4 Class 4.....	0	0	0	0	0	0	0.0	0	0.0	0	0
8.5 Class 5.....	0	0	0	0	0	0	0.0	0	0.0	0	0
8.6 Class 6.....	0	0	0	0	0	0	0.0	0	0.0	0	0
8.7 Totals.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9. Parent, Subsidiaries and Affiliates, Schedules D & DA (Group 9)											
9.1 Class 1.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9.2 Class 2.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9.3 Class 3.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9.4 Class 4.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9.5 Class 5.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9.6 Class 6.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9.7 Totals.....	0	0	0	0	0	0	0.0	0	0.0	0	0

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

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

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total from Column 7 Prior Year	9 % from Col. 8 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
10. Total Bonds Current Year											
10.1 Class 1.....	9,742,304	19,681,021	50,473,176	56,478,032	31,167,609	167,542,142	100.0	XXX	XXX	167,542,142	.0
10.2 Class 2.....	.0	.0	.0	.0	.0	.0	.0	XXX	XXX	.0	.0
10.3 Class 3.....	.0	.0	.0	.0	.0	.0	.0	XXX	XXX	.0	.0
10.4 Class 4.....	.0	.0	.0	.0	.0	.0	.0	XXX	XXX	.0	.0
10.5 Class 5.....	.0	.0	.0	.0	.0	(c).0	.0	XXX	XXX	.0	.0
10.6 Class 6.....	.0	.0	.0	.0	.0	(c).0	.0	XXX	XXX	.0	.0
10.7 Totals.....	9,742,304	19,681,021	50,473,176	56,478,032	31,167,609	(b).167,542,142	100.0	XXX	XXX	167,542,142	.0
10.8 Line 10.7 as a % of Col. 6.....	5.8	11.7	30.1	33.7	18.6	100.0	XXX	XXX	XXX	100.0	0.0
11. Total Bonds Prior Year											
11.1 Class 1.....	11,418,341	26,205,308	48,774,537	53,716,343	25,477,978	XXX	XXX	165,592,507	100.0	165,592,507	.0
11.2 Class 2.....	.0	.0	.0	.0	.0	XXX	XXX	.0	0.0	.0	.0
11.3 Class 3.....	.0	.0	.0	.0	.0	XXX	XXX	.0	0.0	.0	.0
11.4 Class 4.....	.0	.0	.0	.0	.0	XXX	XXX	.0	0.0	.0	.0
11.5 Class 5.....	.0	.0	.0	.0	.0	XXX	XXX	(c).0	0.0	.0	.0
11.6 Class 6.....	.0	.0	.0	.0	.0	XXX	XXX	(c).0	0.0	.0	.0
11.7 Totals.....	11,418,341	26,205,308	48,774,537	53,716,343	25,477,978	XXX	XXX	(b).165,592,507	100.0	165,592,507	.0
11.8 Line 11.7 as a % of Col. 8.....	6.9	15.8	29.5	32.4	15.4	XXX	XXX	100.0	XXX	100.0	0.0
12. Total Publicly Traded Bonds											
12.1 Class 1.....	9,742,303	19,681,021	50,473,175	56,478,033	31,167,610	167,542,142	100.0	165,592,507	100.0	167,542,142	XXX
12.2 Class 2.....	.0	.0	.0	.0	.0	.0	.0	.0	0.0	.0	XXX
12.3 Class 3.....	.0	.0	.0	.0	.0	.0	.0	.0	0.0	.0	XXX
12.4 Class 4.....	.0	.0	.0	.0	.0	.0	.0	.0	0.0	.0	XXX
12.5 Class 5.....	.0	.0	.0	.0	.0	.0	.0	.0	0.0	.0	XXX
12.6 Class 6.....	.0	.0	.0	.0	.0	.0	.0	.0	0.0	.0	XXX
12.7 Totals.....	9,742,303	19,681,021	50,473,175	56,478,033	31,167,610	167,542,142	100.0	165,592,507	100.0	167,542,142	XXX
12.8 Line 12.7 as a % of Col. 6.....	5.8	11.7	30.1	33.7	18.6	100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10.....	5.8	11.7	30.1	33.7	18.6	100.0	XXX	XXX	XXX	100.0	XXX
13. Total Privately Placed Bonds											
13.1 Class 1.....	.0	.0	.0	.0	.0	.0	.0	.0	0.0	XXX	.0
13.2 Class 2.....	.0	.0	.0	.0	.0	.0	.0	.0	0.0	XXX	.0
13.3 Class 3.....	.0	.0	.0	.0	.0	.0	.0	.0	0.0	XXX	.0
13.4 Class 4.....	.0	.0	.0	.0	.0	.0	.0	.0	0.0	XXX	.0
13.5 Class 5.....	.0	.0	.0	.0	.0	.0	.0	.0	0.0	XXX	.0
13.6 Class 6.....	.0	.0	.0	.0	.0	.0	.0	.0	0.0	XXX	.0
13.7 Totals.....	.0	.0	.0	.0	.0	.0	.0	.0	0.0	XXX	.0
13.8 Line 13.7 as a % of Col. 6.....	.0	.0	.0	.0	.0	.0	XXX	XXX	XXX	XXX	.0
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10.....	.0	.0	.0	.0	.0	.0	XXX	XXX	XXX	XXX	.0

(a) Includes \$.....0 freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.
 (b) Includes \$.....236,776 current year, \$.....10,167,110 prior year of bonds with Z designations and \$.....0 current year, \$.....0 prior year of bonds with Z* designation. 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* designation. "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.

SCHEDULE D - PART 1A - SECTION 2

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

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total from Column 7 Prior Year	9 % from Col. 8 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
1. U.S. Governments, Schedules D & DA (Group 1)											
1.1 Issuer Obligations.....	3,257,671	1,218,721	5,193,657	1,835,948	0	11,505,997	6.9	15,166,823	9.2	11,505,997	0
1.2 Single Class Mortgage-Backed/Asset-Backed Bonds.....	51,869	95,376	25,725	3,708	0	176,678	0.1	181,655	0.1	176,678	0
1.7 Totals.....	3,309,540	1,314,097	5,219,382	1,839,656	0	11,682,675	7.0	15,348,478	9.3	11,682,675	0
2. All Other Governments, Schedules D & DA (Group 2)											
2.1 Issuer Obligations.....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.2 Single Class Mortgage-Backed/Asset-Backed Bonds.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
2.3 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.4 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ ASSET-BACKED SECURITIES:											
2.5 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.6 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
2.7 Totals.....	0	0	0	0	0	0	0.0	0	0.0	0	0
3. States, Territories and Possessions, Guaranteed, Schedules D & DA (Group 3)											
3.1 Issuer Obligations.....	1,516,319	8,996,661	11,547,365	1,688,991	0	23,749,336	14.2	17,315,111	10.5	23,749,336	0
3.2 Single Class Mortgage-Backed/Asset-Backed Bonds.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
3.3 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.4 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ ASSET-BACKED SECURITIES:											
3.5 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.6 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
3.7 Totals.....	1,516,319	8,996,661	11,547,365	1,688,991	0	23,749,336	14.2	17,315,111	10.5	23,749,336	0
4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D & DA (Group 4)											
4.1 Issuer Obligations.....	0	5,089,407	3,044,456	3,112,226	0	11,246,089	6.7	15,286,320	9.2	11,246,089	0
4.2 Single Class Mortgage-Backed/Asset-Backed Bonds.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
4.3 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.4 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ ASSET-BACKED SECURITIES:											
4.5 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.6 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
4.7 Totals.....	0	5,089,407	3,044,456	3,112,226	0	11,246,089	6.7	15,286,320	9.2	11,246,089	0
5. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed, Schedules D & DA (Group 5)											
5.1 Issuer Obligations.....	865,000	3,283,031	30,661,973	48,427,508	31,167,609	114,405,121	68.3	108,074,733	65.3	114,405,121	0
5.2 Single Class Mortgage-Backed/Asset-Backed Bonds.....	107,788	0	0	0	0	107,788	0.1	365,969	0.2	107,788	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
5.3 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.4 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ ASSET-BACKED SECURITIES:											
5.5 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.6 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
5.7 Totals.....	972,788	3,283,031	30,661,973	48,427,508	31,167,609	114,512,909	68.3	108,440,702	65.5	114,512,909	0

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

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

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total from Column 7 Prior Year	9 % from Col. 8 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
6. Public Utilities (Unaffiliated), Schedules D & DA (Group 6)											
6.1 Issuer Obligations.....	0	0	0	1,409,651	0	1,409,651	0.8	1,419,178	0.9	1,409,651	0
6.2 Single Class Mortgage-Backed/Asset-Backed Bonds.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
6.3 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
6.4 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ ASSET-BACKED SECURITIES:											
6.5 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
6.6 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
6.7 Totals.....	0	0	0	1,409,651	0	1,409,651	0.8	1,419,178	0.9	1,409,651	0
7. Industrial & Miscellaneous (Unaffiliated), Schedules D & DA (Group 7)											
7.1 Issuer Obligations.....	3,943,657	997,825	0	0	0	4,941,482	2.9	7,782,719	4.7	4,941,482	0
7.2 Single Class Mortgage-Backed/Asset-Backed Bonds.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
7.3 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
7.4 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ ASSET-BACKED SECURITIES:											
7.5 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
7.6 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
7.7 Totals.....	3,943,657	997,825	0	0	0	4,941,482	2.9	7,782,719	4.7	4,941,482	0
8. Credit Tenant Loans, Schedules D & DA (Group 8)											
8.1 Issuer Obligations.....	0	0	0	0	0	0	0.0	0	0.0	0	0
8.7 Totals.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9. Parent, Subsidiaries and Affiliates, Schedules D & DA (Group 9)											
9.1 Issuer Obligations.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9.2 Single Class Mortgage-Backed/Asset-Backed Bonds.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
9.3 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9.4 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ ASSET-BACKED SECURITIES:											
9.5 Defined.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9.6 Other.....	0	0	0	0	0	0	0.0	0	0.0	0	0
9.7 Totals.....	0	0	0	0	0	0	0.0	0	0.0	0	0

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

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

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 10.7	8 Total from Column 7 Prior Year	9 % from Col. 8 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
10. Total Bonds Current Year											
10.1 Issuer Obligations.....	9,582,647	19,585,645	50,447,451	56,474,324	31,167,609	167,257,676	99.8	XXX	XXX	167,257,676	.0
10.2 Single Class Mortgage-Backed/Asset-Backed Bonds.....	159,657	95,376	25,725	3,708	.0	284,466	0.2	XXX	XXX	284,466	.0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
10.3 Defined.....	.0	.0	.0	.0	.0	.0	0.0	XXX	XXX	.0	.0
10.4 Other.....	.0	.0	.0	.0	.0	.0	0.0	XXX	XXX	.0	.0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ ASSET-BACKED SECURITIES:											
10.5 Defined.....	.0	.0	.0	.0	.0	.0	0.0	XXX	XXX	.0	.0
10.6 Other.....	.0	.0	.0	.0	.0	.0	0.0	XXX	XXX	.0	.0
10.7 Totals.....	9,742,304	19,681,021	50,473,176	56,478,032	31,167,609	167,542,142	100.0	XXX	XXX	167,542,142	.0
10.8 Line 10.7 as a % of Col. 6.....	5.8	11.7	30.1	33.7	18.6	100.0	XXX	XXX	XXX	100.0	.0
11. Total Bonds Prior Year											
11.1 Issuer Obligations.....	11,172,934	25,964,802	48,729,649	53,699,520	25,477,978	XXX	XXX	165,044,883	99.7	165,044,883	.0
11.2 Single Class Mortgage-Backed/Asset-Backed Bonds.....	245,408	240,506	44,888	16,823	.0	XXX	XXX	547,625	0.3	547,624	.0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
11.3 Defined.....	.0	.0	.0	.0	.0	XXX	XXX	.0	0.0	.0	.0
11.4 Other.....	.0	.0	.0	.0	.0	XXX	XXX	.0	0.0	.0	.0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ ASSET-BACKED SECURITIES:											
11.5 Defined.....	.0	.0	.0	.0	.0	XXX	XXX	.0	0.0	.0	.0
11.6 Other.....	.0	.0	.0	.0	.0	XXX	XXX	.0	0.0	.0	.0
11.7 Totals.....	11,418,342	26,205,308	48,774,537	53,716,343	25,477,978	XXX	XXX	165,592,508	100.0	165,592,507	.0
11.8 Line 11.7 as a % of Col. 8.....	6.9	15.8	29.5	32.4	15.4	XXX	XXX	100.0	XXX	100.0	.0
12. Total Publicly Traded Bonds											
12.1 Issuer Obligations.....	9,582,646	19,585,645	50,447,450	56,474,325	31,167,610	167,257,676	99.8	165,044,883	99.7	167,257,676	XXX
12.2 Single Class Mortgage-Backed/Asset-Backed Bonds.....	159,657	95,376	25,725	3,708	.0	284,466	0.2	547,624	0.3	284,466	XXX
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
12.3 Defined.....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	XXX
12.4 Other.....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	XXX
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ ASSET-BACKED SECURITIES:											
12.5 Defined.....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	XXX
12.6 Other.....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	.0	XXX
12.7 Totals.....	9,742,303	19,681,021	50,473,175	56,478,033	31,167,610	167,542,142	100.0	165,592,507	100.0	167,542,142	XXX
12.8 Line 12.7 as a % of Col. 6.....	5.8	11.7	30.1	33.7	18.6	100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10.....	5.8	11.7	30.1	33.7	18.6	100.0	XXX	XXX	XXX	100.0	XXX
13. Total Privately Placed Bonds											
13.1 Issuer Obligations.....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	XXX	.0
13.2 Single Class Mortgage-Backed/Asset-Backed Bonds.....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	XXX	.0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
13.3 Defined.....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	XXX	.0
13.4 Other.....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	XXX	.0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ ASSET-BACKED SECURITIES:											
13.5 Defined.....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	XXX	.0
13.6 Other.....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	XXX	.0
13.7 Totals.....	.0	.0	.0	.0	.0	.0	0.0	.0	0.0	XXX	.0
13.8 Line 13.7 as a % of Col. 6.....	.0	.0	.0	.0	.0	.0	XXX	XXX	XXX	XXX	.0
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10.....	.0	.0	.0	.0	.0	.0	XXX	XXX	XXX	XXX	.0

SCHEDULE DA - PART 2

Verification of SHORT-TERM INVESTMENTS Between Years

	1	2	3	4	5
	Total	Bonds	Mortgage Loans	Other Short-term Investment Assets (a)	Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, prior year.....	999,836	999,836	.0	.0	.0
2. Cost of short-term investments acquired.....	548,152,425	548,152,425	.0	.0	.0
3. Increase (decrease) by adjustment.....	109,797	109,797	.0	.0	.0
4. Increase (decrease) by foreign exchange adjustment.....	.0	.0	.0	.0	.0
5. Total profit (loss) on disposal of short-term investments.....	.0	.0	.0	.0	.0
6. Consideration received on disposal of short-term investments.....	549,025,282	549,025,282	.0	.0	.0
7. Book/adjusted carrying value, current year.....	236,776	236,776	.0	.0	.0
8. Total valuation allowance.....	.0	.0	.0	.0	.0
9. Subtotal (Lines 7 plus 8).....	236,776	236,776	.0	.0	.0
10. Total nonadmitted amounts.....	.0	.0	.0	.0	.0
11. Statement value (Lines 9 minus 10).....	236,776	236,776	.0	.0	.0
12. Income collected during year	271,042	271,042	.0	.0	.0
13. Income earned during year.....	271,054	271,054	.0	.0	.0

33

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

**Sch. DB-Pt. A-Verification Between Years
NONE**

**Sch. DB-Pt. B-Verification Between Years
NONE**

**Sch. DB-Pt. C-Verification Between Years
NONE**

**Sch. DB-Pt. D-Verification Between Years
NONE**

**Sch. DB-Pt. E-Verification Between Years
NONE**

**Sch. DB-Pt. F-Sn. 1
NONE**

**Sch. DB-Pt. F-Sn. 2
NONE**

SCHEDULE F-PART 1

Assumed Reinsurance as of December 31, Current Year (000 Omitted)

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsured	4 Domiciliary Jurisdiction	5 Assumed Premium	Reinsurance On		8 Cols. 6 + 7	9 Contingent Commissions Payable	10 Assumed Premiums Receivable	11 Unearned Premium	12 Funds Held by or Deposited With Reinsured Companies	13 Letters of Credit Posted	14 Amount of Assets Pledged or Compensating Balances to Secure Letters of Credit
					6 Paid Losses and Loss Adjustment Expenses	7 Known Case Losses and LAE							
Other U. S. Unaffiliated Insurers:													
25-0687550	19445	National Union Fire Insurance Company	New York, New York	.0	.0	.0	.0	.0	.0	.41	.0	N	.0
0599999		Other U. S. Unaffiliated Insurers		.0	.0	.0	.0	.0	.0	.41	.0	.0	.0
9999999		Totals		.0	.0	.0	.0	.0	.0	.41	.0	.0	.0

SCHEDULE F - PART 2

Premium Portfolio Reinsurance Effected or (Canceled) during Current Year

1 Federal ID Number	2 NAIC Company Code	3 Name of Company	4 Date of Contract	5 Original Premium	6 Reinsurance Premium
------------------------------	------------------------------	----------------------	-----------------------	-----------------------	--------------------------

NONE

SCHEDULE F - PART 3

Ceded Reinsurance as of December 31, Current Year (000 Omitted)

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Reinsurance Contracts Ceding 75% or More of Direct Premiums Written	6 Reinsurance Premiums Ceded	7 Reinsurance Recoverable on										8 Reinsurance Payable		18 Net Amount Recoverable From Reinsurers Col. 15-[16+17]	19 Funds Held By Company Under Reinsurance Treaties										
						7 Paid Losses	8 Paid LAE	9 Known Case Loss Reserves	10 Known Case LAE Reserves	11 IBNR Loss Reserves	12 IBNR LAE Reserves	13 Unearned Premiums	14 Contingent Commissions	15 Cols. 7 thru 14 Totals	16 Ceded Balances Payable	17 Other Amounts Due to Reinsurers													
Authorized																													
Affiliates-U.S. Non-Pool																													
43-0899449	12041	MBIA Insurance Corp.	Armonk, New York		122	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0										
0299999	Total Authorized - Affiliates - U.S. Non-Pool																	122	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	
0499999	Total Authorized - Affiliates																	122	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	
Other U.S. Unaffiliated Insurers																													
52-1533088	30180	ACE Guaranty Re Inc.	Baltimore, Maryland		15	.0	.0	.0	.0	.0	.0	.0	.0	3,198	.0	3,198	.2	.0	3,196										
39-1135174	18708	AMBAC Indemnity Corp.	Madison, Wisconsin		.0	.0	.0	.0	.0	.0	.0	.0	.0	106	.0	106	.0	.0	106										
39-1092844	24961	Connie Lee Insurance Co.	Washington, DC		.0	.0	.0	.0	.0	.0	.0	.0	.0	336	.0	336	.0	.0	336										
13-3371658	27545	Enhance Reinsurance Co.	New York, New York		16	.0	.0	.0	.0	.0	.0	.0	.0	2,505	.0	2,505	.1	.0	2,504										
0599999	Total Authorized - Other U.S. Unaffiliated Insurers																	31	.0	.0	.0	.0	.0	.0	.0	6,145	.3	.0	6,142
0999999	Total Authorized																	153	.0	.0	.0	.0	.0	.0	.0	17,402	.3	.0	17,399
Unauthorized																													
Other Non-U.S. Insurers																													
AA-1340010	00000	Aachener Ruckversicherungs	Aachen, Germany		.0	.0	.0	.0	.0	.0	.0	.0	.0	.39	.0	.39	.0	.0	.39										
1799999	Total Unauthorized - Other Non-U.S. Insurers																	.0	.0	.0	.0	.0	.0	.0	.0	.39	.0	.0	.39
1899999	Total Unauthorized																	.0	.0	.0	.0	.0	.0	.0	.0	.39	.0	.0	.39
9999999	Totals																	153	.0	.0	.0	.0	.0	.0	.0	17,441	.3	.0	17,438

Note: Report the five largest provisional commission rates included in the cedant's reinsurance treaties. The commission rate to be reported is by contract with ceded premium in excess of \$50,000.

1 Name of Company	2 Commission Rate	3 Ceded Premium
(1)	0.0	.0
(2)	0.0	.0
(3)	0.0	.0
(4)	0.0	.0
(5)	0.0	.0

SCHEDULE F - PART 4

Aging of Ceded Reinsurance as of December 31, Current Year (000 Omitted)

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsurer	4 Domiciliary Jurisdiction	Reinsurance Recoverable on Paid Losses and Paid Loss Adjustment Expenses							12 Percentage Overdue Col. 10 / Col. 11	13 Percentage more than 120 Days Overdue Col. 9 / Col. 11
				5 Current	Overdue				11 Total Due Cols. 5 + 10			
					6 1 to 29 Days	7 30 to 90 Days	8 91 to 120 Days	9 Over 120 Days		10 Total Overdue Cols. 6 + 7 + 8 + 9		
NONE												

SCHEDULE F - PART 5

Provision for Unauthorized Reinsurance as of December 31, Current Year (000 Omitted)

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
Federal ID Number	NAIC Company Code	Name of Reinsurer	Domiciliary Jurisdiction	Reinsurance Recoverable all Items Schedule F, Part 3, Col. 15	Funds Held By Company Under Reinsurance Treaties	Letters of Credit	Ceded Balances Payable	Miscellaneous Balances	Other Allowed Offset Items	Sum of Columns 6 thru 10 but not in excess of Column 5	Subtotal Col. 5 minus Col. 11	Recoverable Paid Losses & LAE Expenses Over 90 Days Past Due not in Dispute	20% of Amount in Col. 13	Smaller of Col. 11 or Col. 14	Smaller of Col. 11 or 20% of Amount in Dispute Included in Col. 5	Total Provision for Unauthorized Reinsurance Smaller of Col. 5 or Cols. 12 + 15 + 16
Other Non-U.S. Insurers																
AA-1340010	00000	Aachener Ruckversicherungs	Aachen, Germany	39	.0	242	.0	.0	.0	39	.0	.0	.0	.0	.0	.0
0899999	Total Other Non-U.S. Insurers															
9999999	Totals															
				39	.0	242	.0	.0	.0	39	.0	.0	.0	.0	.0	.0

1. Amounts in dispute totalling \$.....0 are included in Column 5.
2. Amounts in dispute totalling \$.....0 are excluded from Column 13.
3. Column 5 excludes \$.....0 recoverables on ceded IBNR on contracts in force prior to July 1, 1984 and not subsequently renewed

Sch. F-Pt. 6
NONE

Sch. F-Pt. 7
NONE

SCHEDULE F - PART 8

Restatement of Balance Sheet to Identify Net Credit for Reinsurance

	1 As Reported (Net of Ceded)	2 Restatement Adjustments	3 Restated (Gross of Ceded)
ASSETS (Page 2, Col. 3)			
1. Cash and invested assets (Line 9).....	167,543,555	0	167,543,555
2. Agents' balances or uncollected premiums (Line 10).....	105	0	105
3. Funds held by or deposited with reinsured companies (Line 11).....	0	0	0
4. Reinsurance recoverable on loss and loss adjustment expense payments (Line 14).....	0	0	0
5. Other assets (Lines 12 and 13 and 15 through 24).....	5,776,428	0	5,776,428
6. Net amount recoverable from reinsurers.....	0	0	0
7. Totals (Line 25).....	173,320,088	0	173,320,088
LIABILITIES (Page 3)			
8. Losses and loss adjustment expenses (Lines 1 through 3).....	0	0	0
9. Taxes, expenses, and other obligations (Lines 4 through 8).....	1,092,741	0	1,092,741
10. Unearned premiums (Line 9).....	0	17,441,290	17,441,290
11. Dividends declared and unpaid (Line 10.1 and 10.2).....	0	0	0
12. Funds held by company under reinsurance treaties (Line 12).....	0	0	0
13. Amounts withheld or retained by company for account of others (Line 13).....	3,605	0	3,605
14. Provision for reinsurance (Line 15).....	0	(169,728,022)	(169,728,022)
15. Other liabilities (Lines 14 and 16 through 22).....	72,952	152,286,732	152,359,684
16. Total liabilities (Line 23).....	1,169,298	0	1,169,298
17. Surplus as regards policyholders (Line 32).....	172,150,790	XXX	172,150,790
18. Totals (Line 33).....	173,320,088	0	173,320,088

NOTE: Is the restatement of this exhibit the result of grossing up balances ceded to affiliates under 100 percent reinsurance or pooling arrangements?..Yes [] No [X]

If yes, give full explanation:

Sch. H-Pt. 1
NONE

Sch. H-Pt. 2
NONE

Sch. H-Pt. 3
NONE

Sch. H-Pt. 4
NONE

Sch. H-Pt. 5
NONE

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES

SCHEDULE P - PART 1 - SUMMARY

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)	12 Number of Claims Reported-Direct and Assumed
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments				
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior.....	.....XXX.....	.....XXX.....	.....XXX.....	.....3,358.....	.....3,028.....	.....3.....	.....3.....	.....0.....	.....0.....	.....1,395.....	.....330.....	.....XXX.....
2. 1992.....	.....50,751.....	.....48,478.....	.....2,273.....	.....543.....	.....500.....	.....68.....	.....62.....	.....0.....	.....0.....	.....0.....	.....49.....	.....XXX.....
3. 1993.....	.....39,343.....	.....36,921.....	.....2,422.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....XXX.....
4. 1994.....	.....22,955.....	.....21,507.....	.....1,448.....	.....25,477.....	.....23,456.....	.....1,254.....	.....1,151.....	.....0.....	.....0.....	.....438.....	.....2,124.....	.....XXX.....
5. 1995.....	.....29,651.....	.....27,583.....	.....2,068.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....XXX.....
6. 1996.....	.....24,457.....	.....22,829.....	.....1,628.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....XXX.....
7. 1997.....	.....19,645.....	.....18,382.....	.....1,263.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....XXX.....
8. 1998.....	.....25,382.....	.....23,712.....	.....1,670.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....XXX.....
9. 1999.....	.....31,764.....	.....31,764.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....XXX.....
10. 2000.....	.....8,542.....	.....8,542.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....XXX.....
11. 2001.....	.....8,351.....	.....8,351.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....XXX.....
12. Totals.....	.....XXX.....	.....XXX.....	.....XXX.....	.....29,378.....	.....26,984.....	.....1,325.....	.....1,216.....	.....0.....	.....0.....	.....1,833.....	.....2,503.....	.....XXX.....

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding-Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1. Prior.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....XXX.....
2. 1992.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....XXX.....
3. 1993.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....XXX.....
4. 1994.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....XXX.....
5. 1995.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....XXX.....
6. 1996.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....XXX.....
7. 1997.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....XXX.....
8. 1998.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....XXX.....
9. 1999.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....XXX.....
10. 2000.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....XXX.....
11. 2001.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....XXX.....
12. Totals.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....XXX.....

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves after Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1. Prior.....	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....0.....	.....0.....	.....XXX.....	.....0.....	.....0.....
2. 1992.....	.....611.....	.....562.....	.....49.....	.....1.2.....	.....1.2.....	.....2.2.....	.....0.....	.....0.....	.....0.00.....	.....0.....	.....0.....
3. 1993.....	.....0.....	.....0.....	.....0.....	.....0.0.....	.....0.0.....	.....0.0.....	.....0.....	.....0.....	.....0.00.....	.....0.....	.....0.....
4. 1994.....	.....26,731.....	.....24,607.....	.....2,124.....	.....116.4.....	.....114.4.....	.....146.7.....	.....0.....	.....0.....	.....0.00.....	.....0.....	.....0.....
5. 1995.....	.....0.....	.....0.....	.....0.....	.....0.0.....	.....0.0.....	.....0.0.....	.....0.....	.....0.....	.....0.00.....	.....0.....	.....0.....
6. 1996.....	.....0.....	.....0.....	.....0.....	.....0.0.....	.....0.0.....	.....0.0.....	.....0.....	.....0.....	.....0.00.....	.....0.....	.....0.....
7. 1997.....	.....0.....	.....0.....	.....0.....	.....0.0.....	.....0.0.....	.....0.0.....	.....0.....	.....0.....	.....0.00.....	.....0.....	.....0.....
8. 1998.....	.....0.....	.....0.....	.....0.....	.....0.0.....	.....0.0.....	.....0.0.....	.....0.....	.....0.....	.....0.00.....	.....0.....	.....0.....
9. 1999.....	.....0.....	.....0.....	.....0.....	.....0.0.....	.....0.0.....	.....0.0.....	.....0.....	.....0.....	.....0.00.....	.....0.....	.....0.....
10. 2000.....	.....0.....	.....0.....	.....0.....	.....0.0.....	.....0.0.....	.....0.0.....	.....0.....	.....0.....	.....0.00.....	.....0.....	.....0.....
11. 2001.....	.....0.....	.....0.....	.....0.....	.....0.0.....	.....0.0.....	.....0.0.....	.....0.....	.....0.....	.....0.00.....	.....0.....	.....0.....
12. Totals.....	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....0.....	.....0.....	.....XXX.....	.....0.....	.....0.....

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements which will reconcile Part 1 with Parts 2 and 4.

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1	2	3	4	5	6	7	8	9	10	11	12
	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001	One Year	Two Year
1. Prior.....	1,726	436	350	405	126	138	330	330	330	330	0	0
2. 1992.....	46	47	47	47	47	48	48	49	49	49	0	0
3. 1993.....	XXX	0	0	0	0	0	0	0	0	0	0	0
4. 1994.....	XXX	XXX	1,316	1,401	3,146	3,159	3,137	2,124	2,124	2,124	0	0
5. 1995.....	XXX	XXX	XXX	0	0	0	0	0	0	0	0	0
6. 1996.....	XXX	XXX	XXX	XXX	0	0	0	0	0	0	0	0
7. 1997.....	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0	0
8. 1998.....	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0
9. 1999.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0
10. 2000.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	XXX
11. 2001.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	XXX	XXX
12. Totals.....											0	0

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001		
1. Prior.....	000	97	188	1,318	1,223	1,154	330	330	330	330	XXX	XXX
2. 1992.....	46	47	47	47	47	48	48	49	49	49	XXX	XXX
3. 1993.....	XXX	0	0	0	0	0	0	0	0	0	XXX	XXX
4. 1994.....	XXX	XXX	75	160	98	99	99	2,124	2,124	2,124	XXX	XXX
5. 1995.....	XXX	XXX	XXX	0	0	0	0	0	0	0	XXX	XXX
6. 1996.....	XXX	XXX	XXX	XXX	0	0	0	0	0	0	XXX	XXX
7. 1997.....	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	XXX	XXX
8. 1998.....	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	XXX	XXX
9. 1999.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	XXX	XXX
10. 2000.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	XXX
11. 2001.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)											
	1	2	3	4	5	6	7	8	9	10		
	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001		
1. Prior.....	0	0	0	0	0	0	0	0	0	0	0	0
2. 1992.....	0	0	0	0	0	0	0	0	0	0	0	0
3. 1993.....	XXX	0	0	0	0	0	0	0	0	0	0	0
4. 1994.....	XXX	XXX	0	0	0	0	0	0	0	0	0	0
5. 1995.....	XXX	XXX	XXX	0	0	0	0	0	0	0	0	0
6. 1996.....	XXX	XXX	XXX	XXX	0	0	0	0	0	0	0	0
7. 1997.....	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0	0
8. 1998.....	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0
9. 1999.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0
10. 2000.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0
11. 2001.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0

NONE

**Sch. P-Pt. 1A
NONE**

**Sch. P-Pt. 1B
NONE**

**Sch. P-Pt. 1C
NONE**

**Sch. P-Pt. 1D
NONE**

**Sch. P-Pt. 1E
NONE**

**Sch. P-Pt. 1F-Sn. 1
NONE**

**Sch. P-Pt. 1F-Sn. 2
NONE**

**Sch. P-Pt. 1G
NONE**

**Sch. P-Pt. 1H-Sn. 1
NONE**

**Sch. P-Pt. 1H-Sn. 2
NONE**

**Sch. P-Pt. 1I
NONE**

**Sch. P-Pt. 1J
NONE**

**Sch. P-Pt. 1K
NONE**

**Sch. P-Pt. 1L
NONE**

**Sch. P-Pt. 1M
NONE**

**Sch. P-Pt. 1N
NONE**

**Sch. P-Pt. 1O
NONE**

**Sch. P-Pt. 1P
NONE**

**Sch. P-Pt. 1R-Sn. 1
NONE**

**Sch. P-Pt. 1R-Sn. 2
NONE**

SCHEDULE P - PART 1S - FINANCIAL GUARANTY/MORTGAGE GUARANTY
(\$000 omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported- Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior.....	.....XXX.....	.....XXX.....	.....XXX.....	.....29,378	.....26,984	.....1,325	.....1,216	.....0	.....0	.....1,833	.....2,503	.....XXX.....
2. 2000.....	.....8,542	.....8,542	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....XXX.....
3. 2001.....	.....8,351	.....8,351	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....XXX.....
4. Totals.....	.....XXX.....	.....XXX.....	.....XXX.....	.....29,378	.....26,984	.....1,325	.....1,216	.....0	.....0	.....1,833	.....2,503	.....XXX.....

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding- Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1. Prior.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
2. 2000.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
3. 2001.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
4. Totals.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves after Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1. Prior.....	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....0	.....0	.....XXX.....	.....0	.....0
2. 2000.....	.....0	.....0	.....0	.....0.0	.....0.0	.....0.0	.....0	.....0	.....0.00	.....0	.....0
3. 2001.....	.....0	.....0	.....0	.....0.0	.....0.0	.....0.0	.....0	.....0	.....0.00	.....0	.....0
4. Totals.....	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....XXX.....	.....0	.....0	.....XXX.....	.....0	.....0

**Sch. P-Pt. 2A
NONE**

**Sch. P-Pt. 2B
NONE**

**Sch. P-Pt. 2C
NONE**

**Sch. P-Pt. 2D
NONE**

**Sch. P-Pt. 2E
NONE**

**Sch. P-Pt. 2F-Sn. 1
NONE**

**Sch. P-Pt. 2F-Sn. 2
NONE**

**Sch. P-Pt. 2G
NONE**

**Sch. P-Pt. 2H-Sn. 1
NONE**

**Sch. P-Pt. 2H-Sn. 2
NONE**

**Sch. P-Pt. 2I
NONE**

**Sch. P-Pt. 2J
NONE**

**Sch. P-Pt. 2K
NONE**

**Sch. P-Pt. 2L
NONE**

**Sch. P-Pt. 2M
NONE**

**Sch. P-Pt. 2N
NONE**

**Sch. P-Pt. 2O
NONE**

**Sch. P-Pt. 2P
NONE**

SCHEDULE P - PART 2R-SECTION 1 - PRODUCTS LIABILITY - OCCURRENCE

Years in Which Losses Were Incurred	Incurred Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted)										Development	
	1	2	3	4	5	6	7	8	9	10	11	12
	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001	One Year	Two Year
1. Prior...	0	0	0	0	0	0	0	0	0	0	0	0
2. 1992...	0	0	0	0	0	0	0	0	0	0	0	0
3. 1993...	XXX	0	0	0	0	0	0	0	0	0	0	0
4. 1994...	XXX	XXX	0	0	0	0	0	0	0	0	0	0
5. 1995...	XXX	XXX	XXX	0	0	0	0	0	0	0	0	0
6. 1996...	XXX	XXX	XXX	XXX	0	0	0	0	0	0	0	0
7. 1997...	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0	0
8. 1998...	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0
9. 1999...	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0
10. 2000...	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	XXX
11. 2001...	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	XXX	XXX
12. Totals										0	0	

SCHEDULE P - PART 2R-SECTION 2 - PRODUCTS LIABILITY - CLAIMS-MADE

1. Prior...	0	0	0	0	0	0	0	0	0	0	0	0
2. 1992...	0	0	0	0	0	0	0	0	0	0	0	0
3. 1993...	XXX	0	0	0	0	0	0	0	0	0	0	0
4. 1994...	XXX	XXX	0	0	0	0	0	0	0	0	0	0
5. 1995...	XXX	XXX	XXX	0	0	0	0	0	0	0	0	0
6. 1996...	XXX	XXX	XXX	XXX	0	0	0	0	0	0	0	0
7. 1997...	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0	0
8. 1998...	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0	0
9. 1999...	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	0	0
10. 2000...	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	XXX
11. 2001...	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	XXX	XXX
12. Totals										0	0	

SCHEDULE P - PART 2S - FINANCIAL GUARANTY/MORTGAGE GUARANTY

1. Prior...	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,503	2,503	2,503	0	0
2. 2000...	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0	XXX
3. 2001...	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	XXX	XXX
4. Totals										0	0	

**Sch. P-Pt. 3A
NONE**

**Sch. P-Pt. 3B
NONE**

**Sch. P-Pt. 3C
NONE**

**Sch. P-Pt. 3D
NONE**

**Sch. P-Pt. 3E
NONE**

**Sch. P-Pt. 3F-Sn. 1
NONE**

**Sch. P-Pt. 3F-Sn. 2
NONE**

**Sch. P-Pt. 3G
NONE**

**Sch. P-Pt. 3H-Sn. 1
NONE**

**Sch. P-Pt. 3H-Sn. 2
NONE**

**Sch. P-Pt. 3I
NONE**

**Sch. P-Pt. 3J
NONE**

**Sch. P-Pt. 3K
NONE**

**Sch. P-Pt. 3L
NONE**

**Sch. P-Pt. 3M
NONE**

**Sch. P-Pt. 3N
NONE**

**Sch. P-Pt. 3O
NONE**

**Sch. P-Pt. 3P
NONE**

SCHEDULE P - PART 3R-SECTION 1 - PRODUCTS LIABILITY - OCCURRENCE

Years in Which Losses Were Incurred	Cumulative Paid Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment	
	1 1992	2 1993	3 1994	4 1995	5 1996	6 1997	7 1998	8 1999	9 2000	10 2001			
1. Prior...	.000	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
2. 1992...	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
3. 1993...	XXX	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
4. 1994...	XXX	XXX	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
5. 1995...	XXX	XXX	XXX	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
6. 1996...	XXX	XXX	XXX	XXX	.0	.0	.0	.0	.0	.0	.0	.0	.0
7. 1997...	XXX	XXX	XXX	XXX	XXX	.0	.0	.0	.0	.0	.0	.0	.0
8. 1998...	XXX	XXX	XXX	XXX	XXX	XXX	.0	.0	.0	.0	.0	.0	.0
9. 1999...	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.0	.0	.0	.0	.0	.0
10. 2000...	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.0	.0	.0	.0	.0
11. 2001...	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.0	.0	.0	.0

NONE

SCHEDULE P - PART 3R-SECTION 2 - PRODUCTS LIABILITY- CLAIMS-MADE

1. Prior...	.000	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
2. 1992...	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
3. 1993...	XXX	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
4. 1994...	XXX	XXX	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
5. 1995...	XXX	XXX	XXX	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
6. 1996...	XXX	XXX	XXX	XXX	.0	.0	.0	.0	.0	.0	.0	.0	.0
7. 1997...	XXX	XXX	XXX	XXX	XXX	.0	.0	.0	.0	.0	.0	.0	.0
8. 1998...	XXX	XXX	XXX	XXX	XXX	XXX	.0	.0	.0	.0	.0	.0	.0
9. 1999...	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.0	.0	.0	.0	.0	.0
10. 2000...	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.0	.0	.0	.0	.0
11. 2001...	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.0	.0	.0	.0

NONE

SCHEDULE P - PART 3S - FINANCIAL GUARANTY/MORTGAGE GUARANTY

1. Prior...	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.000	2,503	2,503	XXX	XXX
2. 2000...	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.0	.0	XXX	XXX
3. 2001...	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.0	XXX	XXX

**Sch. P-Pt. 4A
NONE**

**Sch. P-Pt. 4B
NONE**

**Sch. P-Pt. 4C
NONE**

**Sch. P-Pt. 4D
NONE**

**Sch. P-Pt. 4E
NONE**

**Sch. P-Pt. 4F-Sn. 1
NONE**

**Sch. P-Pt. 4F-Sn. 2
NONE**

**Sch. P-Pt. 4G
NONE**

**Sch. P-Pt. 4H-Sn. 1
NONE**

**Sch. P-Pt. 4H-Sn. 2
NONE**

**Sch. P-Pt. 4I
NONE**

**Sch. P-Pt. 4J
NONE**

**Sch. P-Pt. 4K
NONE**

**Sch. P-Pt. 4L
NONE**

**Sch. P-Pt. 4M
NONE**

**Sch. P-Pt. 4N
NONE**

**Sch. P-Pt. 4O
NONE**

**Sch. P-Pt. 4P
NONE**

**Sch. P-Pt. 4R-Sn. 1
NONE**

**Sch. P-Pt. 4R-Sn. 2
NONE**

**Sch. P-Pt. 4S
NONE**

**Sch. P-Pt. 5A-Sn. 1
NONE**

**Sch. P-Pt. 5A-Sn. 2
NONE**

**Sch. P-Pt. 5A-Sn. 3
NONE**

**Sch. P-Pt. 5B-Sn. 1
NONE**

**Sch. P-Pt. 5B-Sn. 2
NONE**

**Sch. P-Pt. 5B-Sn. 3
NONE**

**Sch. P-Pt. 5C-Sn. 1
NONE**

**Sch. P-Pt. 5C-Sn. 2
NONE**

**Sch. P-Pt. 5C-Sn. 3
NONE**

**Sch. P-Pt. 5D-Sn. 1
NONE**

**Sch. P-Pt. 5D-Sn. 2
NONE**

**Sch. P-Pt. 5D-Sn. 3
NONE**

**Sch. P-Pt. 5E-Sn. 1
NONE**

**Sch. P-Pt. 5E-Sn. 2
NONE**

**Sch. P-Pt. 5E-Sn. 3
NONE**

**Sch. P-Pt. 5F-Sn. 1A
NONE**

**Sch. P-Pt. 5F-Sn. 2A
NONE**

**Sch. P-Pt. 5F-Sn. 3A
NONE**

**Sch. P-Pt. 5F-Sn. 1B
NONE**

**Sch. P-Pt. 5F-Sn. 2B
NONE**

**Sch. P-Pt. 5F-Sn. 3B
NONE**

**Sch. P-Pt. 5H-Sn. 1A
NONE**

**Sch. P-Pt. 5H-Sn. 2A
NONE**

**Sch. P-Pt. 5H-Sn. 3A
NONE**

**Sch. P-Pt. 5H-Sn. 1B
NONE**

**Sch. P-Pt. 5H-Sn. 2B
NONE**

**Sch. P-Pt. 5H-Sn. 3B
NONE**

**Sch. P-Pt. 5R-Sn. 1A
NONE**

**Sch. P-Pt. 5R-Sn. 2A
NONE**

**Sch. P-Pt. 5R-Sn. 3A
NONE**

**Sch. P-Pt. 5R-Sn. 1B
NONE**

**Sch. P-Pt. 5R-Sn. 2B
NONE**

**Sch. P-Pt. 5R-Sn. 3B
NONE**

**Sch. P-Pt. 6C-Sn. 1
NONE**

**Sch. P-Pt. 6C-Sn. 2
NONE**

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

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

**Sch. P-Pt. 6E-Sn. 1
NONE**

**Sch. P-Pt. 6E-Sn. 2
NONE**

**Sch. P-Pt. 6H-Sn. 1A
NONE**

**Sch. P-Pt. 6H-Sn. 2A
NONE**

**Sch. P-Pt. 6H-Sn. 1B
NONE**

**Sch. P-Pt. 6H-Sn. 2B
NONE**

**Sch. P-Pt. 6M-Sn. 1
NONE**

**Sch. P-Pt. 6M-Sn. 2
NONE**

**Sch. P-Pt. 6N-Sn. 1
NONE**

**Sch. P-Pt. 6N-Sn. 2
NONE**

**Sch. P-Pt. 6O-Sn. 1
NONE**

**Sch. P-Pt. 6O-Sn. 2
NONE**

**Sch. P-Pt. 6R-Sn. 1A
NONE**

**Sch. P-Pt. 6R-Sn. 2A
NONE**

**Sch. P-Pt. 6R-Sn. 1B
NONE**

**Sch. P-Pt. 6R-Sn. 2B
NONE**

**Sch. P-Pt. 7A-Sn. 1
NONE**

**Sch. P-Pt. 7A-Sn. 2
NONE**

**Sch. P-Pt. 7A-Sn. 3
NONE**

**Sch. P-Pt. 7A-Sn. 4
NONE**

**Sch. P-Pt. 7A-Sn. 5
NONE**

**Sch. P-Pt. 7B-Sn. 1
NONE**

**Sch. P-Pt. 7B-Sn. 2
NONE**

**Sch. P-Pt. 7B-Sn. 3
NONE**

**Sch. P-Pt. 7B-Sn. 4
NONE**

**Sch. P-Pt. 7B-Sn. 5
NONE**

**Sch. P-Pt. 7B-Sn. 6
NONE**

**Sch. P-Pt. 7B-Sn. 7
NONE**

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 – ORGANIZATIONAL CHART

SCHEDULE Y (Continued)

PART 2 - SUMMARY OF INSURER'S TRANSACTIONS WITH ANY AFFILIATES

1	2	3	4	5	6	7	8	9	10	11	12	13
NAIC Company Code	Federal ID Number	Names of Insurers and Parent, Subsidiaries or Affiliates	Shareholder Dividends	Capital Contributions	Purchases, Sales or Exchanges of Loans, Securities, Real Estate, Mortgage Loans or Other Investments	Income/ (Disbursements) Incurred in Connection with Guarantees or Undertakings for the Benefit of any Affiliate(s)	Management Agreements and Service Contracts	Income/ (Disbursements) Incurred under Reinsurance Agreements	*	Any Other Material Activity Not in the Ordinary Course of the Insurer's Business	Totals	Reinsurance Recoverable/ (Payable) on Losses and/or Reserve Credit Taken/ (Liability)
Affiliated Transactions												
12041.....	43-0899449.....	MBIA Insurance Corp.....	0	0	0	0	2,404,032	113,856		0	2,517,888	(11,256,516)
23825.....	37-6025608.....	MBIA Insurance Corp of Illinois.....	0	0	0	0	(2,579,187)	(113,856)		0	(2,693,043)	11,256,516
00000.....	13-3750425.....	MBIA Capital Management Corp.....	0	0	0	0	175,155	0		0	175,155	0
9999999.	Control Totals.....		0	0	0	0	0	0	XXX	0	0	0

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

States, Etc.	1 Is Insurer Licensed? (Yes or No)	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges not Included in Premiums	9 Direct Premiums Written for Federal Purchasing Groups (Incl. in Col. 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama.....AL	YES	0	16,323	0	0	0	0	0	0
2. Alaska.....AK	YES	0	6,395	0	0	0	0	0	0
3. Arizona.....AZ	YES	0	357,941	0	0	0	0	0	0
4. Arkansas.....AR	YES	0	49,984	0	0	0	0	0	0
5. California.....CA	YES	0	1,884,687	0	0	0	0	0	0
6. Colorado.....CO	YES	0	62,838	0	0	0	0	0	0
7. Connecticut.....CT	YES	0	0	0	0	0	0	0	0
8. Delaware.....DE	YES	0	0	0	0	0	0	0	0
9. District of Columbia.....DC	YES	0	0	0	0	0	0	0	0
10. Florida.....FL	YES	0	402,548	0	0	0	0	0	0
11. Georgia.....GA	YES	0	38,799	0	0	0	0	0	0
12. Hawaii.....HI	YES	0	0	0	0	0	0	0	0
13. Idaho.....ID	YES	0	4,967	0	0	0	0	0	0
14. Illinois.....IL	YES	0	457,911	0	0	0	0	0	0
15. Indiana.....IN	YES	0	74,094	0	0	0	0	0	0
16. Iowa.....IA	YES	0	13,073	0	0	0	0	0	0
17. Kansas.....KS	YES	0	0	0	0	0	0	0	0
18. Kentucky.....KY	YES	0	116,190	0	0	0	0	0	0
19. Louisiana.....LA	YES	0	247,446	0	0	0	0	0	0
20. Maine.....ME	YES	0	0	0	0	0	0	0	0
21. Maryland.....MD	YES	0	20,261	0	0	0	0	0	0
22. Massachusetts.....MA	YES	0	43,829	0	0	0	0	0	0
23. Michigan.....MI	YES	0	45,432	0	0	0	0	0	0
24. Minnesota.....MN	YES	0	27,325	0	0	0	0	0	0
25. Mississippi.....MS	YES	0	7,104	0	0	0	0	0	0
26. Missouri.....MO	YES	0	52,596	0	0	0	0	0	0
27. Montana.....MT	YES	0	0	0	0	0	0	0	0
28. Nebraska.....NE	YES	0	0	0	0	0	0	0	0
29. Nevada.....NV	YES	0	245,612	0	0	0	0	0	0
30. New Hampshire.....NH	NO	0	3,697	0	0	0	0	0	0
31. New Jersey.....NJ	YES	0	100,821	0	0	0	0	0	0
32. New Mexico.....NM	YES	0	55,600	0	0	0	0	0	0
33. New York.....NY	YES	137,709	1,872,446	0	0	0	0	0	0
34. North Carolina.....NC	YES	0	6,595	0	0	0	0	0	0
35. North Dakota.....ND	YES	0	50,902	0	0	0	0	0	0
36. Ohio.....OH	YES	15,525	123,038	0	0	0	0	0	0
37. Oklahoma.....OK	YES	0	57,702	0	0	0	0	0	0
38. Oregon.....OR	YES	0	28,450	0	0	0	0	0	0
39. Pennsylvania.....PA	YES	0	200,126	0	0	0	0	0	0
40. Rhode Island.....RI	YES	0	11,512	0	0	0	0	0	0
41. South Carolina.....SC	YES	0	12,379	0	0	0	0	0	0
42. South Dakota.....SD	YES	0	39,234	0	0	0	0	0	0
43. Tennessee.....TN	YES	0	9,391	0	0	0	0	0	0
44. Texas.....TX	YES	105	499,015	0	0	0	0	0	0
45. Utah.....UT	YES	0	59,027	0	0	0	0	0	0
46. Vermont.....VT	YES	0	0	0	0	0	0	0	0
47. Virginia.....VA	YES	0	44,153	0	0	0	0	0	0
48. Washington.....WA	YES	0	260,399	0	0	0	0	0	0
49. West Virginia.....WV	YES	0	23,342	0	0	0	0	0	0
50. Wisconsin.....WI	YES	0	31,241	0	0	0	0	0	0
51. Wyoming.....WY	YES	0	15,594	0	0	0	0	0	0
52. American Samoa.....AS	NO	0	0	0	0	0	0	0	0
53. Guam.....GU	NO	0	0	0	0	0	0	0	0
54. Puerto Rico.....PR	YES	0	376,017	0	0	0	0	0	0
55. US Virgin Islands.....VI	NO	0	0	0	0	0	0	0	0
56. Canada.....CN	NO	0	0	0	0	0	0	0	0
57. Aggregate Other Alien.....OT	XXX	0	0	0	0	0	0	0	0
58. Totals.....	(a).....51	153,339	8,056,036	0	0	0	0	0	0
DETAILS OF WRITE-INS									
5701.....	XXX	0	0	0	0	0	0	0	0
5702.....	XXX	0	0	0	0	0	0	0	0
5703.....	XXX	0	0	0	0	0	0	0	0
5798. Summary of remaining write-ins for Line 57 from overflow page	XXX	0	0	0	0	0	0	0	0
5799. Totals (Lines 5701 thru 5703 + Line 5798) (Line 57 above)	XXX	0	0	0	0	0	0	0	0

Explanation of Basis of Allocation of Premiums by States, etc.
All premiums allocated to location of risk or policyholders.

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

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your annual 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 to the specific interrogatory will be accepted in lieu of filing a "NONE" report.

- 1.1 Does your company write Medical Malpractice Insurance? Yes [] No [X]
 1.2 Will Supplement A to Schedule T (Medical Malpractice Supplement) be filed by March 1? Yes [] No [X]
 1.3 If first response is yes and second response is no, please explain:

If second response is no and the form is "None", affix bar code (Document Identifier 450) here:



- 2.1 Does your company have 100 or more stockholders? Yes [] No [X]
 2.2 Will Schedule SIS (Stockholder Information Supplement) be filed with the state of domicile by March 1? Yes [] No [X]
 2.3 If first response is yes and second response is no, please explain:

If second response is no and the form is "None", affix bar code (Document Identifier 420) here:



- 3.1 Does your company write financial guaranty insurance? Yes [X] No []
 3.2 Will the Financial Guaranty Insurance Exhibit be filed by March 1? Yes [X] No []
 3.3 If first response is yes and second response is no, please explain:

If second response is no and the form is "None", affix bar code (Document Identifier 240) here:



- 4.1 Does your company write Medicare Supplement Insurance? Yes [] No [X]
 4.2 Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domicile and the NAIC by March 1? Yes [] No [X]
 4.3 If first response is yes and second response is no, please explain:

If second response is no and the form is "None", affix bar code (Document Identifier 360) here:



- 5.1 An actuarial opinion is a required filing for all companies. Will an actuarial opinion be filed with this statement by March 1? Yes [X] No []
 5.2 If no, please explain:

If response is no and the form is "None", affix bar code (Document Identifier 440) here:

- 6.1 The officers and directors information is a required filing for all companies. Will the officers and directors information be filed with the NAIC by March 1? Yes [X] No []
 6.2 If response is no, please explain:

If response is no and the form is "None", affix bar code (Document Identifier 380) here:

**SUPPLEMENTAL EXHIBITS AND SCHEDULES
INTERROGATORIES (continued)**

7.1 The SVO Compliance Certification is a required filing for all companies. Will the SVO Compliance Certification be filed by March 1? Yes [X] No []
7.2 If no, please explain:

If response is no and the form is "None", affix bar code (Document Identifier 470) here:

8.1 Is your company a U.S. Branch of an alien insurer? Yes [] No [X]
8.2 Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC by March 1? Yes [] No [X]
8.3 If first response is yes and second response is no, please explain:

If second response is no and the form is "None", affix bar code (Document Identifier 490) here:



9.1 The Supplemental Compensation Exhibit is a required filing, with the state of domicile, for all companies. Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1? Yes [X] No []
9.2 If no, please explain:

If response is no and the form is "None", affix bar code (Document Identifier 460) here:

10.1 Will the Risk-based Capital Report be filed with the NAIC by March 1? Yes [] No [X]
10.2 If no, please explain:

The NAIC's requirements to file the RBC Report is dependent upon the state of domicile's requirements (see 10.3 below)

If response is no and the form is "None", affix bar code (Document Identifier 390) here:



10.3 Will the Risk-based Capital Report be filed with the state of domicile, if required, by March 1? Yes [] No [X]
10.4 If no, please explain:

The Illinois Insurance Department does not require financial guaranty insurers to file Risk-Based Capital Report.

If response is no and the form is "None", affix bar code (Document Identifier 390) here:



11.1 The Insurance Expense Exhibit is a required filing for all companies. Will the Insurance Expense Exhibit be filed with the state of domicile and the NAIC by April 1? Yes [X] No []
11.2 If no, please explain:

If response is no and the form is "None", affix bar code (Document Identifier 270) here:

12.1 Management's Discussion and Analysis is a required filing for all companies. Will Management's Discussion and Analysis be filed by April 1? Yes [X] No []
12.2 If no, please explain:

If response is no and the form is "None", affix bar code (Document Identifier 350) here:

**SUPPLEMENTAL EXHIBITS AND SCHEDULES
INTERROGATORIES (continued)**

- 13.1 Does your company write credit insurance? Yes [] No [X]
 13.2 Will the Credit Insurance Experience Exhibit be filed with the state of domicile and the NAIC by April 1? Yes [] No [X]
 13.3 If first response is yes and second response is no, please explain:

If second response is no and the form is "None", affix bar code (Document Identifier 230) here:



- 14.1 Does your company write long-term care insurance? Yes [] No [X]
 14.2 Will the Long-term Care Experience Reporting Forms be filed with the state of domicile and the NAIC by April 1? Yes [] No [X]
 14.3 If first response is yes and second response is no, please explain:

If second response is no and the form is "None", affix bar code (Document Identifier 330) here:



- 15.1 Does your company write accident and health insurance (other than credit)? Yes [] No []
 15.2 Will the Accident and Health Policy Experience Exhibit be filed by April 1? Yes [X] No []
 15.3 If first response is yes and second response is no, please explain:

If second response is no and the form is "None", affix bar code (Document Identifier 210) here:

- 16.1 The Investment Risks Interrogatories is a required filing. Will this be filed by April 1? Yes [X] No []
 If response is no, please explain:

- 16.2
 If response is no and the form is "None", affix bar code (Document Identifier 285) here:

- 17.1 Will this company be included in a combined annual statement which is filed with the NAIC by May 1? Yes [X] No []
 (A company should be included in only one group filing a combined annual statement. If a company will be included in a combined annual statement on other than a consolidated basis, e.g., equity basis, answer item 17.3 "no.")
 17.2 If yes, indicate NAIC group code.0528.....
 17.3 If the company is included in a combined annual statement, will the basis of inclusion be consolidation? Yes [X] No []
 If response to 17.1 is no and the form is "None", affix bar code (Document Identifier 201) here:

- 18.1 An audited financial report is a required filing for all companies. Will an audited financial report be filed by June 1? Yes [X] No []
 If response is no, please explain:

- 18.2
 If response is no and the form is "None", affix bar code (Document Identifier 220) here:

**Overflow Page for Write-Ins (Portrait)
NONE**

**Overflow Page for Write-Ins (Landscape)
NONE**

**Sch. A-Pt. 1
NONE**

**Sch. A-Pt. 2
NONE**

**Sch. A-Pt. 3
NONE**

**Sch. B-Pt. 1
NONE**

**Sch. B-Pt. 2
NONE**

**Sch. BA-Pt. 1
NONE**

**Sch. BA-Pt. 2
NONE**

SCHEDULE D - PART 1

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

1	2	3	Interest		6	7	8	9	10	11	12	13	Interest		16	17	18	19	20	21	
			4	5									14	15							
CUSIP Identification	Description	*	Rate of	How Paid	Maturity Date	Option Date	Option Call Price	Book/Adjusted Carrying Value	Par Value	Rate Used to Obtain Fair Value	Fair Value	Actual Cost	Amount Due and Accrued December 31 of Current Year on Bonds not in Default	Gross Amount Received During Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Amount of Interest Due and Accrued December 31, Current Year, on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest	
U.S. Government - Issuer Obligations																					
83162C-FR-9..	Small Business Administration 94-20.....		8.400	JD.....	12/01/2014			5,513,343	5,530,039	.110.3440	6,102,066	5,508,301	38,710	466,791	932				1	05/31/1996	8.454
	USD Cost = 5,508,301 Par = 5,530,039.....		0.000							0.0000										0.000	
912810-CT-3..	US Treasury Bonds.....		11.750	FA.....	02/15/2001					AV.....				40					1PE	02/14/2000	0.000
912827-5N-8..	US Treasury Notes.....		6.000	FA.....	08/15/2009			373,186	375,000	106.5940	399,728	372,773	8,499	22,500	182				1PE	11/23/1999	6.080
	USD Cost = 372,773 Par = 375,000.....		0.000							0.0000										0.000	
912827-6J-6..	US Treasury Notes.....		5.750	FA.....	08/15/2010			2,608,782	2,510,000	104.9690	2,634,722	2,616,675	54,514	144,332	(7,893)				1PE	02/07/2001	5.178
	USD Cost = 2,616,675 Par = 2,510,000.....		0.000							0.0000										0.000	
912827-6P-2..	US Treasury Notes.....		5.625	MN.....	11/30/2002			3,010,686	3,000,000	103.2810	3,098,430	3,021,797	14,835	168,750	(11,023)				1PE	12/28/2000	5.220
	USD Cost = 3,021,797 Par = 3,000,000.....		0.000							0.0000										0.000	
0199999	U.S. Government - Issuer Obligations.....							11,505,997	11,415,039	XXX.....	12,234,946	11,519,546	116,558	802,413	(17,802)				XXX	XXX	XXX.....
U.S. Government - Single Class Mortgage-Backed/Asset-Backed Securities																					
362162-Q8-5..	GNSF Pool # 181479.....		9.500	MTLY	10/15/2016			176,678	173,327	AV.....	176,678	176,929	1,372	16,466	238				1	08/31/1995	8.645
	USD Cost = 176,929 Par = 173,327.....		0.000							0.0000										0.000	
0299999	U.S. Government - Single Class Mortgage-Backed/Asset-Backed Securities.....							176,678	173,327	XXX.....	176,678	176,929	1,372	16,466	238				XXX	XXX	XXX.....
0399999	Total - U.S. Government.....							11,682,675	11,588,366	XXX.....	12,411,624	11,696,475	117,930	818,879	(17,564)				XXX	XXX	XXX.....
States, Territories & Possessions (Direct and Guaranteed) - Issuer Obligations																					
District of Columbia																					
25476A-TP-4..	District of Columbia.....		5.750	JD.....	06/01/2007			76,695	75,000	106.6090	79,957	77,518	359	4,313	(264)				1PE	09/01/1998	5.265
	USD Cost = 77,518 Par = 75,000.....		0.000							0.0000										0.000	
25476A-TR-0..	District of Columbia Prerefunded.....		6.000	JD.....	06/01/2007			258,505	245,000	AV.....	258,505	261,049	1,225	9,600	(1,273)				1PE	07/31/2001	4.831
	USD Cost = 261,049 Par = 245,000.....		0.000							0.0000										0.000	
25476A-TS-8..	District of Columbia Unrefunded.....		6.000	JD.....	06/01/2007			849,664	805,000	AV.....	849,664	870,397	4,025	48,300	(7,059)				1PE	12/01/1998	4.824
	USD Cost = 870,397 Par = 805,000.....		0.000							0.0000										0.000	
	District of Columbia.....							1,184,864	1,125,000	XXX.....	1,188,126	1,208,964	5,609	62,213	(8,596)				XXX	XXX	XXX.....
Illinois																					
452149-NP-8..	Illinois State.....		6.100	AO.....	10/01/2003			4,985,860	5,000,000	104.6140	5,230,700	4,930,202	76,250	305,000	7,428				1PE	08/31/1995	6.273
	USD Cost = 4,930,202 Par = 5,000,000.....		0.000							0.0000										0.000	
452149-PH-4..	Illinois State.....		5.800	JD.....	06/01/2006			4,010,801	4,000,000	103.4440	4,137,760	4,019,999	19,333	232,000	(2,094)				1PE	12/27/1996	5.730
	USD Cost = 4,019,999 Par = 4,000,000.....		0.000							0.0000										0.000	
452221-BU-7..	Illinois State Dedicated Tax Cap.....		0.000	MATR	12/15/2018			1,688,991	4,000,000	AV.....	1,688,991	1,448,600			83,736				1PE	12/21/1998	5.150
	USD Cost = 1,448,600 Par = 4,000,000.....		0.000							0.0000										0.000	
	Illinois.....							10,685,652	13,000,000	XXX.....	11,057,451	10,398,801	95,583	537,000	89,070				XXX	XXX	XXX.....
Mississippi																					
605578-UK-7..	Mississippi State Taxable Genl.....		7.300	MS.....	03/01/2002			1,516,319	1,515,000	AV.....	1,516,319	1,548,845	36,865	110,595	(7,697)				1PE	03/05/1997	6.760
	USD Cost = 1,548,845 Par = 1,515,000.....		0.000							0.0000										0.000	
	Mississippi.....							1,516,319	1,515,000	XXX.....	1,516,319	1,548,845	36,865	110,595	(7,697)				XXX	XXX	XXX.....
North Carolina																					
658256-FE-7..	North Carolina State Pub Impt-Ser.....		5.100	MS.....	09/01/2016	09/01/2010	102.000	7,337,001	7,000,000	101.7530	7,122,710	7,342,580	119,000		(5,579)				1PE	09/06/2001	4.610
	USD Cost = 7,342,580 Par = 7,000,000.....		0.000							0.0000										0.000	
	North Carolina.....							7,337,001	7,000,000	XXX.....	7,122,710	7,342,580	119,000		(5,579)				XXX	XXX	XXX.....
Ohio																					
677659-BV-5..	Ohio State Wtr Dev Auth Wtr.....		5.125	JD.....	12/01/2018	06/01/2010	100.000	3,025,500	3,000,000	AV.....	3,025,500	3,027,180	12,813	153,750	(1,680)				1PE	03/09/2001	5.000
	USD Cost = 3,027,180 Par = 3,000,000.....		0.000							0.0000										0.000	
	Ohio.....							3,025,500	3,000,000	XXX.....	3,025,500	3,027,180	12,813	153,750	(1,680)				XXX	XXX	XXX.....
	Total States and US.....							23,749,336	25,640,000	XXX.....	23,910,106	23,526,370	269,870	863,558	65,518				XXX	XXX	XXX.....
1199999	States, Territories & Possessions - Issuer Obligations.....							23,749,336	25,640,000	XXX.....	23,910,106	23,526,370	269,870	863,558	65,518				XXX	XXX	XXX.....
1799999	Total - States, Territories & Possessions (Direct and Guaranteed).....							23,749,336	25,640,000	XXX.....	23,910,106	23,526,370	269,870	863,558	65,518				XXX	XXX	XXX.....
Political Subdivisions of States, Territories & Possessions (Direct and Guaranteed) - Issuer Obligations																					
Florida																					
341420-2M-8..	Florida State Brd Ed Admn Cap.....		7.500	JD.....	06/01/2005			560,193	561,000	102.2020	573,353	558,195	3,506	42,075	200				1	08/31/1995	7.549
	USD Cost = 558,195 Par = 561,000.....		0.000							0.0000										0.000	
	Florida.....							560,193	561,000	XXX.....	573,353	558,195	3,506	42,075	200				XXX	XXX	XXX.....

E08

SCHEDULE D - PART 1

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

1	2	3	Interest		6	7	8	9	10	11	12	13	Interest		16	17	18	19	20	21
			4	5									14	15						
CUSIP Identification	Description	*	Rate of	How Paid	Maturity Date	Option Date	Option Call Price	Book/Adjusted Carrying Value	Par Value	Rate Used to Obtain Fair Value	Fair Value	Actual Cost	Amount Due and Accrued December 31 of Current Year on Bonds not in Default	Gross Amount Received During Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Amount of Interest Due and Accrued December 31, Current Year, on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest
Illinois																				
508354-HB-6	Lake Cnty Ill Forest Presv Ref Ser		5.900	FA	02/01/2006			3,317,866	3,329,000	AV	3,317,866	3,300,353	81,838	196,411	2,342	0	0	1PE	08/31/1995	5.994
	USD Cost = 3,300,353 Par = 3,329,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
508354-KZ-9	Lake Cnty Ill Forest Presv Ld		5.000	JD	12/15/2018			2,962,846	3,000,000	98.4260	2,952,780	2,961,420	6,667	150,000	1,409	0	0	1PE	12/21/2000	5.110
	USD Cost = 2,961,420 Par = 3,000,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
	Illinois							6,280,712	6,329,000	XXX	6,270,646	6,261,773	88,505	346,411	3,751	0	0	XXX	XXX	XXX
Texas																				
442402-Q3-0	Houston TX Ind Sch Dist Ref-Ser A		5.250	FA	02/15/2017	02/15/2009	100.000	3,044,456	3,000,000	AV	3,044,456	3,048,420	59,500	78,750	(3,964)	0	0	1PE	03/08/2001	5.000
	USD Cost = 3,048,420 Par = 3,000,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
796236-RC-3	San Antonio Texas Prerefunded		5.750	FA	08/01/2013			149,380	150,000	102.3690	153,554	149,306	3,594	8,625	37	0	0	1	02/29/2000	5.799
	USD Cost = 149,306 Par = 150,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
	Texas							3,193,836	3,150,000	XXX	3,198,010	3,197,726	63,094	87,375	(3,927)	0	0	XXX	XXX	XXX
Virginia																				
303820-WE-0	Fairfax County VA Series B		5.875	MN	05/01/2005			1,211,348	1,215,000	AV	1,211,348	1,209,954	11,897	71,381	964	0	0	1PE	08/31/2000	5.976
	USD Cost = 1,209,954 Par = 1,215,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
	Virginia							1,211,348	1,215,000	XXX	1,211,348	1,209,954	11,897	71,381	964	0	0	XXX	XXX	XXX
	Total States and US							11,246,089	11,255,000	XXX	11,253,357	11,227,648	167,002	547,242	988	0	0	XXX	XXX	XXX
1899999	Political Subdivisions of States, Territories & Possessions - Issuer Obligations							11,246,089	11,255,000	XXX	11,253,357	11,227,648	167,002	547,242	988	0	0	XXX	XXX	XXX
2499999	Total - Political Subdivisions of States, Territories & Possessions (Direct and Guaranteed)							11,246,089	11,255,000	XXX	11,253,357	11,227,648	167,002	547,242	988	0	0	XXX	XXX	XXX
Special Revenue & Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Issuer Obligations																				
California																				
895395-FM-8	Tri City CA Hosp Dist Rev		5.500	FA	02/15/2009			2,205,783	2,225,000	AV	2,205,783	2,195,274	46,231	122,375	2,139	0	0	1PE	07/29/1996	5.649
	USD Cost = 2,195,274 Par = 2,225,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
895395-FN-6	Tri City CA Hosp Dist Rev		5.500	FA	02/15/2010			2,374,022	2,405,000	AV	2,374,022	2,360,027	49,971	132,275	2,927	0	0	1PE	07/29/1996	5.700
	USD Cost = 2,360,027 Par = 2,405,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
	California							4,579,805	4,630,000	XXX	4,579,805	4,555,301	96,202	254,650	5,066	0	0	XXX	XXX	XXX
Colorado																				
101547-RE-9	Boulder Valley CO Sch Dist #2 Re 2		5.125	JD	12/01/2017	12/01/2009	100.000	3,040,726	3,000,000	AV	3,040,726	3,043,800	12,813	153,750	(3,074)	0	0	1PE	03/09/2001	4.916
	USD Cost = 3,043,800 Par = 3,000,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
26822L-BF-0	E-470 Pub Hwy Auth CO Rev Cap		0.000	MATR	09/01/2020			709,433	2,000,000	AV	709,433	557,380	0	0	38,317	0	0	1PE	08/20/1997	5.630
	USD Cost = 557,380 Par = 2,000,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
	Colorado							3,750,159	5,000,000	XXX	3,750,159	3,601,180	12,813	153,750	35,243	0	0	XXX	XXX	XXX
Florida																				
115062-AS-0	Broward Cnty FL Prof Sprts Fac		7.150	MS	09/01/2002			525,000	525,000	AV	525,000	525,000	12,513	37,538	0	0	0	1PE	09/13/1996	7.150
	USD Cost = 525,000 Par = 525,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
	Florida							525,000	525,000	XXX	525,000	525,000	12,513	37,538	0	0	0	XXX	XXX	XXX
Illinois																				
167501-TC-9	Chicago Ill Board of Ed Chicago Sch		5.250	JD	12/01/2022	12/01/2009	100.000	4,341,877	4,335,000	99.2550	4,302,704	4,345,763	18,966	227,588	(1,376)	0	0	1PE	09/18/1998	5.209
	USD Cost = 4,345,763 Par = 4,335,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
167501-VA-0	Chicago Ill Board of Ed Cap Apprec		0.000	MATR	12/01/2018			4,442,399	10,500,000	AV	4,442,399	3,780,105	0	0	220,241	0	0	1PE	10/16/1998	5.150
	USD Cost = 3,780,105 Par = 10,500,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
167560-DB-4	Chicago IL Met Wtr Recl Dist		7.000	JJ	01/01/2008			1,000,000	1,000,000	114.4870	1,144,870	1,000,000	35,000	70,000	0	0	0	1PE	08/31/1995	7.000
	USD Cost = 1,000,000 Par = 1,000,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
167592-KQ-6	Chicago IL O Hare Intl Airport Ref		5.000	JJ	01/01/2013			1,515,876	1,550,000	95.2800	1,476,840	1,504,220	38,750	77,500	2,159	0	0	1PE	11/10/1998	5.261
	USD Cost = 1,504,220 Par = 1,550,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
167691-AT-1	Chicago IL Spl Transp Rev Ambac		5.250	JJ	01/01/2031			12,390,493	12,500,000	97.6710	12,208,875	12,388,375	284,375	0	2,118	0	0	1PE	07/26/2001	5.310
	USD Cost = 12,388,375 Par = 12,500,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
262651-NH-1	Du Page Cnty IL Fst Presv Dist Genl		5.000	AO	10/01/2017	10/01/2008	100.000	3,017,056	3,000,000	99.2390	2,977,170	3,018,870	37,500	150,000	(1,814)	0	0	1PE	01/05/2001	4.900
	USD Cost = 3,018,870 Par = 3,000,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
452001-A6-7	Illinois Edl Facs Auth Revs Univ of		5.125	JJ	07/01/2025			3,981,062	4,000,000	95.6580	3,826,320	3,979,480	102,500	205,000	407	0	0	1PE	09/17/1998	5.160
	USD Cost = 3,979,480 Par = 4,000,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
452001-TS-9	Illinois Edl Facs Auth Revs		5.875	AO	10/01/2017			2,962,305	3,000,000	103.1080	3,093,240	2,956,050	44,063	176,250	1,408	0	0	1PE	03/20/1997	5.999

E08.1

SCHEDULE D - PART 1

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

1	2	3	Interest		6	7	8	9	10	11	12	13	Interest		16	17	18	19	20	21	
			4	5									14	15							
CUSIP Identification	Description	*	Rate of	How Paid	Maturity Date	Option Date	Option Call Price	Book/Adjusted Carrying Value	Par Value	Rate Used to Obtain Fair Value	Fair Value	Actual Cost	Amount Due and Accrued December 31 of Current Year on Bonds not in Default	Gross Amount Received During Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Amount of Interest Due and Accrued December 31, Current Year, on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest	
	USD Cost = 2,956,050 Par = 3,000,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
452001-UE-8..	Illinois Edl Facs Auth Revs Loyola		6.900	JJ	07/01/2006			1,000,000	1,000,000	AV	1,000,000	1,000,000	34,500	69,000				.1PE	06/20/1997	6.900	
	USD Cost = 1,000,000 Par = 1,000,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
45200L-2H-8..	Illinois Health Facs Auth Rev Hosp		5.375	JD	06/01/2015	06/01/2010	100.000	2,648,190	2,600,000	AV	2,648,190	2,662,088	11,646	139,750	(4,484)			.1PE	09/04/1998	5.101	
	USD Cost = 2,662,088 Par = 2,600,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
45200L-7Q-3..	Illinois Health Facs Auth Rev		6.000	JJ	07/01/2013			367,922	345,000	112.0150	386,452	369,778	10,350	20,700	(1,423)			1	08/31/2000	5.224	
	USD Cost = 369,778 Par = 345,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
45200L-7U-4..	Illinois Health Facs Auth Rev		5.000	JJ	07/01/2024	07/01/2007	101.000	603,347	575,000	AV	603,347	608,075	14,375	28,750	(3,587)			.1PE	08/31/2000	4.152	
	USD Cost = 608,075 Par = 575,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
45200L-8J-8..	Illinois Health Facs Auth Rev		6.000	JJ	07/01/2013			1,225,813	1,165,000	AV	1,225,813	1,230,658	34,950	69,900	(3,736)			.1PE	08/31/2000	5.385	
	USD Cost = 1,230,658 Par = 1,165,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
45200L-WQ-5..	Illinois Health Facs Auth Rev		5.250	FA	08/01/2017			1,941,451	1,950,000	AV	1,941,451	1,940,094	42,656	102,375	346			.1PE	03/24/1998	5.292	
	USD Cost = 1,940,094 Par = 1,950,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
452226-WZ-2..	Illinois State Sales Tax Rev		6.000	JD	06/15/2012			5,962,254	5,500,000	AV	5,962,254	5,996,815	14,667	330,000	(33,036)			.1PE	12/01/2000	4.960	
	USD Cost = 5,996,815 Par = 5,500,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
507408-GT-3..	Lake & McHenry Cntys IL Cmnty Sch		0.000	MATR	02/01/2008			1,963,932	2,610,000	AV	1,963,932	1,642,134			89,703			.1PE	02/06/1998	4.730	
	USD Cost = 1,642,134 Par = 2,610,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
914353-GR-2..	University Illinois Univ Revs Hlth		5.800	AO	10/01/2018			4,907,073	5,000,000	AV	4,907,073	4,893,750	72,500	290,000	3,161			.1PE	04/24/1997	5.977	
	USD Cost = 4,893,750 Par = 5,000,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
	Illinois							54,271,050	60,630,000	XXX	54,110,930	53,316,255	796,798	1,956,813	270,087			XXX	XXX	XXX	
Indiana																					
455141-EB-3..	Indiana Trans Fin Auth Hwy Rev Cap		0.000	MATR	06/01/2016			1,184,595	2,645,000	45.9320	1,214,901	923,317			64,198			.1PE	07/08/1997	5.650	
	USD Cost = 923,317 Par = 2,645,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
	Indiana							1,184,595	2,645,000	XXX	1,214,901	923,317			64,198			XXX	XXX	XXX	
Michigan																					
59455R-ED-4..	Michigan Muni Bd Auth Rev Drinking		5.750	AO	10/01/2015	10/01/2010	100.000	2,234,844	2,200,000	AV	2,234,844	2,241,294	31,625	126,500	(3,026)			.1PE	09/17/1999	5.519	
	USD Cost = 2,241,294 Par = 2,200,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
594613-4N-8..	Michigan State Bldg Auth Ref Series		5.400	AO	10/01/2003			2,283,031	2,300,000	104.6870	2,407,801	2,216,234	31,050	124,200	8,965			1	08/31/1995	5.850	
	USD Cost = 2,216,234 Par = 2,300,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
	Michigan							4,517,875	4,500,000	XXX	4,642,645	4,457,528	62,675	250,700	5,939			XXX	XXX	XXX	
New York																					
649651-SB-3..	New York City NY Unrefunded Bal		7.500	FA	08/15/2002			340,000	340,000	AV	340,000	365,450	9,633	25,500				.1PE	06/05/1997	4.738	
	USD Cost = 365,450 Par = 340,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
649697-AZ-2..	New York NY City Hsg Auth MF		5.650	JJ	07/01/2010			1,000,000	1,000,000	AV	1,000,000	1,000,000	28,250	56,500				.1PE	06/05/1997	5.650	
	USD Cost = 1,000,000 Par = 1,000,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
649706-5E-4..	New York City Mun Wtr Fin Auth Wtr		5.625	JD	06/15/2019			1,460,449	1,500,000	102.1030	1,531,545	1,454,415	3,750	84,375	1,274			.1PE	12/19/1996	5.868	
	USD Cost = 1,454,415 Par = 1,500,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
649836-HG-1..	New York State Dorm Auth Revs		5.950	FA	02/01/2016			705,000	705,000	AV	705,000	705,000	17,478	41,948				.1PE	07/29/1996	5.950	
	USD Cost = 705,000 Par = 705,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
649850-2F-0..	New York State Environmental		5.000	JD	06/15/2013			3,257,156	3,295,000	AV	3,257,156	3,246,990	7,322	164,750	2,376			.1PE	09/19/1997	5.134	
	USD Cost = 3,246,990 Par = 3,295,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
649876-KJ-7..	New York St Loc Govt Asst Corp Ser		5.375	AO	04/01/2014			1,977,920	2,000,000	101.9480	2,038,960	1,971,200	26,875	107,500	1,236			.1PE	12/12/1995	5.500	
	USD Cost = 1,971,200 Par = 2,000,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
64987H-SZ-9..	New York State HFA Svc Cntrct Ser A		6.000	MS	09/15/2016	09/15/2008	100.000	487,571	485,000	AV	487,571	487,824	8,568	29,100	(254)			.1PE	01/01/2001	5.903	
	USD Cost = 487,824 Par = 485,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
64987H-TA-3..	New York State HFA Svc Cntrct Ser A		6.000	MS	09/15/2016	09/15/2008	100.000	2,025,680	2,015,000	AV	2,025,680	2,026,734	35,598	120,900	(1,055)			.1PE	01/01/2001	5.903	
	USD Cost = 2,026,734 Par = 2,015,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
	New York							11,253,776	11,340,000	XXX	11,385,912	11,257,613	137,474	630,573	3,577			XXX	XXX	XXX	
North Carolina																					
401784-SA-2..	Guilford Cnty NC Pub Impt-Ser B		5.100	AO	10/01/2014			3,137,568	3,000,000	AV	3,137,568	3,143,730	38,250	153,000	(6,162)			.1PE	03/09/2001	4.620	
	USD Cost = 3,143,730 Par = 3,000,000		0.000					0.0000	0.0000			0.0000	0.0000	0.0000							0.000
	North Carolina							3,137,568	3,000,000	XXX	3,137,568	3,143,730	38,250	153,000	(6,162)			XXX	XXX	XXX	
Ohio																					

E08.2

SCHEDULE D - PART 1

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

1	2	3	Interest		6	7	8	9	10	11	12	13	Interest		16	17	18	19	20	21
			4	5									14	15						
CUSIP Identification	Description	*	Rate of	How Paid	Maturity Date	Option Date	Option Call Price	Book/Adjusted Carrying Value	Par Value	Rate Used to Obtain Fair Value	Fair Value	Actual Cost	Amount Due and Accrued December 31 of Current Year on Bonds not in Default	Gross Amount Received During Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Amount of Interest Due and Accrued December 31, Current Year, on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest
232265-Q9-2..	Cuyahoga Cnty OH Hosp Rev Ref & USD Cost = 985,220 Par = 1,000,000	.	5.625 0.000	FA...	02/15/2017			987,500 0	1,000,000 0	AV.... 0.0000	987,500 0	985,220 0	21,250 0	56,250 0	508 0	0 0	0 0	.1PE	01/23/1997	5.750 0.000
	Ohio.....							987,500	1,000,000	XXX...	987,500	985,220	21,250	56,250	508	0	0	XXX	XXX	XXX
South Carolina																				
837147-TP-2..	South Carolina Pub Serv Auth Ser A..... USD Cost = 2,031,200 Par = 2,000,000	.	5.750 0.000	JJ....	01/01/2015	01/01/2011	100.000	2,027,287 0	2,000,000 0	AV.... 0.0000	2,027,287 0	2,031,200 0	57,500 0	115,000 0	(2,282) 0	0 0	0 0	.1PE	09/15/1999	5.555 0.000
	South Carolina.....							2,027,287	2,000,000	XXX...	2,027,287	2,031,200	57,500	115,000	(2,282)	0	0	XXX	XXX	XXX
Texas																				
902261-DR-4..	Tyler TX Health Facs Dev Corp East..... USD Cost = 1,478,220 Par = 1,500,000	.	5.500 0.000	MN...	11/01/2017			1,481,179 0	1,500,000 0	AV.... 0.0000	1,481,179 0	1,478,220 0	13,750 0	82,500 0	722 0	0 0	0 0	.1PE	06/16/1997	5.621 0.000
	Texas.....							1,481,179	1,500,000	XXX...	1,481,179	1,478,220	13,750	82,500	722	0	0	XXX	XXX	XXX
Virginia																				
16639P-BD-0..	Chesterfield Cnty VA Hlth Ctr GNMA..... USD Cost = 1,000,000 Par = 1,000,000	.	5.875 0.000	JD....	12/01/2021			1,000,000 0	1,000,000 0	AV.... 0.0000	1,000,000 0	1,000,000 0	4,896 0	58,750 0	0 0	0 0	0 0	.1PE	12/12/1996	5.875 0.000
655909-BB-4..	Norfolk VA Redevel & Hsg Auth..... USD Cost = 1,331,438 Par = 1,350,000	.	5.500 0.000	JD....	12/01/2013			1,335,128 0	1,350,000 0	AV.... 0.0000	1,335,128 0	1,331,438 0	6,188 0	74,250 0	857 0	0 0	0 0	.1PE	02/28/1997	5.628 0.000
	Virginia.....							2,335,128	2,350,000	XXX...	2,335,128	2,331,438	11,084	133,000	857	0	0	XXX	XXX	XXX
Washington																				
735388-J5-0..	Port Seattle WA Revenue Series A..... USD Cost = 1,486,485 Par = 1,500,000	.	5.300 0.000	AO....	10/01/2009			1,490,510 0	1,500,000 0	AV.... 0.0000	1,490,510 0	1,486,485 0	19,875 0	79,500 0	963 0	0 0	0 0	.1PE	05/05/1997	5.401 0.000
812659-M4-9..	Seattle Met Sewer FGIC Insured..... USD Cost = 1,950,900 Par = 2,000,000	.	5.400 0.000	JJ....	01/01/2010			1,968,163 0	2,000,000 0	AV.... 0.0000	1,968,163 0	1,950,900 0	54,000 0	108,000 0	3,072 0	0 0	0 0	.1PE	08/31/1995	5.650 0.000
915234-6P-8..	University of Washington Ref Jr..... USD Cost = 2,416,875 Par = 2,500,000	.	5.125 0.000	JD....	12/01/2015			2,433,083 0	2,500,000 0	AV.... 0.0000	2,433,083 0	2,416,875 0	10,677 0	128,125 0	3,159 0	0 0	0 0	.1PE	02/07/1996	5.401 0.000
939830-VJ-1..	Washington St Pub Pwr Supply Sys..... USD Cost = 2,974,290 Par = 3,000,000	.	5.125 0.000	JJ....	07/01/2018			2,975,258 0	3,000,000 0	97.4470 0.0000	2,923,410 0	2,974,290 0	76,875 0	76,875 0	968 0	0 0	0 0	.1PE	03/19/2001	5.200 0.000
	Washington.....							8,867,014	9,000,000	XXX...	8,815,166	8,828,550	161,427	392,500	8,162	0	0	XXX	XXX	XXX
Wisconsin																				
97710A-7V-0..	Wisconsin State Health & Ed Sinai..... USD Cost = 2,450,000 Par = 2,500,000	.	5.750 0.000	FA....	08/15/2016			2,458,147 0	2,500,000 0	AV.... 0.0000	2,458,147 0	2,450,000 0	54,306 0	143,750 0	1,761 0	0 0	0 0	.1PE	09/26/1996	5.923 0.000
	Wisconsin.....							2,458,147	2,500,000	XXX...	2,458,147	2,450,000	54,306	143,750	1,761	0	0	XXX	XXX	XXX
United States																				
167727-FX-9..	Chicago IL Wastewater Trans..... USD Cost = 2,989,020 Par = 3,000,000	.	5.125 0.000	JJ....	01/01/2025			2,989,954 0	3,000,000 0	AV.... 0.0000	2,989,954 0	2,989,020 0	76,875 0	153,750 0	224 0	0 0	0 0	.1PE	09/09/1998	5.150 0.000
167727-GS-9..	Chicago IL Wastewater Trans Second..... USD Cost = 3,981,960 Par = 4,000,000	.	5.250 0.000	JJ....	01/01/2028			3,983,126 0	4,000,000 0	AV.... 0.0000	3,983,126 0	3,981,960 0	105,000 0	210,000 0	298 0	0 0	0 0	.1PE	06/02/1998	5.280 0.000
167727-HV-1..	Chicago IL Wastewater Trans Cap..... USD Cost = 453,614 Par = 2,180,000	.	0.000 0.000	MATR	01/01/2028			552,446 0	2,180,000 0	22.4160 0.0000	488,669 0	453,614 0	0 0	0 0	28,411 0	0 0	0 0	.1PE	03/20/1998	5.350 0.000
451908-5J-2..	Illinois Dev Fin Auth Rev Provena..... USD Cost = 1,951,800 Par = 2,000,000	.	5.125 0.000	MN...	05/15/2023			1,955,705 0	2,000,000 0	95.4340 0.0000	1,908,680 0	1,951,800 0	13,097 0	102,500 0	1,097 0	0 0	0 0	.1PE	06/22/1998	5.299 0.000
645905-Q6-0..	New Jersey Econ Dev Authority Cap..... USD Cost = 2,037,800 Par = 4,000,000	.	0.000 0.000	MATR	07/01/2010			2,574,861 0	4,000,000 0	AV.... 0.0000	2,574,861 0	2,037,800 0	0 0	0 0	130,039 0	0 0	0 0	.1PE	06/12/1997	5.250 0.000
79771W-BK-5..	San Francisco CA City & Cnty Redv..... USD Cost = 970,950 Par = 1,000,000	.	5.000 0.000	JJ....	07/01/2025			972,947 0	1,000,000 0	AV.... 0.0000	972,947 0	970,950 0	25,000 0	50,000 0	578 0	0 0	0 0	.1PE	03/19/1998	5.201 0.000
	U.S.....							13,029,039	16,180,000	XXX...	12,918,237	12,385,144	219,972	516,250	160,647	0	0	XXX	XXX	XXX
	Total States and US.....							114,405,122	126,800,000	XXX...	114,369,564	112,269,696	1,696,014	4,876,274	548,323	0	0	XXX	XXX	XXX
2599999	Special Revenue & Assessment Obligations - Issuer Obligations.....							114,405,122	126,800,000	XXX...	114,369,564	112,269,696	1,696,014	4,876,274	548,323	0	0	XXX	XXX	XXX
Special Revenue & Special Assessment Obligations and all Non-Guaranteed Obligations of Governments and Their Political Subdivisions - Single Class Mortgage-Backed/Asset-Backed Securities																				
United States																				
31345R-NX-3..	FHCl Pool # 502206..... USD Cost = 108,694 Par = 107,626	.	7.750 0.000	MTLY	10/01/2002			107,788 0	107,626 0	AV.... 0.0000	107,788 0	108,694 0	695 0	8,341 0	(80) 0	0 0	0 0	1	03/24/1997	6.721 0.000
	U.S.....							107,788	107,626	XXX...	107,788	108,694	695	8,341	(80)	0	0	XXX	XXX	XXX

E08-3

SCHEDULE D - PART 1

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

1 CUSIP Identifi- cation	2 Description	3 *	Interest		6 Maturity Date	7 Option Date	8 Option Call Price	9 Book/Adjusted Carrying Value	10 Par Value	11 Rate Used to Obtain Fair Value	12 Fair Value	13 Actual Cost	Interest		16 Increase (Decrease) by Adjustment	17 Increase (Decrease) by Foreign Exchange Adjustment	18 Amount of Interest Due and Accrued December 31, on Bonds in Default as to Principal or Interest	19 NAIC Designa- tion	20 Date Acquired	21 Effective Rate of Interest
			4 Rate of	5 How Paid									14 Amount Due and Accrued December 31 of Current Year on Bonds not in Default	15 Gross Amount Received During Year						
	Total States and US							107,788	107,626	XXX	107,788	108,694	695	8,341	(80)	0	0	XXX	XXX	XXX
2699999	Special Revenue & Assessment Obligations - Single Class Mtg.-Backed/Asset-Backed Securities							107,788	107,626	XXX	107,788	108,694	695	8,341	(80)	0	0	XXX	XXX	XXX
3199999	Total - Special Revenue & Special Assessment Obligations							114,512,910	126,907,626	XXX	114,477,352	112,378,390	1,696,709	4,884,615	548,243	0	0	XXX	XXX	XXX
Public Utilities (Unaffiliated) - Issuer Obligations																				
United States																				
079867-AQ-0	BellSouth Telecommunication		6.300	JD	12/15/2015			914,994	979,836	99.0000	970,038	903,301	2,744	61,730	2,663	0	0	.1PE	12/30/1996	7.053
	USD Cost = 903,301 Par = 979,836		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
458840-2V-6	Intermountain Pwr Agy UT Suppl Cap		0.000	MATR	07/01/2017			494,657	1,200,000	AV	494,657	383,232	0	0	27,489	0	0	.1PE	07/09/1997	5.800
	USD Cost = 383,232 Par = 1,200,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
	United States							1,409,651	2,179,836	XXX	1,464,695	1,286,533	2,744	61,730	30,152	0	0	XXX	XXX	XXX
3299999	Public Utilities (Unaffiliated) - Issuer Obligations							1,409,651	2,179,836	XXX	1,464,695	1,286,533	2,744	61,730	30,152	0	0	XXX	XXX	XXX
3899999	Total - Public Utilities (Unaffiliated)							1,409,651	2,179,836	XXX	1,464,695	1,286,533	2,744	61,730	30,152	0	0	XXX	XXX	XXX
Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations																				
United States																				
035229-BK-8	Anheuser-Busch Companies Inc. Notes		6.750	MN	11/01/2006			997,825	1,000,000	105.4740	1,054,740	996,250	11,250	67,500	369	0	0	.1PE	08/19/1997	6.804
	USD Cost = 996,250 Par = 1,000,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
173034-GC-7	Citicorp Sub Debentures		8.625	JD	12/01/2002			1,681,854	1,650,000	105.4070	1,739,216	1,806,552	11,859	142,313	(32,749)	0	0	.1PE	10/10/1997	6.420
	USD Cost = 1,806,552 Par = 1,650,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
337358-AM-7	First Union Corp Sub Notes		8.125	JD	06/24/2002			2,025,026	2,000,000	102.6260	2,052,516	2,174,460	3,160	162,497	(50,081)	0	0	.1PE	10/28/1998	5.450
	USD Cost = 2,174,460 Par = 2,000,000		0.000					0	0	0.0000	0	0	0	0	0	0	0			0.000
	United States							4,704,705	4,650,000	XXX	4,846,472	4,977,262	26,269	372,310	(82,461)	0	0	XXX	XXX	XXX
3999999	Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations							4,704,705	4,650,000	XXX	4,846,472	4,977,262	26,269	372,310	(82,461)	0	0	XXX	XXX	XXX
4599999	Total - Industrial & Miscellaneous (Unaffiliated)							4,704,705	4,650,000	XXX	4,846,472	4,977,262	26,269	372,310	(82,461)	0	0	XXX	XXX	XXX
Totals																				
5499999	Total - Issuer Obligations							167,020,900	181,939,875	XXX	168,079,140	164,807,055	2,278,457	7,523,527	544,718	0	0	XXX	XXX	XXX
5599999	Total - Single Class Mortgage-Backed/Asset-Backed Securities							284,466	280,953	XXX	284,466	285,623	2,067	24,807	158	0	0	XXX	XXX	XXX
6099999	Grand Total - Bonds							167,305,366	182,220,828	XXX	168,363,606	165,092,678	2,280,524	7,548,334	544,876	0	0	XXX	XXX	XXX

E08.4

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

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

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Date Acquired	4 Name of Vendor	5 Number of Shares of Stock	6 Actual Cost	7 Par Value	8 Paid for Accrued Interest and Dividends
Bonds - U.S. Government							
912827-6J-6	US Treasury Notes 5.750% 08/15/10 USD Cost = 2,616,675	02/07/2001	CS First Boston Corp/DLJ		2,616,675 0	2,510,000 0	70,986 0
0399999	Total - Bonds - U.S. Government				2,616,675	2,510,000	70,986
Bonds - States, Territories and Possessions							
District of Columbia							
25476A-TR-0	District of Columbia 6.000% 06/01/07 USD Cost = 179,967	07/31/2001	Conversion		179,967 0	170,000 0	1,700 0
	District of Columbia				179,967	170,000	1,700
North Carolina							
658256-FE-7	North Carolina State Pu 5.100% 09/01/16 USD Cost = 7,342,580	09/06/2001	Salomon Smith Barney		7,342,580 0	7,000,000 0	9,917 0
	North Carolina				7,342,580	7,000,000	9,917
Ohio							
677659-BV-5	Ohio State Wtr Dev Auth 5.125% 12/01/18 USD Cost = 3,027,180	03/09/2001	Morgan Stanley & Co. Inc.		3,027,180 0	3,000,000 0	43,990 0
	Ohio				3,027,180	3,000,000	43,990
	Total States and US				10,549,727	10,170,000	55,607
1799999	Total - Bonds - States, Territories & Possessions				10,549,727	10,170,000	55,607
Bonds - Political Subdivisions of States							
Texas							
442402-Q3-0	Houston TX Ind Sch Dist 5.250% 02/15/17 USD Cost = 3,048,420	03/08/2001	Morgan Stanley & Co. Inc.		3,048,420 0	3,000,000 0	12,250 0
	Texas				3,048,420	3,000,000	12,250
	Total States and US				3,048,420	3,000,000	12,250
2499999	Total - Bonds - Political Subdivision				3,048,420	3,000,000	12,250
Bonds - Special Revenue and Special Assessment							
Colorado							
101547-RE-9	Boulder Valley CO Sch D 5.125% 12/01/17 USD Cost = 3,043,800	03/09/2001	Morgan Stanley & Co. Inc.		3,043,800 0	3,000,000 0	43,990 0
	Colorado				3,043,800	3,000,000	43,990
Illinois							
167691-AT-1	Chicago IL Spl Transp 5.250% 01/01/31 USD Cost = 12,388,375	07/26/2001	Lehman Brothers Inc.		12,388,375 0	12,500,000 0	10,938 0
262651-NH-1	Du Page Cnty IL Fst Pre 5.000% 10/01/17 USD Cost = 3,018,870	01/05/2001	Morgan Stanley & Co. Inc.		3,018,870 0	3,000,000 0	41,250 0
	Illinois				15,407,245	15,500,000	52,188
New York							
64987H-SZ-9	New York State HFA Svc 6.000% 09/15/16 USD Cost = 487,824	01/01/2001	Conversion		487,824 0	485,000 0	8,568 0
64987H-TA-3	New York State HFA Svc 6.000% 09/15/16 USD Cost = 2,026,734	01/01/2001	Conversion		2,026,734 0	2,015,000 0	35,598 0
	New York				2,514,558	2,500,000	44,166
North Carolina							
401784-SA-2	Guilford Cnty NC Pub 5.100% 10/01/14 USD Cost = 3,143,730	03/09/2001	Merrill Lynch		3,143,730 0	3,000,000 0	69,275 0
	North Carolina				3,143,730	3,000,000	69,275
Washington							
939830-VJ-1	Washington St Pub Pwr 5.125% 07/01/18 USD Cost = 2,974,290	03/19/2001	Morgan Stanley & Co. Inc.		2,974,290 0	3,000,000 0	34,594 0
	Washington				2,974,290	3,000,000	34,594
	Total States and US				27,083,623	27,000,000	244,213
3199999	Total - Bonds - Special Revenue & Special Assessments				27,083,623	27,000,000	244,213
6099997	Total - Bonds - Part 3				43,298,445	42,680,000	383,056

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SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Date Acquired	4 Name of Vendor	5 Number of Shares of Stock	6 Actual Cost	7 Par Value	8 Paid for Accrued Interest and Dividends
6099999	Total - Bonds.....				43,298,445	42,680,000	383,056
7299999	Total - Bonds, Preferred and Common Stocks.....				43,298,445	XXX	383,056

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	11	12	13	14	15	16
CUSIP Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year
Bonds - U.S. Government															
362162-Q8-5	GNSF Pool # 181479 9.500% 10/15/16 USD Cost = 5,229	12/01/2001	Paydown		5,123	5,123	5,229	5,123	(92)	0	0	0	0	267	
83162C-FR-9	Small Business 8.400% 12/01/14 USD Cost = 663,883	12/01/2001	Paydown		666,503	666,503	663,883	666,503	2,125	0	0	0	0	46,504	
912810-CT-3	US Treasury Bonds 11.750% 02/15/01 USD Cost = 3,316,000	02/15/2001	Various		2,560,000	2,560,000	3,316,000	2,560,000	(13,612)	0	0	0	0	149,816	
912827-6P-2	US Treasury Notes 5.625% 11/30/02 USD Cost = 3,021,797	01/05/2001	JP Morgan Chase Securities		3,053,203	3,000,000	3,021,797	3,021,503	(206)	0	0	31,700	31,700	18,080	
0399999	Total - Bonds - U.S. Government				6,284,829	6,231,626	7,006,909	6,253,129	(11,785)	0	0	31,700	31,700	214,667	XXX
Bonds - States, Territories and Possessions															
California															
130621-UN-3	California State 6.000% 09/01/01 USD Cost = 990,090	09/01/2001	Maturity		1,000,000	1,000,000	990,090	1,000,000	848	0	0	0	0	60,000	
	California				1,000,000	1,000,000	990,090	1,000,000	848	0	0	0	0	60,000	XXX
District of Columbia															
25476A-TS-8	District of Columbia 6.000% 06/01/07 USD Cost = 183,679	07/31/2001	Conversion		179,967	170,000	183,679	179,967	(853)	0	0	0	0	6,800	
	District of Columbia				179,967	170,000	183,679	179,967	(853)	0	0	0	0	6,800	XXX
Minnesota															
604128-GT-9	Minnesota State PreRefu 6.400% 08/01/02 USD Cost = 1,543,590	08/01/2001	Call 100.0000		1,500,000	1,500,000	1,543,590	1,500,000	(3,384)	0	0	0	0	96,000	
	Minnesota				1,500,000	1,500,000	1,543,590	1,500,000	(3,384)	0	0	0	0	96,000	XXX
Washington															
939740-2W-5	Washington State Series 6.300% 09/01/02 USD Cost = 1,488,255	09/01/2001	Call 101.0000		1,515,000	1,500,000	1,488,255	1,498,568	904	0	0	16,432	16,432	94,500	
	Washington				1,515,000	1,500,000	1,488,255	1,498,568	904	0	0	16,432	16,432	94,500	XXX
	Total States and US				4,194,967	4,170,000	4,205,614	4,178,535	(2,485)	0	0	16,432	16,432	257,300	XXX
1799999	Total - Bonds - States, Territories & Possessions				4,194,967	4,170,000	4,205,614	4,178,535	(2,485)	0	0	16,432	16,432	257,300	XXX
Bonds - Political Subdivisions of States															
Illinois															
213183-J9-8	Cook County IL Cap Impt 5.250% 11/15/16 USD Cost = 5,092,350	03/08/2001	Morgan Stanley & Co. Inc.		5,109,950	5,000,000	5,092,350	5,090,961	(1,316)	0	0	18,989	18,989	86,042	
968661-CN-6	Will Cnty Il Fst Presv 5.700% 12/01/01 USD Cost = 1,978,440	12/01/2001	Maturity		2,000,000	2,000,000	1,978,440	2,000,000	2,638	0	0	0	0	114,000	
	Illinois				7,109,950	7,000,000	7,070,790	7,090,961	1,322	0	0	18,989	18,989	200,042	XXX
	Total States and US				7,109,950	7,000,000	7,070,790	7,090,961	1,322	0	0	18,989	18,989	200,042	XXX
2499999	Total - Bonds - Political Subdivisions				7,109,950	7,000,000	7,070,790	7,090,961	1,322	0	0	18,989	18,989	200,042	XXX
Bonds - Special Revenue and Special Assessment															
California															
14425R-AA-6	Carondelet CA Health Sy 6.250% 07/01/01 USD Cost = 1,998,680	07/01/2001	Maturity		2,000,000	2,000,000	1,998,680	2,000,000	163	0	0	0	0	125,000	
	California				2,000,000	2,000,000	1,998,680	2,000,000	163	0	0	0	0	125,000	XXX
Florida															
115062-AR-2	Broward Cnty FL Prof Sp 7.050% 09/01/01 USD Cost = 515,000	09/01/2001	Maturity		515,000	515,000	515,000	515,000	0	0	0	0	0	36,308	
	Florida				515,000	515,000	515,000	515,000	0	0	0	0	0	36,308	XXX
Illinois															
167484-JR-6	Chicago Illinois Lakef 5.125% 01/01/28 USD Cost = 3,925,320	03/08/2001	Morgan Stanley & Co. Inc.		3,888,920	4,000,000	3,925,320	3,928,833	246	0	0	(39,913)	(39,913)	143,500	
45200L-8N-9	Illinois Health Facs Au 5.000% 07/01/24 USD Cost = 1,800,906	03/08/2001	Merrill Lynch		1,835,699	1,925,000	1,800,906	1,802,439	526	0	0	33,260	33,260	67,375	
					0	0	0	0	0	0	0	0	0	0	

E12

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	11	12	13	14	15	16
CUSIP Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year
Indiana					5,724,619	5,925,000	5,726,226	5,731,272	772	0	0	(6,653)	(6,653)	210,875	XXX
455063-GX-9	Indiana Off Bldg Cap 5.250% 07/01/15	01/09/2001	Merrill Lynch		2,033,360	2,000,000	1,958,940	1,965,972	48	0	0	67,388	67,388	55,708	
	USD Cost = 1,958,940				0	0	0	0	0	0	0	0	0	0	
	Indiana				2,033,360	2,000,000	1,958,940	1,965,972	48	0	0	67,388	67,388	55,708	XXX
New York															
649836-HG-1	New York State Dorm Aut 5.950% 02/01/16	08/01/2001	Various		25,000	25,000	25,000	25,000	0	0	0	0	0	1,190	
	USD Cost = 25,000				0	0	0	0	0	0	0	0	0	0	
64987H-RR-8	New York State HFA Svc 6.000% 09/15/16	01/01/2001	Conversion		2,514,559	2,500,000	2,517,263	2,514,559	0	0	0	0	0	44,167	
	USD Cost = 2,517,263				0	0	0	0	0	0	0	0	0	0	
	New York				2,539,559	2,525,000	2,542,263	2,539,559	0	0	0	0	0	45,357	XXX
Pennsylvania															
118673-XD-9	Bucks Cnty PA Wtr & Swr 0.000% 06/01/09	03/08/2001	Merrill Lynch		1,186,295	1,710,000	1,025,025	1,181,535	10,584	0	0	4,760	4,760	0	
	USD Cost = 1,025,025				0	0	0	0	0	0	0	0	0	0	
	Pennsylvania				1,186,295	1,710,000	1,025,025	1,181,535	10,584	0	0	4,760	4,760	0	XXX
Wisconsin															
841530-AF-5	Southeast WI Park Distr 0.000% 12/15/05	10/30/2001	Various		2,634,758	3,000,000	1,999,500	2,449,518	95,092	0	0	185,239	185,239	0	
	USD Cost = 1,999,500				0	0	0	0	0	0	0	0	0	0	
	Wisconsin				2,634,758	3,000,000	1,999,500	2,449,518	95,092	0	0	185,239	185,239	0	XXX
United States															
167727-EN-2	Chicago IL Wastewater T 5.500% 01/01/10	03/08/2001	Merrill Lynch		5,186,400	4,800,000	5,026,608	5,021,306	(4,054)	0	0	165,094	165,094	184,800	
	USD Cost = 5,026,608				0	0	0	0	0	0	0	0	0	0	
31345R-NX-3	FHCI Pool # 502206 7.750% 10/01/02	12/01/2001	Paydown		257,522	257,522	260,077	257,522	(579)	0	0	0	0	10,009	
	USD Cost = 260,077				0	0	0	0	0	0	0	0	0	0	
	U.S.				5,443,922	5,057,522	5,286,685	5,278,828	(4,633)	0	0	165,094	165,094	194,809	XXX
	Total States and US				22,077,513	22,732,522	21,052,319	21,661,684	102,026	0	0	415,828	415,828	668,057	XXX
3199999	Total - Bonds - Special Revenue & Assessment				22,077,513	22,732,522	21,052,319	21,661,684	102,026	0	0	415,828	415,828	668,057	XXX
Bonds - Public Utilities															
United States															
079867-AQ-0	BellSouth Telecommunica 6.300% 12/15/15	12/15/2001	Various		42,612	42,612	39,284	39,758	82	0	0	2,854	2,854	2,024	
	USD Cost = 39,284				0	0	0	0	0	0	0	0	0	0	
	United States				42,612	42,612	39,284	39,758	82	0	0	2,854	2,854	2,024	XXX
3899999	Total - Bonds - Public Utilities				42,612	42,612	39,284	39,758	82	0	0	2,854	2,854	2,024	XXX
Bonds - Industrial and Miscellaneous															
United States															
957526-AB-2	Westdeutsche Landesbank 6.050% 01/15/09	04/24/2001	Various		1,975,997	2,000,000	1,994,940	1,995,816	97	0	0	(19,817)	(19,817)	83,692	
	USD Cost = 1,994,940				0	0	0	0	0	0	0	0	0	0	
	United States				1,975,997	2,000,000	1,994,940	1,995,816	97	0	0	(19,817)	(19,817)	83,692	XXX
4599999	Total - Bonds - Industrial & Miscellaneous				1,975,997	2,000,000	1,994,940	1,995,816	97	0	0	(19,817)	(19,817)	83,692	XXX
6099997	Total - Bonds - Part 4				41,685,868	42,176,760	41,369,856	41,219,883	89,257	0	0	465,986	465,986	1,425,782	XXX
6099999	Total - Bonds				41,685,868	42,176,760	41,369,856	41,219,883	89,257	0	0	465,986	465,986	1,425,782	XXX
7299999	Total - Bonds, Preferred and Common Stocks				41,685,868	XXX	41,369,856	41,219,883	89,257	0	0	465,986	465,986	1,425,782	0

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**Sch. D-Pt. 5
NONE**

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

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

SCHEDULE DA - PART 1

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

1 CUSIP Identifi- cation	2 Description	3 Date Acquired	4 Name of Vendor	Interest		7 Maturity Date	8 Book/Adjusted Carrying Value	9 Increase (Decrease) by Adjustment	10 Increase (Decrease) by Foreign Exchange Adjustment	11 Par Value	12 Actual Cost	Interest		15 Paid for Accrued Interest	16 NAIC Desig- nation	17 Effective Rate of Interest	
				5 Rate of	6 How Paid							13 Amount Due and Accrued Dec. 31 of Current Year on Bonds not in Default	14 Gross Amount Received				
Industrial and Miscellaneous (Unaffiliated)																	
United States																	
000000-00-0..	PNC Bank (BlackRock) FED FUND.....	07/31/2000	No Broker.....	..0.000	MTLY	0000000270	...1Z...0.000
000000-00-0..	PNC Bank (BlackRock) TEMP FUND.....	05/30/2000	No Broker.....	..0.000	MTLY	00000007,9370	...1Z...0.000
000000-00-0..	PNC Bank (BlackRock) TEMP FUND.....	12/01/2001	PNC Bank.....	..1.971	MTLY		.....236,776	.....0	.....0	.....236,776	.....236,776	.....13	.....5,375	.....0	...1Z...	.....2.579
	USD Cost = 236,776 Par = 236,776.....			..0.000		000000000	0.000
	United States.....						.....236,776	.....0	.....0	.....236,776	.....236,776	.....13	.....13,339	.....0	...XXX...	.....XXX....
3999999.	Industrial & Miscellaneous - Issuer Obligations.....						.....236,776	.....0	.....0	.....236,776	.....236,776	.....13	.....13,339	.....0	...XXX...	.....XXX....
4599999.	Total - Industrial and Miscellaneous (Unaffiliated).....						.....236,776	.....0	.....0	.....236,776	.....236,776	.....13	.....13,339	.....0	...XXX...	.....XXX....
Totals																	
5499999.	Total Bonds - Issuer Obligations.....						.....236,776	.....0	.....0	.....236,776	.....236,776	.....13	.....13,339	.....0	...XXX...	.....XXX....
6099999.	Total - Bonds.....						.....236,776	.....0	.....0	.....236,776	.....236,776	.....13	.....13,339	.....0	...XXX...	.....XXX....
8099999.	Grand Total - Short-Term Investments.....						.....236,776	(a).....0	.....0	.....236,776	.....236,776	.....13	.....13,339	.....0	...XXX...	.....XXX....

(a) Includes \$.....0 other than accrual of discount and amortization of premium.

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

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

**Sch. DB-Pt. A-Sn. 3
NONE**

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

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

**Sch. DB-Pt. B-Sn. 3
NONE**

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

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

**Sch. DB-Pt. C-Sn. 3
NONE**

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

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

**Sch. DB-Pt. D-Sn. 3
NONE**

**Sch. DB-Pt. E-Sn. 1
NONE**

SCHEDULE DM

For bonds and preferred stocks owned as of December 31, state the aggregate statement (admitted) value the aggregate fair value, and the aggregate difference, if any, between them.

	1 Statement (Admitted) Value	2 Fair Value (a)	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
1. Bonds.....	167,542,142	170,093,449	2,551,307
2. Preferred stocks.....	0	0	0
3. Totals.....	167,542,142	170,093,449	2,551,307

(a) Amortized or book values shall not be substituted for fair values. Describe the sources or methods utilized in determining the fair values.

Bonds and preferred stocks are valued using independent pricing services. If prices are not available from the services, fair value is measured utilizing quoted market prices for similar securities or by using discount cash flow methods.

SCHEDULE E - PART 1 - CASH

1	2	3	4	5	6
Depository	Rate of Interest	Amount of Interest Received During Year	Amount of Interest Accrued December 31 of Current Year	Balance	*
Open Depositories					
JP Morgan Chase.....	0.000	0	0	1,413	.....
0199999. Total - Open Depositories.....	XXX	0	0	1,413	XXX
0399999. Total - Cash on Deposit.....	XXX	0	0	1,413	XXX
0599999. Total Cash.....	XXX	0	0	1,413	XXX

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

1. January.....	87,544	4. April.....	397,771	7. July.....	3,212	10. October.....	(4,674)
2. February.....	(86,926)	5. May.....	5,534	8. August.....	6,277	11. November.....	71,250
3. March.....	104,766	6. June.....	(1,158)	9. September.....	498,864	12. December.....	1,413

SCHEDULE E - PART 2 - SPECIAL DEPOSITS

1 Line Number	2 Type	3 Description of Deposit	4 Where Deposited and Purpose of Deposit	5 Par or Book Value	6 Statement Value (a)	7 Fair Value
SPECIAL DEPOSITS WHICH ARE NOT FOR THE BENEFIT OF ALL POLICYHOLDERS						
Arkansas						
AR00001	B	Florida State Brd Ed Admn Cap Series B-ETM 7.500% 06/01/05	Arkansas, State Requirement	100,000	99,856	102,202
AR99999	Arkansas			100,000	99,856	102,202
Georgia						
GA00001	B	Florida State Brd Ed Admn Cap Series B-ETM 7.500% 06/01/05	Georgia, State Requirement	100,000	99,856	102,202
GA99999	Georgia			100,000	99,856	102,202
Illinois						
IL00001	B	US Treasury Bonds 5.625% 11/30/02	NBD Trust Co of Illinois, State Requirement	350,000	351,247	361,484
IL00002	B	US Treasury Bonds 5.750% 08/15/10	NBD Trust Co of Illinois, State Requirement	1,275,000	1,325,178	1,338,355
IL00003	B	US Treasury Bonds 6% 08/15/09	NBD Trust Co of Illinois, State Requirement	375,000	373,186	399,728
IL99999	Illinois			2,000,000	2,049,611	2,099,566
Louisiana						
LA00001	B	US Treasury Bonds 5.750% 08/15/10	Louisiana, State Requirement	100,000	103,936	104,969
LA99999	Louisiana			100,000	103,936	104,969
Massachusetts						
MA00001	B	US Treasury Bonds 5.750% 08/15/10	Massachusetts, State Requirement	100,000	103,936	104,969
MA99999	Massachusetts			100,000	103,936	104,969
New Mexico						
NM00001	B	US Treasury Bonds 5.750% 08/15/10	New Mexico, State Requirement	400,000	415,742	419,876
NM99999	New Mexico			400,000	415,742	419,876
North Carolina						
NC00001	B	US Treasury Bonds 5.750% 08/15/10	North Carolina, State Requirement	75,000	77,952	78,727
NC99999	North Carolina			75,000	77,952	78,727
Oklahoma						
OK00001	B	US Treasury Bonds 5.750% 08/15/10	Oklahoma, State Requirement	300,000	311,807	314,907
OK99999	Oklahoma			300,000	311,807	314,907
Oregon						
OR00001	B	US Treasury Bonds 5.750% 08/15/10	Oregon, State Requirement	260,000	270,232	272,919
OR99999	Oregon			260,000	270,232	272,919
Puerto Rico						
PR00001	B	US Treasury Bonds 5.625% 11/30/02	Puerto Rico, State Requirement	375,000	376,336	387,304
PR99999	Puerto Rico			375,000	376,336	387,304
XX99999	Total - All Special Deposits NOT Held for Benefit of all Policyholders, Claimants, & Creditors of the Company			3,810,000	3,909,263	3,987,641
9999999	Totals			3,810,000	3,909,263	3,987,641

(a) Includes \$.....0 cash and short-term investments as defined in SSAP No. 2 of the NAIC Accounting Practices and Procedures Manual.

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