

QUARTERLY STATEMENT
OF THE
PHYSICIANS INSURANCE
COMPANY OF WISCONSIN, INC.

Of
MADISON
in the state of WI

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

PHYSICIANS INSURANCE COMPANY OF WISCONSIN, INC.

NAIC Group Code.....2698, 2698 (Current Period) (Prior Period)	NAIC Company Code..... 23400	Employer's ID Number..... 39-1567580
Organized under the Laws of WISCONSIN	State of Domicile or Port of Entry WISCONSIN	Country of Domicile US
Incorporated/Organized..... October 3, 1986	Commenced Business..... November 1, 1986	
Statutory Home Office	1002 DEMING WAY..... MADISON WI 53717 <i>(Street and Number) (City or Town, State and Zip Code)</i>	
Main Administrative Office	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>
Mail Address	PO BOX 590009..... BIRMINGHAM AL 35259-0009 <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	proassurance.com	
Statutory Statement Contact	PHILLIP NEWTON LEWIS <i>(Name)</i> plewis@proassurance.com <i>(E-Mail Address)</i>	205-445-2665 <i>(Area Code) (Telephone Number) (Extension)</i> 205-868-4025 <i>(Fax Number)</i>

OFFICERS

Name	Title	Name	Title
1. DARRYL KEITH THOMAS	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
CHRISTOPHER JAMES BRADY	VICE PRESIDENT	HOWARD HARLEY FRIEDMAN	CHIEF UNDERWRITING OFFICER
DAVID LEE MAURER	CHIEF OPERATING 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) DARRYL KEITH THOMAS 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.....	305,045,439		305,045,439	312,309,936
2. Stocks:				
2.1 Preferred stocks.....			0	
2.2 Common stocks.....			0	
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).....	2,319,586		2,319,586	2,348,807
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			0	
4.3 Properties held for sale (less \$.....0 encumbrances).....	540,000		540,000	540,000
5. Cash (\$.....(718,763)), cash equivalents (\$.....0) and short-term investments (\$.....26,654,544).....	25,935,781		25,935,781	12,336,637
6. Contract loans (including \$.....0 premium notes).....			0	
7. Other invested assets.....	500		500	500
8. Receivables for securities.....			0	50,675
9. Aggregate write-ins for invested assets.....	0	0	0	0
10. Subtotals, cash and invested assets (Lines 1 to 9).....	333,841,306	0	333,841,306	327,586,555
11. Title plants less \$.....0 charged off (for Title insurers only).....			0	
12. Investment income due and accrued.....	2,577,346		2,577,346	2,745,216
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection.....	6,223,147	119,978	6,103,169	3,328,656
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	15,149,274	30,589	15,118,685	12,341,892
13.3 Accrued retrospective premiums.....			0	
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers.....	7,142,097		7,142,097	7,971,898
14.2 Funds held by or deposited with reinsured companies.....			0	
14.3 Other amounts receivable under reinsurance contracts.....	16,687		16,687	3,063
15. Amounts receivable relating to uninsured plans.....			0	
16.1 Current federal and foreign income tax recoverable and interest thereon.....			0	1,133,101
16.2 Net deferred tax asset.....	9,992,616	5,382,236	4,610,380	4,311,769
17. Guaranty funds receivable or on deposit.....	1,202		1,202	1,439
18. Electronic data processing equipment and software.....	206,731	39,668	167,063	97,752
19. Furniture and equipment, including health care delivery assets (\$.....0).....	284,807	284,807	0	
20. Net adjustment in assets and liabilities due to foreign exchange rates.....			0	
21. Receivables from parent, subsidiaries and affiliates.....	24,689		24,689	63
22. Health care (\$.....0) and other amounts receivable.....			0	
23. Aggregate write-ins for other than invested assets.....	439,946	143,994	295,952	1,332,311
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 through 23).....	375,899,848	6,001,272	369,898,576	360,853,715
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
26. TOTALS (Lines 24 and 25).....	375,899,848	6,001,272	369,898,576	360,853,715

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.....	15,967	15,967	0	
2302. Amounts Receivable under High Deductible Policies.....	247,271	19,884	227,387	1,225,016
2303. Accounts Receivable-Other.....	108,143	108,143	0	
2398. Summary of remaining write-ins for Line 23 from overflow page.....	68,565	0	68,565	107,295
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above).....	439,946	143,994	295,952	1,332,311

**PHYSICIANS INSURANCE COMPANY OF WISCONSIN, INC.
LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Statement Date	2 December 31 Prior Year
1. Losses (current accident year \$...5,007,171).....	118,117,939	115,775,674
2. Reinsurance payable on paid losses and loss adjustment expenses.....		
3. Loss adjustment expenses.....	96,682,096	90,520,138
4. Commissions payable, contingent commissions and other similar charges.....	2,309,745	1,713,177
5. Other expenses (excluding taxes, licenses and fees).....	1,174,497	1,444,436
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	80,788	84,495
7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)).....	506,940	
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 \$.....1,483,847 and including warranty reserves of \$.....0).....	35,589,162	25,051,310
10. Advance premium.....	325,633	5,123,819
11. Dividends declared and unpaid:		
11.1 Stockholders.....		
11.2 Policyholders.....		
12. Ceded reinsurance premiums payable (net of ceding commissions).....	17,981,190	26,999,558
13. Funds held by company under reinsurance treaties.....		
14. Amounts withheld or retained by company for account of others.....	(238)	8,306
15. Remittances and items not allocated.....		
16. Provision for reinsurance.....	28,200	28,200
17. Net adjustments in assets and liabilities due to foreign exchange rates.....		
18. Drafts outstanding.....		
19. Payable to parent, subsidiaries and affiliates.....	2,148,635	1,610,244
20. Payable for securities.....	1,836,328	
21. Liability for amounts held under uninsured plans.....		
22. Capital notes \$.....0 and interest thereon \$.....0.....		
23. Aggregate write-ins for liabilities.....	1,579,291	1,499,276
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23).....	278,360,206	269,858,633
25. Protected cell liabilities.....		
26. Total liabilities (Lines 24 and 25).....	278,360,206	269,858,633
27. Aggregate write-ins for special surplus funds.....	0	0
28. Common capital stock.....	5,000,000	5,000,000
29. Preferred capital stock.....		
30. Aggregate write-ins for other than special surplus funds.....	0	0
31. Surplus notes.....	12,000,000	12,000,000
32. Gross paid in and contributed surplus.....	27,775,034	27,775,034
33. Unassigned funds (surplus).....	46,763,336	46,220,048
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).....	91,538,370	90,995,082
36. TOTALS.....	369,898,576	360,853,715

DETAILS OF WRITE-INS

2301. Judgment Liability.....	1,135,468	1,111,481
2302. Retroactive Reinsurance Reserve Ceded.....	443,823	387,795
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).....	1,579,291	1,499,276
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 \$.....27,211,846).....	17,156,148	20,007,294	77,478,013
1.2 Assumed..... (written \$.....0).....		2,777	2,777
1.3 Ceded..... (written \$.....2,101,719).....	1,287,877	2,058,426	15,354,979
1.4 Net..... (written \$.....25,110,127).....	15,868,271	17,951,645	62,125,811
DEDUCTIONS:			
2. Losses incurred (current accident year \$.....5,007,171):			
2.1 Direct.....	5,531,974	3,940,770	27,580,554
2.2 Assumed.....			
2.3 Ceded.....	516,334	1,390,993	12,165,006
2.4 Net.....	5,015,640	2,549,777	15,415,548
3. Loss adjustment expenses incurred.....	9,198,245	12,675,165	45,451,191
4. Other underwriting expenses incurred.....	4,526,337	4,864,199	13,381,599
5. Aggregate write-ins for underwriting deductions.....	0	0	0
6. Total underwriting deductions (Lines 2 through 5).....	18,740,222	20,089,141	74,248,338
7. Net income of protected cells.....			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7).....	(2,871,951)	(2,137,496)	(12,122,527)
INVESTMENT INCOME			
9. Net investment income earned.....	3,804,140	3,356,007	12,330,770
10. Net realized capital gains (losses) less capital gains tax of \$.....770.....	1,431	100,275	100,709
11. Net investment gain (loss) (Lines 9 + 10).....	3,805,571	3,456,282	12,431,479
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....964).....	(964)	(1,441)	(3,894)
13. Finance and service charges not included in premiums.....			
14. Aggregate write-ins for miscellaneous income.....	(64,543)	77,738	166,482
15. Total other income (Lines 12 through 14).....	(65,507)	76,297	162,588
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	868,113	1,395,083	471,540
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).....	868,113	1,395,083	471,540
19. Federal and foreign income taxes incurred.....	558,609	(237,885)	(2,030,713)
20. Net income (Line 18 minus Line 19) (to Line 22).....	309,504	1,632,968	2,502,253
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year.....	90,995,080	84,411,561	84,411,561
22. Net income (from Line 20).....	309,504	1,632,968	2,502,253
23. Net transfers (to) from Protected Cell accounts.....			
24. Change in net unrealized capital gains or losses less capital gains tax of \$.....0.....		(115,815)	(115,815)
25. Change in net unrealized foreign exchange capital gain (loss).....			
26. Change in net deferred income tax.....	499,570	(714,389)	(1,300,235)
27. Change in nonadmitted assets.....	(265,784)	413,901	499,916
28. Change in provision for reinsurance.....			(2,600)
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.....			5,000,000
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).....	543,290	1,216,665	6,583,519
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38).....	91,538,370	85,628,226	90,995,080
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.....	1,354	72,638	161,382
1402. Net Gain/(Loss) on Sale of Equipment.....	(9,869)	5,100	5,100
1403. Miscellaneous Gain/(Loss).....	(56,028)		
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).....	(64,543)	77,738	166,482
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.....	6,890,628	84,064,985
2. Net investment income.....	4,032,566	11,484,287
3. Miscellaneous income.....	(65,507)	162,588
4. Total (Lines 1 through 3).....	10,857,687	95,711,860
5. Benefit and loss related payments.....	4,893,485	38,771,067
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....		
7. Commissions, expenses paid and aggregate write-ins for deductions.....	4,203,178	15,591,847
8. Dividends paid to policyholders.....		
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses).....	(1,080,662)	(9,491,599)
10. Total (Lines 5 through 9).....	8,016,001	44,871,315
11. Net cash from operations (Line 4 minus Line 10).....	2,841,686	50,840,545
CASH FROM INVESTMENTS		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	17,228,650	116,357,350
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.....	(143)	26
12.7 Miscellaneous proceeds.....	1,887,003	
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	19,115,510	116,357,376
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	9,993,143	183,174,684
13.2 Stocks.....		115,815
13.3 Mortgage loans.....		
13.4 Real estate.....		
13.5 Other invested assets.....		500
13.6 Miscellaneous applications.....		29,572
13.7 Total investments acquired (Lines 13.1 to 13.6).....	9,993,143	183,320,571
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).....	9,122,367	(66,963,195)
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).....	1,635,091	(2,821,583)
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	1,635,091	2,178,417
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).....	13,599,144	(13,944,233)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	12,336,638	26,280,871
19.2 End of period (Line 18 plus Line 19.1).....	25,935,782	12,336,638

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

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. 12/31/2004.....
- 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). 05/08/2008.....

- 6.4 By what department or departments?
WISCONSIN OFFICE OF THE COMMISSIONER OF INSURANCE

- 6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [] No [] N/A [X]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [X] No [] 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	2
	Prior Year-End Book/Adjusted Carrying Value	Current Quarter Book/Adjusted Carrying Value
14.21 Bonds.....	\$.....0	\$.....0
14.22 Preferred Stock.....	\$.....0	\$.....0
14.23 Common Stock.....	\$.....0	\$.....0
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).....	\$.....0	\$.....0
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	2
Name of Custodian(s)	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	2	3
Name(s)	Location(s)	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	2	3	4
Old Custodian	New Custodian	Date of Change	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	2	3
Central Registration Depository	Name(s)	Address
105900	General Re - New England Asset Management, Inc.	76 Batterson Park Road, Farmington, CT 06032

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:

**PHYSICIANS INSURANCE COMPANY OF WISCONSIN, INC.
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
	.....XXX.....	.....XXX.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....0.....	.....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 Active Status	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	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	N						
9. District of Columbia.....DC	N						
10. Florida.....FL	N						
11. Georgia.....GA	N						
12. Hawaii.....HI	N						
13. Idaho.....ID	N						
14. Illinois.....IL	L	725,623	1,548,563	19,243	1,651,831	20,754,743	27,051,696
15. Indiana.....IN	L						
16. Iowa.....IA	L	3,781,476	4,769,178	727,132	247,456	38,225,685	32,306,699
17. Kansas.....KS	L	415,553	571,462	1,176	17,293	868,296	424,532
18. Kentucky.....KY	N						
19. Louisiana.....LA	N						
20. Maine.....ME	N						
21. Maryland.....MD	N						
22. Massachusetts.....MA	N						
23. Michigan.....MI	L						
24. Minnesota.....MN	L	906,259	944,888	1,509,664	(500)	1,659,891	1,832,281
25. Mississippi.....MS	N						
26. Missouri.....MO	L						
27. Montana.....MT	N						
28. Nebraska.....NE	L	429,863	495,868	5,449	200,277	5,655,610	5,308,264
29. Nevada.....NV	L	1,544,279	1,457,165	319,308	123,893	17,104,005	15,710,334
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	L						
36. Ohio.....OH	L						
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	L	57,065	48,236			366,659	201,737
43. Tennessee.....TN	N						
44. Texas.....TX	N						
45. Utah.....UT	N						
46. Vermont.....VT	N						
47. Virginia.....VA	N						
48. Washington.....WA	N						
49. West Virginia.....WV	N						
50. Wisconsin.....WI	L	19,351,728	22,000,674	1,071,008	1,539,292	79,502,617	71,740,267
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) 13		27,211,846	31,836,034	3,652,980	3,779,542	164,137,506	154,575,810

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

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.....	93,855	16,894	18.0	14.3
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.....	2,953,203	952,375	32.2	19.4
11.2. Medical malpractice-claims made.....	13,360,297	4,301,846	32.2	19.4
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.....	748,792	260,859	34.8	26.0
17.2. Other liability-claims made.....			0.0	
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.....	17,156,147	5,531,974	32.2	19.7

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 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1. Fire.....			
2. Allied lines.....			
3. Farmowners multiple peril.....			
4. Homeowners multiple peril.....			122,214
5. Commercial multiple peril.....			
6. Mortgage guaranty.....			
8. Ocean marine.....			
9. Inland marine.....			
10. Financial guaranty.....			
11.1. Medical malpractice-occurrence.....	3,343,274	3,343,274	2,917,422
11.2. Medical malpractice-claims made.....	22,924,105	22,924,105	27,685,519
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.....	944,467	944,467	1,110,879
17.2. Other liability-claims made.....			
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.....	27,211,846	27,211,846	31,836,034

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.....	48,394	45,827	94,221	2,985	132	3,117	62,409	260	28,435	91,104	17,000	(17,000)	0
2. 2006.....	17,299	32,803	50,102	1,131	219	1,350	18,310	52	30,390	48,752	2,142	(2,142)	0
3. Subtotals 2006 + Prior.....	65,693	78,630	144,323	4,116	351	4,467	80,719	312	58,825	139,856	19,142	(19,142)	0
4. 2007.....	25,209	36,764	61,973	381	352	733	13,484	348	47,408	61,240	(11,344)	11,344	0
5. Subtotals 2007 + Prior.....	90,902	115,394	206,296	4,497	703	5,200	94,203	660	106,233	201,096	7,798	(7,798)	0
6. 2008.....	XXX	XXX	XXX	XXX	510	510	XXX	1,067	12,637	13,704	XXX	XXX	XXX
7. Totals.....	90,902	115,394	206,296	4,497	1,213	5,710	94,203	1,727	118,870	214,800	7,798	(7,798)	0
8. Prior Year-End's Surplus As Regards Policyholders	90,995										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. ....8.6 %	2. ....(6.8)%	3. ....0.0 %
													Col. 13, Line 7 Line 8
													4. ....0.0 %

Q13

PHYSICIANS INSURANCE COMPANY OF WISCONSIN, INC. SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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

	Response
1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?	<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:



Statement for March 31, 2008 of the **PHYSICIANS INSURANCE COMPANY OF WISCONSIN, INC.**
Overflow Page for Write-Ins

Additional Write-ins for Assets:

	Current Statement Date			4 December 31, Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
2304. State Premium Tax Recoverable.....	68,565		68,565	107,295
2397. Summary of remaining write-ins for Line 23.....	68,565	0	68,565	107,295

PHYSICIANS INSURANCE COMPANY OF WISCONSIN, INC.
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.....	2,888,807	3,005,695
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.....	29,221	116,888
9. Book/adjusted carrying value at end of current period (Lines 1+2+3+4-5+6-7-8).....	2,859,586	2,888,807
10. Deduct total nonadmitted amounts.....		
11. Statement value at end of current period (Line 9 minus Line 10).....	2,859,586	2,888,807

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.....	NONE	
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

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.....	500	
2. Cost of acquired:		
2.1 Actual cost at time of acquisitions.....		500
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 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).....	500	500
12. Deduct total nonadmitted amounts.....		
13. Statement value at end of current period (Line 11 minus Line 12).....	500	500

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.....	312,309,936	245,574,298
2. Cost of bonds and stocks acquired.....	9,993,143	183,290,499
3. Accrual of discount.....	346,146	507,758
4. Unrealized valuation increase (decrease).....		(115,815)
5. Total gain (loss) on disposals.....	2,344	154,912
6. Deduct consideration for bonds and stocks disposed of.....	17,228,650	116,357,350
7. Deduct amortization of premium.....	377,480	744,367
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).....	305,045,439	312,309,936
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	305,045,439	312,309,936

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).....	322,330,648	269,614,314	260,264,332	(1,163,903)	330,516,727			322,330,648
2. Class 2 (a).....				1,183,256	1,183,256			
3. Class 3 (a).....								
4. Class 4 (a).....								
5. Class 5 (a).....								
6. Class 6 (a).....								
7. Total Bonds.....	322,330,648	269,614,314	260,264,332	19,353	331,699,983	0	0	322,330,648
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.....	322,330,648	269,614,314	260,264,332	19,353	331,699,983	0	0	322,330,648

QS102

(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 \$.....26,654,544; 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.....	.....26,654,544	.....XXX.....	.....26,665,680	.....89,615	.....

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.....	.....5,417,116	.....22,534,695
2. Cost of short-term investments acquired.....	.....43,511,416	.....176,767,261
3. Accrual of discount.....	.....	.....
4. Unrealized valuation increase (decrease).....	.....	.....
5. Total gain (loss) on disposals.....	.....	.....
6. Deduct consideration received on disposals.....	.....22,267,517	.....193,880,175
7. Deduct amortization of premium.....	.....6,471	.....4,666
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).....	.....26,654,544	.....5,417,116
11. Deduct total nonadmitted amounts.....	.....	.....
12. Statement value at end of current period (Line 10 minus Line 11).....	.....26,654,544	.....5,417,116

**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.....	4,603,597	1,462,500
2. Cost of cash equivalents acquired.....	216,109,755	846,288,984
3. Accrual of discount.....	.57,159	515,424
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals.....	(143)	.26
6. Deduct consideration received on disposals.....	220,770,367	843,663,337
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).....	0	4,603,597
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	0	4,603,597

Sch. A-Part 2
NONE

Sch. A-Part 3
NONE

Sch. B-Part 2
NONE

Sch. B-Part 3
NONE

Sch. BA-Part 2
NONE

Sch. BA-Part 3
NONE

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
Bonds - U.S. Government									
31359M RG 0	FANNIE MAE.....		01/08/2008.....	BANK AMERICA.....		5,156,965	5,000,000	69,271	1.....
0399999.	Total - Bonds - U.S. Government.....					5,156,965	5,000,000	69,271	XXX.....
Bonds - Special Revenue and Special Assessment									
13078H AD 4	CALIFORNIA STATEWIDE CMNTYS.....		01/09/2008.....	PROTECTIVE SECURITIES.....		2,999,850	3,000,000	3,050	1FE.....
373376 AX 0	GEORGIA ST RD & TWY AUTH FED H.....		03/26/2008.....	J.P. MORGAN.....		1,836,328	1,750,000		1FE.....
3199999.	Total - Bonds - Special Revenue & Special Assessments.....					4,836,178	4,750,000	3,050	XXX.....
6099997.	Total - Bonds - Part 3.....					9,993,143	9,750,000	72,321	XXX.....
6099999.	Total - Bonds.....					9,993,143	9,750,000	72,321	XXX.....
7499999.	Total - Bonds, Preferred and Common Stocks.....					9,993,143	XXX.....	72,321	XXX.....

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

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					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 (a)
Bonds - U.S. Government																					
31339X YB 4	FEDERAL HOME LOAN BANK		03/27/2008	CALLED BY ISSUER at 100.00		3,000,000	3,000,000	2,996,250	2,999,589		411		411		3,000,000			0	53,958	07/08/2008	1
03999999	Total - Bonds - U.S. Government					3,000,000	3,000,000	2,996,250	2,999,589	0	411	0	411	0	3,000,000	0	0	0	53,958	XXX	XXX
Bonds - Special Revenue and Special Assessment																					
13078H AD 4	CALIFORNIA STATEWIDE CMNTYS		02/06/2008	DIRECT		3,000,000	3,000,000	2,999,850			150		150		3,000,000			0	17,792	08/01/2035	1FE
31337K UF 5	FHR 2149 QL		03/01/2008	MBS PAYDOWN		102,585	102,585	102,842	102,645		(59)		(59)		102,585			0	1,066	01/01/2012	1
31392H G7 2	FNR 2003-8 BK		03/01/2008	MBS PAYDOWN		81,036	81,036	82,302	81,065		(29)		(29)		81,036			0	542	01/01/2010	1
31392J GL 7	FNR 2003-14 AT		03/01/2008	MBS PAYDOWN		16,601	16,601	16,676	16,601		(1)		(1)		16,601			0	125	01/01/2020	1
31392J W9 6	FNR 2003-21 OG		03/01/2008	MBS PAYDOWN		13,175	13,175	13,200	13,175				0		13,175			0	96	10/01/2022	1
31392J Y5 2	FNR 2003-21 OV		03/01/2008	MBS PAYDOWN		5,853	5,853	5,860	5,853				0		5,853			0	35	04/01/2021	1
31393B 5N 1	FNR 2003-53 CA		03/01/2008	MBS PAYDOWN		44,916	44,916	45,541	44,929		(13)		(13)		44,916			0	304	12/01/2009	1
31393B BR 5	FNR 2003-36 OM		03/01/2008	MBS PAYDOWN		275,885	275,885	281,489	275,960		(75)		(75)		275,885			0	1,900	04/01/2008	1
31393B VA 0	FNR 2003-42 HE		03/01/2008	MBS PAYDOWN		35,116	35,116	35,895	35,124		(8)		(8)		35,116			0	239	06/01/2014	1
31393C 3C 5	FNR 2003-49 TK		03/01/2008	MBS PAYDOWN		82,612	82,612	80,856	82,597		15		15		82,612			0	478	11/01/2015	1
31393C U7 6	FNR 2003-52 LH		03/01/2008	MBS PAYDOWN		194,402	194,402	193,521	194,394		8		8		194,402			0	1,165	11/01/2009	1
31393C YW 7	FNR 2003-46 PD		03/01/2008	MBS PAYDOWN		365,053	365,053	373,609	365,292		(238)		(238)		365,053			0	2,720	04/01/2008	1
31393D QW 4	FNR 2003-67 TD		03/01/2008	MBS PAYDOWN		20,252	20,252	20,822	20,257		(5)		(5)		20,252			0	132	05/01/2013	1
31393D VH 1	FNR 2003-61 HL		03/01/2008	MBS PAYDOWN		478,411	478,411	474,673	478,411				0		478,411			0	2,786	04/01/2008	1
31393G P3 2	FHR 2542 UY		03/01/2008	MBS PAYDOWN		80,512	80,512	80,789	80,598		(86)		(86)		80,512			0	518	06/01/2010	1
31393K TV 7	FHR 2575 QD		03/01/2008	MBS PAYDOWN		81,571	81,571	81,826	81,621		(50)		(50)		81,571			0	998	12/01/2010	1
31393L H8 9	FHR 2564 CN		03/01/2008	MBS PAYDOWN		125,078	125,078	124,766	125,055		23		23		125,078			0	641	10/01/2008	1
31393M ZM 6	FHR 2583 PK		03/01/2008	MBS PAYDOWN		167,823	167,823	170,287	168,003		(180)		(180)		167,823			0	1,169	05/01/2009	1
31393N K5 7	FHR 2590 OA		03/01/2008	MBS PAYDOWN		26,536	26,536	26,922	26,618		(82)		(82)		26,536			0	191	04/01/2023	1
31393N NY 1	FHR 2590 XW		03/01/2008	MBS PAYDOWN		36,474	36,474	37,084	36,551		(76)		(76)		36,474			0	262	09/01/2009	1
31393P LT 9	FHR 2602 WH		03/01/2008	MBS PAYDOWN		57,818	57,818	58,568	57,971		(153)		(153)		57,818			0	399	11/01/2010	1
31393P VP 6	FHR 2594 XA		03/01/2008	MBS PAYDOWN		41,510	41,510	42,586	41,649		(140)		(140)		41,510			0	306	07/01/2010	1
31393Q AN 2	FHR 2621 OD		03/01/2008	MBS PAYDOWN		56,653	56,653	57,273	56,744		(91)		(91)		56,653			0	297	11/01/2009	1
31393T BC 9	FNR 2003-92 KQ		03/01/2008	MBS PAYDOWN		121,563	121,563	122,551	121,597		(35)		(35)		121,563			0	769	02/01/2009	1
31393U 3Y 7	FNR 2004-2 OU		03/01/2008	MBS PAYDOWN		282,829	282,829	289,061	283,012		(183)		(183)		282,829			0	1,953	12/01/2008	1
31393U 5A 7	FNR 2004-13 PF		03/01/2008	MBS PAYDOWN		176,813	176,813	178,305	176,864		(51)		(51)		176,813			0	1,127	01/01/2009	1
31393U AU 7	FNR 2003-123 PD		03/01/2008	MBS PAYDOWN		45,707	45,707	46,386	45,715		(8)		(8)		45,707			0	321	01/01/2011	1
31393U CB 7	FNR 2003-123 YH		03/01/2008	MBS PAYDOWN		55,292	55,292	55,724	55,301		(9)		(9)		55,292			0	390	10/01/2010	1
31393U NB 5	FNR 2003-118 PB		03/01/2008	MBS PAYDOWN		54,484	54,484	54,739	54,493		(9)		(9)		54,484			0	400	11/01/2009	1
31393U UQ 4	FNR 2003-132 PE		03/01/2008	MBS PAYDOWN		126,202	126,202	128,647	126,276		(74)		(74)		126,202			0	822	11/01/2008	1
31393U VN 0	FNR 2003-130 PB		03/01/2008	MBS PAYDOWN		62,086	62,086	62,707	62,106		(20)		(20)		62,086			0	421	01/01/2009	1
31393V A6 8	FHR 2634 TA		03/01/2008	MBS PAYDOWN		20,431	20,431	20,852	20,508		(77)		(77)		20,431			0	124	10/01/2013	1
31393V U9 0	FHR 2639 HC		03/01/2008	MBS PAYDOWN		87,815	87,815	88,241	87,887		(72)		(72)		87,815			0	567	11/01/2010	1
31393W 5R 6	FHR 2651 VA		03/01/2008	MBS PAYDOWN		59,996	59,996	60,127	60,018		(22)		(22)		59,996			0	351	10/01/2009	1
31394H KP 5	FHR 2656 PB		03/01/2008	MBS PAYDOWN		155,191	155,191	157,180	155,375		(184)		(184)		155,191			0	957	06/01/2009	1
31394H ZV 6	FHR 2672 WA		03/01/2008	MBS PAYDOWN		90,244	90,244	90,537	90,244		(292)		(292)		90,244			0	601	08/01/2010	1
31394J SC 2	FHR 2677 BN		03/01/2008	MBS PAYDOWN		106,986	106,986	106,702	106,949		37		37		106,986			0	654	11/01/2009	1
31394M HR 4	FHR 2710 HC		03/01/2008	MBS PAYDOWN		60,610	60,610	58,832	59,939		671		671		60,610			0	412	02/01/2014	1
31394M P5 3	FHR 2715 QB		03/01/2008	MBS PAYDOWN		86,785	86,785	88,439	86,886		(101)		(101)		86,785			0	598	04/01/2008	1
31394M UX 6	FHR 2723 QE		03/01/2008	MBS PAYDOWN		107,874	107,874	108,548	107,874		(126)		(126)		107,874			0	634	08/01/2008	1
31394M YC 8	FHR 2720 PH		03/01/2008	MBS PAYDOWN		158,294	158,294	159,803	158,486		(192)		(192)		158,294			0	1,018	12/01/2008	1
31394P 4U 4	FHR 2728 DQ		03/01/2008	MBS PAYDOWN		62,863	62,863	63,780	62,992		(129)		(129)		62,863			0	441	01/01/2013	1
31394R AC 5	FHR 2751 NP		03/01/2008	MBS PAYDOWN		45,320	45,320	45,433	45,337		(16)		(16)		45,320			0	274	01/01/2010	1
31394R XZ 8	FHR 2765 JL		03/01/2008	MBS PAYDOWN		206,757	206,757	209,884	207,510		(753)		(753)		206,757			0	1,255	01/01/2011	1
31394R XE 4	FHR 2765 JN		03/01/2008	MBS PAYDOWN		124,054	124,054	125,643	124,342		(288)		(288)		124,054			0	860	01/01/2011	1
31394R ZV 4	FHR 2769 JK		03/01/2008	MBS PAYDOWN		226,949	226,949	232,339	227,274		(325)		(325)		226,949			0	1,392	10/01/2008	1

QE05

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 eig 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
31394U GN 6	FNR 2005-98 SX	...	03/25/2008	MBS PAYDOWN	.....	101,160	101,160	100,401	100,054	.....	1,106	.....	1,106	.....	101,160	.....	.....	.....	.....	08/25/2010	1.....
31394U HX 3	FNR 2005-102 SD	...	01/25/2008	MBS PAYDOWN	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	10/25/2009	1.....
31394V D6 4	FNR 2006-2 SK	...	03/25/2008	MBS PAYDOWN	.....	47,077	47,077	46,547	46,336	.....	741	.....	741	.....	47,077	.....	.....	.....	1,485	01/25/2011	1.....
31394V JK 7	FNR 2005-114 SC	...	01/25/2008	MBS PAYDOWN	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	10/25/2010	1.....
31394W HU 5	FHR 2776 QP	...	03/01/2008	MBS PAYDOWN	.....	52,688	52,688	53,083	52,801	.....	(113)	.....	(113)	.....	52,688	.....	.....	.....	320	12/01/2018	1.....
31394X 3J 3	FHR 2783 MJ	...	03/01/2008	MBS PAYDOWN	.....	76,104	76,104	77,508	76,294	.....	(189)	.....	(189)	.....	76,104	.....	.....	.....	543	02/01/2009	1.....
31395D BP 3	FNR 2006-40 VA	...	03/01/2008	MBS PAYDOWN	.....	20,476	20,476	20,129	20,473	.....	3	.....	3	.....	20,476	.....	.....	.....	188	04/01/2013	1.....
31395H ZP 8	FHR 2886 CJ	...	03/01/2008	MBS PAYDOWN	.....	33,549	33,549	32,563	33,207	.....	342	.....	342	.....	33,549	.....	.....	.....	273	09/01/2015	1.....
31395J 3J 3	FHR 2885 LC	...	03/01/2008	MBS PAYDOWN	.....	38,831	38,831	38,564	38,779	.....	52	.....	52	.....	38,831	.....	.....	.....	340	10/01/2019	1.....
31396F KG 7	FHR 3072 NK	...	03/01/2008	MBS PAYDOWN	.....	56,999	56,999	55,636	56,709	.....	290	.....	290	.....	56,999	.....	.....	.....	529	07/01/2013	1.....
31396G SH 5	FHR 3098 MS	...	03/15/2008	MBS PAYDOWN	.....	121,592	121,592	114,904	119,552	.....	2,040	.....	2,040	.....	121,592	.....	.....	.....	1,663	03/15/2009	1.....
31396H L2 3	FHR 3115 LA	...	03/01/2008	MBS PAYDOWN	.....	31,247	31,247	30,154	30,997	.....	250	.....	250	.....	31,247	.....	.....	.....	281	06/01/2013	1.....
31396N M2 9	FHR 3147 YE	...	03/01/2008	MBS PAYDOWN	.....	79,496	79,496	78,279	79,316	.....	180	.....	180	.....	79,496	.....	.....	.....	873	12/01/2015	1.....
38373Q FV 8	GNR 2003-34 PH	...	01/01/2008	MBS PAYDOWN	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	01/01/2008	1.....
38373Q JB 8	GNR 2003-34 OT	...	01/01/2008	MBS PAYDOWN	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	01/01/2008	1.....
38374B U7 6	GNR 2003-70 HU	...	03/01/2008	MBS PAYDOWN	.....	296,267	296,267	303,443	296,565	.....	(298)	.....	(298)	.....	296,267	.....	.....	.....	2,013	04/01/2008	1.....
38374C SP 7	GNR 2003-82 PA	...	03/01/2008	MBS PAYDOWN	.....	70,993	70,993	71,792	71,022	.....	(29)	.....	(29)	.....	70,993	.....	.....	.....	484	02/01/2009	1.....
38374C SZ 5	GNR 2003-83 AB	...	03/01/2008	MBS PAYDOWN	.....	51,476	51,476	52,361	51,611	.....	(135)	.....	(135)	.....	51,476	.....	.....	.....	356	10/01/2011	1.....
38374F 4M 3	GNR 2004-26 HD	...	03/01/2008	MBS PAYDOWN	.....	86,565	86,565	86,903	86,616	.....	(51)	.....	(51)	.....	86,565	.....	.....	.....	467	10/01/2009	1.....
38374F 4R 2	GNR 2004-26 HJ	...	03/01/2008	MBS PAYDOWN	.....	86,565	86,565	88,580	86,837	.....	(272)	.....	(272)	.....	86,565	.....	.....	.....	575	10/01/2009	1.....
38374F NS 9	GNR 2004-11 PC	...	03/01/2008	MBS PAYDOWN	.....	116,364	116,364	116,182	116,364	.....	.....	.....	.....	.....	116,364	.....	.....	.....	600	09/01/2009	1.....
38374F WT 7	GNR 2004-19 KL	...	03/01/2008	MBS PAYDOWN	.....	168,112	168,112	170,949	168,633	.....	(521)	.....	(521)	.....	168,112	.....	.....	.....	885	08/01/2009	1.....
38374G 2C 5	GNR 2004-41 EG	...	03/01/2008	MBS PAYDOWN	.....	200,425	200,425	203,463	200,605	.....	(180)	.....	(180)	.....	200,425	.....	.....	.....	1,328	08/01/2008	1.....
38374H 7K 0	GNR 2004-69 AN	...	03/01/2008	MBS PAYDOWN	.....	256,072	256,072	249,671	255,956	.....	117	.....	117	.....	256,072	.....	.....	.....	1,882	05/01/2011	1.....
38374L U7 4	GNR 2005-66 SX	...	03/16/2008	MBS PAYDOWN	.....	111,749	111,749	107,698	111,749	.....	2,080	.....	2,080	.....	111,749	.....	.....	.....	1,253	09/16/2009	1.....
38374M EQ 8	GNR 2005-84 SC	...	03/16/2008	MBS PAYDOWN	.....	144,397	144,397	142,366	143,186	.....	1,210	.....	1,210	.....	144,397	.....	.....	.....	2,224	05/16/2010	1.....
607167 DS 9	MOBILE ALA INDL DEV BRD POLLUT	...	02/15/2008	PROTECTIVE SECURITIES	.....	2,000,000	2,000,000	2,000,000	2,000,000	.....	.....	.....	.....	.....	2,000,000	.....	.....	.....	19,736	06/01/2034	1FE.....
83712D JT 4	SOUTH CAROLINA HSG FIN & DEV A	...	01/02/2008	CALLED BY ISSUER at 100.000	.....	215,000	215,000	212,635	212,656	.....	.....	.....	.....	.....	212,656	.....	2,344	2,344	4,193	01/01/2034	1FE.....
3199999	Total - Bonds - Special Revenue & Assessment	.....	.....	.....	.....	12,378,221	12,378,221	12,417,077	9,372,754	.....	3,275	.....	3,275	.....	12,375,877	.....	2,344	2,344	95,134	XXX	XXX
Bonds - Industrial and Miscellaneous																					
000780 KN 5	AMAC 2003-7 A2	...	03/01/2008	MBS PAYDOWN	.....	27,744	27,744	28,559	27,751	.....	(6)	.....	(6)	.....	27,744	.....	.....	.....	240	05/01/2018	1FE.....
05948K HN 2	BOAA 2003-10 5A2	...	03/01/2008	MBS PAYDOWN	.....	17,071	17,071	17,039	17,071	.....	.....	.....	.....	.....	17,071	.....	.....	.....	133	11/01/2018	1FE.....
05948P AV 0	BOAMS 2003-1 2A1	...	03/01/2008	MBS PAYDOWN	.....	9,654	9,654	9,901	9,655	.....	(1)	.....	(1)	.....	9,654	.....	.....	.....	84	01/01/2018	1FE.....
12667F AG 0	CWALT 2004-2CB 1A1	...	03/01/2008	MBS PAYDOWN	.....	82,412	82,412	83,455	82,435	.....	(23)	.....	(23)	.....	82,412	.....	.....	.....	612	10/01/2010	1FE.....
12667F NE 1	CWALT 2004-14T2 B1	...	03/01/2008	MBS PAYDOWN	.....	19,963	19,963	20,112	19,964	.....	(1)	.....	(1)	.....	19,963	.....	.....	.....	165	07/01/2034	1FE.....
12667F UW 3	CWALT 2004-110 1A3	...	03/01/2008	MBS PAYDOWN	.....	79,518	79,518	80,474	79,541	.....	(24)	.....	(24)	.....	79,518	.....	.....	.....	755	09/01/2034	1FE.....
12669D LJ 5	CWHL 2002-32 3A1	...	03/01/2008	MBS PAYDOWN	.....	17,453	17,453	17,881	17,457	.....	(4)	.....	(4)	.....	17,453	.....	.....	.....	173	11/01/2017	1FE.....
161551 FV 3	CFAB 2002-2 1M2	...	03/01/2008	MBS PAYDOWN	.....	38,416	38,416	38,188	38,414	.....	2	.....	2	.....	38,416	.....	.....	.....	395	04/01/2010	1FE.....
16162T 5L 6	CHASE 2003-S5 A5	...	03/01/2008	MBS PAYDOWN	.....	18,930	18,930	19,456	18,932	.....	(2)	.....	(2)	.....	18,930	.....	.....	.....	182	08/01/2022	1FE.....
22541S X2 9	CSFB 2004-8 6A1	...	03/01/2008	MBS PAYDOWN	.....	69,749	69,749	70,087	69,754	.....	(5)	.....	(5)	.....	69,749	.....	.....	.....	631	10/01/2019	1FE.....
22541S ZN 1	CSFB 2004-5 5A2	...	03/01/2008	MBS PAYDOWN	.....	30,156	30,156	30,543	30,159	.....	(3)	.....	(3)	.....	30,156	.....	.....	.....	250	07/01/2019	1FE.....
225458 BZ 0	CSFB 2005-1 DB1	...	03/01/2008	MBS PAYDOWN	.....	11,356	11,356	11,612	11,358	.....	(2)	.....	(2)	.....	11,356	.....	.....	.....	104	12/01/2034	1FE.....
36228F PF 7	GSR 2003-3F 2A1	...	03/01/2008	MBS PAYDOWN	.....	2,941	2,941	3,013	2,941	.....	.....	.....	.....	.....	2,941	.....	.....	.....	17	12/01/2032	1FE.....
45660N N5 0	RAST 2004-A5 B1	...	03/01/2008	MBS PAYDOWN	.....	18,186	18,186	18,362	18,187	.....	(2)	.....	(2)	.....	18,186	.....	.....	.....	167	07/01/2034	1FE.....
45660N N6 8	RAST 2004-A5 B2	...	03/01/2008	MBS PAYDOWN	.....	8,083	8,083	8,023	8,083	.....	.....	.....	.....	.....	8,083	.....	.....	.....	74	07/01/2034	1FE.....
52108H RA 4	LBUBS 2003-C3 A2	...	03/11/2008	MBS PAYDOWN	.....	1,066,930	1,066,930	1,036,923	1,063,076	.....	3,854	.....	3,854	.....	1,066,930	.....	.....	.....	7,752	02/11/2009	1FE.....
52520M CJ 0	LMT 2005-2 5A2	...	03/25/2008	MBS PAYDOWN	.....	3,270	3,270	3,036	3,221	.....	49	.....	49	.....	3,270	.....	.....	.....	87	09/25/2024	1FE.....
55265K 5Q 8	MASTR 2004-1 3A1	...	03/01/2008	MBS PAYDOWN	.....	114,709	114,709	111,994	114,673	.....	36	.....	36	.....	114,709	.....	.....	.....	1,078	04/01/2020	1FE.....
55265K 7L 7	MASTR 2004-3 1A2	...	03/01/2008	MBS PAYDOWN	.....	13,959	13,959	14,160	13,960	.....	(1)	.....	(1)	.....	13,959	.....	.....	.....	156	02/01/2024	1FE.....

QE05.1

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 (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.							
55265K QU 6	MASTR 2003-1 3A2.....		.03/01/2008	MBS PAYDOWN.....		11,512	11,512	11,753	11,514		(1)		(1)		11,512			.0	.98	01/01/2018	1FE.....
576434 MD 3	MALT 2004-1 B2.....		.03/01/2008	MBS PAYDOWN.....		20,187	20,187	20,591	20,190		(3)		(3)		20,187			.0	.196	12/01/2033	1FE.....
761118 SE 9	RALI 2006-QS1 A6.....		.03/25/2008	MBS PAYDOWN.....		16,582	16,582	15,574	16,210		372		372		16,582			.0	.571	04/25/2025	1FE.....
76111J B2 9	RFMSI 2002-S17 A2.....		.03/01/2008	MBS PAYDOWN.....		13,983	13,983	14,302	13,985		(2)		(2)		13,983			.0	.126	11/01/2017	1FE.....
76111X HG 1	RFMSI 2004-S4 2A1.....		.03/01/2008	MBS PAYDOWN.....		92,332	92,332	91,769	92,328		3		3		92,332			.0	.487	08/01/2010	1FE.....
863576 BP 8	SASC 2005-6 2A9.....		.03/25/2008	MBS PAYDOWN.....		.7	.7	.7	.7				.0		.7			.0		04/25/2023	1FE.....
949780 AA 8	WFMBS 2003-6 1A1.....		.03/01/2008	MBS PAYDOWN.....		45,326	45,322	46,654	45,333		(11)		(11)		45,322			.0	.429	05/01/2018	1FE.....
4599999.	Total - Bonds - Industrial & Miscellaneous.....					1,850,429	1,850,425	1,823,468	1,846,199		.0		4,225		1,850,425		.0	.0	.0	14,962	XXX.....
6099997.	Total - Bonds - Part 4.....					17,228,650	17,228,646	17,236,795	14,218,542		.0		7,911		17,226,302		.0	2,344	2,344	164,054	XXX.....
6099999.	Total - Bonds.....					17,228,650	17,228,646	17,236,795	14,218,542		.0		7,911		17,226,302		.0	2,344	2,344	164,054	XXX.....
7499999.	Total - Bonds, Preferred and Common Stocks.....					17,228,650	XXX.....	17,236,795	14,218,542		.0		7,911		17,226,302		.0	2,344	2,344	164,054	XXX.....

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

QE05.2

**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								
JP MORGAN CHASE BANK.....	MADISON, WI.....	.....	.....	.....	.....4,345	.....6,177	.....(934,964)	XXX
US BANK.....	BIRMINGHAM, AL.....	.....	.....	.....	.....(697,620)	.....(1,669,680)	.....(714,567)	XXX
BANK OF AMERICA.....	ATLANTA, GA.....	.....	.....	.....	.....299,239	.....136,795	.....930,767	XXX
0199999. Total Open Depositories.....	XXX.....	XXX.....	.....0	.....0	.....(394,036)	.....(1,526,709)	.....(718,763)	XXX
0399999. Total Cash on Deposit.....	XXX.....	XXX.....	.....0	.....0	.....(394,036)	.....(1,526,709)	.....(718,763)	XXX
0599999. Total Cash.....	XXX.....	XXX.....	.....0	.....0	.....(394,036)	.....(1,526,709)	.....(718,763)	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
------------------	-----------	-----------------------	--------------------------	---------------	--------------------------------------	------------------------------------------	-------------------------------------

NONE

QE09