

QUARTERLY STATEMENT

OF THE

NCRIC, INC.

Of

WASHINGTON

in the state of DC

to the Insurance Department

of the State of

For the Period Ended

March 31, 2008

2008



QUARTERLY STATEMENT

As of **March 31, 2008**
of the Condition and Affairs of the
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>

OFFICERS

Name	Title	Name	Title
1. HOWARD HARLEY FRIEDMAN	PRESIDENT	2. KATHRYN ANNE NEVILLE	SECRETARY
3. JAMES JOSEPH MORELLO	TREASURER	4. WILLIAM STANCIL STARNES	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
DARRYL KEITH THOMAS	CHIEF CLAIMS OFFICER	HAYES VANCE WHITESIDE	VICE PRESIDENT

DIRECTORS OR TRUSTEES

VICTOR THOMAS ADAMO	HOWARD HARLEY FRIEDMAN	EDWARD LEWIS RAND, JR.	WILLIAM STANCIL STARNES
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)
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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.....	210,512,681		210,512,681	217,436,971
2. Stocks:				
2.1 Preferred stocks.....			.0	
2.2 Common stocks.....	391,865		391,865	396,901
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 (\$.....(682,861)), cash equivalents (\$.....5,995,208) and short-term investments (\$.....12,779,104).....	18,091,452		18,091,452	11,088,050
6. Contract loans (including \$.....0 premium notes).....			.0	
7. Other invested assets.....	475,400		475,400	479,700
8. Receivables for securities.....	191		191	
9. Aggregate write-ins for invested assets.....	.0	.0	.0	.0
10. Subtotals, cash and invested assets (Lines 1 to 9).....	229,471,589	.0	229,471,589	229,401,622
11. Title plants less \$.....0 charged off (for Title insurers only).....			.0	
12. Investment income due and accrued.....	2,208,762		2,208,762	2,664,521
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection.....	1,146,635	174,448	972,187	268,018
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	80,950		80,950	126,418
13.3 Accrued retrospective premiums.....			.0	
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers.....	17,034,688		17,034,688	16,820,772
14.2 Funds held by or deposited with reinsured companies.....			.0	
14.3 Other amounts receivable under reinsurance contracts.....	24,809		24,809	22,789
15. Amounts receivable relating to uninsured plans.....			.0	
16.1 Current federal and foreign income tax recoverable and interest thereon.....	1,097,168		1,097,168	
16.2 Net deferred tax asset.....	13,359,877	10,965,997	2,393,880	2,118,199
17. Guaranty funds receivable or on deposit.....			.0	
18. Electronic data processing equipment and software.....	6,905	2,564	4,341	24,819
19. Furniture and equipment, including health care delivery assets (\$.....0).....	115,385	115,385	.0	
20. Net adjustment in assets and liabilities due to foreign exchange rates.....			.0	
21. Receivables from parent, subsidiaries and affiliates.....	194,151		194,151	1,037,440
22. Health care (\$.....0) and other amounts receivable.....			.0	
23. Aggregate write-ins for other than invested assets.....	155,450	52,212	103,238	96,975
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 through 23).....	264,896,369	11,310,606	253,585,763	252,581,573
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			.0	
26. TOTALS (Lines 24 and 25).....	264,896,369	11,310,606	253,585,763	252,581,573

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.....	44,851	44,851	.0	
2302. Other assets.....	7,361	7,361	.0	
2303. State Premium Tax Recoverable.....	103,238		103,238	96,975
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).....	155,450	52,212	103,238	96,975

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Losses (current accident year \$...91,651,469).....	91,651,469	95,062,100
2. Reinsurance payable on paid losses and loss adjustment expenses.....		
3. Loss adjustment expenses.....	45,198,670	46,833,537
4. Commissions payable, contingent commissions and other similar charges.....	22,114	12,207
5. Other expenses (excluding taxes, licenses and fees).....	355,439	494,205
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	208,574	127,746
7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)).....		1,954,905
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 \$...615,635 and including warranty reserves of \$.....0).....	17,614,169	10,498,248
10. Advance premium.....	72,998	1,743,714
11. Dividends declared and unpaid:		
11.1 Stockholders.....		
11.2 Policyholders.....		
12. Ceded reinsurance premiums payable (net of ceding commissions).....	2,630,734	2,128,800
13. Funds held by company under reinsurance treaties.....		
14. Amounts withheld or retained by company for account of others.....	7,011	8,863
15. Remittances and items not allocated.....		
16. Provision for reinsurance.....	4,768,600	4,768,600
17. Net adjustments in assets and liabilities due to foreign exchange rates.....		
18. Drafts outstanding.....		
19. Payable to parent, subsidiaries and affiliates.....	569,692	240,159
20. Payable for securities.....		
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).....	182,599,470	183,373,084
25. Protected cell liabilities.....		
26. Total liabilities (Lines 24 and 25).....	182,599,470	183,373,084
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).....	19,551,627	17,773,823
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).....	70,986,293	69,208,489
36. TOTALS.....	253,585,763	252,581,573

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 \$.....12,066,040).....	4,569,398	6,662,224	27,303,141
1.2 Assumed..... (written \$.....0).....			
1.3 Ceded..... (written \$.....770,085).....	389,364	973,574	1,912,946
1.4 Net..... (written \$.....11,295,955).....	4,180,034	5,688,650	25,390,195
DEDUCTIONS:			
2. Losses incurred (current accident year \$.....1,529,685):			
2.1 Direct.....	1,784,547	1,360,737	22,520,190
2.2 Assumed.....			
2.3 Ceded.....	254,862	490,036	20,550,198
2.4 Net.....	1,529,685	870,701	1,969,992
3. Loss adjustment expenses incurred.....	2,030,393	4,427,497	13,055,814
4. Other underwriting expenses incurred.....	1,128,663	1,421,372	4,708,151
5. Aggregate write-ins for underwriting deductions.....	0	0	0
6. Total underwriting deductions (Lines 2 through 5).....	4,688,741	6,719,570	19,733,957
7. Net income of protected cells.....			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7).....	(508,707)	(1,030,920)	5,656,238
INVESTMENT INCOME			
9. Net investment income earned.....	2,416,785	2,801,183	10,861,566
10. Net realized capital gains (losses) less capital gains tax of \$.....(175).....	(326)	(197,252)	(210,776)
11. Net investment gain (loss) (Lines 9 + 10).....	2,416,459	2,603,931	10,650,790
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....4,728).....	(4,728)	(18,517)	(75,405)
13. Finance and service charges not included in premiums.....	1,484	7,160	21,097
14. Aggregate write-ins for miscellaneous income.....	31,180	7,150	101,488
15. Total other income (Lines 12 through 14).....	27,936	(4,207)	47,180
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	1,935,688	1,568,804	16,354,208
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).....	1,935,688	1,568,804	16,354,208
19. Federal and foreign income taxes incurred.....	392,998	(1,428,405)	1,023,605
20. Net income (Line 18 minus Line 19) (to Line 22).....	1,542,690	2,997,209	15,330,603
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year.....	69,208,489	59,457,819	59,457,819
22. Net income (from Line 20).....	1,542,690	2,997,209	15,330,603
23. Net transfers (to) from Protected Cell accounts.....			
24. Change in net unrealized capital gains or losses less capital gains tax of \$.....0.....	(23,038)	(3,496)	(82,482)
25. Change in net unrealized foreign exchange capital gain (loss).....			
26. Change in net deferred income tax.....	84,799	(1,806,937)	(4,445,756)
27. Change in nonadmitted assets.....	173,353	1,875,784	3,633,505
28. Change in provision for reinsurance.....			(4,685,200)
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).....	1,777,804	3,062,560	9,750,670
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38).....	70,986,293	62,520,379	69,208,489
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.....	31,180	7,150	102,056
1402. Loss on Sale of Equipment.....			(568)
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).....	31,180	7,150	101,488
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.....	9,439,408	19,027,180
2. Net investment income.....	3,215,400	12,385,124
3. Miscellaneous income.....	27,936	47,180
4. Total (Lines 1 through 3).....	12,682,744	31,459,483
5. Benefit and loss related payments.....	8,821,512	47,841,351
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....		
7. Commissions, expenses paid and aggregate write-ins for deductions.....	1,176,694	4,639,587
8. Dividends paid to policyholders.....		
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses).....	3,444,896	(1,468,568)
10. Total (Lines 5 through 9).....	13,443,102	51,012,370
11. Net cash from operations (Line 4 minus Line 10).....	(760,358)	(19,552,887)
CASH FROM INVESTMENTS		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	6,562,931	49,963,083
12.2 Stocks.....		
12.3 Mortgage loans.....		
12.4 Real estate.....		
12.5 Other invested assets.....	4,300	
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....		(166)
12.7 Miscellaneous proceeds.....		
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	6,567,231	49,962,917
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....		36,767,573
13.2 Stocks.....		
13.3 Mortgage loans.....		
13.4 Real estate.....		
13.5 Other invested assets.....		479,700
13.6 Miscellaneous applications.....	191	
13.7 Total investments acquired (Lines 13.1 to 13.6).....	191	37,247,273
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).....	6,567,040	12,715,644
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.....		
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).....	1,196,720	463,001
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	1,196,720	463,001
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).....	7,003,402	(6,374,242)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	11,088,050	17,462,291
19.2 End of period (Line 18 plus Line 19.1).....	18,091,452	11,088,050

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

20.0001		
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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

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 - Other Items

No significant change.

Note 21 - Events Subsequent

No significant change.

Note 22 - Reinsurance

No significant change.

Note 23 - Retrospectively Rated Contracts & Contracts Subject to Redetermination

No significant change.

Note 24 - Change in Incurred Losses and Loss Adjustment Expenses

No significant change.

Note 25 - Intercompany Pooling Arrangements

No significant change.

Note 26 - Structured Settlements

No significant change.

Note 27 - Health Care Receivables

No significant change.

Note 28 - Participating Policies

No significant change.

Note 29 - Premium Deficiency Reserves

No significant change.

Note 30 - High Deductibles

No significant change.

NOTES TO FINANCIAL STATEMENTS

Note 31 - Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

No significant change.

Note 32 - Asbestos/Environmental Reserves

No significant change.

Note 33 - Subscriber Savings Accounts

No significant change.

Note 34 - 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 [X]
- 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 [X]
- 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 [X]
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 [X]
- 4.2 If yes, provide name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

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

- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2006.....
- 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. 12/31/2006.....
- 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). 02/14/2008.....

- 6.4 By what department or departments?
DISTRICT OF COLUMBIA DEPARTMENT OF INSURANCE, SECURITIES AND BANKING

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

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

- 7.2 If yes, give full information:

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

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

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

- 8.4 If the response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the 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 [X] No []
 - (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
 - (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
 - (c) Compliance with applicable governmental laws, rules and regulations;
 - (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
 - (e) Accountability for adherence to the code.

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

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

- 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 [X]

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

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

FINANCIAL

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

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

INVESTMENT

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

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

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

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

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

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds.....	\$.....0	\$.....0
14.22 Preferred Stock.....	\$.....0	\$.....0
14.23 Common Stock.....	\$.....396,901	\$.....391,865
14.24 Short-Term Investments.....	\$.....0	\$.....0
14.25 Mortgage Loans on Real Estate.....	\$.....0	\$.....0
14.26 All Other.....	\$.....0	\$.....0
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$.....396,901	\$.....391,865
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above.....	\$.....0	\$.....0

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

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes No
If no, attach a description with this statement.

16. 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 Section 3, III. Conducting Examinations, G-Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes No

16.1 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

16.2 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)

16.3 Have there been any changes, including name changes, in the custodian(s) identified in 16.1 during the current quarter? Yes No

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

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

16.5 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
113972	Standish Mellon Asset Management	BNY Mellon Center 210 Washington Street Boston, MA 02108-440

17.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes No

17.2 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 F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

1 NAIC Company Code	2 Federal ID Number	3 Name of Reinsurer	4 Location	5 Is Insurer Authorized? (YES or NO)
------------------------------	------------------------------	------------------------	---------------	---

NONE

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

States, Etc.	1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		Active Status	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	N						
2. Alaska.....AK	N						
3. Arizona.....AZ	N						
4. Arkansas.....AR	N						
5. California.....CA	N						
6. Colorado.....CO	N						
7. Connecticut.....CT	N						
8. Delaware.....DE	L		(153,467)	600,000	60,000	10,329,152	12,335,307
9. District of Columbia.....DC	L	12,159,084	13,319,948	1,225,000	1,123,476	57,704,252	60,414,890
10. Florida.....FL	N						
11. Georgia.....GA	N						
12. Hawaii.....HI	N						
13. Idaho.....ID	N						
14. Illinois.....IL	N						
15. Indiana.....IN	N						
16. Iowa.....IA	N						
17. Kansas.....KS	N						
18. Kentucky.....KY	N						
19. Louisiana.....LA	N						
20. Maine.....ME	N						
21. Maryland.....MD	L	(62,945)	557,823	50,000	3,614,156	17,596,489	14,940,428
22. Massachusetts.....MA	N						
23. Michigan.....MI	N						
24. Minnesota.....MN	N						
25. Mississippi.....MS	N						
26. Missouri.....MO	N						
27. Montana.....MT	N						
28. Nebraska.....NE	N						
29. Nevada.....NV	N						
30. New Hampshire.....NH	N						
31. New Jersey.....NJ	N						
32. New Mexico.....NM	N						
33. New York.....NY	N						
34. North Carolina.....NC	N						
35. North Dakota.....ND	N						
36. Ohio.....OH	N						
37. Oklahoma.....OK	N						
38. Oregon.....OR	N						
39. Pennsylvania.....PA	N						
40. Rhode Island.....RI	N						
41. South Carolina.....SC	N						
42. South Dakota.....SD	N						
43. Tennessee.....TN	N						
44. Texas.....TX	N						
45. Utah.....UT	N						
46. Vermont.....VT	N						
47. Virginia.....VA	L		(13,247)	2,384,591	3,232,855	25,315,288	34,131,743
48. Washington.....WA	N						
49. West Virginia.....WV	L	(30,099)		1,047,500	40,000	3,465,517	6,627,319
50. Wisconsin.....WI	N						
51. Wyoming.....WY	N						
52. American Samoa.....AS	N						
53. Guam.....GU	N						
54. Puerto Rico.....PR	N						
55. US Virgin Islands.....VI	N						
56. Northern Mariana Islands.....MP	N						
57. Canada.....CN	N						
58. Aggregate Other Alien.....OT	XXX	0	0	0	0	0	0
59. Totals.....	(a) 5	12,066,040	13,711,057	5,307,091	8,070,487	114,410,698	128,449,687

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 L responses except for Canada and Other Alien.

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

PART 1 – ORGANIZATIONAL CHART

Q11

5/14/2008 9:13:40 AM

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.....	(71,398)	(47,762)	66.9	20.6
11.2. Medical malpractice-claims made.....	4,640,796	1,832,309	39.5	20.5
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.....			0.0	17.5
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. Warranty.....			0.0	
31. Reinsurance-nonproportional assumed property.....	XXX	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed liability.....	XXX	XXX	XXX	XXX
33. Reinsurance-nonproportional assumed financial lines.....	XXX	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business.....	0	0	0.0	
35. Totals.....	4,569,398	1,784,547	39.1	20.4

DETAILS OF WRITE-INS

3401.			0.0	
3402.			0.0	
3403.			0.0	
3498. Sum. of remaining write-ins for Line 34 from overflow page.....	0	0	0.0	XXX
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34).....	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.....	(71,398)	(71,398)	95,709
11.2. Medical malpractice-claims made.....	12,137,438	12,137,438	13,609,837
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
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. Warranty.....			
31. Reinsurance-nonproportional assumed property.....	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed liability.....	XXX	XXX	XXX
33. Reinsurance-nonproportional assumed financial lines.....	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business.....	0	0	0
35. Totals.....	12,066,040	12,066,040	13,711,057

DETAILS OF WRITE-INS

3401.			
3402.			
3403.			
3498. Sum. of remaining write-ins for Line 34 from overflow page.....	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34).....	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)	2008 Loss and LAE Payments on Claims Reported as of Prior Year-End	2008 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2008 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. 2005 + Prior.....	59,993	29,086	89,079	7,153	125	7,278	47,401	56	34,344	81,801	(5,439)	5,439	0
2. 2006.....	13,202	20,998	34,200	797	95	892	13,690	10	19,608	33,308	1,285	(1,285)	0
3. Subtotals 2006 + Prior.....	73,195	50,084	123,279	7,950	220	8,170	61,091	66	53,952	115,109	(4,154)	4,154	0
4. 2007.....	5,821	12,796	18,617	267	83	350	6,911	29	11,327	18,267	1,357	(1,357)	0
5. Subtotals 2007 + Prior.....	79,016	62,880	141,896	8,217	303	8,520	68,002	95	65,279	133,376	(2,797)	2,797	0
6. 2008.....	XXX	XXX	XXX	XXX	86	86	XXX	207	3,267	3,474	XXX	XXX	XXX
7. Totals.....	79,016	62,880	141,896	8,217	389	8,606	68,002	302	68,546	136,850	(2,797)	2,797	0
8. Prior Year-End's Surplus As Regards Policyholders	69,208										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. ....(3.5)%	2. ....4.4 %	3. ....0.0 %
													Col. 13, Line 7 Line 8
													4. ....0.0 %

Q13

5/14/2008 9:13:41 AM

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 for Write-Ins

NONE

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

NONE

SCHEDULE B - VERIFICATION

Mortgage Loans

	1 Year to Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year.....	0	
2. Cost of acquired:		
2.1 Actual cost at time of acquisitions.....		
2.2 Additional investment made after acquisitions.....		
3. Capitalized deferred interest and other.....		
4. Accrual of discount.....		
5. Unrealized valuation increase (decrease).....		
6. Total gain (loss) on disposals.....		
7. Deduct amounts received on disposals.....		
8. Deduct amortization of premium and mortgage interest points and commitment fees.....		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest.....		
10. Deduct current year's other than temporary impairment recognized.....		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	0	0
12. Deduct total nonadmitted amounts.....		
13. Statement value at end of current period (Line 11 minus Line 12).....	0	0

NONE

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	479,700	
2. Cost of acquired:		
2.1 Actual cost at time of acquisitions.....		479,700
2.2 Additional investment made after acquisitions.....		
3. Capitalized deferred interest and other.....		
4. Accrual of discount.....		
5. Unrealized valuation increase (decrease).....		
6. Total gain (loss) on disposals.....		
7. Deduct amounts received on disposals.....	4,300	
8. Deduct amortization of premium and depreciation.....		
9. Total foreign exchange change in book/adjusted carrying value.....		
10. Deduct current year's other than temporary impairment recognized.....		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	475,400	479,700
12. Deduct total nonadmitted amounts.....		
13. Statement value at end of current period (Line 11 minus Line 12).....	475,400	479,700

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.....	217,833,872	232,740,304
2. Cost of bonds and stocks acquired.....		36,767,573
3. Accrual of discount.....	27,775	147,492
4. Unrealized valuation increase (decrease).....	(23,038)	(82,482)
5. Total gain (loss) on disposals.....	(501)	(324,105)
6. Deduct consideration for bonds and stocks disposed of.....	6,562,931	49,963,083
7. Deduct amortization of premium.....	370,631	1,451,828
8. Total foreign exchange change in book/adjusted carrying value.....		
9. Deduct current year's other than temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	210,904,546	217,833,872
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	210,904,546	217,833,872

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 (a).....	207,993,829	142,055,460	139,728,153	(1,989,241)	208,331,895			207,993,829
2. Class 2 (a).....	19,704,809		550,000	1,694,289	20,849,098			19,704,809
3. Class 3 (a).....	199,804			(93,804)	106,000			199,804
4. Class 4 (a).....								
5. Class 5 (a).....								
6. Class 6 (a).....								
7. Total Bonds.....	227,898,442	142,055,460	140,278,153	(388,756)	229,286,993	0	0	227,898,442
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.....	227,898,442	142,055,460	140,278,153	(388,756)	229,286,993	0	0	227,898,442

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5/14/2008 9:13:43 AM

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation:
NAIC 1 \$.....18,774,312; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0.

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.....	12,779,104	XXX	12,779,104	68,537	

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	10,385,667	9,664,429
2. Cost of short-term investments acquired.....	27,449,157	111,936,440
3. Accrual of discount.....		247,984
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals.....		(166)
6. Deduct consideration received on disposals.....	25,055,720	111,463,020
7. Deduct amortization of premium.....		
8. Total foreign exchange change in book/adjusted carrying value.....		
9. Deduct current year's other than temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	12,779,104	10,385,667
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	12,779,104	10,385,667

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

**Sch. DB-Part F-Section 2
NONE**

SCHEDULE E- VERIFICATION

Cash Equivalents

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	8,771,594
2. Cost of cash equivalents acquired.....	114,606,302	480,510,541
3. Accrual of discount.....	47,906	384,701
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals.....		
6. Deduct consideration received on disposals.....	108,659,000	489,666,836
7. Deduct amortization of premium.....		
8. Total foreign exchange change in book/ adjusted carrying value.....		
9. Deduct current year's other than temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	5,995,208	0
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	5,995,208	0

**Sch. A-Part 2
NONE**

**Sch. A-Part 3
NONE**

**Sch. B-Part 2
NONE**

**Sch. B-Part 3
NONE**

SCHEDULE BA - PART 2

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 Desig- nation	7 Date Originally Acquired	8 Type and Strategy	9 Actual Cost at Time of Acquisition	10 Additional Investment Made After Acquisition	11 Amount of Encumbrances	12 Commitment for Additional Investment	13 Percentage of Ownership
		3 City	4 State									

NONE

SCHEDULE BA - PART 3

Showing Other Long-Term Invested Assets DISPOSED, Transferred or Repaid 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 Disposal Date	8 Book/Adjusted Carrying Value Less Encumbrances, Prior Year	Changes in Book/Adjusted Carrying Value						15 Book/Adjusted Carrying Value Less Encumbrances on Disposal	16 Consideration	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Investment Income
		3 City	4 State					9 Unrealized Valuation Increase (Decrease)	10 Current Year's (Depreciation) or (Amortization)/ Accretion	11 Current Year's Other Than Temporary Impairment Recognized	12 Capitalized Deferred Interest and Other	13 Total Change in B./A.C.V (9+10-11+12)	14 Total Foreign Exchange Change in B./A.C.V.						
Any Other Class of Admitted Asset - Unaffiliated																			
000000 00 0	FEDERAL HOME LOAN BANK - AT	ATLANTA	GA.	FEDERAL HOME LOAN BANK	06/21/2007	03/26/2008	4,300							4,300	4,300			0	
3799999	Total - Any Other Class of Admitted Asset - Unaffiliated						4,300	0	0	0	0	0	0	4,300	4,300	0	0	0	0
3999999	Subtotal - Unaffiliated						4,300	0	0	0	0	0	0	4,300	4,300	0	0	0	0
4199999	Totals						4,300	0	0	0	0	0	0	4,300	4,300	0	0	0	0

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SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
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(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues:.....0.

NONE

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	For orig 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.....	...	03/01/2008	MBS PAYDOWN.....		1,119	1,119	1,144	1,119				0		1,119			0	9	09/01/2021	1.....
36203G QN 6	GN 348861.....	...	03/01/2008	MBS PAYDOWN.....		198	198	200	199				0		198			0	2	07/01/2020	1.....
36203K A4 6	GN 351127.....	...	03/01/2008	MBS PAYDOWN.....		240	240	242	240		(1)		(1)		240			0	3	11/01/2021	1.....
36203L LQ 3	GN 352335.....	...	03/01/2008	MBS PAYDOWN.....		4	4	4	4				0		4			0		04/01/2023	1.....
36203T BY 0	GN 358355.....	...	03/01/2008	MBS PAYDOWN.....		338	338	342	339		(1)		(1)		338			0	4	10/01/2020	1.....
36204F FG 4	GN 368367.....	...	03/01/2008	MBS PAYDOWN.....		213	213	225	215		(2)		(2)		213			0	3	12/01/2023	1.....
36208D M5 1	GN 447780.....	...	03/01/2008	MBS PAYDOWN.....		13	13	14	13				0		13			0		12/01/2017	1.....
36209A R8 5	GN 465911.....	...	03/01/2008	MBS PAYDOWN.....		56	56	54	55				0		56			0	1	02/01/2026	1.....
36209P SP 3	GN 477626.....	...	03/01/2008	MBS PAYDOWN.....		1,841	1,841	1,871	1,862		(21)		(21)		1,841			0	12	04/01/2027	1.....
36210C NT 6	GN 488302.....	...	03/01/2008	MBS PAYDOWN.....		13	13	12	13				0		13			0		08/01/2028	1.....
362207 YU 0	GN 299623.....	...	03/01/2008	MBS PAYDOWN.....		149	149	151	149				0		149			0	2	01/01/2022	1.....
0399999	Total - Bonds - U.S. Government.....					4,184	4,184	4,259	4,208	0	(25)	0	(25)	0	4,184	0	0	0	36	XXX	XXX
Bonds - Special Revenue and Special Assessment																					
167664 RP 8	CHICAGO ILL PUB BLDG COMM BLDG.....	...	01/01/2008	SINKING FUND REDEMPTION.....		10,000	10,000	11,382	10,586		(586)		(586)		10,000			0	350	01/01/2015	1.....
31282N BJ 1	FG M70041.....	...	01/01/2008	MBS PAYDOWN.....		535	535	556	535				0		535			0	3	01/01/2008	1.....
31288G 3S 9	FG C78009.....	...	03/01/2008	MBS PAYDOWN.....		178	178	179	179				0		178			0	2	02/01/2032	1.....
31288J RK 4	FG C79490.....	...	03/01/2008	MBS PAYDOWN.....		4,305	4,305	4,514	4,318		(12)		(12)		4,305			0	47	08/01/2032	1.....
3128H3 ZP 9	FG E96150.....	...	03/01/2008	MBS PAYDOWN.....		51,748	51,748	54,255	52,334		(586)		(586)		51,748			0	444	10/01/2017	1.....
3128H4 WA 3	FG E96941.....	...	03/01/2008	MBS PAYDOWN.....		27,020	27,020	27,695	27,136		(116)		(116)		27,020			0	201	11/01/2017	1.....
3128K8 TQ 9	FG A47759.....	...	03/01/2008	MBS PAYDOWN.....		15,702	15,702	15,258	15,608		93		93		15,702			0	152	06/01/2035	1.....
3128M1 LA 5	FG G12221.....	...	03/01/2008	MBS PAYDOWN.....		53,761	53,761	53,455	53,688		74		74		53,761			0	544	09/01/2020	1.....
3128M1 PE 3	FG G12321.....	...	03/01/2008	MBS PAYDOWN.....		74,579	74,579	74,154	74,501		78		78		74,579			0	811	02/01/2021	1.....
31296K LQ 4	FG A11235.....	...	03/01/2008	MBS PAYDOWN.....		1,539	1,539	1,572	1,557		(18)		(18)		1,539			0	12	08/01/2032	1.....
31296N ZY 6	FG A14359.....	...	03/01/2008	MBS PAYDOWN.....		9,585	9,585	9,799	9,760		(176)		(176)		9,585			0	52	04/01/2033	1.....
31297B JC 7	FG A23859.....	...	03/01/2008	MBS PAYDOWN.....		30,587	30,587	29,779	30,444		143		143		30,587			0	304	10/01/2033	1.....
31353G PG 1	FH 884023.....	...	03/17/2008	VARIOUS.....		680	680	738	687		(7)		(7)		680			0	14	08/01/2018	1.....
313615 TW 6	FN 50965.....	...	03/01/2008	MBS PAYDOWN.....		104	104	101	104				0		104			0	1	06/01/2022	1.....
31371L 4L 0	FN 255627.....	...	03/01/2008	MBS PAYDOWN.....		16,645	16,645	16,791	16,646		(1)		(1)		16,645			0	147	09/01/2024	1.....
31371L 4M 8	FN 255628.....	...	03/01/2008	MBS PAYDOWN.....		18,512	18,512	18,975	18,515		(3)		(3)		18,512			0	168	09/01/2024	1.....
31371L 6C 8	FN 255667.....	...	03/01/2008	MBS PAYDOWN.....		46,638	46,638	46,754	46,639		(1)		(1)		46,638			0	444	11/01/2024	1.....
31371L 6D 6	FN 255668.....	...	03/01/2008	MBS PAYDOWN.....		18,159	18,159	18,570	18,161		(2)		(2)		18,159			0	172	10/01/2024	1.....
31371S QU 1	FN 260667.....	...	03/01/2008	MBS PAYDOWN.....		39	39	38	39				0		39			0		06/01/2022	1.....
31372A ZM 7	FN 267248.....	...	02/01/2008	MBS PAYDOWN.....		3,037	3,037	2,951	3,002		35		35		3,037			0	16	02/01/2008	1.....
31372C AX 6	FN 268322.....	...	03/01/2008	MBS PAYDOWN.....		310	310	301	310				0		310			0	3	12/01/2021	1.....
31372C MN 5	FN 268665.....	...	03/01/2008	MBS PAYDOWN.....		337	337	327	337				0		337			0	4	03/01/2022	1.....
31372D TM 8	FN 269756.....	...	03/01/2008	MBS PAYDOWN.....		29	29	29	29				0		29			0		12/01/2022	1.....
31372H RM 1	FN 273292.....	...	03/01/2008	MBS PAYDOWN.....		177	177	172	177				0		177			0	2	03/01/2023	1.....
31372J 6Z 1	FN 274588.....	...	03/01/2008	MBS PAYDOWN.....		24	24	23	24				0		24			0		01/01/2021	1.....
31372J KM 4	FN 274000.....	...	03/01/2008	MBS PAYDOWN.....		567	567	551	567				0		567			0	6	12/01/2021	1.....
31372P JR 1	FN 278472.....	...	03/01/2008	MBS PAYDOWN.....		6	6	6	6				0		6			0		02/01/2024	1.....
31372P ZD 4	FN 278940.....	...	03/01/2008	MBS PAYDOWN.....		17	17	17	17				0		17			0		09/01/2021	1.....
31372X ZK 1	FN 286146.....	...	03/01/2008	MBS PAYDOWN.....		8	8	8	8				0		8			0		01/01/2024	1.....
31378T P2 5	FN 408241.....	...	03/01/2008	MBS PAYDOWN.....		642	642	628	642				0		642			0	6	04/01/2017	1.....
31383S JZ 4	FN 511580.....	...	03/01/2008	MBS PAYDOWN.....		3,539	3,539	3,481	3,538				0		3,539			0	38	02/01/2013	1.....
31390L GN 0	FN 649205.....	...	03/01/2008	MBS PAYDOWN.....		5,353	5,353	5,628	5,354		(1)		(1)		5,353			0	80	11/01/2030	1.....
31390R E7 4	FN 653658.....	...	03/01/2008	MBS PAYDOWN.....		11,877	11,877	12,487	11,879		(2)		(2)		11,877			0	177	05/01/2031	1.....
31391S TF 7	FN 675650.....	...	03/01/2008	MBS PAYDOWN.....		5,329	5,329	5,569	5,330				0		5,329			0	54	01/01/2032	1.....
31391S U7 3	FN 675706.....	...	03/01/2008	MBS PAYDOWN.....		98,328	98,328	102,415	98,333		(5)		(5)		98,328			0	840	12/01/2031	1.....
31391U W6 8	FN 677569.....	...	03/01/2008	MBS PAYDOWN.....		2,028	2,028	2,072	2,028				0		2,028			0	14	10/01/2031	1.....

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SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	For eign	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
31391U YM 1	FN 677616		03/01/2008	MBS PAYDOWN		103	103	105	103				0		103			0	1	04/01/2032	1
313970 SC 0	FG D32315		03/01/2008	MBS PAYDOWN		168	168	182	172		(4)		(4)		168			0	2	09/01/2015	1
31400C AL 8	FN 683211		03/01/2008	MBS PAYDOWN		18,210	18,210	18,705	18,211		(1)		(1)		18,210			0	167	03/01/2031	1
31400D X4 9	FN 684799		03/01/2008	MBS PAYDOWN		2,592	2,592	2,698	2,592				0		2,592			0	26	05/01/2032	1
31400H HJ 5	FN 687933		03/01/2008	MBS PAYDOWN		2,376	2,376	2,468	2,376				0		2,376			0	24	06/01/2032	1
31400T GU 5	FN 696911		03/01/2008	MBS PAYDOWN		1,382	1,382	1,412	1,383				0		1,382			0	11	03/01/2032	1
31401C FB 4	FN 704062		03/01/2008	MBS PAYDOWN		412	412	421	412				0		412			0	4	05/01/2032	1
31401H 3J 9	FN 709201		03/01/2008	MBS PAYDOWN		5,651	5,651	5,630	5,651				0		5,651			0	56	08/01/2032	1
31401H L9 1	FN 708752		03/01/2008	MBS PAYDOWN		19,487	19,487	20,449	19,495		(8)		(8)		19,487			0	180	12/01/2017	1
31401J AC 2	FN 709303		03/01/2008	MBS PAYDOWN		6,129	6,129	6,323	6,129				0		6,129			0	39	11/01/2032	1
31401L NU 3	FN 711503		03/01/2008	MBS PAYDOWN		1,674	1,674	1,690	1,674				0		1,674			0	9	11/01/2032	1
31401L P8 0	FN 711547		03/01/2008	MBS PAYDOWN		73,633	73,633	76,762	73,689		(56)		(56)		73,633			0	881	07/01/2032	1
31401L V5 9	FN 711736		03/01/2008	MBS PAYDOWN		1,969	1,969	1,981	1,969				0		1,969			0	16	07/01/2032	1
31401N GR 4	FN 713108		03/01/2008	MBS PAYDOWN		1,779	1,779	1,789	1,779				0		1,779			0	10	07/01/2032	1
31401Y VD 4	FN 722512		03/01/2008	MBS PAYDOWN		648	648	645	648				0		648			0	6	09/01/2032	1
31402A RB 4	FN 723282		03/01/2008	MBS PAYDOWN		137,772	137,772	144,032	137,844		(73)		(73)		137,772			0	1,277	05/01/2017	1
31402D 5A 4	FN 726341		03/01/2008	MBS PAYDOWN		2,226	2,226	2,233	2,226				0		2,226			0	20	01/01/2018	1
31402D XU 9	FN 726191		03/01/2008	MBS PAYDOWN		2,801	2,801	2,810	2,802				0		2,801			0	22	01/01/2018	1
31402G SW 4	FN 728733		03/01/2008	MBS PAYDOWN		697	697	709	697				0		697			0	5	11/01/2032	1
31402G WU 3	FN 728859		03/01/2008	MBS PAYDOWN		205	205	206	205				0		205			0	2	04/01/2033	1
31402H N8 0	FN 729515		03/01/2008	MBS PAYDOWN		23,107	23,107	23,341	23,107		(1)		(1)		23,107			0	192	06/01/2032	1
31402H PX 3	FN 729538		03/01/2008	MBS PAYDOWN		7,516	7,516	7,680	7,518		(2)		(2)		7,516			0	58	10/01/2032	1
31402Q Y3 9	FN 735230		03/01/2008	MBS PAYDOWN		26,520	26,520	26,371	26,520		1		1		26,520			0	253	03/01/2034	1
31402Y T5 3	FN 742272		03/01/2008	MBS PAYDOWN		3,806	3,806	3,759	3,806				0		3,806			0	17	07/01/2033	1
31403D DX 4	FN 745418		03/01/2008	MBS PAYDOWN		34,680	34,680	34,448	34,679		1		1		34,680			0	352	11/01/2035	1
31403F JX 3	FN 747378		03/01/2008	MBS PAYDOWN		3,380	3,380	3,355	3,380				0		3,380			0	28	10/01/2032	1
31403V ZZ 1	FN 759592		03/01/2008	MBS PAYDOWN		29,648	29,648	30,357	29,652		(4)		(4)		29,648			0	277	06/01/2033	1
31404B 3A 8	FN 764093		03/01/2008	MBS PAYDOWN		2,412	2,412	2,469	2,412				0		2,412			0	22	01/01/2033	1
31404S H3 2	FN 777050		03/01/2008	MBS PAYDOWN		5,596	5,596	5,528	5,596				0		5,596			0	39	07/01/2033	1
31404V TS 7	FN 780061		03/01/2008	MBS PAYDOWN		15,581	15,581	15,439	15,581				0		15,581			0	180	05/01/2033	1
31405R AQ 9	FN 796615		03/01/2008	MBS PAYDOWN		35,651	35,651	35,434	35,650		1		1		35,651			0	390	06/01/2034	1
31406B CY 4	FN 804787		03/01/2008	MBS PAYDOWN		9,675	9,675	9,892	9,676		(2)		(2)		9,675			0	111	06/01/2034	1
31406E DM 3	FN 807508		03/01/2008	MBS PAYDOWN		3,493	3,493	3,571	3,493				0		3,493			0	35	08/01/2034	1
31406E LL 6	FN 807731		03/01/2008	MBS PAYDOWN		8,550	8,550	8,746	8,550				0		8,550			0	78	03/01/2034	1
31407C J6 5	FN 826585		03/01/2008	MBS PAYDOWN		20,414	20,414	19,744	20,412		2		2		20,414			0	169	03/01/2035	1
31407N 2C 6	FN 836071		03/01/2008	MBS PAYDOWN		22,252	22,252	21,489	22,249		3		3		22,252			0	181	05/01/2035	1
31408A J3 5	FN 845482		03/01/2008	MBS PAYDOWN		36,796	36,796	36,600	36,795		1		1		36,796			0	345	01/01/2021	1
31408A TC 4	FN 845747		03/01/2008	MBS PAYDOWN		3,942	3,942	3,806	3,941				0		3,942			0	33	04/01/2034	1
31408E RU 8	FN 849299		03/01/2008	MBS PAYDOWN		59,102	59,102	58,714	59,099		3		3		59,102			0	652	09/01/2035	1
31408J MU 2	FN 852771		03/01/2008	MBS PAYDOWN		3,146	3,146	3,041	3,145				0		3,146			0	26	01/01/2036	1
38373M PK 0	GNR 2005-32 B		03/01/2008	MBS PAYDOWN		2,852	2,852	2,790	2,836		16		16		2,852			0	21	09/01/2025	1
38373M PT 1	GNR 2005-29 A		03/01/2008	MBS PAYDOWN		2,151	2,151	2,085	2,135		16		16		2,151			0	14	03/01/2027	1
38373M RU 6	GNR 2005-87 A		03/01/2008	MBS PAYDOWN		3,031	3,031	2,970	3,019		12		12		3,031			0	23	09/01/2024	1
38373M SB 7	GNR 2005-90 A		03/01/2008	MBS PAYDOWN		4,060	4,060	3,918	4,029		31		31		4,060			0	25	08/01/2028	1
38373M SH 4	GNR 2006-3 A		03/01/2008	MBS PAYDOWN		15,730	15,730	15,415	15,710		20		20		15,730			0	110	12/01/2027	1
38373M SP 6	GNR 2006-6 A		03/01/2008	MBS PAYDOWN		31,128	31,128	30,505	31,094		34		34		31,128			0	304	10/01/2020	1
38373M SX 9	GNR 2006-5 A		03/01/2008	MBS PAYDOWN		3,697	3,697	3,623	3,681		17		17		3,697			0	26	02/01/2029	1
38373M TD 2	GNR 2006-9 A		03/01/2008	MBS PAYDOWN		6,885	6,885	6,679	6,828		57		57		6,885			0	48	02/01/2026	1
38373M TS 9	GNR 2006-18 A		03/01/2008	MBS PAYDOWN		6,806	6,806	6,738	6,785		21		21		6,806			0	56	10/01/2021	1

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SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of 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 Design- ation or Market Indicator
										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.							
38373M TZ 3	GNR 2006-19 A.....		03/01/2008	MBS PAYDOWN.....		7,754	7,754	7,366	7,644		109		109		7,754			0	44	04/01/2025	1.....
38374B QM 8	GNR 2003-72 A.....		03/01/2008	MBS PAYDOWN.....		9,767	9,767	9,768	9,767				0		9,767			0	52	09/01/2013	1.....
38374J E9 3	GNR 2004-97 AB.....		03/01/2008	MBS PAYDOWN.....		4,507	4,507	4,314	4,469		38		38		4,507			0	23	09/01/2021	1.....
60415N EB 4	MINNESOTA ST HSG FIN AGY.....		01/02/2008	CALLED BY ISSUER at 100.000.....		25,000	25,000	25,875	25,502				0		25,501		(501)	(501)	650	01/01/2017	1FE.....
649837 U8 2	NEW YORK ST DORM AUTH REVS.....		02/15/2008	CALLED BY ISSUER at 100.000.....		700,000	700,000	696,234	698,160		1,840		1,840		700,000			0	18,375	02/15/2014	1FE.....
3199999.	Total - Bonds - Special Revenue & Assessment.....					1,970,473	1,970,473	1,984,544	1,969,995		979		979		1,970,974		(501)	(501)	31,075	XXX	XXX
Bonds - Public Utilities																					
25746U AL 3	DOMINION RESOURCES INC.....		02/15/2008	MATURITY.....		550,000	550,000	539,033	549,369				631		550,000			0	11,344	02/15/2008	2FE.....
3899999.	Total - Bonds - Public Utilities.....					550,000	550,000	539,033	549,369		0		631		550,000		0	0	11,344	XXX	XXX
Bonds - Industrial and Miscellaneous																					
02639M AG 1	AGFMT 2006-1 A1.....		03/01/2008	MBS PAYDOWN.....		41,762	41,762	41,768	41,763			(1)	(1)		41,762			0	408	09/01/2008	1FE.....
03061N JR 1	AMCAR 2005-DA A3.....		03/06/2008	MBS PAYDOWN.....		59,991	59,991	59,983	59,963		28		28		59,991			0	495	03/06/2009	1FE.....
12476V AT 8	CASC 1998-D7 A1B.....		03/11/2008	MBS PAYDOWN.....		25,373	25,373	27,709	25,486		(113)		(113)		25,373			0	265	09/11/2008	1FE.....
12498N AA 1	CBASS 2006-CB2 AF1.....		03/01/2008	MBS PAYDOWN.....		29,742	29,742	29,741	29,742				0		29,742			0	235	10/01/2028	1FE.....
161505 BY 7	CCMSC 1998-1 A2.....		03/01/2008	MBS PAYDOWN.....		86,209	86,209	97,383	86,540		(331)		(331)		86,209			0	746	05/01/2008	1FE.....
17307G 4F 2	CMLTI 2006-WF1 A2A.....		01/01/2008	MBS PAYDOWN.....		4,718	4,718	4,718	4,718				0		4,718			0	22	01/01/2008	1FE.....
177902 AB 9	CITY NATIONAL BANK.....		01/15/2008	MATURITY.....		400,000	400,000	430,480	400,361		(361)		(361)		400,000			0	12,750	01/15/2008	1FE.....
23322B CZ 9	DLJCM 1998-CF2 A1B.....		03/01/2008	MBS PAYDOWN.....		263,242	263,242	292,453	264,220		(977)		(977)		263,242			0	3,130	10/01/2008	1FE.....
23322B EG 9	DLJCM 1999-CG1 A1B.....		03/01/2008	MBS PAYDOWN.....		2,907	2,907	3,220	2,935		(28)		(28)		2,907			0	26	01/01/2009	1FE.....
302570 AU 0	FPL GROUP CAPITAL INC.....		02/16/2008	MATURITY.....		400,000	400,000	403,508	400,206		(206)		(206)		400,000			0	11,102	02/16/2008	1FE.....
46625Y XL 2	JPMCC 2005-LDP5 A1.....		03/01/2008	MBS PAYDOWN.....		10,679	10,679	10,706	10,685		(6)		(6)		10,679			0	94	07/01/2010	1FE.....
59022H KZ 4	MLMT 2005-CK11 A1.....		03/01/2008	MBS PAYDOWN.....		19,422	19,422	19,471	19,433		(11)		(11)		19,422			0	171	09/01/2010	1FE.....
61745M KY 8	MSC 1999-RM1 A2.....		03/01/2008	MBS PAYDOWN.....		32,267	32,267	36,414	32,378		(111)		(111)		32,267			0	449	10/01/2008	1FE.....
61746W ES 5	MSDWC 2001-PPM A2.....		03/01/2008	MBS PAYDOWN.....		7,918	7,918	8,759	8,293		(375)		(375)		7,918			0	50	12/01/2011	1FE.....
61746W ET 3	MSDWC 2001-PPM A3.....		03/01/2008	MBS PAYDOWN.....		27,718	27,718	31,316	29,081		(1,363)		(1,363)		27,718			0	178	12/01/2011	1FE.....
61746W PE 4	MSDWC 2002-TOP7 A1.....		03/01/2008	MBS PAYDOWN.....		5,441	5,441	5,912	5,510		(69)		(69)		5,441			0	51	11/01/2010	1FE.....
69121P CG 6	OWNIT 2006-1 AF1.....		03/01/2008	MBS PAYDOWN.....		108,065	108,065	108,065	108,065				0		108,065			0	903	07/01/2009	1FE.....
759950 GU 6	RAMC 2006-1 AF2.....		03/01/2008	MBS PAYDOWN.....		149,332	149,332	149,331	149,332				0		149,332			0	1,307	08/01/2008	1FE.....
92927T AE 3	WESTO 2004-4 B.....		03/17/2008	MBS PAYDOWN.....		22,124	22,124	22,120	22,103		20		20		22,124			0	116	09/17/2008	1FE.....
939322 AH 6	WASHINGTON MUTUAL INC.....		01/15/2008	MATURITY.....		1,250,000	1,250,000	1,236,213	1,249,707		293		293		1,250,000			0	27,344	01/15/2008	1FE.....
96683M AL 7	WALT 2003-1 A4.....		03/15/2008	MBS PAYDOWN.....		11,364	11,367	11,270	11,355		12		12		11,367			0	48	04/15/2008	1FE.....
983024 AB 6	WYETH.....		03/01/2008	MATURITY.....		1,080,000	1,080,000	1,072,775	1,079,469		531		531		1,080,000			0	23,625	03/01/2008	1FE.....
4599999.	Total - Bonds - Industrial & Miscellaneous.....					4,038,274	4,038,277	4,103,315	4,041,345		(3,068)		(3,068)		4,038,277		0	0	83,515	XXX	XXX
6099997.	Total - Bonds - Part 4.....					6,562,931	6,562,934	6,631,151	6,564,917		(1,483)		(1,483)		6,563,435		(501)	(501)	125,970	XXX	XXX
6099999.	Total - Bonds.....					6,562,931	6,562,934	6,631,151	6,564,917		(1,483)		(1,483)		6,563,435		(501)	(501)	125,970	XXX	XXX
7499999.	Total - Bonds, Preferred and Common Stocks.....					6,562,931	XXX	6,631,151	6,564,917		(1,483)		(1,483)		6,563,435		(501)	(501)	125,970	XXX	XXX

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

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**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								
BANK OF AMERICA.....	ATLANTA, GA.....	.....	.....	.....	.....5,003	.....4,236	.....4,278	XXX
US BANK.....	BIRMINGHAM, AL.....	.....	.....	.....	.....(484,537)	.....(409,253)	.....(706,687)	XXX
FEDERAL HOME LOAN BANK.....	ATLANTA, GA.....	.....	.....	.....	.....15,195	.....15,221	.....19,547	XXX
0199999. Total Open Depositories.....	XXX.....	XXX.....	.....0	.....0	.....(464,339)	.....(389,796)	.....(682,861)	XXX
0399999. Total Cash on Deposit.....	XXX.....	XXX.....	.....0	.....0	.....(464,339)	.....(389,796)	.....(682,861)	XXX
0599999. Total Cash.....	XXX.....	XXX.....	.....0	.....0	.....(464,339)	.....(389,796)	.....(682,861)	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	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
U.S. Government Bonds - Issuer Obligations							
912795D99 - US TREASURY BILL.....		03/27/2008	1.251	04/24/2008	5,995,208		.833
0199999. U.S. Government Bonds - Issuer Obligations.....					5,995,208	0	.833
0399999. Total - U.S. Government Bonds.....					5,995,208	0	.833
Total Bonds							
5499999. Subtotals - Issuer Obligations.....					5,995,208	0	.833
6099999. Subtotals - Bonds.....					5,995,208	0	.833
8799999. Total - Cash Equivalents.....					5,995,208	0	.833

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