

QUARTERLY STATEMENT

OF THE

NCRIC, INC.

Of

WASHINGTON

in the state of DC

**to the Insurance Department
of the Washington, District of Columbia**

For the Period Ended
June 30, 2007

2007



QUARTERLY STATEMENT

As of June 30, 2007
of the Condition and Affairs of
NCRIC, INC.

NAIC Group Code.....2698, 2698 (Current Period) (Prior Period)	NAIC Company Code..... 41149	Employer's ID Number..... 52-1194407
Organized under the Laws of DISTRICT OF COLUMBIA	State of Domicile or Port of Entry DISTRICT OF COLUMBIA	Country of Domicile US
Incorporated/Organized..... June 24, 1980	Commenced Business..... October 1, 1980	
Statutory Home Office	1115 30TH STREET, NW..... WASHINGTON DC 20007 <i>(Street and Number) (City or Town, State and Zip Code)</i>	
Main Administrative Office	1115 30TH STREET, NW..... WASHINGTON DC 20007 <i>(Street and Number) (City or Town, State and Zip Code)</i>	202-969-1866 <i>(Area Code) (Telephone Number)</i>
Mail Address	1115 30TH STREET, NW..... WASHINGTON DC 20007 <i>(Street and Number or P. O. Box) (City or Town, State and Zip Code)</i>	
Primary Location of Books and Records	100 BROOKWOOD PLACE..... BIRMINGHAM AL 35209 <i>(Street and Number) (City or Town, State and Zip Code)</i>	205-877-4400 <i>(Area Code) (Telephone Number)</i>
Internet Website Address	WWW.PROASSURANCE.COM	
Statutory Statement Contact	JEFFREY M. MANGET <i>(Name)</i> jmanget@proassurance.com <i>(E-Mail Address)</i>	205-877-4442 <i>(Area Code) (Telephone Number) (Extension)</i> 205-868-4029 <i>(Fax Number)</i>
Policyowner Relations Contact	1115 30TH STREET, NW..... WASHINGTON DC 20007 <i>(Street and Number) (City or Town, State and Zip Code)</i>	202-969-1866 <i>(Area Code) (Telephone Number) (Extension)</i>

OFFICERS

Name	Title	Name	Title
1. HOWARD HARLEY FRIEDMAN	PRESIDENT	2. KATHRYN ANNE NEVILLE	SECRETARY
3. JAMES JOSEPH MORELLO	TREASURER	4. AUBREY DERRILL CROWE	CHAIRMAN

OTHER

VICTOR THOMAS ADAMO	VICE CHAIRMAN	JEFFREY LYNN BOWLBY	VICE PRESIDENT
HOWARD HARLEY FRIEDMAN	CHIEF UNDERWRITING OFFICER	JAMES JOSEPH MORELLO	VICE PRESIDENT
FRANK BERRY O'NEIL	VICE PRESIDENT	EDWARD LEWIS RAND, JR.	VICE PRESIDENT
HAYES VANCE WHITESIDE	VICE PRESIDENT	DARRYL KEITH THOMAS	CHIEF CLAIMS OFFICER

DIRECTORS OR TRUSTEES

VICTOR THOMAS ADAMO	PAUL RICHARD BUTRUS	AUBREY DERRILL CROWE	HOWARD HARLEY FRIEDMAN
EDWARD LEWIS RAND, JR.	DARRYL KEITH THOMAS		

State of..... ALABAMA
County of..... JEFFERSON

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

_____ (Signature) HOWARD HARLEY FRIEDMAN _____ 1. (Printed Name) _____ PRESIDENT _____ (Title)	_____ (Signature) KATHRYN ANNE NEVILLE _____ 2. (Printed Name) _____ SECRETARY _____ (Title)	_____ (Signature) JAMES JOSEPH MORELLO _____ 3. (Printed Name) _____ TREASURER _____ (Title)
--	--	--

Subscribed and sworn to before me
This _____ day of _____

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

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds.....	230,303,766		230,303,766	232,336,726
2. Stocks:				
2.1 Preferred stocks.....			.0	
2.2 Common stocks.....	399,711		399,711	403,578
3. Mortgage loans on real estate:				
3.1 First liens.....			.0	
3.2 Other than first liens.....			.0	
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....			.0	
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			.0	
4.3 Properties held for sale (less \$.....0 encumbrances).....			.0	
5. Cash (\$.....(2,141,580)), cash equivalents (\$.....0) and short-term investments (\$.....14,739,894).....	12,598,314		12,598,314	17,462,292
6. Contract loans (including \$.....0 premium notes).....			.0	
7. Other invested assets.....	479,700		479,700	
8. Receivables for securities.....			.0	
9. Aggregate write-ins for invested assets.....	.0	.0	.0	.0
10. Subtotals, cash and invested assets (Lines 1 to 9).....	243,781,491	.0	243,781,491	250,202,596
11. Title Plants less \$.....0 charged off (for Title insurers only).....			.0	
12. Investment income due and accrued.....	2,716,676		2,716,676	2,889,445
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection.....	363,974	353,534	10,440	204,549
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	408,207	21,505	386,702	872,244
13.3 Accrued retrospective premiums.....			.0	
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers.....	5,905,816		5,905,816	1,456,364
14.2 Funds held by or deposited with reinsured companies.....			.0	
14.3 Other amounts receivable under reinsurance contracts.....	26,451		26,451	35,476
15. Amounts receivable relating to uninsured plans.....			.0	
16.1 Current federal and foreign income tax recoverable and interest thereon.....	2,939,657		2,939,657	423,773
16.2 Net deferred tax asset.....	14,928,360	11,191,290	3,737,070	4,261,358
17. Guaranty funds receivable or on deposit.....			.0	86,272
18. Electronic data processing equipment and software.....	898,668	849,815	48,853	106,001
19. Furniture and equipment, including health care delivery assets (\$.....0).....	209,466	209,466	.0	
20. Net adjustment in assets and liabilities due to foreign exchange rates.....			.0	
21. Receivables from parent, subsidiaries and affiliates.....	146,160		146,160	87,359
22. Health care (\$.....0) and other amounts receivable.....			.0	
23. Aggregate write-ins for other than invested assets.....	472,080	79,998	392,082	570,983
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 through 23).....	272,797,006	12,705,608	260,091,398	261,196,420
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			.0	
26. TOTALS (Lines 24 and 25).....	272,797,006	12,705,608	260,091,398	261,196,420

DETAILS OF WRITE-INS

0901.....			.0	
0902.....			.0	
0903.....			.0	
0998. Summary of remaining write-ins for Line 9 from overflow page.....	.0	.0	.0	.0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	.0	.0	.0	.0
2301. Prepaid expenses.....	79,999	79,998	.1	
2302. Other assets.....			.0	
2303. State Premium Tax Recoverable.....	392,081		392,081	570,983
2398. Summary of remaining write-ins for Line 23 from overflow page.....	.0	.0	.0	.0
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above).....	472,080	79,998	392,082	570,983

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Losses (current accident year \$....1,796,036).....	101,555,158	108,083,628
2. Reinsurance payable on paid losses and loss adjustment expenses.....		
3. Loss adjustment expenses.....	50,262,343	51,275,833
4. Commissions payable, contingent commissions and other similar charges.....	1,781	20,405
5. Other expenses (excluding taxes, licenses and fees).....	380,670	421,210
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	28,955	215,953
7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)).....		
7.2 Net deferred tax liability.....		
8. Borrowed money \$.....0 and interest thereon \$.....0.....		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$....411,910 and including warranty reserves of \$.....0).....	18,941,219	16,771,338
10. Advance premium.....	267,836	1,775,242
11. Dividends declared and unpaid:		
11.1 Stockholders.....		
11.2 Policyholders.....		
12. Ceded reinsurance premiums payable (net of ceding commissions).....	2,855,615	3,060,542
13. Funds held by company under reinsurance treaties.....		
14. Amounts withheld or retained by company for account of others.....	9,845	367,814
15. Remittances and items not allocated.....		
16. Provision for reinsurance.....	83,400	83,400
17. Net adjustments in assets and liabilities due to foreign exchange rates.....		
18. Drafts outstanding.....		
19. Payable to parent, subsidiaries and affiliates.....	1,103,110	163,236
20. Payable for securities.....	479,700	
21. Liability for amounts held under uninsured plans.....		
22. Capital notes \$.....0 and interest thereon \$.....0.....		
23. Aggregate write-ins for liabilities.....	19,500,000	19,500,000
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23).....	195,469,632	201,738,601
25. Protected cell liabilities.....		
26. Total liabilities (Lines 24 and 25).....	195,469,632	201,738,601
27. Aggregate write-ins for special surplus funds.....	0	0
28. Common capital stock.....	1,000,000	1,000,000
29. Preferred capital stock.....		
30. Aggregate write-ins for other than special surplus funds.....	0	0
31. Surplus notes.....		
32. Gross paid in and contributed surplus.....	50,434,666	50,434,666
33. Unassigned funds (surplus).....	13,187,100	8,023,153
34. Less treasury stock, at cost:		
34.1 .....0.000 shares common (value included in Line 28 \$.....0).....		
34.2 .....0.000 shares preferred (value included in Line 29 \$.....0).....		
35. Surplus as regards policyholders (Lines 27 to 33, less 34).....	64,621,766	59,457,819
36. TOTALS.....	260,091,398	261,196,420

DETAILS OF WRITE-INS

2301. Litigation liability.....	19,500,000	19,500,000
2302.		
2303.		
2398. Summary of remaining write-ins for Line 23 from overflow page.....	0	0
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above).....	19,500,000	19,500,000
2701.		
2702.		
2703.		
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
3001.		
3002.		
3003.		
3098. Summary of remaining write-ins for Line 30 from overflow page.....	0	0
3099. Totals (Lines 3001 thru 3003 plus 3098) (Line 30 above).....	0	0

STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct..... (written \$.....14,856,502).....	12,987,426	37,534,441	65,314,250
1.2 Assumed..... (written \$.....0).....			
1.3 Ceded..... (written \$.....1,420,099).....	1,501,775	5,298,165	8,866,468
1.4 Net..... (written \$.....13,436,403).....	11,485,651	32,236,276	56,447,782
DEDUCTIONS:			
2. Losses incurred (current accident year \$.....1,796,036):			
2.1 Direct.....	2,684,049	19,770,966	23,165,370
2.2 Assumed.....			
2.3 Ceded.....	888,013	3,601,745	8,179,743
2.4 Net.....	1,796,036	16,169,221	14,985,627
3. Loss expenses incurred.....	8,732,725	12,074,696	29,960,719
4. Other underwriting expenses incurred.....	2,092,979	4,179,955	6,301,089
5. Aggregate write-ins for underwriting deductions.....	0	0	0
6. Total underwriting deductions (Lines 2 through 5).....	12,621,740	32,423,872	51,247,435
7. Net income of protected cells.....			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7).....	(1,136,089)	(187,596)	5,200,347
INVESTMENT INCOME			
9. Net investment income earned.....	5,524,380	5,097,610	11,175,745
10. Net realized capital gains (losses) less capital gains tax of \$.....(113,687).....	(211,133)	(25,763)	(54,444)
11. Net investment gain (loss) (Lines 9 + 10).....	5,313,247	5,071,847	11,121,301
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....31,341).....	(31,341)		(33,569)
13. Finance and service charges not included in premiums.....	15,750		117,055
14. Aggregate write-ins for miscellaneous income.....	52,400	20,148	(14,807)
15. Total other income (Lines 12 through 14).....	36,809	20,148	68,679
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	4,213,967	4,904,399	16,390,327
17. Dividends to policyholders.....			
18. Net income after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17).....	4,213,967	4,904,399	16,390,327
19. Federal and foreign income taxes incurred.....	(1,334,465)	3,097,903	4,749,602
20. Net income (Line 18 minus Line 19) (to Line 22).....	5,548,432	1,806,496	11,640,725
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year.....	59,457,819	47,083,532	47,083,532
22. Net income (from Line 20).....	5,548,432	1,806,496	11,640,725
23. Net transfers (to) from Protected Cell accounts.....			
24. Change in net unrealized capital gains or losses less capital gains tax of \$.....0.....	(3,867)	196,212	(691,597)
25. Change in net unrealized foreign exchange capital gain (loss).....			
26. Change in net deferred income tax.....	(2,792,474)	1,083,035	(527,760)
27. Change in nonadmitted assets.....	2,411,856	1,074,418	947,319
28. Change in provision for reinsurance.....			1,005,600
29. Change in surplus notes.....			
30. Surplus (contributed to) withdrawn from protected cells.....			
31. Cumulative effect of changes in accounting principles.....			
32. Capital changes:			
32.1 Paid in.....			
32.2 Transferred from surplus (Stock Dividend).....			
32.3 Transferred to surplus.....			
33. Surplus adjustments:			
33.1 Paid in.....			
33.2 Transferred to capital (Stock Dividend).....			
33.3 Transferred from capital.....			
34. Net remittances from or (to) Home Office.....			
35. Dividends to stockholders.....			
36. Change in treasury stock.....			
37. Aggregate write-ins for gains and losses in surplus.....	0	0	0
38. Change in surplus as regards policyholders (Lines 22 through 37).....	5,163,947	4,160,161	12,374,287
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38).....	64,621,766	51,243,693	59,457,819
DETAILS OF WRITE-INS			
0501.			
0502.			
0503.			
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
1401. Miscellaneous income.....	52,400	59,029	9,928
1402. Gain/Loss on Sale of Equipment.....		(38,881)	(24,735)
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	52,400	20,148	(14,807)
3701.			
3702.			
3703.			
3798. Summary of remaining write-ins for Line 37 from overflow page.....	0	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798) (Line 37 above).....	0	0	0

CASH FLOW

	1 Current Year to Date	2 Prior Year Ended December 31
CASH FROM OPERATIONS		
1. Premiums collected net of reinsurance.....	12,584,183	39,860,355
2. Net investment income.....	6,357,609	12,602,951
3. Miscellaneous income.....	68,150	68,679
4. Total (Lines 1 through 3).....	19,009,942	52,531,985
5. Benefit and loss related payments.....	22,511,148	30,396,352
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....		
7. Commissions, expenses paid and aggregate write-ins for deductions.....	2,284,210	9,104,845
8. Dividends paid to policyholders.....		
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses).....	1,067,732	3,915,611
10. Total (Lines 5 through 9).....	25,863,090	43,416,808
11. Net cash from operations (Line 4 minus Line 10).....	(6,853,148)	9,115,177
CASH FROM INVESTMENTS		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	31,857,986	42,553,794
12.2 Stocks.....		
12.3 Mortgage loans.....		
12.4 Real estate.....		
12.5 Other invested assets.....		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	(166)	
12.7 Miscellaneous proceeds.....	479,700	20,091
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	32,337,520	42,573,885
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	30,810,135	70,051,732
13.2 Stocks.....		
13.3 Mortgage loans.....		
13.4 Real estate.....		
13.5 Other invested assets.....	479,700	
13.6 Miscellaneous applications.....		
13.7 Total investments acquired (Lines 13.1 to 13.6).....	31,289,835	70,051,732
14. Net increase (decrease) in contract loans and premium notes.....		
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	1,047,685	(27,477,847)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes.....		
16.2 Capital and paid in surplus, less treasury stock.....		5,000,000
16.3 Borrowed funds.....		
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....		
16.5 Dividends to stockholders.....		
16.6 Other cash provided (applied).....	941,485	567,412
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	941,485	5,567,412
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	(4,863,978)	(12,795,258)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	17,462,291	30,257,549
19.2 End of period (Line 18 plus Line 19.1).....	12,598,313	17,462,291

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

20.0001		
---------------	--	--

NOTES TO FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies

No significant change.

Note 2 - Accounting Changes and Corrections of Errors

No significant change.

Note 3 - Business Combinations and Goodwill

No significant change.

Note 4 - Discontinued Operations

No significant change.

Note 5 - Investments

No significant change.

Note 6 - Joint Ventures, Partnerships and Limited Liability Companies

No significant change.

Note 7 - Investment Income

No significant change.

Note 8 - Derivative Instruments

No significant change.

Note 9 - Income Taxes

No significant change.

Note 10 - Information Concerning Parent, Subsidiaries and Affiliates

No significant change.

Note 11 - Debt

No significant change.

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

No significant change.

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

No significant change.

Note 14 - Contingencies

No significant change.

Note 15 - Leases

No significant change.

NOTES TO FINANCIAL STATEMENTS

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

No significant change.

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

No significant change.

C. No wash sales.

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

No significant change.

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

No significant change.

Note 20 - September 11 Events

No significant change.

Note 21 - Other Items

No significant change.

Note 22 - Events Subsequent

No significant change.

Note 23 - Reinsurance

No significant change.

Note 24 - Retrospectively Rated Contracts & Contracts Subject to Redetermination

No significant change.

Note 25 - Change in Incurred Losses and Loss Adjustment Expenses

No significant change.

Note 26 - Intercompany Pooling Arrangements

No significant change.

Note 27 - Structured Settlements

No significant change.

Note 28 - Health Care Receivables

No significant change.

Note 29 - Participating Policies

No significant change.

NOTES TO FINANCIAL STATEMENTS

Note 30 - Premium Deficiency Reserves

No significant change.

Note 31 - High Deductibles

No significant change.

Note 32 - Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

No significant change.

Note 33 - Asbestos/Environmental Reserves

No significant change.

Note 34 - Subscriber Savings Accounts

No significant change.

Note 35 - Multiple Peril Crop Insurance

No significant change.

GENERAL INTERROGATORIES

(Responses to these interrogatories should be based on changes that have occurred since prior year end unless otherwise noted)

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes No
- 1.2 If yes, has the report been filed with the domiciliary state? Yes No
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes No
- 2.2 If yes, date of change:
3. Have there been any substantial changes in the organizational chart since the prior quarter end? Yes No
If yes, complete the Schedule Y-Part 1 - Organizational chart.
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes No
- 4.2 If yes, provide name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

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

PRA Professional Liability Group, Inc. has been added to the management and expense sharing agreements with the reporting entity.

- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2006.....
- 6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2005.....
- 6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 10/30/2006.....
- 6.4 By what department or departments?
District of Columbia Department of Insurance, Securities, and Banking

- 7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes No
- 7.2 If yes, give full information:

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes No
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes No
- 8.4 If the response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator].

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC

- 9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes No
- (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
 - (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
 - (c) Compliance with applicable governmental laws, rules and regulations;
 - (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
 - (e) Accountability for adherence to the code.

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

- 9.2 Has the code of ethics for senior managers been amended? Yes No

- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s).

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

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

GENERAL INTERROGATORIES

(Responses to these interrogatories should be based on changes that have occurred since prior year end unless otherwise noted)

PART 1 - COMMON INTERROGATORIES

FINANCIAL

- 10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [X] No []
- 10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount. \$.....0

INVESTMENT

- 11.1 Has there been any change in the reporting entity's own preferred or common stock? Yes [] No [X]
- 11.2 If yes, explain:

- 12.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes [] No [X]
- 12.2 If yes, give full and complete information relating thereto:

13. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$.....0
14. Amount of real estate and mortgages held in short-term investments: \$.....0
- 15.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes [X] No []
- 15.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
15.21 Bonds.....	\$.....0	\$.....0
15.22 Preferred Stock.....	\$.....0	\$.....0
15.23 Common Stock.....	\$.....403,578	\$.....399,711
15.24 Short-Term Investments.....	\$.....0	\$.....0
15.25 Mortgages, Loans or Real Estate.....	\$.....0	\$.....0
15.26 All Other.....	\$.....0	\$.....0
15.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 15.21 to 15.26).....	\$.....403,578	\$.....399,711
15.28 Total Investment in Parent included in Lines 15.21 to 15.26 above	\$.....0	\$.....0

- 16.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes [] No [X]
- 16.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No []
If no, attach a description with this statement.
17. Excluding items in Schedule E, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Part 1-General, Section IV. H-Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [X] No []

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

1 Name of Custodian(s)	2 Custodian Address
US Bank	Birmingham, AL

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

1 Name(s)	2 Location(s)	3 Complete Explanation(s)
None		

- 17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? Yes [] No [X]
- 17.4 If yes, give full and complete information relating thereto:
- | 1
Old Custodian | 2
New Custodian | 3
Date of Change | 4
Reason |
|--------------------|--------------------|---------------------|-------------|
| | | | |

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

1 Central Registration Depository	2 Name(s)	3 Address
None		

- 18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes [X] No []
- 18.2 If no, list exceptions:

GENERAL INTERROGATORIES (continued)
PART 2
PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? Yes [] No [] N/A [X]
 If yes, attach an explanation.

2. Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured? Yes [] No [X]
 If yes, attach an explanation.

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes [] No [X]

3.2 If yes, give full and complete information thereto:

4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation liabilities tabular reserves (see Annual Statement Instructions pertaining to disclosure of discounting for definition of "tabular reserves,") discounted at a rate of interest greater than zero? Yes [] No [X]

4.2 If yes, complete the following schedule:

1 Line of Business	2 Maximum Interest	3 Disc. Rate	Total Discount				Discount Taken During Period			
			4 Unpaid Losses	5 Unpaid LAE	6 IBNR	7 Total	8 Unpaid Losses	9 Unpaid LAE	10 IBNR	11 Total
	.....	.....	.....	.....	.....	.....0	.....	.....	.....	.....0
Total.....	.....XXX..	.....XXX.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0

SCHEDULE A - VERIFICATION

Real Estate

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	
2. Increase (decrease) by adjustment.....		
3. Cost of acquired.....		
4. Cost of additions to and permanent improvements.....		
5. Total profit (loss) on sales.....		
6. Increase (decrease) by foreign exchange adjustment.....		
7. Amount received on sales.....		
8. Book/adjusted carrying value at end of current period.....	0	0
9. Total valuation allowance.....		
10. Subtotal (Lines 8 plus 9).....	0	0
11. Total nonadmitted amounts.....		
12. Statement value, current period (Page 2, real estate lines, net admitted assets column).....	0	0

NONE

SCHEDULE B - VERIFICATION

Mortgage Loans

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

NONE

SCHEDULE BA - VERIFICATION

Other Invested Assets

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of long-term invested assets owned, December 31 of prior year.....	0	
2. Cost of acquisitions during period:		
2.1 Actual cost at time of acquisitions.....	479,700	
2.2 Additional investment made after acquisitions.....		
3. Accrual of discount.....		
4. Increase (decrease) by adjustment.....		
5. Total profit (loss) on sale.....		
6. Amounts paid on account or in full during the period.....		
7. Amortization of premium.....		
8. Increase (decrease) by foreign exchange adjustment.....		
9. Book adjusted/carrying value of long-term invested assets at end of current period.....	479,700	0
10. Total valuation allowance.....		
11. Subtotal (Lines 9 plus 10).....	479,700	0
12. Total nonadmitted amounts.....		
13. Statement value of long-term invested assets at end of current period (Page 2, Line 7, Column 3).....	479,700	0

SCHEDULE D - VERIFICATION

Bonds and Stocks

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year.....	232,740,304	207,735,022
2. Cost of bonds and stocks acquired.....	30,810,135	70,051,732
3. Accrual of discount.....	70,716	129,026
4. Increase (decrease) by adjustment.....	(3,867)	(691,597)
5. Increase (decrease) by foreign exchange adjustment.....		
6. Total profit (loss) on disposal.....	(324,653)	(83,760)
7. Consideration for bonds and stocks disposed of.....	31,857,986	42,553,794
8. Amortization of premium.....	731,172	1,846,325
9. Book/adjusted carrying value, current period.....	230,703,477	232,740,304
10. Total valuation allowance.....		
11. Subtotal (Lines 9 plus 10).....	230,703,477	232,740,304
12. Total nonadmitted amounts.....		
13. Statement value.....	230,703,477	232,740,304

SCHEDULE D - PART 1B

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

	1	2	3	4	5	6	7	8
	Book/Adjusted Carrying Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Book/Adjusted Carrying Value End of First Quarter	Book/Adjusted Carrying Value End of Second Quarter	Book/Adjusted Carrying Value End of Third Quarter	Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. Class 1.....	232,537,568	35,951,898	43,748,312	(144,054)	232,537,568	224,597,102		228,261,112
2. Class 2.....	20,645,353		180,000	(18,794)	20,645,353	20,446,558		22,511,637
3. Class 3.....								
4. Class 4.....								
5. Class 5.....								
6. Class 6.....								
7. Total Bonds.....	253,182,921	35,951,898	43,928,312	(162,848)	253,182,921	245,043,660	0	250,772,749
PREFERRED STOCK								
8. Class 1.....								
9. Class 2.....								
10. Class 3.....								
11. Class 4.....								
12. Class 5.....								
13. Class 6.....								
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock.....	253,182,921	35,951,898	43,928,312	(162,848)	253,182,921	245,043,660	0	250,772,749

SCHEDULE DA - PART 1

Short-Term Investments Owned End of Current Quarter

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
8299999. Totals.....	14,739,894	XXX	14,593,515		

SCHEDULE DA - PART 2 - Verification

Short-Term Investments Owned

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	9,664,429	23,197,146
2. Cost of short-term investments acquired.....	63,835,168	155,671,484
3. Increase (decrease) by adjustment.....	150,756	7,022
4. Increase (decrease) by foreign exchange adjustment.....		
5. Total profit (loss) on disposal of short-term investments.....	(166)	
6. Consideration received on disposal of short-term investments.....	58,910,293	169,211,223
7. Book/adjusted carrying value, current period.....	14,739,894	9,664,429
8. Total valuation allowance.....		
9. Subtotal (Lines 7 plus 8).....	14,739,894	9,664,429
10. Total nonadmitted amounts.....		
11. Statement value (Lines 9 minus 10).....	14,739,894	9,664,429
12. Income collected during period.....	408,864	696,888
13. Income earned during period.....	396,684	671,986

Sch. DB-Part F-Section 1
NONE

Sch. DB-Part F-Section 2
NONE

Sch. F
NONE

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

States, Etc.	1 Is Insurer Licensed? (Yes or No)	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2 Current Year to Date	3 Prior Year to Date	4 Current Year to Date	5 Prior Year to Date	6 Current Year to Date	7 Prior Year to Date
1. Alabama.....AL	NO						
2. Alaska.....AK	NO						
3. Arizona.....AZ	NO						
4. Arkansas.....AR	NO						
5. California.....CA	NO						
6. Colorado.....CO	NO						
7. Connecticut.....CT	NO						
8. Delaware.....DE	YES	(148,486)	1,472,415	960,000	500,000	11,437,051	19,083,205
9. District of Columbia.....DC	YES	14,074,379	17,061,450	4,086,068	3,150,000	58,541,462	56,652,561
10. Florida.....FL	NO						
11. Georgia.....GA	NO						
12. Hawaii.....HI	NO						
13. Idaho.....ID	NO						
14. Illinois.....IL	NO						
15. Indiana.....IN	NO						
16. Iowa.....IA	NO						
17. Kansas.....KS	NO						
18. Kentucky.....KY	NO						
19. Louisiana.....LA	NO						
20. Maine.....ME	NO						
21. Maryland.....MD	YES	942,530	9,156,189	3,824,156		14,962,319	19,261,274
22. Massachusetts.....MA	NO						
23. Michigan.....MI	NO						
24. Minnesota.....MN	NO						
25. Mississippi.....MS	NO						
26. Missouri.....MO	NO						
27. Montana.....MT	NO						
28. Nebraska.....NE	NO						
29. Nevada.....NV	NO						
30. New Hampshire.....NH	NO						
31. New Jersey.....NJ	NO						
32. New Mexico.....NM	NO						
33. New York.....NY	NO						
34. North Carolina.....NC	NO						
35. North Dakota.....ND	NO						
36. Ohio.....OH	NO						
37. Oklahoma.....OK	NO						
38. Oregon.....OR	NO						
39. Pennsylvania.....PA	NO						
40. Rhode Island.....RI	NO						
41. South Carolina.....SC	NO						
42. South Dakota.....SD	NO						
43. Tennessee.....TN	NO						
44. Texas.....TX	NO						
45. Utah.....UT	NO						
46. Vermont.....VT	NO						
47. Virginia.....VA	YES	(11,921)	3,458,378	4,933,149	1,600,000	32,431,963	42,790,912
48. Washington.....WA	NO						
49. West Virginia.....WV	YES		701,518	40,000	400,000	6,627,319	8,717,014
50. Wisconsin.....WI	NO						
51. Wyoming.....WY	NO						
52. American Samoa.....AS	NO						
53. Guam.....GU	NO						
54. Puerto Rico.....PR	NO						
55. US Virgin Islands.....VI	NO						
56. Northern Mariana Islands.....MP	NO						
57. Canada.....CN	NO						
58. Aggregate Other Alien.....OT	XXX	0	0	0	0	0	0
59. Totals.....	(a).....5	14,856,502	31,849,950	13,843,373	5,650,000	124,000,114	146,504,966

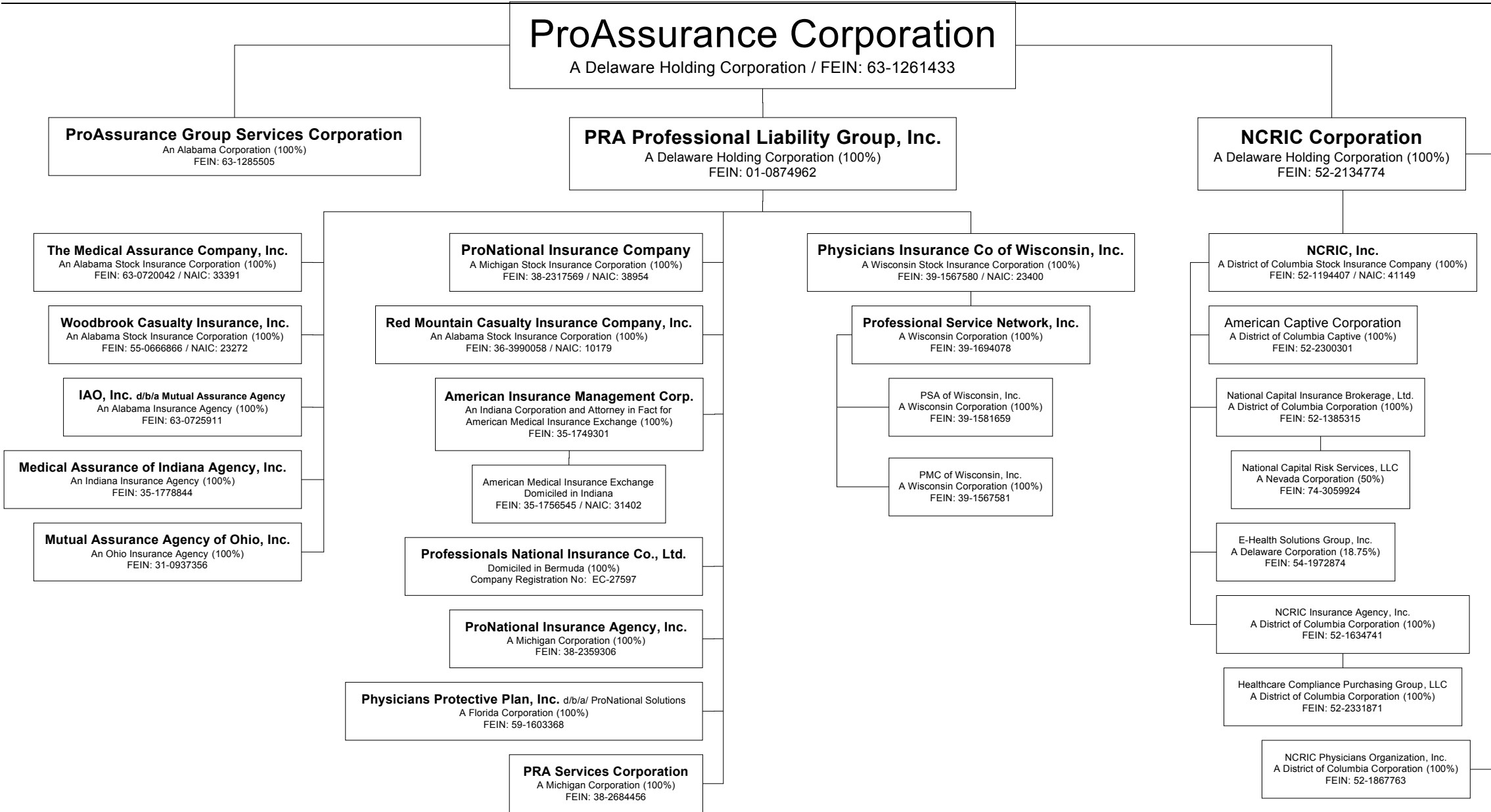
DETAILS OF WRITE-INS

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

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

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 – ORGANIZATIONAL CHART



PART 1 - LOSS EXPERIENCE

Lines of Business	Current Year to Date			4 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1. Fire.....			0.0	
2. Allied lines.....			0.0	
3. Farmowners multiple peril.....			0.0	
4. Homeowners multiple peril.....			0.0	
5. Commercial multiple peril.....			0.0	
6. Mortgage guaranty.....			0.0	
8. Ocean marine.....			0.0	
9. Inland marine.....			0.0	
10. Financial guaranty.....			0.0	
11.1. Medical malpractice-occurrence.....	341,442	70,697	20.7	87.8
11.2. Medical malpractice-claims made.....	12,621,635	2,609,091	20.7	50.4
12. Earthquake.....			0.0	
13. Group accident and health.....			0.0	
14. Credit accident and health.....			0.0	
15. Other accident and health.....			0.0	
16. Workers' compensation.....			0.0	
17.1. Other liability-occurrence.....			0.0	
17.2. Other liability-claims made.....	24,348	4,261	17.5	45.5
18.1. Products liability-occurrence.....			0.0	
18.2. Products liability-claims made.....			0.0	
19.1, 19.2 Private passenger auto liability.....			0.0	
19.3, 19.4 Commercial auto liability.....			0.0	
21. Auto physical damage.....			0.0	
22. Aircraft (all perils).....			0.0	
23. Fidelity.....			0.0	
24. Surety.....			0.0	
26. Burglary and theft.....			0.0	
27. Boiler and machinery.....			0.0	
28. Credit.....			0.0	
29. International.....			0.0	
30. Reinsurance-nonproportional assumed property.....	XXX	XXX	XXX	XXX
31. Reinsurance-nonproportional assumed liability.....	XXX	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed financial lines.....	XXX	XXX	XXX	XXX
33. Aggregate write-ins for other lines of business.....	0	0	0.0	
34. Totals.....	12,987,425	2,684,049	20.7	52.7

DETAILS OF WRITE-INS

3301.			0.0	
3302.			0.0	
3303.			0.0	
3398. Sum. of remaining write-ins for Line 33 from overflow page.....	0	0	0.0	XXX
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33).....	0	0	0.0	

PART 2 - DIRECT PREMIUMS WRITTEN

	1	2	3
	Current Quarter	Current Year to Date	Prior Year Year to Date
1. Fire.....			
2. Allied lines.....			
3. Farmowners multiple peril.....			
4. Homeowners multiple peril.....			
5. Commercial multiple peril.....			
6. Mortgage guaranty.....			
8. Ocean marine.....			
9. Inland marine.....			
10. Financial guaranty.....			
11.1. Medical malpractice-occurrence.....	245,733	341,442	2,325,127
11.2. Medical malpractice-claims made.....	905,223	14,515,060	29,455,076
12. Earthquake.....			
13. Group accident and health.....			
14. Credit accident and health.....			
15. Other accident and health.....			
16. Workers' compensation.....			
17.1. Other liability-occurrence.....			
17.2. Other liability-claims made.....	(5,511)		69,747
18.1. Products liability-occurrence.....			
18.2. Products liability-claims made.....			
19.1, 19.2 Private passenger auto liability.....			
19.3, 19.4 Commercial auto liability.....			
21. Auto physical damage.....			
22. Aircraft (all perils).....			
23. Fidelity.....			
24. Surety.....			
26. Burglary and theft.....			
27. Boiler and machinery.....			
28. Credit.....			
29. International.....			
30. Reinsurance-nonproportional assumed property.....	XXX	XXX	XXX
31. Reinsurance-nonproportional assumed liability.....	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed financial lines.....	XXX	XXX	XXX
33. Aggregate write-ins for other lines of business.....	0	0	0
34. Totals.....	1,145,445	14,856,502	31,849,950

DETAILS OF WRITE-INS

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

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	2007 Loss and LAE Payments on Claims Reported as of Prior Year-End	2007 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2007 Loss and LAE Payments (Cols. 4 + 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves (Cols. 7 + 8 + 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 4 + 7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserve Developed (Savings)/Deficiency (Cols. 11 + 12)
1. 2004 + Prior	63,029	11,921	74,950	11,298	255	11,553	46,821	146	16,430	63,397	(4,910)	4,910	0
2. 2005	29,345	14,605	43,950	3,589	186	3,775	27,405	394	12,376	40,175	1,649	(1,649)	0
3. Subtotals 2005 + Prior	92,374	26,526	118,900	14,887	441	15,328	74,226	540	28,806	103,572	(3,261)	3,261	0
4. 2006	12,286	28,174	40,460	1,976	398	2,374	14,213	104	23,769	38,086	3,903	(3,903)	0
5. Subtotals 2006 + Prior	104,660	54,700	159,360	16,863	839	17,702	88,439	644	52,575	141,658	642	(642)	0
6. 2007	XXX	XXX	XXX	XXX	369	369	XXX	1,494	8,666	10,160	XXX	XXX	XXX
7. Totals	104,660	54,700	159,360	16,863	1,208	18,071	88,439	2,138	61,241	151,818	642	(642)	0
8. Prior Year-End's Surplus As Regards Policyholders	59,458										Col. 11, Line 7 As % of Col. 1, Line 7	Col. 12, Line 7 As % of Col. 2, Line 7	Col. 13, Line 7 As % of Col. 3, Line 7
											1. ....0.6 %	2. ....(1.2)%	3. ....0.0 %
													Col. 13, Line 7 Line 8
													4. ....0.0 %

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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

	Response
1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?	<u>NO</u>
2. Will Supplement A to Schedule T (Medical Malpractice Supplement) be filed with this statement?	<u>YES</u>
3. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	<u>NO</u>

Explanation:

Bar Code:



**Overflow Page
NONE**

**Sch. A-Part 2
NONE**

**Sch. A-Part 3
NONE**

**Sch. B-Part 1
NONE**

**Sch. B-Part 2
NONE**

SCHEDULE BA - PART 1

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

1 CUSIP Identification	2 Name or Description	Location		5 Name of Vendor or General Partner	6 NAIC Designation	7 Date Originally Acquired	8 Type and Strategy	9 Actual Cost	10 Amount of Encumbrances	11 Book/Adjusted Carrying Value Less Encumbrances	12 Fair Value	13 Increase (Decrease) by Adjustment	14 Increase (Decrease) by Foreign Exchange Adjustment	15 Commitment for Additional Investment	16 Percentage of Ownership
		3 City	4 State												
Any Other Class of Admitted Asset - Unaffiliated															
000000 00 0	FEDERAL HOME LOAN BANK- ATLANTA.....	ATLANTA.....	GA..	FEDERAL HOME LOAN BANK.....		06/21/2007		479,700		479,700	479,700				
3799999	Total - Any Other Class of Admitted Asset - Unaffiliated.....							479,700	0	479,700	479,700	0	0	0	XXX
3999999	Subtotal - Unaffiliated.....							479,700	0	479,700	479,700	0	0	0	XXX
4199999	Totals.....							479,700	0	479,700	479,700	0	0	0	XXX

E03

SCHEDULE BA - PART 2

Showing Other Long-Term Invested Assets SOLD, Transferred or Paid in Full During the Current Quarter

1 CUSIP Identification	2 Name or Description	Location		5 Name of Purchaser or Nature of Disposal	6 Date Originally Acquired	7 Book/Adjusted Carrying Value Less Encumbrances, Prior Year	8 Increase (Decrease) by Adjustment	9 Increase (Decrease) by Foreign Exchange Adjustment	10 Book/Adjusted Carrying Value Less Encumbrances on Disposal	11 Consideration Received	12 Foreign Exchange Gain (Loss) on Disposal	13 Realized Gain (Loss) on Disposal	14 Total Gain (Loss) on Disposal	15 Investment Income
		3 City	4 State											
NONE														

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
Bonds - Special Revenue and Special Assessment									
13078H AB 8	CA PCR-ARS-RF-A-STHRN 08/01/2035 5.270.....		.....06/27/2007.....	PROTECTIVE LIFE INSUR.....		.....2,000,000	.....2,000,000		1FE.....
31407N 2C 6	FN 836071 06/01/2035 5.000.....		.....04/26/2007.....	LEHMAN BROTHERS.....		.....1,926,026	.....1,994,429	.....3,601	1.....
3199999.	Total - Bonds - Special Revenue & Special Assessments.....					.....3,926,026	.....3,994,429	.....3,601	.....XXX.....
6099997.	Total - Bonds - Part 3.....					.....3,926,026	.....3,994,429	.....3,601	.....XXX.....
6099999.	Total - Bonds.....					.....3,926,026	.....3,994,429	.....3,601	.....XXX.....
7499999.	Total - Bonds, Preferred and Common Stocks.....					.....3,926,026	.....XXX.....	.....3,601	.....XXX.....

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

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	For e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Government																					
36202K 2A 2	G2 8869		06/01/2007	MBS PAYDOWN		2,026	2,026	2,072	2,051		(25)		(25)		2,026			0	49	09/01/2021	1
362207 YU 0	GN 299623		06/01/2007	MBS PAYDOWN		154	154	156	155		(1)		(1)		154			0	5	05/01/2022	1
36203G QN 6	GN 348861		06/01/2007	MBS PAYDOWN		213	213	215	214		(1)		(1)		213			0	6	03/01/2021	1
36203K A4 6	GN 351127		06/01/2007	MBS PAYDOWN		250	250	253	252		(2)		(2)		250			0	7	04/01/2022	1
36203L LQ 3	GN 352335		06/01/2007	MBS PAYDOWN		4	4	4	4				0		4			0		04/01/2023	1
36203T BY 0	GN 358355		06/01/2007	MBS PAYDOWN		356	356	359	358		(2)		(2)		356			0	10	07/01/2020	1
36204F FG 4	GN 368367		06/01/2007	MBS PAYDOWN		200	200	211	207		(7)		(7)		200			0	7	07/01/2022	1
36208D M5 1	GN 447780		06/01/2007	MBS PAYDOWN		996	996	1,018	1,014		(17)		(17)		996			0	28	10/01/2022	1
36209A R8 5	GN 465911		06/01/2007	MBS PAYDOWN		66	66	64	64		2		2		66			0	2	05/01/2026	1
36209P SP 3	GN 477626		06/01/2007	MBS PAYDOWN		3,253	3,253	3,306	3,293		(40)		(40)		3,253			0	102	04/01/2027	1
36210C NT 6	GN 488302		06/01/2007	MBS PAYDOWN		29	29	28	28		1		1		29			0	1	10/01/2028	1
0399999	Total - Bonds - U.S. Government					7,547	7,547	7,686	7,640	0	(92)	0	(92)	0	7,547	0	0	0	217	XXX	XXX
Bonds - Special Revenue and Special Assessment																					
13078H AB 8	CA PCR-ARS-RF-A-STHRN	5.270	05/23/2007	GOLDMAN SACHS		1,400,000	1,400,000	1,399,888					0	1,399,888		112	112	21,491	08/01/2035	1FE	
31296K LQ 4	FG A11235	6.000	06/01/2007	MBS PAYDOWN		2,027	2,027	2,070	2,069		(43)		(43)		2,027			0	54	10/01/2032	1
31296N ZY 6	FG A14359	5.500	06/01/2007	MBS PAYDOWN		1,693	1,693	1,731	1,729		(36)		(36)		1,693			0	39	01/01/2033	1
31297B JC 7	FG A23859	5.000	06/01/2007	MBS PAYDOWN		37,852	37,852	36,852		1,000		1,000		37,852			0	380	11/01/2033	1	
3128K8 TQ 9	FG A47759	5.000	06/01/2007	MBS PAYDOWN		17,242	17,242	16,754		488		488		17,242			0	136	08/01/2035	1	
31288G 3S 9	FG C78009	5.500	06/01/2007	MBS PAYDOWN		960	960	966	966		(6)		(6)		960			0	19	10/01/2031	1
31288J RK 4	FG C79490	5.500	06/01/2007	MBS PAYDOWN		3,607	3,607	3,782	3,769		(161)		(161)		3,607			0	90	09/01/2032	1
313970 SC 0	FG D32315	9.500	06/01/2007	MBS PAYDOWN		2,982	2,982	3,224	3,145		(163)		(163)		2,982			0	116	08/01/2016	1
3128H3 ZP 9	FG E96150	5.000	06/01/2007	MBS PAYDOWN		57,052	57,052	59,816	59,255		(2,203)		(2,203)		57,052			0	1,193	12/01/2017	1
3128H4 WA 3	FG E96941	4.500	06/01/2007	MBS PAYDOWN		18,211	18,211	18,666	18,572		(361)		(361)		18,211			0	343	11/01/2017	1
3128M1 LA 5	FG G12221	5.500	06/01/2007	MBS PAYDOWN		47,943	47,943	47,669	47,677		266		266		47,943			0	1,109	11/01/2020	1
3128M1 PE 3	FG G12321	5.500	06/01/2007	MBS PAYDOWN		41,191	41,191	40,956	40,963		228		228		41,191			0	942	04/01/2021	1
31282N BJ 1	FG M70041	7.000	06/01/2007	MBS PAYDOWN		1,992	1,992	2,069	1,996		(5)		(5)		1,992			0	58	01/01/2008	1
31353G PG 1	FH 884023	10.500	05/01/2007	MBS PAYDOWN		709	709	768	750		(41)		(41)		709			0	31	04/01/2018	1
31370L GE 4	FN 234297	8.500	06/01/2007	MBS PAYDOWN		7,557	7,557	7,959	7,574		(16)		(16)		7,557			0	272	08/01/2007	1
31371L 4L 0	FN 255627	5.000	06/01/2007	MBS PAYDOWN		17,587	17,587	17,741	17,718		(131)		(131)		17,587			0	370	10/01/2024	1
31371L 4M 8	FN 255628	5.500	06/01/2007	MBS PAYDOWN		19,222	19,222	19,703	19,660		(437)		(437)		19,222			0	437	10/01/2024	1
31371L 6C 8	FN 255667	5.000	06/01/2007	MBS PAYDOWN		45,468	45,468	45,581	45,571		(103)		(103)		45,468			0	934	12/01/2024	1
31371L 6D 6	FN 255668	5.500	06/01/2007	MBS PAYDOWN		28,454	28,454	29,098	29,040		(586)		(586)		28,454			0	654	11/01/2024	1
31371S QU 1	FN 260667	6.500	06/01/2007	MBS PAYDOWN		38	38	37	37		1		1		38			0	1	06/01/2022	1
31372A ZM 7	FN 267248	6.500	06/01/2007	MBS PAYDOWN		671	671	652	658		12		12		671			0	18	01/01/2010	1
31372C AX 6	FN 268322	6.500	06/01/2007	MBS PAYDOWN		276	276	268	271		6		6		276			0	8	11/01/2021	1
31372C MN 5	FN 268665	6.500	06/01/2007	MBS PAYDOWN		332	332	322	325		7		7		332			0	9	04/01/2022	1
31372D TM 8	FN 269756	6.500	06/01/2007	MBS PAYDOWN		604	604	587	593		11		11		604			0	19	01/01/2023	1
31372H RM 1	FN 273292	6.500	06/01/2007	MBS PAYDOWN		3,514	3,514	3,416	3,444		70		70		3,514			0	95	01/01/2023	1
31372J KM 4	FN 274000	6.500	06/01/2007	MBS PAYDOWN		533	533	518	522		11		11		533			0	14	01/01/2022	1
31372J 6Z 1	FN 274588	6.500	06/01/2007	MBS PAYDOWN		22	22	21	21				0		22			0	1	02/01/2021	1
31372P JR 1	FN 278472	8.500	06/01/2007	MBS PAYDOWN		7	7	7	7				0		7			0		12/01/2023	1
31372P ZD 4	FN 278940	6.500	06/01/2007	MBS PAYDOWN		16	16	16	16				0		16			0		08/01/2021	1
31372X ZK 1	FN 286146	8.500	06/01/2007	MBS PAYDOWN		8	8	8	8				0		8			0		02/01/2024	1
31378T P2 5	FN 408241	6.000	06/01/2007	MBS PAYDOWN		682	682	667	672		10		10		682			0	17	04/01/2017	1
31361S TW 6	FN 50965	6.500	06/01/2007	MBS PAYDOWN		146	146	142	142		4		4		146			0	4	05/01/2022	1
31383S JZ 4	FN 511580	6.500	06/01/2007	MBS PAYDOWN		4,504	4,504	4,430	4,463		41		41		4,504			0	122	10/01/2012	1
31390L GN 0	FN 649205	6.500	06/01/2007	MBS PAYDOWN		1,746	1,746	1,836	1,829		(83)		(83)		1,746			0	47	11/01/2030	1
31390R E7 4	FN 653658	6.500	06/01/2007	MBS PAYDOWN		7,657	7,657	8,051	8,021		(364)		(364)		7,657			0	231	07/01/2031	1

E05

SCHEDULE D - PART 4

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

1 CUSIP Identification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value At Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date	22 NAIC Designation or Market Indicator (a)
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.							
31391S TF 7	FN 675650		06/01/2007	MBS PAYDOWN		43,882	43,882	45,857	45,705		(1,823)		(1,823)		43,882			0	1,195	03/01/2032	1
31391S U7 3	FN 675706		06/01/2007	MBS PAYDOWN		74,592	74,592	77,693	77,461		(2,869)		(2,869)		74,592			0	2,160	01/01/2032	1
31391U W6 8	FN 677569		06/01/2007	MBS PAYDOWN		2,052	2,052	2,098	2,097		(44)		(44)		2,052			0	58	02/01/2032	1
31391U YM 1	FN 677616		06/01/2007	MBS PAYDOWN		2,993	2,993	3,059	3,057		(65)		(65)		2,993			0	60	06/01/2032	1
31400C AL 8	FN 683211		06/01/2007	MBS PAYDOWN		18,579	18,579	19,084	19,043		(464)		(464)		18,579			0	424	06/01/2031	1
31400D X4 9	FN 684799		06/01/2007	MBS PAYDOWN		2,611	2,611	2,718	2,710		(99)		(99)		2,611			0	65	06/01/2032	1
31400H HJ 5	FN 687933		06/01/2007	MBS PAYDOWN		40,948	40,948	42,523	42,406		(1,458)		(1,458)		40,948			0	1,215	07/01/2032	1
31400T GU 5	FN 696911		06/01/2007	MBS PAYDOWN		1,571	1,571	1,604	1,601		(30)		(30)		1,571			0	35	05/01/2032	1
31401C FB 4	FN 704062		06/01/2007	MBS PAYDOWN		2,073	2,073	2,118	2,113		(40)		(40)		2,073			0	47	07/01/2032	1
31401H L9 1	FN 708752		06/01/2007	MBS PAYDOWN		41,190	41,190	43,223	42,807		(1,617)		(1,617)		41,190			0	858	01/01/2018	1
31401H 3J 9	FN 709201		06/01/2007	MBS PAYDOWN		5,226	5,226	5,207	5,209		17		17		5,226			0	115	10/01/2032	1
31401J AC 2	FN 709303		06/01/2007	MBS PAYDOWN		26,880	26,880	27,733	27,667		(787)		(787)		26,880			0	558	12/01/2032	1
31401L NU 3	FN 711503		06/01/2007	MBS PAYDOWN		325	325	328	328		(3)		(3)		325			0	7	01/01/2033	1
31401L P8 0	FN 711547		06/01/2007	MBS PAYDOWN		29,501	29,501	30,754	30,662		(1,162)		(1,162)		29,501			0	790	08/01/2032	1
31401L V5 9	FN 711736		06/01/2007	MBS PAYDOWN		1,514	1,514	1,523	1,523		(9)		(9)		1,514			0	35	09/01/2032	1
31401N GR 4	FN 713108		06/01/2007	MBS PAYDOWN		3,223	3,223	3,241	3,241		(18)		(18)		3,223			0	73	09/01/2032	1
31401Y VD 4	FN 722512		06/01/2007	MBS PAYDOWN		2,634	2,634	2,624	2,625		9		9		2,634			0	60	10/01/2032	1
31402A RB 4	FN 723282		06/01/2007	MBS PAYDOWN		156,312	156,312	163,415	161,980		(5,668)		(5,668)		156,312			0	3,463	06/01/2017	1
31402D XU 9	FN 726191		06/01/2007	MBS PAYDOWN		4,111	4,111	4,124	4,122		(11)		(11)		4,111			0	88	01/01/2018	1
31402D 5A 4	FN 726341		06/01/2007	MBS PAYDOWN		2,000	2,000	2,006	2,005		(5)		(5)		2,000			0	41	01/01/2018	1
31402G SW 4	FN 728733		06/01/2007	MBS PAYDOWN		1,279	1,279	1,301	1,299		(19)		(19)		1,279			0	28	12/01/2032	1
31402G WU 3	FN 728859		06/01/2007	MBS PAYDOWN		7,932	7,932	7,978	7,977		(45)		(45)		7,932			0	198	03/01/2033	1
31402H N8 0	FN 729515		06/01/2007	MBS PAYDOWN		45,450	45,450	45,911	45,877		(427)		(427)		45,450			0	897	07/01/2032	1
31402H PX 3	FN 729538		06/01/2007	MBS PAYDOWN		2,870	2,870	2,932	2,931		(61)		(61)		2,870			0	72	11/01/2032	1
31402Q Y3 9	FN 735230		06/01/2007	MBS PAYDOWN		38,740	38,740	38,522	38,522		218		218		38,740			0	349	04/01/2034	1
31402Y T5 3	FN 742272		06/01/2007	MBS PAYDOWN		284	284	281	281		3		3		284			0	6	07/01/2033	1
31403D DX 4	FN 745418		06/01/2007	MBS PAYDOWN		39,351	39,351	39,088	39,088		263		263		39,351			0	366	11/01/2035	1
31403F JX 3	FN 747378		06/01/2007	MBS PAYDOWN		9,925	9,925	9,852	9,855		70		70		9,925			0	197	11/01/2032	1
31403V ZZ 1	FN 759592		06/01/2007	MBS PAYDOWN		3,268	3,268	3,346	3,341		(74)		(74)		3,268			0	75	07/01/2033	1
31404B 3A 8	FN 764093		06/01/2007	MBS PAYDOWN		26,679	26,679	27,302	27,266		(587)		(587)		26,679			0	611	03/01/2033	1
31404S H3 2	FN 777050		06/01/2007	MBS PAYDOWN		1,031	1,031	1,018	1,019		12		12		1,031			0	21	09/01/2033	1
31404V TS 7	FN 780061		06/01/2007	MBS PAYDOWN		35,085	35,085	34,765	34,781		304		304		35,085			0	808	07/01/2033	1
31405R AQ 9	FN 796615		06/01/2007	MBS PAYDOWN		47,097	47,097	46,810	46,810		287		287		47,097			0	381	06/01/2034	1
31406B CY 4	FN 804787		06/01/2007	MBS PAYDOWN		10,421	10,421	10,655	10,639		(218)		(218)		10,421			0	212	07/01/2034	1
31406E DM 3	FN 807508		06/01/2007	MBS PAYDOWN		3,285	3,285	3,359	3,354		(69)		(69)		3,285			0	76	09/01/2034	1
31406E LL 6	FN 807731		06/01/2007	MBS PAYDOWN		15,279	15,279	15,630	15,609		(331)		(331)		15,279			0	352	05/01/2034	1
31407C J6 5	FN 826585		06/01/2007	MBS PAYDOWN		28,151	28,151	27,227	27,272		879		879		28,151			0	581	04/01/2035	1
31407N 2C 6	FN 836071		06/01/2007	VARIOUS		983,340	1,017,701	982,797			543		543		983,340			0	1,875	06/01/2035	1
31408A J3 5	FN 845482		06/01/2007	MBS PAYDOWN		35,890	35,890	35,699	35,705		185		185		35,890			0	911	04/01/2021	1
31408A TC 4	FN 845747		06/01/2007	MBS PAYDOWN		52,489	52,489	50,684	50,780		1,709		1,709		52,489			0	1,082	06/01/2034	1
31408E RU 8	FN 849299		06/01/2007	MBS PAYDOWN		59,061	59,061	58,673			388		388		59,061			0	507	10/01/2035	1
31408J MU 2	FN 852771		06/01/2007	MBS PAYDOWN		34,370	34,370	33,226	33,294		1,075		1,075		34,370			0	846	01/01/2036	1
38374B QM 8	GNR 2003-72 A		06/01/2007	MBS PAYDOWN	3,206	9,371	9,371	9,371	9,371				0		9,371			0	125	05/01/2009	1
38374J E9 3	GNR 2004-97 AB		06/01/2007	MBS PAYDOWN	3,084	4,370	4,370	4,183	4,219		151		151		4,370			0	56	01/01/2010	1
38373M PT 1	GNR 2005-29 A		06/01/2007	MBS PAYDOWN	4,016	2,132	2,132	2,067	2,076		56		56		2,132			0	36	07/01/2011	1
38373M RU 6	GNR 2005-87 A		06/01/2007	MBS PAYDOWN	4,449	2,909	2,909	2,851	2,864		45		45		2,909			0	54	12/01/2010	1
38373M SB 7	GNR 2005-90 A		06/01/2007	MBS PAYDOWN	3,760	3,903	3,903	3,767	3,792		112		112		3,903			0	61	07/01/2011	1
38373M TS 9	GNR 2006-18 A		06/01/2007	MBS PAYDOWN	4,968	6,535	6,535	6,470	6,473		62		62		6,535			0	135	10/01/2021	1

E05.1

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
38373M TZ 3	GNR 2006-19 A		06/01/2007	MBS PAYDOWN		17,736	17,736	16,849	16,871		865		865		17,736			0	251	06/01/2030	1
38373M SH 4	GNR 2006-3 A		06/01/2007	MBS PAYDOWN		3,650	3,650	3,577	3,590		61		61		3,650			0	64	04/01/2011	1
38373M SX 9	GNR 2006-5 A		06/01/2007	MBS PAYDOWN		3,602	3,602	3,530	3,540		61		61		3,602			0	64	07/01/2011	1
38373M SP 6	GNR 2006-6 A		06/01/2007	MBS PAYDOWN		4,258	4,258	4,173	4,179		79		79		4,258			0	72	10/01/2023	1
38373M TD 2	GNR 2006-9 A		06/01/2007	MBS PAYDOWN		6,609	6,609	6,411	6,419		191		191		6,609			0	116	10/01/2022	1
594648 SP 3	MI HENRY FORD HOSP		05/01/2007	SINKING FUND REDEMPTION		275,000	275,000	355,523	275,000				0		275,000			0	12,375	05/01/2008	1FE
3199999	Total - Bonds - Special Revenue & Assessment					4,056,074	4,090,435	4,153,031	1,449,519	0	(12,942)	0	(12,942)	0	4,055,962	0	112	112	64,461	XXX	XXX
Bonds - Industrial and Miscellaneous																					
02639M AG 1	AGFMT 2006-1 A1		06/01/2007	MBS PAYDOWN		53,318	53,318	53,326	53,323		(5)		(5)		53,318			0	1,330	09/01/2008	1FE
03061N JR 1	AMCAR 2005-DA A3		06/06/2007	MBS PAYDOWN		81,335	81,335	81,325	81,330		5		5		81,335			0	1,623	11/06/2008	1FE
12476V AT 8	CASC 1998-D7 A1B		06/11/2007	MBS PAYDOWN		3,869	3,869	4,225	4,008		(140)		(140)		3,869			0	101	09/11/2008	1FE
12498N AA 1	CBASS 2006-CB2 AF1		06/01/2007	MBS PAYDOWN		21,726	21,726	21,725	21,725		0		0		21,726			0	498	10/01/2028	1FE
161505 BE 1	CCMSC 1997-1 E		04/01/2007	MBS PAYDOWN		127,018	127,018	140,792	129,818		(2,800)		(2,800)		127,018			0	6,822	01/01/2008	1FE
161505 BY 7	CCMSC 1998-1 A2		06/01/2007	MBS PAYDOWN		5,597	5,597	6,322	5,771		(174)		(174)		5,597			0	136	05/01/2008	1FE
161581 DE 0	CMAOT 2003-C A4		06/15/2007	MBS PAYDOWN		44,502	44,502	44,253	44,403		99		99		44,502			0	541	10/15/2007	1FE
17307G 4F 2	CMLTI 2006-WF1 A2A		06/01/2007	MBS PAYDOWN		171,979	171,979	171,979	171,979		0		0		171,979			0	4,145	12/01/2007	1FE
25466K DY 2	DCMT 2002-2 A		04/15/2007	MBS PAYDOWN		320,000	320,000	335,975	321,859		(1,859)		(1,859)		320,000			0	5,493	04/15/2007	1FE
23322B CZ 9	DLJCM 1998-CF2 A1B		06/01/2007	MBS PAYDOWN		14,172	14,172	15,745	14,517		(344)		(344)		14,172			0	386	10/01/2008	1FE
23322B EF 1	DLJCM 1999-CG1 A1A		06/29/2007	MBS PAYDOWN		75	75	80	76		(1)		(1)		75			0	4	03/01/2008	1FE
23322B EG 9	DLJCM 1999-CG1 A1B		06/01/2007	MBS PAYDOWN		10,652	10,652	11,797	11,062		(410)		(410)		10,652			0	248	01/01/2009	1FE
31428X AL 0	FEDEX CORP		04/01/2007	MATURITY		180,000	180,000	179,882	179,988		12		12		180,000			0	2,385	04/01/2007	2FE
46625Y XL 2	JPMCC 2005-LDP5 A1		06/01/2007	MBS PAYDOWN		7,667	7,667	7,686	7,681		(15)		(15)		7,667			0	162	06/01/2010	1FE
55445R AA 5	MACH 2004-1A A1		06/01/2007	MBS PAYDOWN		12,194	12,194	12,192	12,193		1		1		12,194			0	201	02/01/2008	1FE
59022H KZ 4	MLMT 2005-CK1 A1		06/01/2007	MBS PAYDOWN		14,659	14,659	14,695	14,687		(28)		(28)		14,659			0	310	09/01/2010	1FE
61745M ES 8	MSC 1998-WF1 A2		06/29/2007	MBS PAYDOWN		18,425	18,425	20,629	18,776		(351)		(351)		18,425			0	757	12/01/2007	1FE
61745M KY 8	MSC 1999-RM1 A2		06/01/2007	MBS PAYDOWN		34,784	34,784	39,254	35,873		(1,089)		(1,089)		34,784			0	1,130	10/01/2008	1FE
61746W ES 5	MSDWC 2001-PPM A2		06/01/2007	MBS PAYDOWN		3,964	3,964	4,385	4,205		(241)		(241)		3,964			0	118	09/01/2011	1FE
61746W ET 3	MSDWC 2001-PPM A3		06/01/2007	MBS PAYDOWN		13,877	13,877	15,679	14,754		(876)		(876)		13,877			0	423	09/01/2011	1FE
61746W PE 4	MSDWC 2002-TOP7 A1		06/01/2007	MBS PAYDOWN		45,896	45,896	49,871	48,114		(2,218)		(2,218)		45,896			0	941	05/01/2011	1FE
69121P CG 6	OWNIT 2006-1 AF1		06/01/2007	MBS PAYDOWN		56,681	56,681	56,681	56,681		0		0		56,681			0	1,328	06/01/2009	1FE
759950 GU 6	RAMC 2006-1 AF2		06/01/2007	MBS PAYDOWN		14,976	14,976	14,976	14,976		0		0		14,976			0	414	09/01/2008	1FE
86386M AC 8	SLCC 2002-1 A3		05/09/2007	BANK OF NEW YORK		2,400,000	2,400,000	2,400,000	2,400,000		0		0		2,400,000			0	29,402	03/15/2042	1FE
90390M AP 5	SLM CORP		04/10/2007	MATURITY		200,000	200,000	220,090	201,487		(1,487)		(1,487)		200,000			0	5,625	04/10/2007	1FE
96683M AL 7	WALT 2003-1 A4		06/15/2007	MBS PAYDOWN		25,958	25,958	25,735	25,889		69		69		25,958			0	276	04/15/2008	1FE
96683M AY 9	WALT 2004-1 A3		06/15/2007	MBS PAYDOWN		133,328	133,328	133,322	133,328		1		1		133,328			0	1,631	07/15/2007	1FE
92926M AD 1	WESTO 2003-2 A4		05/20/2007	MBS PAYDOWN		279,361	279,361	279,688	279,425		(64)		(64)		279,361			0	2,761	05/20/2007	1FE
92927T AE 3	WESTO 2004-4 B		06/17/2007	MBS PAYDOWN		32,378	32,378	32,373	32,376		2		2		32,378			0	418	07/17/2008	1FE
789549 AA 0	ST GEORGE FUNDING CO		06/29/2007	CALL BY ISSUER 100.0		325,000	325,000	372,125	344,342		2,125		2,125		346,467		(21,467)	(21,467)	41,364	12/29/2049	1FE
4599999	Total - Bonds - Industrial & Miscellaneous					4,653,391	4,653,391	4,766,807	2,284,646	0	(9,788)	0	(9,788)	0	4,674,858	0	(21,467)	(21,467)	110,973	XXX	XXX
6099997	Total - Bonds - Part 4					8,717,012	8,751,373	8,927,524	3,741,805	0	(22,822)	0	(22,822)	0	8,738,367	0	(21,355)	(21,355)	175,651	XXX	XXX
6099999	Total - Bonds					8,717,012	8,751,373	8,927,524	3,741,805	0	(22,822)	0	(22,822)	0	8,738,367	0	(21,355)	(21,355)	175,651	XXX	XXX
7499999	Total - Bonds, Preferred and Common Stocks					8,717,012	XXX	8,927,524	3,741,805	0	(22,822)	0	(22,822)	0	8,738,367	0	(21,355)	(21,355)	175,651	XXX	XXX

E05.2

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

**Sch. DB-Part A-Section 1
NONE**

**Sch. DB-Part B-Section 1
NONE**

**Sch. DB-Part C-Section 1
NONE**

**Sch. DB-Part D-Section 1
NONE**

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			9 *
					6 First Month	7 Second Month	8 Third Month	
Open Depositories								
WACHOVIA BANK.....	BIRMINGHAM, AL.....	.....	.....	.....	.....(26,861)	.....(25,929)	.....133,067	XXX
BANK OF AMERICA.....	ATLANTA, GA.....	.....	.....	.....	.....2,567	.....4,174	.....4,825	XXX
US BANK.....	BIRMINGHAM, AL.....	.....	.....	.....	.....(1,767,577)	.....(981,714)	.....(2,279,472)	XXX
0199999. Total Open Depositories.....	XXX.....	XXX.....	.....0	.....0	.....(1,791,871)	.....(1,003,469)	.....(2,141,580)	XXX
0399999. Total Cash on Deposit.....	XXX.....	XXX.....	.....0	.....0	.....(1,791,871)	.....(1,003,469)	.....(2,141,580)	XXX
0599999. Total Cash.....	XXX.....	XXX.....	.....0	.....0	.....(1,791,871)	.....(1,003,469)	.....(2,141,580)	XXX

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Gross Investment Income
------------------	-----------	-----------------------	--------------------------	-----------------------	--------------------------------------	--	---------------------------------

NONE