



# QUARTERLY STATEMENT

As of March 31, 2010  
of the Condition and Affairs of the

## PROASSURANCE INDEMNITY COMPANY, INC.

NAIC Group Code.....2698, 2698 (Current Period) (Prior Period)	NAIC Company Code..... 33391	Employer's ID Number..... 63-0720042
Organized under the Laws of AL	State of Domicile or Port of Entry AL	Country of Domicile US
Incorporated/Organized..... October 1, 1976	Commenced Business..... April 15, 1977	
Statutory Home Office	100 BROOKWOOD PLACE..... BIRMINGHAM ..... AL ..... 35209 <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 Web Site Address	www.proassurance.com	
Statutory Statement Contact	NOELLE L. MILBY <i>(Name)</i> FinancialFilings@proassurance.com <i>(E-Mail Address)</i>	205-802-4735 <i>(Area Code) (Telephone Number) (Extension)</i> 205-868-6367 <i>(Fax Number)</i>

### OFFICERS

Name	Title	Name	Title
1. HOWARD HARLEY FRIEDMAN	PRESIDENT	2. KATHRYN ANNE NEVILLE	SECRETARY
3. EDWARD LEWIS RAND, JR.	TREASURER	4. WILLIAM STANCIL STARNES	CHAIRMAN
<b>OTHER</b>			
VICTOR THOMAS ADAMO	VICE CHAIRMAN	JEFFREY LYNN BOWLBY	VICE PRESIDENT
HOWARD HARLEY FRIEDMAN	CHIEF UNDERWRITING OFFICER	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) EDWARD LEWIS RAND, JR. 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.....	1,529,819,003	19,327,772	1,510,491,231	1,491,365,179
2. Stocks:				
2.1 Preferred stocks.....			0	
2.2 Common stocks.....	4,654,025		4,654,025	4,464,124
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).....	11,885,691		11,885,691	12,042,414
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 (\$.....10,912,699), cash equivalents (\$.....0) and short-term investments (\$.....34,805,286).....	49,118,530	3,400,545	45,717,985	72,545,659
6. Contract loans (including \$.....0 premium notes).....			0	
7. Derivatives.....			0	
8. Other invested assets.....	42,615,876		42,615,876	31,179,266
9. Receivables for securities.....	1,048,409		1,048,409	18,092
10. Aggregate write-ins for invested assets.....	0	0	0	0
11. Subtotals, cash and invested assets (Lines 1 to 10).....	1,639,141,534	22,728,317	1,616,413,217	1,611,614,734
12. Title plants less \$.....0 charged off (for Title insurers only).....			0	
13. Investment income due and accrued.....	16,877,355	124,785	16,752,570	16,672,916
14. Premiums and considerations:				
14.1 Uncollected premiums and agents' balances in the course of collection.....	21,468,924	391,380	21,077,544	24,836,856
14.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	32,259,035		32,259,035	29,889,992
14.3 Accrued retrospective premiums.....			0	
15. Reinsurance:				
15.1 Amounts recoverable from reinsurers.....	1,689,229		1,689,229	2,270,710
15.2 Funds held by or deposited with reinsured companies.....	10,103		10,103	10,103
15.3 Other amounts receivable under reinsurance contracts.....			0	591,527
16. Amounts receivable relating to uninsured plans.....			0	
17.1 Current federal and foreign income tax recoverable and interest thereon.....			0	
17.2 Net deferred tax asset.....	51,219,506	21,075,343	30,144,163	31,772,022
18. Guaranty funds receivable or on deposit.....	135,833		135,833	145,169
19. Electronic data processing equipment and software.....	998,822	919,144	79,678	68,879
20. Furniture and equipment, including health care delivery assets (\$.....0).....	174,962	174,962	0	
21. Net adjustment in assets and liabilities due to foreign exchange rates.....			0	
22. Receivables from parent, subsidiaries and affiliates.....	610,270		610,270	605,028
23. Health care (\$.....0) and other amounts receivable.....			0	
24. Aggregate write-ins for other than invested assets.....	54,362,223	1,493,532	52,868,691	52,445,701
25. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 11 through 24).....	1,818,947,796	46,907,463	1,772,040,333	1,770,923,637
26. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
27. Total (Lines 25 and 26).....	1,818,947,796	46,907,463	1,772,040,333	1,770,923,637

**DETAILS OF WRITE-INS**

1001.....			0	
1002.....			0	
1003.....			0	
1098. Summary of remaining write-ins for Line 10 from overflow page.....	0	0	0	0
1099. Totals (Lines 1001 thru 1003 plus 1098) (Line 10 above).....	0	0	0	0
2401. Prepaid Other Taxes and Fees.....	1,493,532	1,493,532	0	
2402. Cash Surrender Value of Business Owned Life Insurance.....	51,965,739		51,965,739	51,634,567
2403. State Premium Tax Recoverable.....	843,733		843,733	752,167
2498. Summary of remaining write-ins for Line 24 from overflow page.....	59,219	0	59,219	58,967
2499. Totals (Lines 2401 thru 2403 plus 2498) (Line 24 above).....	54,362,223	1,493,532	52,868,691	52,445,701

**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Statement Date	2 December 31 Prior Year
1. Losses (current accident year \$.....16,706,013).....	379,906,797	380,784,517
2. Reinsurance payable on paid losses and loss adjustment expenses.....		
3. Loss adjustment expenses.....	538,718,712	540,532,080
4. Commissions payable, contingent commissions and other similar charges.....	2,929,128	3,206,507
5. Other expenses (excluding taxes, licenses and fees).....	4,723,340	9,360,940
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	1,133,640	874,648
7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)).....	2,591,729	11,012,613
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 \$.....9,543,264 and including warranty reserves of \$.....0).....	124,133,689	115,660,742
10. Advance premium.....	1,929,804	7,103,494
11. Dividends declared and unpaid:		
11.1 Stockholders.....		
11.2 Policyholders.....		
12. Ceded reinsurance premiums payable (net of ceding commissions).....	92,244,981	95,829,495
13. Funds held by company under reinsurance treaties.....	30,715	30,715
14. Amounts withheld or retained by company for account of others.....	533,365	572,270
15. Remittances and items not allocated.....		
16. Provision for reinsurance.....	786,200	786,200
17. Net adjustments in assets and liabilities due to foreign exchange rates.....		
18. Drafts outstanding.....		
19. Payable to parent, subsidiaries and affiliates.....	2,357,541	1,851,372
20. Derivatives.....		
21. Payable for securities.....	12,331,707	
22. Liability for amounts held under uninsured plans.....		
23. Capital notes \$.....0 and interest thereon \$.....0.....		
24. Aggregate write-ins for liabilities.....	0	0
25. Total liabilities excluding protected cell liabilities (Lines 1 through 24).....	1,164,351,348	1,167,605,593
26. Protected cell liabilities.....		
27. Total liabilities (Lines 25 and 26).....	1,164,351,348	1,167,605,593
28. Aggregate write-ins for special surplus funds.....	12,989,728	13,487,726
29. Common capital stock.....	8,846,429	8,846,429
30. Preferred capital stock.....		
31. Aggregate write-ins for other than special surplus funds.....	0	0
32. Surplus notes.....		
33. Gross paid in and contributed surplus.....	205,553,769	205,553,769
34. Unassigned funds (surplus).....	380,299,059	375,430,120
35. Less treasury stock, at cost:		
35.1 .....0.000 shares common (value included in Line 29 \$.....0).....		
35.2 .....0.000 shares preferred (value included in Line 30 \$.....0).....		
36. Surplus as regards policyholders (Lines 28 to 34, less 35).....	607,688,985	603,318,044
37. Totals.....	1,772,040,333	1,770,923,637

**DETAILS OF WRITE-INS**

2401. ....		
2402. ....		
2403. ....		
2498. Summary of remaining write-ins for Line 24 from overflow page.....	0	0
2499. Totals (Lines 2401 thru 2403 plus 2498) (Line 24 above).....	0	0
2801. Additional admitted deferred tax assets.....	12,989,728	13,487,726
2802. ....		
2803. ....		
2898. Summary of remaining write-ins for Line 28 from overflow page.....	0	0
2899. Totals (Lines 2801 thru 2803 plus 2898) (Line 28 above).....	12,989,728	13,487,726
3101. ....		
3102. ....		
3103. ....		
3198. Summary of remaining write-ins for Line 31 from overflow page.....	0	0
3199. Totals (Lines 3101 thru 3103 plus 3198) (Line 31 above).....	0	0

**STATEMENT OF INCOME**

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
<b>UNDERWRITING INCOME</b>			
1. Premiums earned:			
1.1 Direct..... (written \$....66,758,288).....	56,945,232	61,903,643	246,412,442
1.2 Assumed..... (written \$.....0).....			145,049
1.3 Ceded..... (written \$....8,614,530).....	7,274,422	8,125,983	26,036,165
1.4 Net..... (written \$....58,143,758).....	49,670,810	53,777,660	220,521,326
DEDUCTIONS:			
2. Losses incurred (current accident year \$....16,751,163):			
2.1 Direct.....	14,560,040	15,578,444	28,079,343
2.2 Assumed.....			622,587
2.3 Ceded.....	4,808,876	5,617,739	18,358,459
2.4 Net.....	9,751,164	9,960,705	10,343,471
3. Loss adjustment expenses incurred.....	17,442,322	22,130,346	46,152,365
4. Other underwriting expenses incurred.....	10,647,957	10,741,946	45,369,110
5. Aggregate write-ins for underwriting deductions.....	0	0	0
6. Total underwriting deductions (Lines 2 through 5).....	37,841,443	42,832,997	101,864,946
7. Net income of protected cells.....			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7).....	11,829,367	10,944,663	118,656,380
<b>INVESTMENT INCOME</b>			
9. Net investment income earned.....	16,153,978	17,372,703	68,616,078
10. Net realized capital gains (losses) less capital gains tax of \$....565,064.....	223,973	(1,039,295)	11,756,238
11. Net investment gain (loss) (Lines 9 + 10).....	16,377,951	16,333,408	80,372,316
<b>OTHER INCOME</b>			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$....102 amount charged off \$....497).....	(395)	2,251	(54,988)
13. Finance and service charges not included in premiums.....			
14. Aggregate write-ins for miscellaneous income.....	470,937	497,635	1,622,573
15. Total other income (Lines 12 through 14).....	470,542	499,886	1,567,585
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	28,677,860	27,777,957	200,596,281
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).....	28,677,860	27,777,957	200,596,281
19. Federal and foreign income taxes incurred.....	5,910,897	5,934,514	55,300,695
20. Net income (Line 18 minus Line 19) (to Line 22).....	22,766,963	21,843,443	145,295,586
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
21. Surplus as regards policyholders, December 31 prior year.....	603,318,045	566,255,123	566,255,122
22. Net income (from Line 20).....	22,766,963	21,843,443	145,295,586
23. Net transfers (to) from Protected Cell accounts.....			
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....0.....	3,028,638	(4,114,577)	6,372,803
25. Change in net unrealized foreign exchange capital gain (loss).....			
26. Change in net deferred income tax.....	4,004,283	(747,262)	(11,353,661)
27. Change in nonadmitted assets.....	(25,428,944)	1,686,906	19,624,016
28. Change in provision for reinsurance.....			1,156,200
29. Change in surplus notes.....			
30. Surplus (contributed to) withdrawn from protected cells.....			
31. Cumulative effect of changes in accounting principles.....			967,979
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.....			(125,000,000)
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).....	4,370,940	18,668,510	37,062,923
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38).....	607,688,985	584,923,633	603,318,045
<b>DETAILS OF WRITE-INS</b>			
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.....	139,765	156,913	401,625
1402. Increase in Business Owned Life Insurance.....	331,172	340,722	1,220,948
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).....	470,937	497,635	1,622,573
3701. Change in additional admitted deferred tax assets.....	(497,998)		13,487,726
3702. Change in reclassification of additional admitted deferred tax assets to special surplus funds.....	497,998		(13,487,726)
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 To Date	3 Prior Year Ended December 31
<b>CASH FROM OPERATIONS</b>			
1. Premiums collected net of reinsurance.....	50,740,077	56,363,598	217,812,246
2. Net investment income.....	17,876,190	19,329,279	76,118,612
3. Miscellaneous income.....	470,542	499,886	1,567,585
4. Total (Lines 1 through 3).....	69,086,809	76,192,763	295,498,443
5. Benefit and loss related payments.....	28,711,566	34,204,162	127,866,741
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			
7. Commissions, expenses paid and aggregate write-ins for deductions.....	15,294,608	13,392,376	46,639,155
8. Dividends paid to policyholders.....			
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses).....	14,896,845	20,429,071	60,031,883
10. Total (Lines 5 through 9).....	58,903,019	68,025,609	234,537,779
11. Net cash from operations (Line 4 minus Line 10).....	10,183,790	8,167,154	60,960,664
<b>CASH FROM INVESTMENTS</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	72,411,493	57,925,548	470,756,228
12.2 Stocks.....			16,847,816
12.3 Mortgage loans.....			
12.4 Real estate.....			
12.5 Other invested assets.....	301,276	62,200	600,213
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	639,280	(593,736)	(5,939)
12.7 Miscellaneous proceeds.....	12,331,707		(568,031)
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	85,683,756	57,394,012	487,630,287
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	110,884,633	90,041,823	420,915,184
13.2 Stocks.....			13,017,630
13.3 Mortgage loans.....			
13.4 Real estate.....		15,642	359,846
13.5 Other invested assets.....	10,500,000	795,000	813,750
13.6 Miscellaneous applications.....	1,030,317		2,018,092
13.7 Total investments acquired (Lines 13.1 to 13.6).....	122,414,950	90,852,465	437,124,502
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).....	(36,731,194)	(33,458,453)	50,505,785
<b>CASH FROM FINANCING AND MISCELLANEOUS SOURCES</b>			
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.....			125,000,000
16.6 Other cash provided (applied).....	(380,493)	(3,180,968)	(1,546,041)
17. Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6).....	(380,493)	(3,180,968)	(126,546,041)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	(26,927,897)	(28,472,267)	(15,079,592)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	76,046,427	91,126,020	91,126,020
19.2 End of period (Line 18 plus Line 19.1).....	49,118,530	62,653,753	76,046,427

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

20.0001 .....			
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## NOTES TO FINANCIAL STATEMENTS

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**Note 1 - Summary of Significant Accounting Policies**

## A. Accounting practices

The financial statements of ProAssurance Indemnity Company, Inc. (the Company) are presented on the basis of accounting practices prescribed or permitted by the Alabama Department of Insurance (ADOI).

The ADOI recognizes only statutory accounting practices prescribed or permitted by the State of Alabama for determining and reporting the financial condition and results of operations of an insurance company and for determining its solvency under the Alabama Insurance Code. The National Association of Insurance Commissioners' (NAIC) Accounting Practices and Procedures Manual has been adopted as a component of prescribed or permitted practices by the State of Alabama.

The Alabama Insurance Code generally requires domestic insurance companies to maintain their assets within the State of Alabama. This requirement can thereby preclude the use of out-of-state banks. On October 4, 2006, the Company received a Permitted Practice from the Alabama Department of Insurance that allows the Company to make use of out-of-state banks. This practice is not at variance with any NAIC statutory accounting practices and procedures.

The term "None" or "No significant change" is used in the following footnotes to indicate that the Company does not have any items requiring disclosure under the respective footnote.

B through C – No significant change

**Note 2 - Accounting Changes and Corrections of Errors**

None.

**Note 3 - Business Combinations and Goodwill**

None.

**Note 4 - Discontinued Operations**

None.

**Note 5 - Investments**

A through C – No significant change

## D. Loan-backed securities:

- (1) Prepayment assumptions for single-class and multi-class mortgage-backed/asset-backed securities were obtained from broker dealer survey values or internal estimates.
- (4) Investments in loan-backed securities are carried at amortized cost and do not contain concentrations of credit risk as set forth in SSAP No. 27.
- (5) The Company has not recognized any other-than-temporary impairments of loan-backed securities during 2010.
- (6) For all loan-backed securities held at March 31, 2010 for which fair value is less than cost, but which have had no other-than-temporary impairment recognized in earnings, the following table displays balances, according to duration of the loss position:

	<u>Fair Value</u>	<u>Amortized Cost</u>	<u>Unrealized Loss</u>
Less than 12 months	\$ 11,789,650	\$ 12,083,407	\$ (293,756)
Over 12 months	22,946,606	26,307,978	(3,361,327)
Total	<u>\$ 34,736,256</u>	<u>\$ 38,391,385</u>	<u>\$ (3,655,129)</u>

- (7) The Company used pricing services in determining the fair value of its loan-backed securities. In determining that a security is not other-than-temporarily impaired, securities are analyzed for future cash flows by using current and expected losses, historical and expected prepayment speeds (based on Bloomberg and broker dealer survey values), and assumptions about recoveries relative to the seniority or subordination in the capital structure. If the results indicate that we will be able to maintain the current book yield, no other-than-temporary impairment is warranted.

E through F – No significant change

## G. Low income housing tax credits

The Company purchased limited partnerships whose primary benefits are derived through the utilization of tax credits and losses related to Section 42 of the Federal tax code, commonly referred to as low-income housing tax credits. The Company committed to purchasing three limited partnerships totaling \$10,500,000. In first quarter of 2010, the Company funded approximately \$1,900,000 with the majority of the balance due over the next two years.

**NOTES TO FINANCIAL STATEMENTS****Note 6 - Joint Ventures, Partnerships and Limited Liability Companies**

- A. Detail for those greater than 10% of admitted assets – No significant change
- B. Writedowns for impairments of joint ventures, partnerships, LLCs

During the period, the Company recognized an other-than-temporary impairment of \$971,742 on our interest in Stonewell Fund. The expected cash flows of the underlying high yield asset backed securities decreased, and the book values on several securities within the interest were reduced to maintain positive book yields.

The Company has received approximately \$301,276 from the Stonewell Fund in 2010. These distributions were made to reduce the Company's interest in the Fund so that we maintain a consistent ownership level.

**Note 7 - Investment Income**

- A. Accrued investment income – No significant change
- B. Amounts nonadmitted – See Note 20 A

**Note 8 - Derivative Instruments**

None.

**Note 9 - Income Taxes**

- A. Components of DTAs and DTLs and valuation allowance

The components of deferred tax assets (DTAs) and deferred tax liabilities (DTLs) at March 31, 2010 and December 31, 2009 are as follows:

	2010			2009
	Ordinary	Capital	Total	Total
Total gross DTAs	\$ 52,498,820	\$ 1,958,508	\$ 54,457,328	\$ 49,840,923
Statutory valuation allowance	-	-	-	-
(1) Total adjusted gross DTAs	\$ 52,498,820	\$ 1,958,508	\$ 54,457,328	\$ 49,840,923
(2) Total DTLs	\$ (2,537,358)	(700,464)	(3,237,822)	(2,625,702)
(3) Net Deferred Tax Asset (Liability)			51,219,506	47,215,221
(4) DTAs nonadmitted			(21,075,343)	(15,443,199)
(5) Net DTAs admitted			30,144,163	31,772,022
(6) Increase (decrease) for year of DTAs nonadmitted			\$ (5,632,144)	\$ (17,400,520)

(7) The Company has elected to admit DTAs pursuant to paragraph 10e of SSAP 10R.

(8) Admitted adjusted DTAs decreased due to the election under paragraph 10e:

2010		
Ordinary	Capital	Total
\$ (497,998)	\$ -	\$ (497,998)

(9) The change in the results of calculations under SSAP 10R are shown below:

		Change in 2010		
		Ordinary	Capital	Total
Prior taxes recoverable	10a	\$ (1,129,861)	\$ -	\$ (1,129,861)
Expected to be recognized in one year *	10bi	n/a	n/a	\$ -
Ten percent of December 31st adjusted surplus *	10bii	n/a	n/a	\$ 5,802,745
Offset existing DTLs	10c	\$ (88,344)	\$ 700,464	\$ 612,120
Prior taxes recoverable	10ei	\$ (265,451)	\$ -	\$ (265,451)
Expected to be realized in three years *	10eii(a)	n/a	n/a	\$ (232,548)
Fifteen percent of December 31st adjusted surplus *	10eii(b)	n/a	n/a	\$ 2,901,372
Offset existing DTLs	10eiii	\$ -	\$ -	\$ -

\* Admitted amount is lower of 10bi or 10bii and lower of 10eii(a) or 10eii(b)

**NOTES TO FINANCIAL STATEMENTS**

(10) Changes in amounts calculated under SSAP 10R paragraph 10a - c and paragraph 10e and related differences:

	Change in 2010		
	With 10a - c	With 10e **	Difference
Net adjusted DTAs admitted:			
Prior taxes recoverable	\$ (1,129,861)	\$ (1,395,311)	\$ 265,450
Expected to be realized in one/three years	-	(232,548)	232,548
Offset existing DTLs	612,120	612,120	-
Admitted gross adjusted DTAs	(517,741)	(1,015,739)	497,998
DTLs	(612,120)	(612,120)	-
Net adjusted DTAs admitted	<u>\$ (1,129,861)</u>	<u>\$ (1,627,859)</u>	<u>\$ 497,998</u>
Admitted assets	\$ 1,614,694	\$ 1,116,696	\$ 497,998
Statutory surplus	<u>\$ 4,868,939</u>	<u>\$ 4,370,941</u>	<u>\$ 497,998</u>

\*\*The Company anticipates that it will continue to meet the required RBC levels for eligibility to elect the application of paragraph 10e of SSAP 10R.

## B. Unrecognized DTLs

The Company had no unrecognized deferred income tax liabilities at March 31, 2010.

## C. Current tax and change in deferred tax

## (1) Current tax expense or benefit

	2010	2009
Federal Income Tax	\$ 5,910,897	\$ 55,300,695
Capital gains tax (benefit)	565,064	(3,370,098)
Federal income tax provision (benefit)	<u>\$ 6,475,961</u>	<u>\$ 51,930,597</u>

(2) The tax effects of temporary differences that give rise to DTAs and DTLs are shown below:

	2010	2009	Change	Character
DTAs resulting from:				
Unpaid loss and LAE	\$ 31,504,677	\$ 32,797,890	\$ (1,293,213)	Ordinary
Unearned premium	8,824,444	8,593,497	230,947	Ordinary
Unrealized losses	-	293,094	(293,094)	Ordinary
Other than temporary impairments – fixed maturities	197,982	209,188	(11,206)	Capital
Other than temporary impairments – other invested assets	1,760,526	1,460,419	300,107	Ordinary
Compensation related	2,195,597	3,385,512	(1,189,915)	Ordinary
Fixed assets	232,857	-	232,857	Ordinary
Nonadmitted assets	8,997,567	2,112,362	6,885,205	Ordinary
Other	743,678	988,961	(245,283)	Ordinary
Gross DTAs	54,457,328	49,840,923	4,616,405	
Statutory valuation allowance	-	-	-	
Adjusted gross DTAs	54,457,328	49,840,923	4,616,405	
Nonadmitted DTAs	(21,075,343)	(15,443,199)	(5,632,144)	
Admitted DTAs	<u>\$ 33,381,985</u>	<u>\$ 34,397,724</u>	<u>\$ (1,015,739)</u>	
DTLs resulting from:				
Bond market discount	\$ 569,962	\$ 711,294	\$ (141,332)	Ordinary
Partnerships	1,902,924	1,902,924	-	Ordinary
Unrealized gains	700,464	-	700,464	Ordinary
Other	64,472	11,484	52,988	Ordinary
Total deferred tax liabilities	<u>\$ 3,237,822</u>	<u>\$ 2,625,702</u>	<u>\$ 612,120</u>	
Net admitted deferred tax assets	<u>\$ 30,144,163</u>	<u>\$ 31,772,022</u>	<u>\$ (1,627,859)</u>	

(3) through (6) – None

**NOTES TO FINANCIAL STATEMENTS**

## D. Reconciliation of federal income tax rate to actual effective rate

The significant items causing differences between the statutory federal income tax rate and the Company's effective income tax rate are as follows:

	<u>Amount</u>	<u>Tax Effect</u>	<u>Effective Rate</u>
Income before income taxes	\$ 28,677,860		
Tax expense (benefit) for capital gains/losses in above	565,064		
	<u>\$ 29,242,924</u>	10,235,023	35.0%
Exempt interest and dividends	(5,066,340)	(1,773,219)	(6.1%)
Increase in CSV life insurance	(331,172)	(115,910)	(0.4%)
Penalties and lobbying	4,983	1,744	0.0%
Meals and entertainment	44,808	15,683	0.1%
Other, including change in nonadmitted assets	(19,672,016)	(6,885,206)	(23.5%)
Total statutory federal income taxes	<u>\$ 4,223,187</u>	<u>\$ 1,478,115</u>	5.1%
Income tax expense (benefit) - page 4, line 19		5,910,897	
Tax expense (benefit) capital gains - page 4, line 10		565,064	
		<u>6,475,961</u>	
(Increase) decrease in net deferred tax assets		<u>(4,997,846)</u>	
Total statutory federal income taxes		<u>\$ 1,478,115</u>	

## E. Operating loss and tax credit carry forwards, and protective tax deposits

(1) The Company has no net operating loss carryovers.

(2) The following table shows income tax expenses that are available for recoupment in the event of future losses:

	Amount
2010	\$ 6,475,961
2009	\$ 51,930,597
2008	\$ 48,588,756

(3) The Company did not have any protective tax deposits under Section 6603 of the Internal Revenue Code.

## F. Consolidated federal income tax return

(1) The Company and the entities listed in Schedule Y from the 2009 annual statement, excluding American Medical Insurance Exchange, are included in the consolidated Federal Income Tax return of ProAssurance Corporation, the ultimate parent.

(2) The method of allocation between the companies is subject to written agreement, approved by the Board of Directors. Allocation is based upon separate return calculations in proportion to the total taxes of the group.

**Note 10 - Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties**

A through G – No significant change

H. Amount deducted for investment in upstream company

The Company owns shares of its ultimate parent, ProAssurance Corporation, whose shares are publicly traded. The statement value of the investment is based on the fair value of the shares reduced by \$2,397,528 for the reciprocal ownership calculation by the NAIC Securities Valuation Office.

I through L – No significant change

**Note 11 - Debt**

A. Amount, interest, maturities, collateral, covenants – No significant change

B. Funding agreements with Federal Home Loan Bank (FHLB)

(1) The Company is a member of the Federal Home Loan Bank (FHLB) of Atlanta. Through its membership, the Company has access to cash advances, but has not established a line of credit or utilized the arrangement to any material standard. The Company plans to utilize these funds for liquidity purposes or other operational needs if necessary. Any funds obtained from the FHLB Atlanta for use in general operations would be accounted for consistent with SSAP No. 15 – Debt and Holding Company Obligations as borrowed money. The table below indicates the amount of FHLB Atlanta stock purchased, collateral pledged, and assets and liabilities related to the agreement with FHLB Atlanta.

**NOTES TO FINANCIAL STATEMENTS**

		2010	2009
(2)	FHLB stock purchased/owned as part of the agreement	\$ 3,347,100	\$ 3,347,100
(3)	Collateral pledged to the FHLB	None	None
(4)	Borrowing capacity currently available	Unspecified	Unspecified
(5)	Agreement assets and liabilities		
	Other Invested Assets (FHLB Capital Stock)	\$ 3,347,100	\$ 3,347,100
	Liabilities	None	None

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

None.

**Note 13 - Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations**

No significant change.

**Note 14 - Contingencies**

No significant change.

**Note 15 - Leases**

No significant change.

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

None.

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

None.

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

None.

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

No significant change.

**Note 20 - Other Items**

## A. Extraordinary items

As of March 31, 2010, the Company held several investments ineligible for presentation as admissible assets for the California Department of Insurance. The total \$19,327,772 book value of the securities has been non-admitted because, according to the Department, they may be subject to financial risk associated with some level of involvement in Iranian business activity. Related to this decision, the Company also nonadmitted \$124,785 of investment income receivable for these securities as of the statement date.

On January 29, 2010, the Company received \$639,280 from the Reserve Primary Fund, the result of a November 27, 2009 US District Court decision that ordered the Reserve Primary Fund to distribute remaining assets on a pro-rata basis against open claims. The receipt is presented as a capital gain. Reserve Fund balances were nonadmitted as of December 31, 2008, and were impaired during the first quarter of 2009 in response to guidance from management of the Reserve.

B through F – No significant change

## G. Subprime mortgage-related exposure

(1) The Company defines subprime by the description of the underlying assets as provided by Bloomberg data, using a combination of: higher than average interest rates on underlying loans, credit scores, and high loan-to-value ratios.

(2) Direct exposure through subprime mortgage loans – No significant change

**NOTES TO FINANCIAL STATEMENTS**

(3) Direct Exposure through other Investments:

(000's)

Type	Book Adjusted Actual Cost	Carrying Value	Fair Value	Other than Temporary Impairments
RMBS	\$ 6,653	\$ 6,371	\$ 5,557	\$ 343
Other – LP	\$ 5,061	\$ 3,503	\$ 3,503	\$ 3,327

(4) Underwriting Exposure to subprime mortgage risk through Mortgage Guaranty and Financial Guaranty insurance coverage – 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**

A. Reasons for changes in prior year incurred

Combined reserves for incurred losses and loss adjustment expenses attributable to insured events as of December 31, 2009 were \$921,316,597. The following provides information concerning the re-estimation of those reserves during the three month period ended March 31, 2010:

Losses and Loss Adjustment Expenses December 31, 2009	\$ 921,316,597
Re-estimation of reserves (favorable)	<u>(14,000,000)</u>
Re-estimated December 31, 2009 Losses and Loss Adjustment Expenses	<u>\$ 907,316,597</u>

The re-estimation amount above relates principally to the medical professional liability line of insurance, and is the result of ongoing analysis of recent loss trends. Original estimates are increased or decreased as additional information becomes available.

**Note 25 - Intercompany Pooling Arrangements**

None.

**Note 26 - Structured Settlements**

No significant change.

**Note 27 - Health Care Receivables**

None.

**Note 28 - Participating Policies**

None.

**Note 29 - Premium Deficiency Reserves**

No significant change.

**Note 30 - High Deductibles**

No significant change.

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

None.

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## **NOTES TO FINANCIAL STATEMENTS**

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**Note 32 - Asbestos/Environmental Reserves**

None.

**Note 33 - Subscriber Savings Accounts**

None.

**Note 34 - Multiple Peril Crop Insurance**

None.

**Note 35 - Financial Guaranty Insurance**

None.

**GENERAL INTERROGATORIES**

**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 [ X ]

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.

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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). 12/3/2007.....

6.4 By what department or departments?  
ALABAMA DEPARTMENT OF INSURANCE

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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**

**PART 1 - COMMON INTERROGATORIES**

**GENERAL**

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

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**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.....	\$ .....7,966,582	\$ .....7,966,582
14.22 Preferred Stock.....	\$ .....0	\$ .....0
14.23 Common Stock.....	\$ .....4,464,124	\$ .....4,654,025
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).....	\$ .....12,430,706	\$ .....12,620,607
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-Part 3-Special Deposits, 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, F-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)
N/A		

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
N/A			

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
133243	OPPENHEIMER INVESTMENT MANAGEMENT	200 PARK AVE, 24TH FLR, NEW YORK, NY 10166
104487	BROWN BROTHERS HARRIMAN & CO.	140 BROADWAY, NEW YORK, NY 10005
107423	CONNING ASSET MANAGEMENT	ONE FINANCIAL PLAZA, HARTFORD, CT 06103
105900	GENERAL RE-NEW ENGLAND ASSET MANAGEMENT, INC.	76 BATTERSON PARK RD, FARMINGTON, CT 06032
107680	PRIME ADVISORS, INC.	22635 NE MARKETPLACE DR, REDMOND, WA 98053

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:

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**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

5. Operating Percentages:

5.1 A&H loss percent 0.0 %

5.2 A&H cost containment percent 0.0 %

5.3 A&H expense percent excluding cost containment expenses 0.0 %

6.1 Do you act as a custodian for health savings accounts? Yes [ ] No [X]

6.2 If yes, please provide the amount of custodial funds held as of the reporting date. 0

6.3 Do you act as an administrator for health savings accounts? Yes [ ] No [X]

6.4 If yes, please provide the amount of funds administered as of the reporting date. 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)
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**NONE**

## SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

	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	L	24,777,794	29,372,739	1,593,888	1,298,415	139,950,227	135,827,505
2. Alaska.....AK	L						
3. Arizona.....AZ	L	385,985	333,008			732,085	74,996
4. Arkansas.....AR	L	523,205	451,446	5,126	491,401	12,360,250	13,340,302
5. California.....CA	L	2,994	24,132			19,363	1,771
6. Colorado.....CO	L	56,638	72,637			127,580	24,715
7. Connecticut.....CT	N						
8. Delaware.....DE	L						
9. District of Columbia.....DC	L	53,642	17,500			83	
10. Florida.....FL	L	16,392	(2,814)	42,500		2,305,513	1,962,395
11. Georgia.....GA	L	298,445	332,896	2,017,258	18,816	12,575,282	10,359,494
12. Hawaii.....HI	L			24,395	25,402	809,716	892,667
13. Idaho.....ID	L						
14. Illinois.....IL	L						
15. Indiana.....IN	L	5,979,794	6,923,419	1,954,573	2,912,985	70,938,014	66,830,349
16. Iowa.....IA	L						
17. Kansas.....KS	L	1,300,994	766,583	68,583	402,346	7,238,016	9,984,475
18. Kentucky.....KY	L					515,506	504,888
19. Louisiana.....LA	L						
20. Maine.....ME	N						
21. Maryland.....MD	L	2,441,061	6,210,327	2,124,375	950,000	15,688,098	5,840,585
22. Massachusetts.....MA	L						
23. Michigan.....MI	L						
24. Minnesota.....MN	L			9,813	4,384	841,714	870,615
25. Mississippi.....MS	N			35,000		3,953,426	7,376,666
26. Missouri.....MO	L	2,803,966	3,128,362	110,332	585,206	45,042,817	47,815,909
27. Montana.....MT	L						
28. Nebraska.....NE	L						
29. Nevada.....NV	L	21,227	21,105			31,195	5,020
30. New Hampshire.....NH	N						
31. New Jersey.....NJ	N						
32. New Mexico.....NM	L						
33. New York.....NY	N						
34. North Carolina.....NC	L	53,238	41,189			306,402	728,168
35. North Dakota.....ND	L						
36. Ohio.....OH	L	18,679,872	21,637,429	852,305	7,240,619	145,660,235	178,353,688
37. Oklahoma.....OK	L	1,803,779	170,803	(30,000)	(249,878)	7,481,994	3,623,720
38. Oregon.....OR	L						
39. Pennsylvania.....PA	L				9,321	537,442	341,421
40. Rhode Island.....RI	L						
41. South Carolina.....SC	L	942,119				215,933	52
42. South Dakota.....SD	L			6,943	42,155	763,049	870,544
43. Tennessee.....TN	L	2,539,705	1,877,491	(8,352)	607,415	13,889,826	14,480,042
44. Texas.....TX	L	108,105	81,940	102,202	2,578	2,437,111	4,501,808
45. Utah.....UT	L						
46. Vermont.....VT	N						
47. Virginia.....VA	L	2,937,138	3,107,638	1,725,000	1,835,330	7,681,076	10,670,811
48. Washington.....WA	L	22,766	27,028			18,573	2,976
49. West Virginia.....WV	L	655,451	666,454	1,000,516	127,316	4,482,603	8,772,054
50. Wisconsin.....WI	L						
51. Wyoming.....WY	L	353,978	(5,746)			316,075	20,306
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) 44		66,758,288	75,255,566	11,634,457	16,303,811	496,919,204	524,077,942

### 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

(L) - Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) - Registered - Non-domiciled RRGs; (Q) - Qualified - Qualified or Accredited Reinsurer;

(E) - Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) - None of the above - Not allowed to write business in the state.

(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

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**NONE**

**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.....	479,236	167,733	35.0	31.5
6. Mortgage guaranty.....			0.0	
8. Ocean marine.....			0.0	
9. Inland marine.....			0.0	
10. Financial guaranty.....			0.0	
11.1. Medical professional liability - occurrence.....	2,423,062	1,633,658	67.4	60.7
11.2. Medical professional liability - claims-made.....	52,488,376	12,039,757	22.9	22.9
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.....	328,038	123,014	37.5	33.8
17.1. Other liability-occurrence.....	85,762	32,195	37.5	31.5
17.2. Other liability-claims made.....	1,087,117	563,683	51.9	44.8
17.3. Excess workers' compensation.....			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.....	53,642		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.....	56,945,233	14,560,040	25.6	25.2

**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**

Lines of Business	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.....	404,462	404,462	402,945
6. Mortgage guaranty.....			
8. Ocean marine.....			
9. Inland marine.....			
10. Financial guaranty.....			
11.1. Medical professional liability - occurrence.....	2,423,062	2,423,062	3,000,356
11.2. Medical professional liability - claims made.....	62,571,427	62,571,427	70,459,609
12. Earthquake.....			
13. Group accident and health.....			
14. Credit accident and health.....			
15. Other accident and health.....			
16. Workers' compensation.....	290,772	290,772	383,504
17.1. Other liability-occurrence.....	118,654	118,654	73,208
17.2. Other liability-claims made.....	896,269	896,269	918,444
17.3. Excess workers' compensation.....			
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.....	53,642	53,642	17,500
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.....	66,758,288	66,758,288	75,255,566

**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)	2010 Loss and LAE Payments on Claims Reported as of Prior Year-End	2010 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2010 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. 2007 + Prior.....	306,282	276,125	582,407	16,884	1,346	18,230	285,323	57	266,798	552,177	(4,075)	(7,925)	(12,000)
2. 2008.....	98,983	74,273	173,256	5,532	770	6,302	98,303	453	66,198	164,954	4,852	(6,852)	(2,000)
3. Subtotals 2008 + Prior.....	405,265	350,398	755,663	22,416	2,115	24,532	383,626	510	332,996	717,131	778	(14,777)	(14,000)
4. 2009.....	61,167	104,487	165,654	2,896	920	3,815	86,275	1,409	74,155	161,839	28,004	(28,004)	0
5. Subtotals 2009 + Prior.....	466,432	454,885	921,317	25,312	3,035	28,347	469,901	1,918	407,151	878,970	28,781	(42,781)	(14,000)
6. 2010.....	XXX	XXX	XXX	XXX	1,537	1,537	XXX	7,520	32,135	39,656	XXX	XXX	XXX
7. Totals.....	466,432	454,885	921,317	25,312	4,572	29,884	469,901	9,439	439,286	918,626	28,781	(42,781)	(14,000)
8. Prior Year-End's Surplus As Regards Policyholders	603,318										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. ....6.2%	2. ....(9.4)%	3. ....(1.5)%
													Col. 13, Line 7 Line 8
													4. ....(2.3)%

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# 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.

	<b>Response</b>
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 Professional Liability 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:**

- 1.
- 2.
- 3.

**Bar Code:**



Statement for March 31, 2010 of the **PROASSURANCE INDEMNITY COMPANY, 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)	
2404. Note Receivable.....	59,219		59,219	58,967
2497. Summary of remaining write-ins for Line 24.....	59,219	0	59,219	58,967

# PROASSURANCE INDEMNITY COMPANY, 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.....	12,042,414	12,283,115
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....		
2.2 Additional investment made after acquisition.....		359,846
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.....	156,723	600,547
9. Book/adjusted carrying value at end of current period (Lines 1+2+3+4-5+6-7-8).....	11,885,691	12,042,414
10. Deduct total nonadmitted amounts.....		
11. Statement value at end of current period (Line 9 minus Line 10).....	11,885,691	12,042,414

## 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 acquisition.....		
2.2 Additional investment made after acquisition.....		
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. Total valuation allowance.....		
13. Subtotal (Line 11 plus Line 12).....	0	0
14. Deduct total nonadmitted amounts.....		
15. Statement value at end of current period (Line 13 minus Line 14).....	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.....	31,179,266	27,580,658
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....	10,500,000	45,000
2.2 Additional investment made after acquisition.....		768,750
3. Capitalized deferred interest and other.....		
4. Accrual of discount.....		
5. Unrealized valuation increase (decrease).....	2,209,628	3,653,071
6. Total gain (loss) on disposals.....		
7. Deduct amounts received on disposals.....	301,276	600,213
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.....	971,742	268,000
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	42,615,876	31,179,266
12. Deduct total nonadmitted amounts.....		
13. Statement value at end of current period (Line 11 minus Line 12).....	42,615,876	31,179,266

## 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.....	1,495,829,305	1,542,629,321
2. Cost of bonds and stocks acquired.....	110,884,633	433,932,814
3. Accrual of discount.....	304,329	1,890,005
4. Unrealized valuation increase (decrease).....	819,011	2,719,733
5. Total gain (loss) on disposals.....	1,121,500	10,719,623
6. Deduct consideration for bonds and stocks disposed of.....	72,411,493	487,604,044
7. Deduct amortization of premium.....	2,074,257	8,455,830
8. Total foreign exchange change in book/adjusted carrying value.....		
9. Deduct current year's other than temporary impairment recognized.....		2,317
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	1,534,473,028	1,495,829,305
11. Deduct total nonadmitted amounts.....	19,327,772	
12. Statement value at end of current period (Line 10 minus Line 11).....	1,515,145,256	1,495,829,305

## 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
<b>BONDS</b>								
1. Class 1 (a).....	1,402,087,489	211,784,139	212,657,456	(4,464,503)	1,396,749,669			1,402,087,489
2. Class 2 (a).....	127,912,708	14,458,134	7,438,340	3,026,067	137,958,569			127,912,708
3. Class 3 (a).....	25,828,578		313,632	42,128	25,557,074			25,828,578
4. Class 4 (a).....	5,442,916	940,900	10,288	255,490	6,629,018			5,442,916
5. Class 5 (a).....	195,504	935,000			1,130,504			195,504
6. Class 6 (a).....								
7. Total Bonds.....	1,561,467,194	228,118,173	220,419,716	(1,140,819)	1,568,024,834	0	0	1,561,467,194
<b>PREFERRED STOCK</b>								
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.....	1,561,467,194	228,118,173	220,419,716	(1,140,819)	1,568,024,834	0	0	1,561,467,194

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(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 \$.....38,205,831; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0.

**SCHEDULE DA - PART 1**

Short-Term Investments

	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
9199999. Totals.....	38,205,831	XXX	38,205,831		

**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.....	70,102,016	83,016,348
2. Cost of short-term investments acquired.....	117,233,539	699,510,100
3. Accrual of discount.....		
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals.....		(5,939)
6. Deduct consideration received on disposals.....	149,129,724	712,418,493
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).....	38,205,831	70,102,016
11. Deduct total nonadmitted amounts.....	3,400,545	3,500,768
12. Statement value at end of current period (Line 10 minus Line 11).....	34,805,286	66,601,248

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

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

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

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

**Sch. DB-Verification  
NONE**

**SCHEDULE E- VERIFICATION**

Cash Equivalents

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	6,004,693
2. Cost of cash equivalents acquired.....		132,792,327
3. Accrual of discount.....		6,980
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals.....		
6. Deduct consideration received on disposals.....		138,804,000
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	0
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	0	0

**Sch. A-Pt 2  
NONE**

**Sch. A-Pt 3  
NONE**

**Sch. B-Pt 2  
NONE**

**Sch. B-Pt 3  
NONE**

### SCHEDULE BA - PART 2

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

1 CUSIP Identification	2 Name or Description	Location		5 Name of Vendor or General Partner	6 NAIC Design- ation	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									
<b>Non-Guaranteed Federal Low Income Housing Tax Credit - Unaffiliated</b>												
000000 00 0	Boston Capital 32 Tax Credit Fund.....	Boston.....	MA.....	Boston Capital.....		03/31/2010....		3,500,000				2.0
000000 00 0	Raymond James 35 Tax Credit Fund.....	St. Petersburg.....	FL.....	Raymond James.....		03/31/2010....		3,500,000				7.0
000000 00 0	Richman USA Stimulus Tax Credit Fund.....	Washington.....	DC.....	Richman.....		03/31/2010....		3,500,000				2.0
3199999	Total - Non-Guaranteed Federal Low Income Housing Tax Credit - Unaffiliated.....							10,500,000	.0	.0	.0	...XXX.....
3999999	Subtotal - Unaffiliated.....							10,500,000	.0	.0	.0	...XXX.....
4199999	Totals.....							10,500,000	.0	.0	.0	...XXX.....

QE03

### 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.						
000000 00 0	Stonewell Fund.....	Farmington.....	CT....	Equity distribution.....	01/01/2007	VARIOUS..	301,276			971,742		(971,742)		301,276	301,276			.0	
1999999	Total - Joint Venture or Partnership Interests That Have Underlying Characteristics of Other - Unaffiliated.....						301,276	.0	.0	971,742	.0	(971,742)	.0	301,276	301,276	.0	.0	.0	.0
3999999	Subtotal - Unaffiliated.....						301,276	.0	.0	971,742	.0	(971,742)	.0	301,276	301,276	.0	.0	.0	.0
4199999	Totals.....						301,276	.0	.0	971,742	.0	(971,742)	.0	301,276	301,276	.0	.0	.0	.0

**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)
<b>Bonds - U.S. Government</b>									
912828 AF 7	TSY INFL IX N/B.....		...01/12/2010	CITIGROUP.....		.....1,302,342	.....1,202,650	.....17,844	1.....
0399999.	Total - Bonds - U.S. Government.....					.....1,302,342	.....1,202,650	.....17,844	.....XXX.....
<b>Bonds - All Other Government</b>									
74727P AJ 0	STATE OF QATAR.....	F.....	...02/10/2010	NOMURA SECURITIES IN.....		.....1,006,250	.....1,000,000	.....2,889	1FE.....
1099999.	Total - Bonds - All Other Government.....					.....1,006,250	.....1,000,000	.....2,889	.....XXX.....
<b>Bonds - U.S. Political Subdivisions of States, Territories and Possessions</b>									
223813 PW 0	COWLITZ CNTY WASH SCH DIST.....		...03/16/2010	ZIEGLER & CO.....		.....1,667,325	.....1,500,000	.....22,500	1FE.....
453722 KF 6	INDEPENDENCE MO SCH DIST.....		...01/21/2010	CANTOR FITZGERALD.....		.....1,093,520	.....1,000,000	.....278	1FE.....
2499999.	Total - Bonds - U.S. Political Subdivision of States, Territories & Possessions.....					.....2,760,845	.....2,500,000	.....22,778	.....XXX.....
<b>Bonds - U.S. Special Revenue and Special Assessment</b>									
176553 EY 7	CITIZENS PPTY INS CORP FLA.....		...03/25/2010	RAYMOND JAMES.....		.....808,455	.....750,000		1FE.....
31398W 2U 7	FHR 3629 AB.....		...01/13/2010	BANK AMERICA.....		.....9,932,891	.....9,500,000	.....33,250	1.....
38373M LZ 1	GNR 2004-78 C.....		...01/22/2010	STERNE, AGEE, LEACHE.....		.....2,115,000	.....2,000,000	.....6,728	1.....
38373V K5 8	GNR 2002-85 C.....		...01/19/2010	GREENWICH CAPITAL.....		.....5,607,377	.....5,278,696	.....15,867	1.....
38374N N9 4	GNR 2006-55 C.....		...01/08/2010	BANK AMERICA.....		.....2,953,125	.....2,800,000	.....4,944	1.....
38375J CG 8	GNR 2006-68 B.....		...01/04/2010	SHAY FINANCIAL SERVICES.....		.....1,063,906	.....1,000,000	.....859	1.....
386289 FW 7	GRAND RAPIDS MICH SAN SWR SYS.....		...01/13/2010	SALOMON SMITH BARNEY.....		.....1,979,496	.....1,800,000		1FE.....
454624 F4 4	INDIANA BD BK REV.....		...03/25/2010	EXCHANGE.....		.....997,568	.....960,000	.....7,272	1FE.....
454624 G4 3	INDIANA BD BK REV.....		...03/25/2010	EXCHANGE.....		.....41,565	.....40,000	.....303	1FE.....
59334D FS 8	MIAMI-DADE CNTY FLA WTR & SWR.....		...01/20/2010	RBC CAPITAL MARKETS.....		.....1,135,760	.....1,000,000	.....17,417	1FE.....
60636W MP 7	MISSOURI ST HWYS & TRANS COMMN.....		...01/21/2010	JEFFERIES & CO.....		.....2,010,885	.....1,795,000	.....21,191	1FE.....
767175 FZ 0	RIO RANCHO N M WTR & WASTEWTR.....		...01/05/2010	PERFORMANCE TRUST CAPITAL PARTNERS.....		.....1,228,663	.....1,115,000	.....8,208	1FE.....
88283L EK 8	TEXAS ST TRANSN COMMN.....		...01/08/2010	SALOMON SMITH BARNEY.....		.....2,558,520	.....2,300,000	.....32,583	1FE.....
92028P DB 2	VALPARAISO IND MIDDLE SCHS.....		...01/11/2010	ZIEGLER & CO.....		.....1,061,060	.....1,025,000	.....25,483	2FE.....
3199999.	Total - Bonds - U.S. Special Revenue & Special Assessments.....					.....33,494,271	.....31,363,696	.....174,105	.....XXX.....
<b>Bonds - Industrial and Miscellaneous</b>									
002824 AU 4	ABBOTT LABORATORIES.....		...01/19/2010	BANK AMERICA.....		.....2,108,520	.....2,000,000	.....31,604	1FE.....
02666Q F4 0	AMERICAN HONDA FINANCE.....		...03/09/2010	DEUTSCHE BANK.....		.....997,820	.....1,000,000		1FE.....
03523T AJ 7	ANHEUSER-BUSCH INBEV WOR.....		...01/07/2010	BNP PARIBAS SECURITIES.....		.....1,033,780	.....1,000,000	.....12,840	2FE.....
03523T AL 2	ANHEUSER-BUSCH INBEV WOR.....		...02/08/2010	EXCHANGE.....		.....998,668	.....1,000,000	.....9,333	2FE.....
03523T AM 0	ANHEUSER-BUSCH INBEV WOR.....		...02/08/2010	EXCHANGE.....		.....998,759	.....1,000,000	.....12,833	2FE.....
03523T AN 8	ANHEUSER-BUSCH INBEV WOR.....		...02/08/2010	EXCHANGE.....		.....1,033,632	.....1,000,000	.....16,722	2FE.....
03523T AS 7	ANHEUSER-BUSCH INBEV WOR.....		...03/24/2010	BANK AMERICA.....		.....997,970	.....1,000,000		2FE.....
05947U LH 9	B of A Comm'l Mtge 2003-1 A1.....		...01/12/2010	CANTOR FITZGERALD.....		.....99,027	.....98,473	.....149	1FE.....
097023 AZ 8	BOEING CO.....		...01/06/2010	US BANCORP INVESTMENTS INC.....		.....1,011,880	.....1,000,000	.....22,073	1FE.....
126650 AL 4	CVS PASS-THROUGH TRUST.....		...03/18/2010	BARCLAYS AMERICAN.....		.....541,204	.....505,208	.....1,116	2FE.....
14170T AF 8	CAREFUSION CORP.....		...02/08/2010	EXCHANGE.....		.....990,747	.....1,000,000	.....997	2FE.....
166751 AH 0	CHEVRON CORP.....		...01/21/2010	J.P. MORGAN.....		.....3,157,530	.....3,000,000	.....47,071	1FE.....
23311R AD 8	DCP MIDSTREAM LLC.....		...03/08/2010	J.P. MORGAN.....		.....998,920	.....1,000,000		2FE.....

QE04

**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)
25389J AE 6	DIGITAL REALTY TRUST LP.....		..02/02/2010	KNIGHT SECURITIES LP.....		.....987,660	.....1,000,000	.....1,142	2FE.....
291011 BA 1	EMERSON ELECTRIC CO.....		..01/20/2010	UBS SECURITIES.....		.....2,114,580	.....2,000,000	.....27,778	1FE.....
361448 AJ 2	GATX CORP.....		..02/02/2010	BANK AMERICA.....		.....992,080	.....1,000,000		2FE.....
36962G 4J 0	GENERAL ELEC CAP CORP.....		..01/14/2010	BARCLAYS AMERICAN.....		.....1,992,380	.....2,000,000	.....3,667	1FE.....
438516 AZ 9	HONEYWELL INTERNATIONAL.....		..01/19/2010	J.P. MORGAN.....		.....2,095,240	.....2,000,000	.....43,611	1FE.....
459200 GJ 4	IBM CORP.....		..01/15/2010	CREDIT SUISSE FIRST BOSTON.....		.....2,218,100	.....2,000,000	.....40,217	1FE.....
46625H GY 0	JPMORGAN CHASE & CO.....		..01/15/2010	BONDS DIRECT.....		.....1,081,410	.....1,000,000	.....1,000	1FE.....
487836 AZ 1	KELLOGG CO.....		..03/10/2010	FTN FINANCIAL SECURITIES CORP.....		.....848,289	.....780,000	.....11,326	1FE.....
50075N BB 9	KRAFT FOODS INC.....		..02/04/2010	CITIGROUP.....		.....996,580	.....1,000,000		2FE.....
501044 CH 2	KROGER CO/THE.....		..01/07/2010	BONDS DIRECT.....		.....1,083,540	.....1,000,000	.....30,238	2FE.....
532457 BB 3	ELI LILLY & CO.....		..01/15/2010	RAYMOND JAMES.....		.....2,154,300	.....2,000,000	.....36,400	1FE.....
61166W AF 8	MONSANTO CO.....		..01/19/2010	US BANCORP INVESTMENTS INC.....		.....2,126,920	.....2,000,000	.....27,618	1FE.....
61747Y CM 5	MORGAN STANLEY.....		..01/21/2010	MORGAN STANLEY DEAN.....		.....999,920	.....1,000,000		1FE.....
61980A AC 7	MOTIVA ENTERPRISES LLC.....		..01/06/2010	CREDIT SUISSE FIRST BOSTON.....		.....998,040	.....1,000,000		1FE.....
631103 AC 2	NASDAQ OMX GROUP.....		..01/12/2010	JP MORGAN SECURITIES INC.....		.....746,175	.....750,000		2FE.....
665501 AE 2	NORTHERN NAT GAS.....		..03/03/2010	FTN FINANCIAL SECURITIES CORP.....		.....1,091,020	.....1,000,000	.....19,111	1FE.....
68389X AG 0	ORACLE CORP.....		..01/20/2010	WELLS FARGO.....		.....2,084,540	.....2,000,000	.....4,722	1FE.....
713448 BN 7	PEPSICO INC.....		..01/15/2010	BANK AMERICA.....		.....2,011,500	.....2,000,000	.....1,750	1FE.....
759891 AA 2	RENRE NORTH AMERICA HLDG.....		..03/12/2010	CITIGROUP.....		.....1,992,660	.....2,000,000		1FE.....
790849 AG 8	ST JUDE MEDICAL INC.....		..03/10/2010	BANK AMERICA.....		.....749,400	.....750,000		1FE.....
863667 AA 9	STRYKER CORP.....		..01/13/2010	VARIOUS.....		.....2,001,520	.....2,000,000	.....508	1FE.....
89420L AB 4	TRAVELPORT HOLDINGS LTD.....		..02/12/2010	DIRECT.....		.....935,000	.....1,000,000		5FE.....
91913Y AQ 3	VALERO ENERGY CORP.....		..02/03/2010	J.P. MORGAN.....		.....997,360	.....1,000,000		2FE.....
92343V AV 6	VERIZON COMMUNICATIONS.....		..01/08/2010	BONDS DIRECT.....		.....1,109,390	.....1,000,000	.....17,992	1FE.....
92933W AA 6	WEA FINANCE/WT FIN AUST.....		..01/22/2010	JEFFERIES & CO.....		.....1,071,360	.....1,000,000	.....23,160	1FE.....
98153Y AD 6	World Omni Auto Rec Trst 2010-A A4.....		..01/21/2010	BARCLAYS CAPITAL.....		.....6,999,831	.....7,000,000		1FE.....
BF5693 26 7	BIG WEST OIL.....		..02/19/2010	DIRECT.....		.....940,900	.....970,000		4FE.....
136375 BR 2	CANADIAN NATL RAILWAY.....	A.....	..01/08/2010	KNIGHT SECURITIES LP.....		.....1,068,830	.....1,000,000	.....8,942	1FE.....
046353 AB 4	ASTRAZENECA PLC.....	F.....	..01/15/2010	BARCLAYS AMERICAN.....		.....2,246,100	.....2,000,000	.....41,300	1FE.....
05252A AM 3	AUST & NZ BANKING GROUP.....	F.....	..01/06/2010	J.P. MORGAN.....		.....998,190	.....1,000,000		1FE.....
055451 AG 3	BHP BILLITON FIN USA LTD.....	F.....	..02/04/2010	WSAX.....		.....1,106,450	.....1,000,000	.....19,554	1FE.....
06739G BB 4	BARCLAYS BANK PLC.....	F.....	..03/30/2010	BARCLAYS AMERICAN.....		.....999,950	.....1,000,000		1FE.....
2027A0 EM 7	COMMONWEALTH BANK AUST.....	F.....	..03/15/2010	CITIGROUP.....		.....995,830	.....1,000,000		1FE.....
6325C0 BE 0	NATIONAL AUSTRALIA BANK.....	F.....	..02/23/2010	BANK AMERICA.....		.....999,820	.....1,000,000		1FE.....
74977R CA 0	RABOBANK NEDERLAND.....	F.....	..01/08/2010	CREDIT SUISSE FIRST BOSTON.....		.....999,680	.....1,000,000		1FE.....
75405U AF 3	RAS LAFFAN LNG 3.....	F.....	..01/06/2010	NOMURA SECURITIES IN.....		.....2,125,000	.....2,000,000	.....51,333	1FE.....
75968N AB 7	RENAISSANCERE HLDGS LTD.....	R.....	..03/12/2010	CITIGROUP.....		.....538,065	.....500,000	.....2,611	1FE.....
92857W AR 1	VODAFONE GROUP PLC.....	F.....	..02/02/2010	BARCLAYS AMERICAN.....		.....1,854,858	.....1,725,000	.....40,504	1FE.....
3899999.	Total - Bonds - Industrial & Miscellaneous.....					.....72,320,925	.....70,078,681	.....609,222	.....XXX.....
8399997.	Total - Bonds - Part 3.....					.....110,884,633	.....106,145,027	.....826,838	.....XXX.....

QE04.1

### 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)
8399999.	Total - Bonds.....					.....110,884,633	.....106,145,027	.....826,838	.....XXX.....
9999999.	Total - Bonds, Preferred and Common Stocks.....					.....110,884,633	.....XXX.....	.....826,838	.....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 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 Desig- nation 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.							

**Bonds - U.S. Government**

QE05

3133XU	UJ	0	03/24/2010	VARIOUS.....		1,557,401	1,550,000	1,545,877	1,546,285		303		303	1,546,588		10,813	10,813	13,424	09/26/2012	1
3133XV	VR	9	03/17/2010	CALLED BY ISSUER at 100.000		2,000,000	2,000,000	2,000,000	2,000,000				0	2,000,000		0	0	10,000	12/17/2015	1
36200K	UE	5	01/21/2010	VARIOUS.....		152,314	143,860	149,266	148,440		(185)		(185)	148,255		4,059	4,059	1,187	06/01/2032	1
36200Q	JM	7	03/01/2010	MBS PAYMENT.....		27,824	27,824	28,485	27,831		(7)		(7)	27,824		0	0	231	12/01/2016	1
36201Q	2C	6	01/21/2010	VARIOUS.....		119,317	110,718	115,389	114,318		(21)		(21)	114,297		5,021	5,021	1,099	11/01/2031	1
36201T	KE	6	01/21/2010	VARIOUS.....		160,701	149,818	156,595	156,137		(15)		(15)	156,122		4,579	4,579	1,372	09/01/2031	1
36202B	NJ	0	03/01/2010	MBS PAYMENT.....		292	292	321	292				0	292		0	0	5	02/01/2019	1
36202D	KY	6	03/01/2010	MBS PAYMENT.....		81	81	83	81				0	81		0	0	1	11/01/2029	1
36202D	LW	9	03/01/2010	MBS PAYMENT.....		4,208	4,208	4,301	4,210		(2)		(2)	4,208		0	0	44	08/01/2024	1
36202D	MT	5	03/01/2010	MBS PAYMENT.....		527	527	539	527				0	527		0	0	9	02/01/2030	1
36205R	MA	2	01/21/2010	VARIOUS.....		236,663	214,964	217,047	216,275		(10)		(10)	216,264		20,398	20,398	2,460	02/01/2025	1
36206A	LZ	4	03/01/2010	MBS PAYMENT.....		1,315	1,315	1,388	1,315				0	1,315		0	0	13	05/01/2022	1
36206E	3N	3	03/01/2010	MBS PAYMENT.....		925	925	982	926				0	925		0	0	11	11/01/2021	1
36209P	NT	0	03/01/2010	MBS PAYMENT.....		38,736	38,736	39,408	38,739		(3)		(3)	38,736		0	0	232	04/01/2026	1
3620A3	TL	8	03/01/2010	MBS PAYMENT.....		211,859	211,859	217,387	211,926		(67)		(67)	211,859		0	0	1,763	09/01/2039	1
36215K	2A	7	03/01/2010	MBS PAYMENT.....		31	31	33	31				0	31		0	0	1	06/01/2013	1
36223H	6B	8	01/21/2010	VARIOUS.....		11,550	10,492	10,594	10,576		(1)		(1)	10,575		976	976	120	01/01/2022	1
36224L	QA	8	03/01/2010	MBS PAYMENT.....		323	323	318	323				0	323		0	0	4	08/01/2022	1
36224P	ML	9	03/01/2010	MBS PAYMENT.....		177	177	180	177				0	177		0	0	2	10/01/2022	1
36224Q	XR	2	03/01/2010	MBS PAYMENT.....		298	298	293	298				0	298		0	0	4	07/01/2021	1
36224U	5Z	6	03/01/2010	MBS PAYMENT.....		222	222	219	222				0	222		0	0	3	12/01/2021	1
36225B	HE	1	03/01/2010	MBS PAYMENT.....		397	397	383	397				0	397		0	0	4	01/01/2028	1
36241K	V4	7	03/01/2010	MBS PAYMENT.....		103,418	103,418	100,800	103,397		21		21	103,418		0	0	695	03/01/2038	1
36241K	V6	2	03/01/2010	MBS PAYMENT.....		610,643	610,643	607,399	610,570		73		73	610,643		0	0	4,957	09/01/2037	1
36241K	V8	8	03/01/2010	MBS PAYMENT.....		651,839	651,839	648,376	651,839				0	651,839		0	0	4,480	07/01/2038	1
36241K	WA	2	03/01/2010	MBS PAYMENT.....		246,672	246,672	240,428	246,576		96		96	246,672		0	0	1,893	03/01/2038	1
36290S	QF	1	03/01/2010	MBS PAYMENT.....		2,135	2,135	2,125	2,135				0	2,135		0	0	18	12/01/2032	1
36295H	Y9	5	03/01/2010	MBS PAYMENT.....		256,432	256,432	258,996	256,654		(222)		(222)	256,432		0	0	1,831	09/01/2036	1
36295Q	K8	2	03/01/2010	MBS PAYMENT.....		490,674	490,674	490,138	490,659		15		15	490,674		0	0	3,916	12/01/2037	1
36296D	D5	4	03/01/2010	MBS PAYMENT.....		58,320	58,320	58,211	58,319		2		2	58,320		0	0	463	04/01/2038	1
36296D	EE	4	03/01/2010	MBS PAYMENT.....		39,980	39,980	40,498	39,990		(10)		(10)	39,980		0	0	325	04/01/2038	1
36296Q	6W	4	03/01/2010	MBS PAYMENT.....		134,364	134,364	136,421	134,394		(30)		(30)	134,364		0	0	952	07/01/2039	1
36296R	AS	6	03/01/2010	MBS PAYMENT.....		27,719	27,719	27,827	27,721		(3)		(3)	27,719		0	0	263	09/01/2038	1
36296T	SC	8	03/01/2010	MBS PAYMENT.....		47,729	47,729	46,864	47,694		36		36	47,729		0	0	329	08/01/2038	1
36296T	VK	6	03/01/2010	MBS PAYMENT.....		146,743	146,743	147,133	146,762		(19)		(19)	146,743		0	0	1,320	09/01/2038	1

## 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	Forfeiture	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)
912828 CZ 1	TSY INFL IX N/B.....		01/13/2010	BANK AMERICA.....		688,060	684,852	664,918	686,024	(26,974)			(26,974)		659,050		29,010	29,010	1,482	04/15/2010	1.....
912828 GG 9	US TREASURY N/B.....		02/15/2010	MATURITY.....		100,000	100,000	101,453	100,105		(105)		(105)		100,000			0	2,375	02/15/2010	1.....
0399999.	Total - Bonds - U.S. Government.....					8,129,889	8,068,587	8,060,675	8,082,165	(26,974)	(154)	0	(27,128)	0	8,055,034	0	74,856	74,856	57,288	XXX...	XXX...
<b>Bonds - U.S. Political Subdivisions of States, Territories and Possessions</b>																					
810453 R8 5	SCOTTSDALE ARIZ.....		01/07/2010	PIPER JAFFRAY.....		1,440,950	1,250,000	1,348,938	1,306,090		(352)		(352)		1,305,738		135,212	135,212	33,160	07/01/2014	1FE....
833170 HX 4	SNOHOMISH CNTY WASH SCH DIST N.....		03/16/2010	ZIEGLER & CO.....		1,692,435	1,500,000	1,671,135	1,598,766		(3,990)		(3,990)		1,594,776		97,659	97,659	23,625	12/01/2017	1FE....
940773 U2 8	WASHOE CNTY NEV.....		01/04/2010	CALLED BY ISSUER at 100.000.....		2,500,000	2,500,000	2,647,150	2,500,000				0		2,500,000			0	79,688	01/01/2010	1FE....
940858 WN 9	WASHOE CNTY NEV SCH DIST.....		03/16/2010	RAYMOND JAMES.....		1,797,136	1,585,000	1,738,048	1,647,675		(3,737)		(3,737)		1,643,938		153,198	153,198	24,964	06/01/2013	1FE....
2499999.	Total - Bonds - U.S. Political Subdivisions of States, Territories & Possessions.....					7,430,521	6,835,000	7,405,271	7,052,531	0	(8,079)	0	(8,079)	0	7,044,452	0	386,069	386,069	161,437	XXX...	XXX...
<b>Bonds - U.S. Special Revenue and Special Assessment</b>																					
009730 AQ 5	AKRON BATH COPLEY OHIO JT TWP.....		01/04/2010	CALLED BY ISSUER at 100.000.....		370,000	370,000	415,325	386,284		(16,284)		(16,284)		370,000			0	12,950	01/01/2012	1FE....
31282S AZ 5	FG M80924.....		03/01/2010	MBS PAYMENT.....		447,477	447,477	451,812	447,663		(185)		(185)		447,477			0	3,430	11/01/2010	1.....
31283H S8 9	FG G01443.....		03/01/2010	MBS PAYMENT.....		21,749	21,749	22,507	21,768		(19)		(19)		21,749			0	264	05/01/2031	1.....
31283H S9 7	FG G01444.....		03/01/2010	MBS PAYMENT.....		7,596	7,596	7,912	7,605		(9)		(9)		7,596			0	97	03/01/2031	1.....
31287P CQ 4	FG C63679.....		03/01/2010	MBS PAYMENT.....		2,615	2,615	2,594	2,615		1		1		2,615			0	26	07/01/2029	1.....
31287P E2 5	FG C63753.....		03/01/2010	MBS PAYMENT.....		1,898	1,898	1,966	1,900		(2)		(2)		1,898			0	20	01/01/2031	1.....
31288A X2 6	FG C72497.....		01/21/2010	VARIOUS.....		113,706	104,359	107,995	106,976		(68)		(68)		106,908		6,798	6,798	1,028	01/01/2030	1.....
31288B LZ 4	FG C73044.....		03/01/2010	MBS PAYMENT.....		53,390	53,390	54,767	53,426		(36)		(36)		53,390			0	595	09/01/2029	1.....
31288C M4 0	FG C73979.....		03/01/2010	MBS PAYMENT.....		64,349	64,349	66,028	64,379		(30)		(30)		64,349			0	827	09/01/2027	1.....
3128GJ 2E 6	FG E82573.....		03/01/2010	MBS PAYMENT.....		14,990	14,990	14,934	14,989		1		1		14,990			0	197	06/01/2015	1.....
3128GY MX 9	FG E93974.....		03/01/2010	MBS PAYMENT.....		19,677	19,677	20,572	19,686		(9)		(9)		19,677			0	180	07/01/2017	1.....
3128H3 LP 4	FG E95734.....		03/01/2010	MBS PAYMENT.....		57,616	57,616	59,488	57,654		(38)		(38)		57,616			0	457	08/01/2017	1.....
3128H4 XR 5	FG E96988.....		03/01/2010	MBS PAYMENT.....		48,541	48,541	49,466	48,571		(30)		(30)		48,541			0	450	10/01/2017	1.....
3128JR PC 4	FH 847619.....		03/15/2010	VARIOUS.....		133,044	133,044	134,478	133,086		(42)		(42)		133,044			0	1,880	08/01/2036	1.....
3128K4 QX 6	FG A44070.....		03/01/2010	MBS PAYMENT.....		105,331	105,331	98,221	105,223		108		108		105,331			0	1,117	07/01/2035	1.....
3128KK GC 7	FG A56495.....		03/01/2010	MBS PAYMENT.....		87,477	87,477	86,609	87,434		42		42		87,477			0	888	06/01/2034	1.....
3128L0 DF 6	FG A68202.....		03/01/2010	MBS PAYMENT.....		175,934	175,934	180,800	176,065		(131)		(131)		175,934			0	2,482	07/01/2037	1.....
3128LX FN 5	FG G01973.....		03/01/2010	MBS PAYMENT.....		64,766	64,766	62,104	64,700		66		66		64,766			0	628	01/01/2035	1.....
3128LX MR 8	FG G02168.....		03/01/2010	MBS PAYMENT.....		187,874	187,874	185,194	187,819		55		55		187,874			0	2,398	06/01/2035	1.....
3128LX QU 7	FG G02267.....		03/01/2010	MBS PAYMENT.....		99,101	99,101	100,835	99,150		(49)		(49)		99,101			0	1,417	10/01/2032	1.....
3128M1 C3 1	FG G11990.....		03/01/2010	MBS PAYMENT.....		27,685	27,685	27,157	27,673		12		12		27,685			0	275	07/01/2020	1.....
3128M1 DD 8	FG G12000.....		03/01/2010	MBS PAYMENT.....		86,632	86,632	83,438	86,562		71		71		86,632			0	733	07/01/2020	1.....
3128M1 KY 4	FG G12211.....		03/01/2010	MBS PAYMENT.....		91,688	91,688	89,123	91,630		58		58		91,688			0	796	08/01/2020	1.....
3128M1 PS 2	FG G12333.....		03/01/2010	MBS PAYMENT.....		93,405	93,405	91,376	93,344		61		61		93,405			0	695	03/01/2020	1.....
3128M4 FM 0	FG G02572.....		03/01/2010	MBS PAYMENT.....		97,365	97,365	98,148	97,384		(19)		(19)		97,365			0	1,298	01/01/2035	1.....
3128M4 JV 6	FG G02676.....		03/01/2010	MBS PAYMENT.....		37,234	37,234	37,037	37,229		5		5		37,234			0	414	06/01/2036	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	Forfeign	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)
3128M5 L3 2	FG G03646		03/01/2010	MBS PAYMENT		370,579	370,579	378,454	370,875		(296)		(296)		370,579			0	4,944	10/01/2035	1
3128MJ D4 9	FG G08122		03/01/2010	MBS PAYMENT		158,856	158,856	152,800	158,666		190		190		158,856			0	1,762	06/01/2035	1
3128MJ DW 7	FG G08116		03/01/2010	MBS PAYMENT		142,855	142,855	137,219	142,704		151		151		142,855			0	1,598	05/01/2035	1
3128MM BN 2	FG G18044		03/01/2010	MBS PAYMENT		126,858	126,858	126,045	126,841		17		17		126,858			0	989	09/01/2019	1
31292H Q3 1	FG C01374		03/01/2010	MBS PAYMENT		6,843	6,843	7,087	6,848		(5)		(5)		6,843			0	73	02/01/2031	1
31292H UP 7	FG C01490		03/01/2010	MBS PAYMENT		64,892	64,892	65,866	64,906		(14)		(14)		64,892			0	597	10/01/2031	1
31292H YU 2	FG C01623		03/01/2010	MBS PAYMENT		145,572	145,572	144,412	145,554		18		18		145,572			0	1,466	09/01/2032	1
31294K FN 0	FG E01073		03/01/2010	MBS PAYMENT		6,649	6,649	6,582	6,647		1		1		6,649			0	56	04/01/2016	1
31294K M5 1	FG E01280		03/01/2010	MBS PAYMENT		48,287	48,287	49,841	48,321		(34)		(34)		48,287			0	399	05/01/2017	1
31294K WD 3	FG E01544		03/01/2010	MBS PAYMENT		20,158	20,158	20,227	20,159		(1)		(1)		20,158			0	150	06/01/2018	1
312963 WK 3	FG B11550		03/01/2010	MBS PAYMENT		100,164	100,164	101,713	100,181		(17)		(17)		100,164			0	1,009	09/01/2018	1
312967 6K 3	FG B15374		03/01/2010	MBS PAYMENT		212,891	212,891	214,954	212,930		(38)		(38)		212,891			0	1,843	12/01/2018	1
31296L UE 9	FG A12381		03/01/2010	MBS PAYMENT		49,610	49,610	48,556	49,596		15		15		49,610			0	426	11/01/2032	1
31296L ZH 7	FG A12544		03/01/2010	MBS PAYMENT		26,806	26,806	26,546	26,802		4		4		26,806			0	247	03/01/2032	1
31296S WL 6	FG A17851		03/01/2010	MBS PAYMENT		42,558	42,558	43,150	42,573		(15)		(15)		42,558			0	436	11/01/2032	1
31297A P6 5	FG A23145		03/01/2010	MBS PAYMENT		104,620	104,620	103,411	104,601		20		20		104,620			0	1,264	06/01/2033	1
31297F J5 3	FG A27484		03/01/2010	MBS PAYMENT		69,574	69,574	71,911	69,613		(39)		(39)		69,574			0	935	12/01/2033	1
31297S ZP 3	FG A37050		03/01/2010	MBS PAYMENT		55,017	55,017	54,347	55,009		8		8		55,017			0	620	02/01/2035	1
31359U ZR 9	FNW 1998-W8 A6		03/01/2010	MBS PAYMENT		4	4	4	4				0		4			0		11/01/2013	1
31371K 2V 2	FN 254688		03/01/2010	MBS PAYMENT		53,241	53,241	55,279	53,270		(29)		(29)		53,241			0	486	08/01/2022	1
31371K 4K 4	FN 254726		03/01/2010	MBS PAYMENT		22,075	22,075	22,451	22,079		(4)		(4)		22,075			0	197	02/01/2032	1
31371K BL 4	FN 253943		03/01/2010	MBS PAYMENT		3,678	3,678	3,773	3,680		(2)		(2)		3,678			0	44	02/01/2016	1
31371K R3 7	FN 254406		01/21/2010	VARIOUS		236,562	216,947	222,472	220,810		(58)		(58)		220,752		15,810	15,810	2,144	08/01/2031	1
31371K WK 3	FN 254550		03/01/2010	MBS PAYMENT		5,951	5,951	6,160	5,953		(2)		(2)		5,951			0	51	02/01/2031	1
31371L CD 9	FN 254868		03/01/2010	MBS PAYMENT		34,323	34,323	34,146	34,321		2		2		34,323			0	263	09/01/2032	1
31371L CE 7	FN 254869		03/01/2010	MBS PAYMENT		10,441	10,441	10,454	10,441				0		10,441			0	94	10/01/2032	1
31371M T3 1	FN 256270		03/01/2010	MBS PAYMENT		13,333	13,333	13,175	13,331		2		2		13,333			0	129	09/01/2035	1
31371N J5 5	FN 256884		03/01/2010	MBS PAYMENT		34,773	34,773	35,548	34,784		(11)		(11)		34,773			0	393	05/01/2037	1
31371N Q8 1	FN 257079		03/01/2010	MBS PAYMENT		50,234	50,234	51,246	50,251		(17)		(17)		50,234			0	427	05/01/2022	1
31376K FW 1	FN 357581		03/01/2010	MBS PAYMENT		25,546	25,546	25,786	25,550		(4)		(4)		25,546			0	213	10/01/2018	1
31379J Z2 5	FN 421161		01/20/2010	VARIOUS		7,851	7,338	7,372	7,339		(1)		(1)		7,338		513	513	71	02/01/2013	1
31379R VS 4	FN 427325		01/20/2010	VARIOUS		56,048	52,350	52,595	52,360		(4)		(4)		52,356		3,692	3,692	506	06/01/2013	1
31379T TE 4	FN 429049		01/20/2010	VARIOUS		53,009	49,519	49,751	49,532		(4)		(4)		49,528		3,481	3,481	478	05/01/2013	1
31380M MS 2	FN 444169		03/01/2010	MBS PAYMENT		133	133	132	133				0		133			0	1	01/01/2028	1
31380Y SL 5	FN 454223		03/01/2010	MBS PAYMENT		800	800	793	800				0		800			0	11	09/01/2027	1
31381B V9 7	FN 456140		03/01/2010	MBS PAYMENT		136	136	135	136				0		136			0	1	06/01/2027	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	Forfeign	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 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)
31385J QV 3	FN 545968.....		03/01/2010	MBS PAYMENT.....		11,856	11,856	12,079	11,861		(5)		(5)		11,856			.0	106	11/01/2016	1.....
31385W 2S 7	FN 555285.....		03/01/2010	MBS PAYMENT.....		9,039	9,039	9,169	9,042		(2)		(2)		9,039			.0	85	03/01/2031	1.....
31385X FK 8	FN 555570.....		03/01/2010	MBS PAYMENT.....		8,774	8,774	8,901	8,776		(2)		(2)		8,774			.0	86	05/01/2031	1.....
31385X GQ 4	FN 555607.....		03/01/2010	MBS PAYMENT.....		14,639	14,639	14,644	14,639				.0		14,639			.0	109	11/01/2017	1.....
31386S BW 6	FN 571653.....		03/01/2010	MBS PAYMENT.....		1,171	1,171	1,164	1,171				.0		1,171			.0	12	02/01/2016	1.....
31387N 2W 6	FN 589489.....		03/01/2010	MBS PAYMENT.....		21,352	21,352	21,673	21,359		(6)		(6)		21,352			.0	242	11/01/2015	1.....
31388P XQ 9	FN 610987.....		03/01/2010	MBS PAYMENT.....		45,365	45,365	45,560	45,370		(4)		(4)		45,365			.0	406	03/01/2016	1.....
31389N 4X 0	FN 630938.....		03/01/2010	MBS PAYMENT.....		33,900	33,900	33,556	33,896		3		3		33,900			.0	311	05/01/2016	1.....
31389P MP 2	FN 631366.....		03/01/2010	MBS PAYMENT.....		1,071	1,071	1,099	1,071				.0		1,071			.0	12	03/01/2016	1.....
31389V SD 0	FN 636916.....		03/01/2010	MBS PAYMENT.....		11,445	11,445	11,745	11,450		(5)		(5)		11,445			.0	155	09/01/2016	1.....
31390L RG 3	FN 649487.....		03/01/2010	MBS PAYMENT.....		2,714	2,714	2,812	2,714		(1)		(1)		2,714			.0	30	08/01/2029	1.....
31391P UV 6	FN 672996.....		03/01/2010	MBS PAYMENT.....		60,994	60,994	60,888	60,991		3		3		60,994			.0	541	04/01/2017	1.....
31391W 5R 8	FN 679556.....		03/01/2010	MBS PAYMENT.....		12,435	12,435	12,707	12,440		(5)		(5)		12,435			.0	111	10/01/2017	1.....
31393B 2U 8	FNR 2003-60 NA.....		03/01/2010	MBS PAYMENT.....		64,234	64,234	62,668	64,173		60		60		64,234			.0	401	02/01/2012	1.....
31393N 2K 4	FHR 2583 TD.....		03/01/2010	MBS PAYMENT.....		34,487	34,487	35,080	34,497		(10)		(10)		34,487			.0	254	03/01/2012	1.....
31393T BL 9	FNR 2003-92 VH.....		01/05/2010	PERFORMANCE TRUST CAPITAL PARTNERS		2,100,000	2,000,000	1,952,344	1,968,733		61		61		1,968,794		131,206	131,206	10,278	07/01/2017	1.....
31393Y 3A 1	FNR 2004-55 LA.....		03/01/2010	MBS PAYMENT.....		170,764	170,764	164,681	170,552		212		212		170,764			.0	1,261	11/01/2013	1.....
31394A S2 3	FNR 2004-74 BA.....		03/01/2010	MBS PAYMENT.....		144,311	144,311	143,657	144,301		10		10		144,311			.0	1,036	09/01/2014	1.....
31394B B3 7	FNR 2004-101 PC.....		03/01/2010	MBS PAYMENT.....		470,053	470,053	468,110	469,991		62		62		470,053			.0	3,910	05/01/2012	1.....
31394C 7A 4	FNR 2005-30 BC.....		03/01/2010	MBS PAYMENT.....		140,735	140,735	141,175	140,751		(16)		(16)		140,735			.0	1,098	12/01/2013	1.....
31394C N3 2	FNR 2005-33 VA.....		03/01/2010	MBS PAYMENT.....		32,885	32,885	33,178	32,891		(6)		(6)		32,885			.0	274	04/01/2014	1.....
31394E GN 2	FNR 2005-63 HA.....		03/01/2010	MBS PAYMENT.....		115,353	115,353	112,361	115,246		106		106		115,353			.0	921	05/01/2013	1.....
31395A XT 7	FHR 2824 EG.....		03/01/2010	MBS PAYMENT.....		213,706	213,706	207,295	213,299		407		407		213,706			.0	1,670	04/01/2011	1.....
31395G FP 2	FHR 2856 TE.....		03/01/2010	MBS PAYMENT.....		38,813	38,813	37,412	38,744		69		69		38,813			.0	301	12/01/2012	1.....
31395J R6 5	FHR 2890 AB.....		03/01/2010	MBS PAYMENT.....		100,241	100,241	98,550	100,123		118		118		100,241			.0	585	07/01/2010	1.....
31395L KX 8	FHR 2920 LA.....		03/01/2010	MBS PAYMENT.....		244,299	244,299	244,987	244,338		(39)		(39)		244,299			.0	2,278	12/01/2011	1.....
31395P AT 9	FHR 2931 YC.....		03/01/2010	MBS PAYMENT.....		141,043	141,043	134,923	140,859		184		184		141,043			.0	1,565	08/01/2011	1.....
31395P ZE 5	FHR 2949 BE.....		03/01/2010	MBS PAYMENT.....		270,869	270,869	270,023	270,710		159		159		270,869			.0	2,028	05/01/2010	1.....
31395R DL 9	FHR 2960 QN.....		01/01/2010	MBS PAYMENT.....		79,639	79,639	79,763	79,639				.0		79,639			.0	299	01/01/2010	1.....
31395T HU 1	FHR 2964 NG.....		03/01/2010	MBS PAYMENT.....		59,949	59,949	59,940	59,948		1		1		59,949			.0	449	07/01/2010	1.....
31395V RC 5	FHR 2986 GC.....		03/01/2010	MBS PAYMENT.....		166,904	166,904	167,061	166,904				.0		166,904			.0	1,482	04/01/2010	1.....
31396C 3C 2	FHRR R003 AG.....		03/01/2010	MBS PAYMENT.....		179,967	179,967	177,295	179,809		158		158		179,967			.0	1,874	06/01/2011	1.....
31398W 2U 7	FHR 3629 AB.....		03/23/2010	VARIOUS.....		9,934,725	9,500,000	9,932,891			(24,980)		(24,980)		9,907,911		26,814	26,814	99,406	10/01/2015	1.....
31400F PB 7	FN 686318.....		03/01/2010	MBS PAYMENT.....		31,257	31,257	32,214	31,274		(17)		(17)		31,257			.0	245	08/01/2017	1.....
31400Q TN 3	FN 694557.....		03/01/2010	MBS PAYMENT.....		8,281	8,281	8,421	8,283		(2)		(2)		8,281			.0	71	04/01/2032	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	Forfeign	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)
31400R	CF 6		03/01/2010	MBS PAYMENT		17,780	17,780	18,535	17,788		(9)		(9)		17,780			.0	164	10/01/2017	1
31400Y	ET 9		03/01/2010	MBS PAYMENT		7,600	7,600	7,843	7,602		(1)		(1)		7,600			.0	110	10/01/2031	1
31400Y	FU 5		03/01/2010	MBS PAYMENT		12,514	12,514	12,568	12,515		(1)		(1)		12,514			.0	107	10/01/2017	1
31401B	P6 6		03/01/2010	MBS PAYMENT		115,983	115,983	117,796	116,017		(33)		(33)		115,983			.0	1,020	11/01/2017	1
31401H	UX 8		03/01/2010	MBS PAYMENT		16,963	16,963	16,817	16,962		1		1		16,963			.0	191	10/01/2032	1
31401W	G2 9		03/01/2010	MBS PAYMENT		27,450	27,450	28,063	27,466		(16)		(16)		27,450			.0	213	11/01/2017	1
31401X	BJ 5		03/01/2010	MBS PAYMENT		4,226	4,226	4,340	4,226				0		4,226			.0	.55	11/01/2032	1
31402F	DL 6		03/01/2010	MBS PAYMENT		53,766	53,766	53,077	53,754		12		12		53,766			.0	358	02/01/2018	1
31402R	SH 3		03/01/2010	MBS PAYMENT		32,440	32,440	31,016	32,411		29		29		32,440			.0	233	12/01/2019	1
31403C	VJ 7		03/01/2010	MBS PAYMENT		97,195	97,195	95,145	97,146		49		49		97,195			.0	718	11/01/2018	1
31403C	ZP 9		03/01/2010	MBS PAYMENT		60,902	60,902	59,618	60,872		30		30		60,902			.0	441	10/01/2018	1
31403D	C5 6		03/01/2010	MBS PAYMENT		788,796	788,796	766,734	788,283		513		513		788,796			.0	5,733	06/01/2019	1
31403D	DX 4		03/01/2010	MBS PAYMENT		16,507	16,507	15,921	16,496		11		11		16,507			.0	147	06/01/2035	1
31403D	EM 7		03/01/2010	MBS PAYMENT		92,686	92,686	90,731	92,642		45		45		92,686			.0	661	11/01/2018	1
31403Y	G6 4		03/01/2010	MBS PAYMENT		11,367	11,367	11,250	11,366		1		1		11,367			.0	.93	06/01/2032	1
31404B	VC 3		03/01/2010	MBS PAYMENT		35,880	35,880	36,037	35,883		(3)		(3)		35,880			.0	269	07/01/2018	1
31404N	WB 8		03/01/2010	MBS PAYMENT		2,396	2,396	2,431	2,396				0		2,396			.0	.24	07/01/2033	1
31404R	MD 6		03/01/2010	MBS PAYMENT		2,138	2,138	2,142	2,138				0		2,138			.0	.20	11/01/2031	1
31404U	CL 2		03/01/2010	MBS PAYMENT		6,813	6,813	6,728	6,812		1		1		6,813			.0	.43	11/01/2018	1
31404Y	KL 5		03/01/2010	MBS PAYMENT		2,322	2,322	2,312	2,322				0		2,322			.0	.15	03/01/2034	1
31405C	HF 9		03/01/2010	MBS PAYMENT		267,917	267,917	271,852	267,994		(76)		(76)		267,917			.0	2,602	03/01/2019	1
31406W	US 1		03/01/2010	MBS PAYMENT		82,520	82,520	83,358	82,522		(2)		(2)		82,520			.0	424	12/01/2034	1
31406Y	4L 1		03/01/2010	MBS PAYMENT		157,754	157,754	159,208	157,764		(10)		(10)		157,754			.0	1,566	12/01/2034	1
31407H	5Y 8		03/01/2010	MBS PAYMENT		133,512	133,512	133,741	133,512				0		133,512			.0	1,359	03/01/2034	1
31407H	ZH 2		03/01/2010	MBS PAYMENT		58,212	58,212	57,157	58,193		20		20		58,212			.0	539	11/01/2035	1
31407Y	RS 0		03/01/2010	MBS PAYMENT		94,807	94,807	89,623	94,691		116		116		94,807			.0	721	12/01/2034	1
31409J	PA 2		03/01/2010	MBS PAYMENT		58,589	58,589	58,909	58,599		(10)		(10)		58,589			.0	628	12/01/2035	1
31409W	NY 3		03/01/2010	MBS PAYMENT		60,873	60,873	60,587	60,868		5		5		60,873			.0	563	11/01/2035	1
31411E	ZB 6		03/01/2010	MBS PAYMENT		22,349	22,349	21,720	22,334		15		15		22,349			.0	178	06/01/2036	1
31412L	CL 2		03/01/2010	MBS PAYMENT		31,238	31,238	31,462	31,239		(1)		(1)		31,238			.0	279	05/01/2034	1
31412X	2W 3		03/01/2010	MBS PAYMENT		225,540	225,540	221,882	225,467		73		73		225,540			.0	2,022	01/01/2037	1
31413B	4N 8		03/01/2010	MBS PAYMENT		139,087	139,087	139,978	139,107		(20)		(20)		139,087			.0	1,355	09/01/2036	1
31413F	4V 1		03/01/2010	MBS PAYMENT		92,383	92,383	88,933	92,190		193		193		92,383			.0	781	06/01/2035	1
31413F	GL 0		03/01/2010	MBS PAYMENT		157,476	157,476	156,381	157,460		16		16		157,476			.0	1,471	03/01/2037	1
31413K	C5 8		03/01/2010	MBS PAYMENT		294,760	294,760	297,708	294,880		(120)		(120)		294,760			.0	3,285	09/01/2012	1
31414H	VF 1		03/01/2010	MBS PAYMENT		97,437	97,437	99,538	97,505		(67)		(67)		97,437			.0	1,038	12/01/2014	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	Forfeign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
38373M HU 7	GNR 2003-87 C.....		03/01/2010	MBS PAYMENT.....		13,403	13,403	13,944	13,414		(11)		(11)		13,403			0	109	10/01/2013	1.....
38373M PU 8	GNR 2005-29 AB.....		03/01/2010	MBS PAYMENT.....		4,650	4,650	4,881	4,652		(2)		(2)		4,650			0	38	06/01/2019	1.....
38373V K5 8	GNR 2002-85 C.....		03/01/2010	MBS PAYMENT.....		40,870	40,870	43,415			(36)		(36)		40,870			0	263	08/01/2014	1.....
38374H 7K 0	GNR 2004-69 AN.....		03/01/2010	MBS PAYMENT.....		204,416	204,416	199,306	204,150		266		266		204,416			0	1,343	07/01/2011	1.....
38376J AC 8	GNR 2009-106 CA.....		03/01/2010	MBS PAYMENT.....		15,934	15,934	16,541	15,946		(12)		(12)		15,934			0	105	05/01/2018	1.....
38376J JT 2	GNR 2009-104 XU.....		03/01/2010	MBS PAYMENT.....		17,331	17,331	18,582	17,351		(19)		(19)		17,331			0	145	07/01/2017	1.....
454623 RH 4	INDIANA BD BK REV.....		03/25/2010	EXCHANGE.....		1,039,134	1,000,000	1,057,010	1,041,383		(2,250)		(2,250)		1,039,134			0	32,825	02/01/2020	1FE.....
45505T AD 3	INDIANA ST HSG & CMNTY DEV AUT.....		01/04/2010	CALLED BY ISSUER at 100.000.....		25,000	25,000	25,000	25,000				0	25,000			0	500	07/01/2015	1FE.....	
45505T AG 6	INDIANA ST HSG & CMNTY DEV AUT.....		01/01/2010	CALLED BY ISSUER at 100.000.....		25,000	25,000	25,000	25,000				0	25,000			0	519	01/01/2017	1FE.....	
45505T AH 4	INDIANA ST HSG & CMNTY DEV AUT.....		01/01/2010	CALLED BY ISSUER at 100.000.....		25,000	25,000	25,000	25,000				0	25,000			0	519	07/01/2017	1FE.....	
45505T AJ 0	INDIANA ST HSG & CMNTY DEV AUT.....		01/01/2010	CALLED BY ISSUER at 100.000.....		10,000	10,000	10,000	10,000				0	10,000			0	215	01/01/2020	1FE.....	
45505T BQ 3	INDIANA ST HSG & CMNTY DEV AUT.....		01/01/2010	CALLED BY ISSUER at 100.000.....		35,000	35,000	35,000	35,000				0	35,000			0	726	01/01/2015	1FE.....	
45505T BR 1	INDIANA ST HSG & CMNTY DEV AUT.....		01/01/2010	CALLED BY ISSUER at 100.000.....		55,000	55,000	55,000	55,000				0	55,000			0	1,141	07/01/2015	1FE.....	
46246L UK 4	IOWA FIN AUTH SINGLE FAMILY RE.....		01/04/2010	CALLED BY ISSUER at 100.000.....		130,000	130,000	132,925	132,220		(2,220)		(2,220)		130,000			0	3,250	01/01/2036	1FE.....
57419N 5C 4	MARYLAND ST CMNTY DEV ADMIN.....		01/01/2010	CALLED BY ISSUER at 100.000.....		205,000	205,000	218,286	212,686		(7,686)		(7,686)		205,000			0	379	03/01/2032	1FE.....
80207G AD 9	SANTA FE N MEX CIVIC HSG AUTH.....		02/01/2010	CALLED BY ISSUER at 100.000.....		5,000	5,000	5,188	5,000				0	5,000			0	168	08/01/2012	1FE.....	
93978E GJ 5	WASHINGTON ST HEALTH CARE FACS.....		01/08/2010	CALLED BY ISSUER at 100.500.....		502,500	500,000	517,395	501,174		1,326		1,326		502,500			0	10,675	08/15/2011	1FE.....
3199999.	Total - Bonds - U.S. Special Revenue & Assessment.....					25,582,753	24,969,731	25,447,919	15,470,658		0		(50,008)		25,394,439		188,314	188,314	276,103	XXX..	XXX..

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**Bonds - Industrial and Miscellaneous**

03523T AG 3	ANHEUSER-BUSCH INBEV WOR.....		02/08/2010	EXCHANGE.....		998,668	1,000,000	998,520	998,619		49		49		998,668			0	9,333	10/15/2012	2FE.....
03523T AH 1	ANHEUSER-BUSCH INBEV WOR.....		02/08/2010	EXCHANGE.....		998,759	1,000,000	998,630	998,637		123		123		998,759			0	12,833	01/15/2015	2FE.....
03523T AJ 7	ANHEUSER-BUSCH INBEV WOR.....		02/08/2010	EXCHANGE.....		1,033,632	1,000,000	1,033,780			(148)		(148)		1,033,632			0	16,722	01/15/2020	2FE.....
05774F AB 5	BALDOR ELECTRIC.....		03/31/2010	VARIOUS.....		20,228	20,228	20,277	20,214		59		(45)		20,228			0	671	01/31/2014	3FE.....
05947U L7 1	B of A Comm Mtge 2005-2 A3.....		03/01/2010	MBS PAYMENT.....		398,994	398,994	393,680	398,533		461		461		398,994			0	2,320	04/01/2010	1FE.....
05947U LH 9	B of A Comm Mtge 2003-1 A1.....		03/01/2010	MBS PAYMENT.....		234,372	234,372	231,687	218,457		60		60		234,372			0	1,109	05/01/2012	1FE.....
05949A PF 1	B of A Mtge Secs 2004-7 5A10.....		03/01/2010	MBS PAYMENT.....		79,716	79,716	78,857	79,694		21		21		79,716			0	618	08/01/2020	12*.....
05949A PN 4	B of A Mtge Secs 2004-7 6A1.....		03/01/2010	MBS PAYMENT.....		77,778	77,778	77,207	77,770		8		8		77,778			0	452	07/01/2019	12*.....
06050B AA 9	BANK OF AMERICA CORP.....		03/30/2010	MORGAN STANLEY DEAN.....		1,038,860	1,000,000	1,010,380	1,007,355		(760)		(760)		1,006,595		32,265	32,265	9,549	06/15/2012	1FE.....
07384M W7 3	Bear Stearns ARM Trust 2004-6 2A2.....		03/01/2010	MBS PAYMENT.....		29,439	29,439	29,283	10,377		19,056		6		29,439			0	158	11/01/2010	12*.....
07384Y CU 8	Bear Stearns ABS Trust 2002-1 1A5.....		03/01/2010	MBS PAYMENT.....		6,060	6,060	6,348	6,061				(1)		6,060			0	71	02/01/2016	12*.....
07387B AH 6	Bear Stearns Comm Mtge Secs 2005-PWR9 A4A.....		03/11/2010	VARIOUS.....		2,196,563	2,250,000	2,214,053	2,226,453		551		551		2,227,004		(30,441)	(30,441)	27,704	08/01/2015	1FE.....
097023 BC 8	BOEING CO.....		01/06/2010	DEUTSCHE BANK.....		1,054,956	1,050,000	1,033,169	1,033,408		59		59		1,033,467		21,489	21,489	5,578	11/20/2016	1FE.....
12189P AF 9	BURLINGTN NO SF 99-2 TR.....		01/02/2010	MBS PAYMENT.....		8,650	8,650	9,728	8,650				0		8,650			0	327	01/02/2021	1FE.....
126380 AB 0	Credit Suisse Mtge Cap Cifs 2006-9 2A1.....		03/01/2010	MBS PAYMENT.....		108,005	108,005	105,237	90,832		17,151		23		108,005			0	813	03/01/2036	12*.....
126650 AL 4	CVS PASS-THROUGH TRUST.....		03/10/2010	SINK.....		10,480	10,480	10,637	10,486				(6)		10,480			0	107	01/10/2013	2FE.....

## 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 re ei g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
126671	PV 2		03/01/2010	MBS PAYMENT		6,856	6,856	6,973	6,856				0		6,856			0	68	08/01/2031	1Z*
12669F	J8 7		03/01/2010	MBS PAYMENT		87,265	87,265	87,224	87,264		1		1		87,265			0	624	09/01/2016	1Z*
14170T	AE 1		02/08/2010	EXCHANGE		990,747	1,000,000	989,740	990,558		189		189		990,747			0	28,045	08/01/2014	2FE
16162W	NE 5		03/01/2010	MBS PAYMENT		187,348	187,348	186,880	187,339		9		9		187,348			0	1,734	10/01/2017	1Z*
17187M	AC 4		03/31/2010	VARIOUS		5,046	5,046	4,899	4,823	133	91		224		5,046			0	58	08/31/2012	3FE
172973	P3 7		03/01/2010	MBS PAYMENT		152,464	152,464	149,099	152,394		70		70		152,464			0	1,230	01/01/2020	1Z*
172973	YT 0		03/01/2010	MBS PAYMENT		129,207	129,207	128,004	129,156		51		51		129,207			0	1,187	06/01/2020	1Z*
17305E	BT 1		01/14/2010	CITIGROUP		708,900	695,000	693,161	694,851		2		2		694,853		14,047	14,047	3,861	06/10/2013	2FE
189054	AR 0		01/11/2010	JEFFERIES & CO		753,735	750,000	748,725	748,752		7		7		748,758		4,977	4,977	4,807	11/01/2015	2FE
20047P	AB 3		03/01/2010	MBS PAYMENT		1,276,261	1,276,261	1,252,182	1,275,799		462		462		1,276,261			0	9,860	04/01/2012	1FE
201730	AC 2		03/11/2010	MBS PAYMENT		386,290	386,290	444,807	388,572		(2,282)		(2,282)		386,290			0	4,289	05/11/2010	1FE
22541N	UH 0		03/01/2010	MBS PAYMENT		33,336	33,336	32,174	33,307		29		29		33,336			0	239	05/01/2012	1FE
22541Q	DG 4		03/01/2010	MBS PAYMENT		465,233	465,233	440,590	464,362		871		871		465,233			0	3,721	05/01/2010	1FE
22541S	2P 2		03/01/2010	MBS PAYMENT		14,832	14,832	14,550	14,832				0		14,832			0	123	05/01/2010	1FE
22541S	HS 0		03/01/2010	MBS PAYMENT		62,701	62,701	60,193	62,669		33		33		62,701			0	376	12/01/2013	1FE
25459K	AJ 7		03/31/2010	CALLED BY ISSUER at 100.000		5,102	5,102	4,917	4,927		175		175		5,102			0	22	04/13/2013	2FE
25467Y	AB 4		03/31/2010	DISCOVERY COMMUNICATIONS HOLDINGS LLC		2,500	2,500	2,500	2,500				0		2,500			0	12	05/14/2014	2FE
25467Y	AC 2		03/31/2010	DISCOVERY COMMUNICATIONS HLDGS.		2,500	2,500	2,450	2,455		45		45		2,500			0	35	05/14/2014	2FE
28140G	AC 0		03/31/2010	EDUCATION MANAGEMENT LLC		5,224	5,224	4,910	4,919	4	302		306		5,224			0	27	02/13/2014	4FE
31846L	BT 2		03/01/2010	1st Alliance Mtge Ln Trst 1998-1F NOTE		42	42	43	42				0		42			0	1	02/01/2023	1Z*
36158Y	FS 3		03/01/2010	GE Cap Comm Mtge 2002-2A A2		67,187	67,187	66,216	67,167		20		20		67,187			0	591	01/01/2012	1FE
36228C	VP 5		02/01/2010	GS Mtge Secs 2005-GG4 A2		979,739	979,739	988,618	979,739				0		979,739			0	5,192	01/01/2012	1FE
36228F	C3 8		03/01/2010	GSAA 2004-NC1 AF6		14,602	14,602	14,601	14,602				0		14,602			0	132	05/01/2030	1Z*
36828Q	DM 5		03/01/2010	GE Cap Comm Mtge 2004-C1 A2		221,020	221,020	216,600	220,963		58		58		221,020			0	1,059	01/01/2011	1FE
36962G	ZZ 6		01/14/2010	GENERAL ELEC CAP CORP		1,072,760	1,000,000	1,048,800	1,035,453		(385)		(385)		1,035,068		37,692	37,692	7,028	06/04/2014	1FE
36967H	AH 0		01/22/2010	GENERAL ELEC CAP CORP		4,341,800	4,250,000	4,247,238	4,247,984		58		58		4,248,042		93,758	93,758	12,726	06/08/2012	1FE
396789	EQ 8		03/01/2010	Greenwich Cap Comm Fndg 2003-C2 A2		109,650	109,650	105,512	109,569		81		81		109,650			0	776	07/01/2010	1FE
396789	JR 1		03/01/2010	Greenwich Cap Comm Fndg 2005-GG3 A2		1,037,113	1,037,113	1,003,738	1,037,113				0		1,037,113			0	3,901	01/01/2014	1FE
404122	AG 8		03/11/2010	HCA INC		226,749	226,749	222,809	217,021	5,788	3,940		9,728		226,749			0		11/18/2013	3FE
40430G	AJ 9		03/20/2010	HFC Home Eq Ln ABS Cf 2005-3 M1		24,248	24,248	24,248	24,248				0		24,248			0	23	03/20/2021	1Z*
45254T	MV 3		03/01/2010	Impac Sec Assets 2003-2 A4		33,651	33,651	31,576	33,628		23		23		33,651			0	161	05/01/2033	1Z*
45822U	AP 9		02/04/2010	INTELSAT CORP		5,063	5,063	4,452	4,622		441		441		5,063			0	23	01/03/2014	4FE
46625H	AN 0		01/15/2010	JPMORGAN CHASE & CO		1,066,504	975,000	1,135,544	1,024,663		(1,193)		(1,193)		1,023,470		43,034	43,034	22,608	03/15/2012	1FE
46625M	PL 7		03/01/2010	JP Morgan Comm Mtge Sec 2002-C2 A1		19,603	19,603	18,998	19,586		18		18		19,603			0	149	10/01/2011	1FE
46625M	WW 5		03/01/2010	JP Morgan Comm Mtge Sec 2003-CB6 A1		61,710	61,710	61,976	61,714		(3)		(3)		61,710			0	522	12/01/2012	1FE
46625Y	DB 6		03/01/2010	JP Morgan Comm Mtge Sec 2004-CBX A3		148,278	148,278	146,274	148,278				0		148,278			0	1,077	05/01/2010	1FE

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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	Forfeiture	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)
50188L AD 4	LKQ CORPORATION.....		02/17/2010	CALLED BY ISSUER at 100.000		23,072	23,072	22,899	22,496	404	173		577		23,072			0	102	10/12/2013	3FE.....
52108H 6S 8	LB-UBS CommI Mtge Trst 2005-C5 A1.....		03/11/2010	MBS PAYMENT.....		601,837	601,837	604,831	602,225		(388)		(388)		601,837			0	5,719	03/11/2010	1FE.....
52108H FK 5	LB-UBS CommI Mtge Trst 2001-C3 A1.....		03/11/2010	MBS PAYMENT.....		76,130	76,130	78,361	76,285		(155)		(155)		76,130			0	738	12/11/2010	1FE.....
57164U AC 9	Marriot Trust 2006-2A C.....		03/01/2010	MBS PAYMENT.....		37,175	37,175	37,174	37,175				0		37,175			0	337	03/01/2017	1FE.....
57164X AA 7	Marriot Trust 2009-2A A.....		03/20/2010	MBS PAYMENT.....		126,459	126,459	126,457	126,143		315		315		126,459			0	1,026	09/20/2016	1FE.....
60935B DZ 9	TMSHE 1998-B AF9.....		03/01/2010	MBS PAYMENT.....		442	442	459	442				0		442			0	5	12/01/2020	1Z*.....
61746S BR 9	MORGAN STANLEY.....		01/21/2010	MORGAN STANLEY DEAN.....		1,051,340	1,000,000	1,051,100	1,050,302		(525)		(525)		1,049,777		1,563	1,563	15,080	10/15/2015	1FE.....
629854 AD 2	NALCO COMPANY.....		03/01/2010	CALLED BY ISSUER at 100.000		36,037	36,037	35,728	35,816		221		221		36,037			0		11/04/2010	3FE.....
629854 AF 7	NALCO COMPANY.....		03/31/2010	CALLED BY ISSUER at 100.000		2,500	2,500	2,275	2,276		224		224		2,500			0	7	05/13/2016	3FE.....
64352V GW 5	New Cent HE Ln Trust 2004-A AII9.....		03/01/2010	MBS PAYMENT.....		53,568	53,568	53,406	34,629	18,777			18,777		53,406		162	162	390	08/01/2034	1Z*.....
652482 BV 1	NEWS AMERICA INC.....		02/02/2010	KNIGHT SECURITIES LP.....		1,057,640	1,000,000	997,030	997,085		15		15		997,100		60,540	60,540	25,111	08/15/2020	2FE.....
76110H DB 2	Res Acc Ln 2003-QS10 A13.....		03/01/2010	MBS PAYMENT.....		41,964	41,964	41,060	41,953		11		11		41,964			0	306	03/01/2026	1Z*.....
76110W ZP 4	Res Asset Secs 2004-KS6 A16.....		03/01/2010	MBS PAYMENT.....		45,117	45,117	43,769	45,104		14		14		45,117			0	438	06/01/2026	1Z*.....
76111X ZR 7	Res Fndg Mtge Secs 2005-S7 A1.....		03/01/2010	MBS PAYMENT.....		130,172	130,172	125,166	125,166				0		125,166		5,006	5,006	1,083	05/01/2026	1Z*.....
826502 AA 4	Sierra Rec Fndg 2007-1A A1.....		03/20/2010	MBS PAYMENT.....		104,763	104,763	104,754	104,481		282		282		104,763			0	909	07/20/2016	2FE.....
863667 AA 9	STRYKER CORP.....		03/22/2010	JEFFERIES & CO.....		2,010,840	2,000,000	2,001,520			(48)		(48)		2,001,473		9,367	9,367	11,167	01/15/2015	1FE.....
903277 AD 3	USAA Auto Trst 2006-2 A4.....		03/15/2010	MBS PAYMENT.....		128,522	128,522	128,494	128,282		240		240		128,522			0	1,133	04/15/2010	1FE.....
90781# AH 5	UNION PAC.....		03/02/2010	CALLED BY ISSUER at 100.000		184,561	184,561	184,561	184,561				0		184,561			0	3,774	08/27/2017	1.....
929766 CR 2	Wachovia CommI Mtge Trust 2002-C2 A3.....		03/01/2010	MBS PAYMENT.....		46,304	46,304	46,823	46,311		(7)		(7)		46,304			0	362	02/01/2012	1FE.....
929766 WJ 8	Wachovia CommI Mtge Trust 2004-C15 A2.....		03/01/2010	MBS PAYMENT.....		55,033	55,033	54,299	55,033				0		55,033			0	390	11/01/2011	1FE.....
94874R CP 9	WEINGARTEN REALTY INVST.....		02/26/2010	BANK AMERICA.....		1,044,672	1,000,000	847,972	847,972				0		847,973		196,698	196,698	24,561	05/15/2012	2FE.....
949762 AA 6	Well Frgo MBS Trst 2003-10 A1.....		01/21/2010	VARIOUS.....		404,624	403,389	394,313	398,395		118		118		398,513		6,111	6,111	2,749	07/01/2018	1FE.....
94979F AC 0	Well Frgo MBS Trst 2003-12 A3.....		03/01/2010	MBS PAYMENT.....		107,769	107,769	106,115	107,737		32		32		107,769			0	889	10/01/2018	1Z*.....
94981A AA 1	Well Frgo MBS Trst 2003-14 1A1.....		03/01/2010	MBS PAYMENT.....		125,535	125,535	122,431	125,451		83		83		125,535			0	981	11/01/2018	1Z*.....
94982E AA 2	Well Frgo MBS Trst 2005-1 1A1.....		03/01/2010	MBS PAYMENT.....		70,503	70,503	70,508	70,503				0		70,503			0	443	01/01/2020	1Z*.....
98152D BZ 3	World Omni Auto Rec Trst 2006-A A4.....		03/15/2010	MBS PAYMENT.....		430,907	430,907	430,905	430,224		683		683		430,907			0	3,548	04/15/2010	1FE.....
LN3181 12 7	GREAT CANADIAN GAMING CORP.....	A.	02/17/2010	CALLED BY ISSUER at 100.000		2,508	2,506	2,429	2,445		62		62		2,506			0	12	02/14/2014	2FE.....
3899999.	Total - Bonds - Industrial & Miscellaneous.....					31,000,420	30,548,807	30,557,533	27,386,765	61,372	4,864	0	66,236	0	30,504,149	0	496,268	496,268	305,912	XXX...	XXX...
<b>Bonds - Hybrid Securities</b>																					
98877A AA 9	ZFS FINANCE USA TRUST IV.....		02/04/2010	BANK AMERICA.....		267,910	292,000	291,912	291,917				0		291,917		(24,007)	(24,007)	4,289	05/09/2032	1FE.....
4899999.	Total - Bonds - Hybrid Securities.....					267,910	292,000	291,912	291,917	0	0	0	0	0	291,917	0	(24,007)	(24,007)	4,289	XXX...	XXX...
8399997.	Total - Bonds - Part 4.....					72,411,493	70,714,125	71,763,310	58,284,036	34,398	(53,377)	0	(18,979)	0	71,289,991	0	1,121,500	1,121,500	805,029	XXX...	XXX...
8399999.	Total - Bonds.....					72,411,493	70,714,125	71,763,310	58,284,036	34,398	(53,377)	0	(18,979)	0	71,289,991	0	1,121,500	1,121,500	805,029	XXX...	XXX...
9999999.	Total - Bonds, Preferred and Common Stocks.....					72,411,493	XXX.....	71,763,310	58,284,036	34,398	(53,377)	0	(18,979)	0	71,289,991	0	1,121,500	1,121,500	805,029	XXX...	XXX...

QE057

(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 CUSIP Identification	2 Description	3 F o r e i g n Disposal Date	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 Desig- nation 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.							

QE05.8

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

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

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

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

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

**Sch. DB-Pt D  
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	
<b>Open Depositories</b>								
BANK OF AMERICA..... ATLANTA, GA.....					.....213,166	.....349,478	.....592,836	XXX..
FEDERAL HOME LOAN BANK..... ATLANTA, GA.....					.....169,389	.....169,395	.....169,407	XXX..
VOYAGER BANK..... EDEN PRAIRIE, MN.....					.....129,094	.....47,989	.....48,011	XXX..
US BANK..... BIRMINGHAM, AL.....					.....1,647,933	.....1,221,506	.....10,098,533	XXX..
0199999. Total Open Depositories.....	...XXX...	...XXX...	.....0	.....0	.....2,159,582	.....1,788,368	.....10,908,787	XXX..
0399999. Total Cash on Deposit.....	...XXX...	...XXX...	.....0	.....0	.....2,159,582	.....1,788,368	.....10,908,787	XXX..
0499999. Cash in Company's Office.....	...XXX...	...XXX...	...XXX...	...XXX...	.....3,912	.....3,912	.....3,912	XXX..
0599999. Total Cash.....	...XXX...	...XXX...	.....0	.....0	.....2,163,494	.....1,792,280	.....10,912,699	XXX..

### SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
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**NONE**

QE10



Designate the type of health care providers reported on this page.

**SUPPLEMENT "A" TO SCHEDULE T**  
**EXHIBIT OF MEDICAL PROFESSIONAL LIABILITY PREMIUMS WRITTEN**  
**ALLOCATED BY STATES AND TERRITORIES**

**Physicians - Including Surgeons and Osteopaths**

States, Etc.	1 Direct Premiums Written	2 Direct Premiums Earned	Direct Losses Paid		5 Direct Losses Incurred	Direct Losses Unpaid		8 Direct Losses Incurred But Not Reported
			3 Amount	4 Number of Claims		6 Amount Reported	7 Number of Claims	
1. Alabama.....AL	22,306,012	16,301,444	1,363,947	3	2,712,924	66,195,711	680	46,244,998
2. Alaska.....AK								
3. Arizona.....AZ								
4. Arkansas.....AR	441,840	678,235	5,126		306,630	3,649,157	110	615,634
5. California.....CA								
6. Colorado.....CO								
7. Connecticut.....CT								
8. Delaware.....DE								
9. District of Columbia.....DC								
10. Florida.....FL	16,392	3,923	42,500	1	1,667	1,050,000	2	238,048
11. Georgia.....GA	243,512	547,036	2,000,000	2	232,490	9,471,707	41	2,324,365
12. Hawaii.....HI								
13. Idaho.....ID								
14. Illinois.....IL								
15. Indiana.....IN	4,278,275	5,522,152	1,497,442	11	1,992,265	51,349,776	1,535	2,697,105
16. Iowa.....IA								
17. Kansas.....KS	914,507	739,517	68,583	1	27,319	4,867,691	81	2,106,052
18. Kentucky.....KY								515,506
19. Louisiana.....LA								
20. Maine.....ME								
21. Maryland.....MD	2,355,616	2,269,814	2,124,375	4	830,654	11,225,500	90	4,302,960
22. Massachusetts.....MA								
23. Michigan.....MI								
24. Minnesota.....MN								
25. Mississippi.....MS			35,000	1		2,176,000	19	217,491
26. Missouri.....MO	2,533,240	3,196,305	76,270	1	270,783	30,255,068	240	13,363,370
27. Montana.....MT								
28. Nebraska.....NE								
29. Nevada.....NV								
30. New Hampshire.....NH								
31. New Jersey.....NJ								
32. New Mexico.....NM								
33. New York.....NY								
34. North Carolina.....NC	52,844	39,465			16,772	35,000	3	254,692
35. North Dakota.....ND								
36. Ohio.....OH	18,034,750	14,220,644	844,195	7	2,719,056	135,497,819	688	8,139,539
37. Oklahoma.....OK	1,796,292	646,276	(30,000)		274,667	6,212,207	40	1,216,960
38. Oregon.....OR								
39. Pennsylvania.....PA								
40. Rhode Island.....RI								
41. South Carolina.....SC	887,254	451,388			191,840	15,000	3	187,769
42. South Dakota.....SD								
43. Tennessee.....TN	2,321,546	1,345,358	1,648		607,505	9,388,814	98	2,147,444
44. Texas.....TX	41,100	275,923	102,202	1	119,600	1,647,665	46	689,710
45. Utah.....UT								
46. Vermont.....VT								
47. Virginia.....VA	2,877,046	2,219,254	1,725,000	3	860,380	4,301,000	72	3,217,549
48. Washington.....WA								
49. West Virginia.....WV	644,777	411,213	1,000,516	1	152,906	3,298,398	20	635,362
50. Wisconsin.....WI								
51. Wyoming.....WY	347,574	149,120			63,376	177,009	10	136,213
52. American Samoa.....AS								
53. Guam.....GU								
54. Puerto Rico.....PR								
55. US Virgin Islands.....VI								
56. Northern Mariana Islands.....MP								
57. Canada.....CN								
58. Aggregate Other Alien.....OT	0	0	0	0	0	0	0	0
59. Totals.....	60,092,577	49,017,067	10,856,804	36	11,380,834	340,813,522	3,778	89,250,767

**DETAILS OF WRITE-INS**

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



Designate the type of health care providers reported on this page.

**SUPPLEMENT "A" TO SCHEDULE T**  
**EXHIBIT OF MEDICAL PROFESSIONAL LIABILITY PREMIUMS WRITTEN**  
**ALLOCATED BY STATES AND TERRITORIES**

**Hospitals**

States, Etc.	1 Direct Premiums Written	2 Direct Premiums Earned	Direct Losses Paid		5 Direct Losses Incurred	Direct Losses Unpaid		8 Direct Losses Incurred But Not Reported
			3 Amount	4 Number of Claims		6 Amount Reported	7 Number of Claims	
1. Alabama.....AL	1,002,728	1,811,164	(18,858)	1	769,745	12,903,000	178	4,026,756
2. Alaska.....AK								
3. Arizona.....AZ								
4. Arkansas.....AR	48,566	449,662			(20,496)	5,923,190	89	1,692,727
5. California.....CA								
6. Colorado.....CO								
7. Connecticut.....CT								
8. Delaware.....DE								
9. District of Columbia.....DC								
10. Florida.....FL		5,437			2,775	750,000	2	261,983
11. Georgia.....GA		12,246			6,735	100,000	1	152,675
12. Hawaii.....HI								
13. Idaho.....ID								
14. Illinois.....IL								
15. Indiana.....IN	1,294,678	1,395,002	237,002	4	653,185	11,254,302	385	1,375,405
16. Iowa.....IA								
17. Kansas.....KS	320,718	72,416			29,769	51,009	8	161,796
18. Kentucky.....KY								
19. Louisiana.....LA								
20. Maine.....ME								
21. Maryland.....MD		1,479			814			3,157
22. Massachusetts.....MA								
23. Michigan.....MI								
24. Minnesota.....MN								
25. Mississippi.....MS						1,270,000	9	255,318
26. Missouri.....MO	155,789	101,495			53,005	18,000	6	456,965
27. Montana.....MT								
28. Nebraska.....NE								
29. Nevada.....NV								
30. New Hampshire.....NH								
31. New Jersey.....NJ								
32. New Mexico.....NM								
33. New York.....NY								
34. North Carolina.....NC								
35. North Dakota.....ND								
36. Ohio.....OH	185,282	178,189			92,733	606,000	4	468,555
37. Oklahoma.....OK		13,318			6,917			26,196
38. Oregon.....OR								
39. Pennsylvania.....PA								
40. Rhode Island.....RI								
41. South Carolina.....SC								
42. South Dakota.....SD								
43. Tennessee.....TN	15,302	207,775	(10,000)		103,137	481,000	16	791,709
44. Texas.....TX	43,879	13,267			7,110			35,624
45. Utah.....UT								
46. Vermont.....VT								
47. Virginia.....VA	18,955	4,581			2,520			18,718
48. Washington.....WA								
49. West Virginia.....WV						250,000	1	250,697
50. Wisconsin.....WI								
51. Wyoming.....WY								
52. American Samoa.....AS								
53. Guam.....GU								
54. Puerto Rico.....PR								
55. US Virgin Islands.....VI								
56. Northern Mariana Islands.....MP								
57. Canada.....CN								
58. Aggregate Other Alien.....OT	0	0	0	0	0	0	0	0
59. Totals.....	3,085,897	4,266,031	208,144	5	1,707,949	33,606,501	699	9,978,281

**DETAILS OF WRITE-INS**

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



Designate the type of health care providers reported on this page.

**SUPPLEMENT "A" TO SCHEDULE T**  
**EXHIBIT OF MEDICAL PROFESSIONAL LIABILITY PREMIUMS WRITTEN**  
**ALLOCATED BY STATES AND TERRITORIES**

**Other Health Care Professionals, Including Dentists, Chiropractors and Podiatrists**

States, Etc.	1 Direct Premiums Written	2 Direct Premiums Earned	Direct Losses Paid		5 Direct Losses Incurred	Direct Losses Unpaid		8 Direct Losses Incurred But Not Reported
			3 Amount	4 Number of Claims		6 Amount Reported	7 Number of Claims	
1. Alabama.....AL	709,102	599,645	90,139	1	196,110	1,877,861	39	966,627
2. Alaska.....AK								
3. Arizona.....AZ								
4. Arkansas.....AR	7,548	31,604			13,299			79,413
5. California.....CA								
6. Colorado.....CO								
7. Connecticut.....CT								
8. Delaware.....DE								
9. District of Columbia.....DC								
10. Florida.....FL								
11. Georgia.....GA	24,252	40,036			15,615	279,501	6	141,115
12. Hawaii.....HI								
13. Idaho.....ID								
14. Illinois.....IL								
15. Indiana.....IN	177,848	265,385	462		95,573	819,921	65	606,275
16. Iowa.....IA								
17. Kansas.....KS	10,374	11,801			4,425			19,915
18. Kentucky.....KY								
19. Louisiana.....LA								
20. Maine.....ME								
21. Maryland.....MD	878	1,632			571			17,547
22. Massachusetts.....MA								
23. Michigan.....MI								
24. Minnesota.....MN								
25. Mississippi.....MS								
26. Missouri.....MO	104,652	135,561	32,500	1	50,839	708,570	13	213,302
27. Montana.....MT								
28. Nebraska.....NE								
29. Nevada.....NV								
30. New Hampshire.....NH								
31. New Jersey.....NJ								
32. New Mexico.....NM								
33. New York.....NY								
34. North Carolina.....NC	394	5,263			2,131			16,710
35. North Dakota.....ND								
36. Ohio.....OH	458,340	338,666	8,110	1	124,891	203,000	3	699,325
37. Oklahoma.....OK	7,487	6,005			2,552			24,838
38. Oregon.....OR								
39. Pennsylvania.....PA								
40. Rhode Island.....RI								
41. South Carolina.....SC	54,865	27,500			11,669			13,165
42. South Dakota.....SD								
43. Tennessee.....TN	202,857	109,238			46,055	644,260	8	330,335
44. Texas.....TX	(797)	19,852			7,517			20,260
45. Utah.....UT								
46. Vermont.....VT								
47. Virginia.....VA	41,137	30,976			11,314	19,000	5	120,361
48. Washington.....WA								
49. West Virginia.....WV	10,674	2,632			987			5,700
50. Wisconsin.....WI								
51. Wyoming.....WY	6,404	2,544			1,081			2,853
52. American Samoa.....AS								
53. Guam.....GU								
54. Puerto Rico.....PR								
55. US Virgin Islands.....VI								
56. Northern Mariana Islands.....MP								
57. Canada.....CN								
58. Aggregate Other Alien.....OT	0	0	0	0	0	0	0	0
59. Totals.....	1,816,015	1,628,340	131,211	3	584,629	4,552,113	139	3,277,741

**DETAILS OF WRITE-INS**

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

**Supplement A to Sch. T  
NONE**

**Overflow Page  
NONE**