

QUARTERLY STATEMENT

OF THE

**The Medical Assurance Company,
Inc.**

Of

**Birmingham
in the state of AL**

**to the Insurance Department
of the State of**

**For the Period Ended
March 31, 2004**

2004

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.....	971,150,791	1,883,616	969,267,175	878,328,296
2. Stocks:				
2.1 Preferred stocks.....	13,754,097		13,754,097	16,610,847
2.2 Common stocks.....	5,256,109		5,256,109	5,251,628
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).....	10,487,586		10,487,586	10,499,082
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 (\$.....(1,434,443)), cash equivalents (\$.....14,044,000) and short-term investments (\$.....27,040,415).....	39,649,972		39,649,972	64,206,478
6. Contract loans (including \$.....0 premium notes).....			0	
7. Other invested assets.....	13,181,659		13,181,659	11,495,827
8. Receivable for securities.....			0	
9. Aggregate write-ins for invested assets.....	0	0	0	0
10. Subtotals, cash and invested assets (Lines 1 to 9).....	1,053,480,214	1,883,616	1,051,596,598	986,392,158
11. Investment income due and accrued.....	11,266,887		11,266,887	9,319,616
12. Premiums and considerations:				
12.1 Uncollected premiums and agents' balances in course of collection.....	26,001,313		26,001,313	37,190,601
12.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	53,850,249		53,850,249	42,446,106
12.3 Accrued retrospective premiums.....			0	
13. Reinsurance:				
13.1 Amounts recoverable from reinsurers.....	9,994,208		9,994,208	2,395,806
13.2 Funds held by or deposited with reinsured companies.....			0	
13.3 Other amounts receivable under reinsurance contracts.....			0	
14. Amounts receivable relating to uninsured plans.....			0	
15.1 Current federal and foreign income tax recoverable and interest thereon.....			0	3,428,045
15.2 Net deferred tax asset.....	54,048,943	30,276,876	23,772,067	22,939,105
16. Guaranty funds receivable or on deposit.....	605,823		605,823	605,823
17. Electronic data processing equipment and software.....	1,565,151	955,960	609,191	588,003
18. Furniture and equipment, including health care delivery assets (\$.....0).....	1,254,089	1,254,089	0	
19. Net adjustment in assets and liabilities due to foreign exchange rates.....			0	
20. Receivable from parent, subsidiaries and affiliates.....	2,537,733		2,537,733	22,473,824
21. Health care (\$.....0) and other amounts receivable.....			0	
22. Other assets nonadmitted.....			0	
23. Aggregate write-ins for other than invested assets.....	43,268,651	1,195,940	42,072,711	41,368,975
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 through 23).....	1,257,873,261	35,566,481	1,222,306,780	1,169,148,062
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
26. TOTALS (Lines 24 and 25).....	1,257,873,261	35,566,481	1,222,306,780	1,169,148,062

DETAILS OF WRITE-INS

0901.....			0	
0902.....			0	
0903.....			0	
0998. Summary of remaining write-ins for Line 9 from overflow page.....	0	0	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	0	0	0	0
2301. Other Prepaid Expenses.....	1,195,940	1,195,940	0	
2302. Cash Surrender Value of Business Owned Life Insurance.....	41,893,397		41,893,397	41,368,975
2303. Federal Payroll Taxes Receivable.....	179,314		179,314	
2398. Summary of remaining write-ins for Line 23 from overflow page.....	0	0	0	0
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above).....	43,268,651	1,195,940	42,072,711	41,368,975

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Losses (current accident year \$.....30,013,712).....	328,958,188	312,032,093
2. Reinsurance payable on paid losses and loss adjustment expenses.....	6,424,038	3,659,590
3. Loss adjustment expenses.....	402,582,066	380,080,305
4. Commissions payable, contingent commissions and other similar charges.....	5,876,594	6,951,342
5. Other expenses (excluding taxes, licenses and fees).....	4,315,747	5,867,597
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	1,697,286	1,787,335
7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)).....	2,312,704	
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 \$.....12,512,218 and including warranty reserves of \$.....0).....	153,208,330	144,171,623
10. Advance premium.....	1,233,388	3,413,282
11. Dividends declared and unpaid:		
11.1 Stockholders.....		
11.2 Policyholders.....		
12. Ceded reinsurance premiums payable (net of ceding commissions).....	65,008,504	59,475,592
13. Funds held by company under reinsurance treaties.....	263,000	263,000
14. Amounts withheld or retained by company for account of others.....	456,921	689,502
15. Remittances and items not allocated.....		
16. Provision for reinsurance.....	1,296,000	1,296,000
17. Net adjustments in assets and liabilities due to foreign exchange rates.....		
18. Drafts outstanding.....		
19. Payable to parent, subsidiaries and affiliates.....	2,020,824	267,597
20. Payable for securities.....	999,440	10,453,232
21. Liability for amounts held under uninsured accident and health plans.....		
22. Capital notes \$.....0 and interest thereon \$.....		
23. Aggregate write-ins for liabilities.....	0	6
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23).....	976,653,030	930,408,096
25. Protected cell liabilities.....		
26. Total liabilities (Lines 24 and 25).....	976,653,030	930,408,096
27. Aggregate write-ins for special surplus funds.....	0	0
28. Common capital stock.....	8,846,429	8,846,429
29. Preferred capital stock.....		
30. Aggregate write-ins for other than special surplus funds.....	0	0
31. Surplus notes.....		
32. Gross paid in and contributed surplus.....	185,553,769	185,553,769
33. Unassigned funds (surplus).....	51,253,552	44,339,768
34. Less treasury stock, at cost:		
34.1 .....0.000 shares common (value included in Line 28 \$.....0).....		
34.2 .....0.000 shares preferred (value included in Line 29 \$.....0).....		
35. Surplus as regards policyholders (Lines 27 to 33, less 34).....	245,653,750	238,739,966
36. TOTALS.....	1,222,306,780	1,169,148,062

DETAILS OF WRITE-INS

2301. Other.....		6
2302.		
2303.		
2398. Summary of remaining write-ins for Line 23 from overflow page.....	0	0
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above).....	0	6
2701.		
2702.		
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page.....	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above).....	0	0
3001.		
3002.		
3003.		
3098. Summary of remaining write-ins for Line 30 from overflow page.....	0	0
3099. Totals (Lines 3001 thru 3003 plus 3098) (Line 30 above).....	0	0

STATEMENT OF INCOME

	1 Current Year to Date	2 Previous Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct..... (written \$.....99,820,819).....	87,785,145	66,340,802	294,336,539
1.2 Assumed..... (written \$.....371,781).....	2,362,815	6,934,157	23,573,437
1.3 Ceded..... (written \$.....13,430,192).....	12,422,258	14,486,518	43,877,066
1.4 Net..... (written \$.....86,762,408).....	77,725,702	58,788,441	274,032,910
DEDUCTIONS:			
2. Losses incurred (current accident year \$.....31,654,454):			
2.1 Direct.....	35,893,806	29,522,669	105,889,340
2.2 Assumed.....	2,117,030	6,291,387	13,853,595
2.3 Ceded.....	6,356,382	10,519,176	(4,404,863)
2.4 Net.....	31,654,454	25,294,880	124,147,798
3. Loss expenses incurred.....	40,118,344	31,403,901	129,216,969
4. Other underwriting expenses incurred.....	8,485,692	9,571,582	39,189,578
5. Aggregate write-ins for underwriting deductions.....	0	0	0
6. Total underwriting deductions (Lines 2 through 5).....	80,258,490	66,270,363	292,554,345
7. Net income of protected cells.....			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7).....	(2,532,788)	(7,481,922)	(18,521,435)
INVESTMENT INCOME			
9. Net investment income earned.....	9,068,444	7,431,088	31,645,243
10. Net realized capital gains (losses).....	947,604	451,399	2,548,563
11. Net investment gain (loss) (Lines 9 + 10).....	10,016,048	7,882,487	34,193,806
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....0).....			
13. Finance and service charges not included in premiums.....			
14. Aggregate write-ins for miscellaneous income.....	659,526	128,902	1,895,837
15. Total other income (Lines 12 through 14).....	659,526	128,902	1,895,837
16. Net income before dividends to policyholders and before federal and foreign income taxes (Lines 8 + 11 + 15).....	8,142,786	529,467	17,568,208
17. Dividends to policyholders.....			
18. Net income after dividends to policyholders but before federal and foreign income taxes (Line 16 minus 17).....	8,142,786	529,467	17,568,208
19. Federal and foreign income taxes incurred.....	2,347,435	(541,365)	5,849,570
20. Net income (Line 18 minus Line 19) (to Line 22).....	5,795,351	1,070,832	11,718,638
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year.....	238,739,966	193,334,647	193,334,647
GAINS AND (LOSSES) IN SURPLUS			
22. Net income (from Line 20).....	5,795,351	1,070,832	11,718,638
23. Change in net unrealized capital gains or losses.....	(31,826)	(19,455)	1,697,071
24. Change in net unrealized foreign exchange capital gain (loss).....			
25. Change in net deferred income taxes.....	115,555	2,247,246	8,517,868
26. Change in nonadmitted assets.....	1,034,704	954,019	5,493,195
27. Change in provision for reinsurance.....			3,338,200
28. Change in surplus notes.....			
29. Surplus (contributed to) withdrawn from protected cells.....			
30. Cumulative effect of changes in accounting principles.....			
31. Capital changes:			
31.1 Paid in.....			
31.2 Transferred from surplus (Stock Dividend).....			
31.3 Transferred to surplus.....			
32. Surplus adjustments:			
32.1 Paid in.....			20,000,000
32.2 Transferred to capital (Stock Dividend).....			
32.3 Transferred from capital.....			
33. Net remittances from or (to) Home Office.....			
34. Dividends to stockholders.....			
35. Change in treasury stock.....			
36. Aggregate write-ins for gains and losses in surplus.....	0	0	(5,359,653)
37. Change in surplus as regards policyholders (Lines 22 through 36).....	6,913,784	4,252,642	45,405,319
38. Surplus as regards policyholders, as of statement date (Lines 21 plus 37).....	245,653,750	197,587,289	238,739,966
DETAILS OF WRITE-INS			
0501.....			
0502.....			
0503.....			
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above).....	0	0	0
1401. Miscellaneous Income.....	659,522	108,260	1,895,832
1402. Other.....	4	20,642	5
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).....	659,526	128,902	1,895,837
3601. Correction of Prior Period Error in Premiums Due.....			(5,359,653)
3602.....			
3603.....			
3698. Summary of remaining write-ins for Line 36 from overflow page.....	0	0	0
3699. Totals (Lines 3601 thru 3603 plus 3698) (Line 36 above).....	0	0	(5,359,653)

CASH FLOW

	1 Current Year to Date	2 Prior Year Ended December 31
CASH FROM OPERATIONS		
1. Premiums collected net of reinsurance.....	90,314,479	300,716,765
2. Net investment income.....	9,895,000	38,513,381
3. Miscellaneous income.....	135,104	1,895,837
4. Total (Lines 1 through 3).....	100,344,583	341,125,983
5. Benefit and loss related payments.....	37,178,896	124,291,856
6. Net transfers to Separate, Segregated Accounts and Protected Cell Accounts.....		
7. Commissions, expenses paid and aggregate write-ins for deductions.....	11,202,339	39,324,593
8. Dividends paid to policyholders.....		
9. Federal and foreign income taxes paid (recovered) \$.....0 net tax on capital gains (losses).....	(3,393,314)	9,169,039
10. Total (Lines 5 through 9).....	44,987,921	172,785,488
11. Net cash from operations (Line 4 minus Line 10).....	55,356,662	168,340,495
CASH FROM INVESTMENTS		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	84,147,896	259,977,618
12.2 Stocks.....	2,889,050	3,720,715
12.3 Mortgage loans.....		
12.4 Real estate.....		
12.5 Other invested assets.....		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....		17,471
12.7 Miscellaneous proceeds.....		8,130,158
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	87,036,946	271,845,962
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	176,717,223	635,630,420
13.2 Stocks.....		6,829
13.3 Mortgage loans.....		
13.4 Real estate.....	212,799	756,393
13.5 Other invested assets.....	1,368,300	
13.6 Miscellaneous applications.....	9,453,792	
13.7 Total investments acquired (Lines 13.1 to 13.6).....	187,752,114	636,393,642
14. Net increase (decrease) in policy loans and premium notes.....		
15. Net cash from investments (Line 12.8 minus Lines 13.7 and 14).....	(100,715,168)	(364,547,680)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes.....		
16.2 Capital and paid in surplus, less treasury stock.....		20,000,000
16.3 Borrowed funds received.....		
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....		
16.5 Dividends to stockholders.....		
16.6 Other cash provided (applied).....	20,802,000	(20,798,053)
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	20,802,000	(798,053)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
18. Net change in cash and short-term investments (Line 11 plus Line 15 plus Line 17).....	(24,556,506)	(197,005,238)
19. Cash and short-term investments:		
19.1 Beginning of year.....	64,206,477	261,211,715
19.2 End of period (Line 18 plus Line 19.1).....	39,649,971	64,206,477
Note: Supplemental disclosures of cash flow information for non-cash transactions:		
20.001		
20.999 Totals.....	0	0

NOTES TO FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies

No significant change.

Note 2 - Accounting Changes and Corrections of Errors

Certain amounts included on the Cash Flow Statement, Page 4, lines 5 and 7, column 1 in the 2003 Annual Statement were classified incorrectly, and these amounts have been corrected in this quarterly statement. A problem with the Annual Statement software package resulted in these errors. Specifically, line 5 previously showed \$49,559,865 of Benefit and loss related payments, and the corrected balance is \$124,291,856. Conversely, line 7 previously showed \$114,056,584 of Commissions, expenses paid and aggregate write-ins for deductions, and the corrected balance is \$39,324,593. This restatement results in no change to Net cash from operations of \$168,340,495; the restatement does not affect the financial position of the Company and is being made for comparative purposes only.

Note 3 - Business Combinations and Goodwill

No significant change.

Note 4 - Discontinued Operations

No significant change.

Note 5 - Investments

No significant change.

Note 6 - Joint Ventures, Partnerships and Limited Liability Companies

No significant change.

Note 7 - Investment Income

No significant change.

Note 8 Derivative Instruments

No significant change.

Note 9 - Income Taxes

- A. The components of the deferred tax asset (DTA) or liability (DTL) at March 31, 2004 and December 31, 2003 are as follows:

	<u>2004</u>	<u>2003</u>
(1) Total of all DTAs (admitted and nonadmitted)	\$ 55,198,448	\$ 55,282,526
(2) Total of all DTLs	1,149,505	1,349,138
(3) Total DTAs nonadmitted in accordance with SSAP No. 10 – Income Taxes	30,276,876	30,994,283
(4) The Total of all DTAs admitted [(1)-(2)-(3)]	23,772,067	22,939,105
(5) The net change during the year in the total DTAs nonadmitted	\$ (717,407)	\$ 4,360,251

- C. The change in DTAs and DTLs for the first quarter is as follows:

Net deferred tax assets increased \$115,555 since December 31, 2003.

- D. The major items causing differences between the federal tax rate and the actual effective tax rate are tax exempt investment income and increases in cash surrender value of life insurance.

- F. The Company is included in the consolidated federal tax return of ProAssurance Corporation (see 2003 Annual Statement for companies included in the return). Taxes of the members of the group are determined based upon individual company computations.

Note 10 - Information Concerning Parent, Subsidiaries and Affiliates

No significant change.

NOTES TO FINANCIAL STATEMENTS

Note 11 - Debt

No significant change.

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

No significant change.

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

No significant change.

Note 14 - Contingencies

No significant change.

Note 15 - Leases

No significant change.

Note 16 - Information about Financial Instruments with Off-Balance Sheet Risk and with Financial Instruments with Concentrations of Credit Risk

No significant change.

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

C. There were no wash sales in the first quarter of 2004.

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

No significant change.

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

No significant change.

Note 20 - September 11 Events

No significant change.

Note 21 - Other Items

No significant change.

Note 22 - Events Subsequent

No significant change.

Note 23 - Reinsurance

No significant change.

Note 24 - Retrospectively Rated Contracts & Contracts Subject to Redetermination

No significant change.

Note 25 - Change in Incurred Losses and Loss Adjustment Expenses

No significant change.

NOTES TO FINANCIAL STATEMENTS

Note 26 - Intercompany Pooling Arrangements

No significant change.

Note 27 - Structured Settlements

No significant change.

Note 28 - Health Care Receivables

No significant change.

Note 29 - Participating Policies

No significant change.

Note 30 - Premium Deficiency Reserves

No significant change.

Note 31 - High Deductibles

No significant change.

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

No significant change.

Note 33 - Asbestos/Environmental Reserves

No significant change.

Note 34 - Subscriber Savings Accounts

No significant change.

Note 35 - Multiple Peril Crop Insurance

No significant change.

GENERAL INTERROGATORIES

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

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1 Did the reporting entity implement any significant accounting policy changes which would require disclosure in the Notes to the Financial Statements? Yes [] No [X]

1.2 If yes, explain:.....

2.1 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]

2.2 If yes, has the report been filed with the domiciliary state? Yes [] No []

3.1 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]

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

4. 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.

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

5.2 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	2	3
Name of Entity	NAIC Company Code	State of Domicile

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

.....
.....

7.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2002.....

7.2 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. 12/31/2002.....

7.3 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). 09/25/2003.....

7.4 By what department or departments?

ALABAMA DEPARTMENT OF INSURANCE

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

8.2 If yes, give full information:
.....

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

9.2 If response to 9.1 is yes, please identify the name of the bank holding company.
.....

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

9.4 If the response to 9.3 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	2	3	4	5	6	7
Affiliate Name	Location (City, State)	FRB	OCC	OTS	FDIC	SEC

INVESTMENT

10.1 Has there been any change in the reporting entity's own preferred or common stock? Yes [] No [X]

10.2 If yes, explain:.....

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 [X]

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:

GENERAL INTERROGATORIES

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

PART 1 - COMMON INTERROGATORIES

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

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

14.2 If yes, please complete the following:

	1 Prior Year-End Statement Value	2 Current Quarter Statement Value
14.21 Bonds.....		
14.22 Preferred Stock.....		
14.23 Common Stock.....	\$ 2,401,070	\$ 2,360,957
14.24 Short-Term Investments.....		
14.25 Mortgages, Loans or Real Estate.....		
14.26 All Other.....		
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$ 2,401,070	\$ 2,360,957
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above		
14.29 Receivable from Parent not included in Lines 14.21 to 14.26 above.....		

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

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

16. Excluding items in Schedule E, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Part 1-General, Section IV. H-Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [X] No []

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

1 Name of Custodian(s)	2 Custodian Address
SOUTHTRUST BANK	BIRMINGHAM, AL

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

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

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

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

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

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

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

GENERAL INTERROGATORIES (continued)

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

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	.....0

The Medical Assurance Company, Inc.
SCHEDULE A - VERIFICATION

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	10,499,082	10,595,508
2. Increase (decrease) by adjustment.....	(224,295)	(852,819)
3. Cost of acquired.....		
4. Cost of additions to and permanent improvements.....	212,799	756,393
5. Total profit (loss) on sales.....		
6. Increase (decrease) by foreign exchange adjustment.....		
7. Amount received on sales.....		
8. Book/adjusted carrying value at end of current period.....	10,487,586	10,499,082
9. Total valuation allowance.....		
10. Subtotal (Lines 8 plus 9).....	10,487,586	10,499,082
11. Total nonadmitted amounts.....		
12. Statement value, current period (Page 2, real estate lines, net admitted assets column).....	10,487,586	10,499,082

SCHEDULE B - VERIFICATION

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

NONE

SCHEDULE BA - VERIFICATION

Other Invested Assets Included in Schedule BA

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of long-term invested assets owned, December 31 of prior year.....	11,495,827	9,644,522
2. Cost of acquisitions during period:		
2.1 Actual cost at time of acquisitions.....	1,368,300	
2.2 Additional investment made after acquisitions.....		
3. Accrual of discount.....		
4. Increase (decrease) by adjustment.....	317,532	1,851,305
5. Total profit (loss) on sale.....		
6. Amounts paid on account or in full during the period.....		
7. Amortization of premium.....		
8. Increase (decrease) by foreign exchange adjustment.....		
9. Book adjusted/carrying value of long-term invested asset at end of current period.....	13,181,659	11,495,827
10. Total valuation allowance.....		
11. Subtotal (Lines 9 plus 10).....	13,181,659	11,495,827
12. Total nonadmitted amounts.....		
13. Statement value of long-term invested assets at end of current period (Page 2, Line 7, Column 3).....	13,181,659	11,495,827

SCHEDULE D - VERIFICATION

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year.....	902,425,192	535,370,483
2. Cost of bonds and stocks acquired.....	176,717,223	635,637,249
3. Accrual of discount.....	70,369	224,668
4. Increase (decrease) by adjustment.....	(309,246)	1,569,309
5. Increase (decrease) by foreign exchange adjustment.....		
6. Total profit (loss) on disposal.....	954,368	2,531,093
7. Consideration for bonds and stocks disposed of.....	89,438,023	263,698,333
8. Amortization of premium.....	2,619,844	9,209,277
9. Book/adjusted carrying value, current period.....	987,800,039	902,425,192
10. Total valuation allowance.....		
11. Subtotal (Lines 9 plus 10).....	987,800,039	902,425,192
12. Total nonadmitted amounts.....		
13. Statement value.....	987,800,039	902,425,192

SCHEDULE D - PART 1B

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

	1	2	3	4	5	6	7	8
	Book/Adjusted Carrying Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Book/Adjusted Carrying Value End of First Quarter	Book/Adjusted Carrying Value End of Second Quarter	Book/Adjusted Carrying Value End of Third Quarter	Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. Class 1.....	.875,418,715	.345,607,918	.275,601,328	(5,929,753)	.939,495,552			.875,418,715
2. Class 2.....	50,671,685	7,102,693	4,765,898	3,284,361	56,292,842			50,671,685
3. Class 3.....	.915,859	1,539,765	553,603	500,791	2,402,811			.915,859
4. Class 4.....	.999,018		500,000	(499,018)				.999,018
5. Class 5.....								
6. Class 6.....								
7. Total Bonds.....	.928,005,277	.354,250,376	.281,420,829	(2,643,619)	.998,191,206	.0	.0	.928,005,277
PREFERRED STOCK								
8. Class 1.....	16,610,847		2,499,300	(4,102,450)	10,009,097			16,610,847
9. Class 2.....				3,745,000	3,745,000			
10. Class 3.....								
11. Class 4.....								
12. Class 5.....								
13. Class 6.....								
14. Total Preferred Stock.....	16,610,847	.0	2,499,300	(357,450)	13,754,097	.0	.0	16,610,847
15. Total Bonds and Preferred Stock.....	.944,616,124	.354,250,376	.283,920,129	(3,001,069)	1,011,945,303	.0	.0	.944,616,124

SCHEDULE DA - PART 1

Short-Term Investments Owned End of Current Quarter

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
8299999. Totals.....	27,040,415	XXX	27,058,092	5,906	1,882

SCHEDULE DA - PART 2 - Verification

Short-Term Investments Owned

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	47,442,560	260,766,986
2. Cost of short-term investments acquired.....	177,533,153	983,448,183
3. Increase (decrease) by adjustment.....	(97,752)	(82,483)
4. Increase (decrease) by foreign exchange adjustment.....		
5. Total profit (loss) on disposal of short-term investments.....	(5,663)	17,038
6. Consideration received on disposal of short-term investments.....	197,831,883	1,196,707,164
7. Book/adjusted carrying value, current period.....	27,040,415	47,442,560
8. Total valuation allowance.....		
9. Subtotal (Lines 7 plus 8).....	27,040,415	47,442,560
10. Total nonadmitted amounts.....		
11. Statement value (Lines 9 minus 10).....	27,040,415	47,442,560
12. Income collected during period.....	266,386	1,083,996
13. Income earned during period.....	297,341	1,154,695

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

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

**Sch. F
NONE**

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

States, Etc.	1 Is Insurer Licensed? (Yes or No)	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2 Current Year to Date	3 Prior Year to Date	4 Current Year to Date	5 Prior Year to Date	6 Current Year to Date	7 Prior Year to Date
1. Alabama.....AL	YES	35,096,359	28,441,093	3,183,554	1,340,545	129,444,132	144,098,903
2. Alaska.....AK	YES						
3. Arizona.....AZ	YES						
4. Arkansas.....AR	YES	428,901	908,355	650		5,500,047	1,417,621
5. California.....CA	YES					25,391	54,669
6. Colorado.....CO	YES						
7. Connecticut.....CT	NO						
8. Delaware.....DE	YES						
9. District of Columbia.....DC	YES						
10. Florida.....FL	YES	294,351	1,230,420	191,291	140,000	4,609,378	4,752,218
11. Georgia.....GA	YES	431,479	398,900	500,000	150,000	6,262,812	3,485,284
12. Hawaii.....HI	YES	803		591,060		4,774,640	6,040,069
13. Idaho.....ID	YES						
14. Illinois.....IL	YES		16,365			173,433	178,919
15. Indiana.....IN	YES	6,822,787	10,011,449	716,361	881,117	48,575,602	43,249,497
16. Iowa.....IA	YES						
17. Kansas.....KS	YES	1,258,249	450,590	5,000		3,204,609	1,204,971
18. Kentucky.....KY	YES	(15,555)	590	5		86,232	75,569
19. Louisiana.....LA	YES					4,877	10,478
20. Maine.....ME	NO						
21. Maryland.....MD	YES					1,378,095	2,360,073
22. Massachusetts.....MA	YES						
23. Michigan.....MI	YES						
24. Minnesota.....MN	YES	700	14,084			459,831	1,229,608
25. Mississippi.....MS	NO			3,000,000	750,000	3,104,434	4,650,664
26. Missouri.....MO	YES	10,104,146	5,904,761	1,102,058	1,750,000	54,072,336	43,592,465
27. Montana.....MT	YES						
28. Nebraska.....NE	YES					72,985	195,346
29. Nevada.....NV	YES						
30. New Hampshire.....NH	NO						
31. New Jersey.....NJ	NO						
32. New Mexico.....NM	YES						
33. New York.....NY	NO						
34. North Carolina.....NC	YES	74,079				11,275	
35. North Dakota.....ND	YES						
36. Ohio.....OH	YES	41,233,189	31,828,753	8,751,755	4,761,750	137,781,873	87,260,949
37. Oklahoma.....OK	YES						
38. Oregon.....OR	YES						
39. Pennsylvania.....PA	YES		39,599	65,786		962,136	1,294,638
40. Rhode Island.....RI	YES						
41. South Carolina.....SC	YES						
42. South Dakota.....SD	YES	13,905	7,406	86,178	457,415	2,081,651	5,315,737
43. Tennessee.....TN	YES	2,069,772	1,532,152	1,600,000		5,857,147	7,074,120
44. Texas.....TX	YES	715,966	363,491		2,039,000	7,968,009	5,590,158
45. Utah.....UT	YES					10,722	18,551
46. Vermont.....VT	NO						
47. Virginia.....VA	YES	1,291,688	542,958	17,191		2,557,703	1,236,172
48. Washington.....WA	YES						
49. West Virginia.....WV	YES				575,000		(177,300)
50. Wisconsin.....WI	YES						
51. Wyoming.....WY	YES						
52. American Samoa.....AS	NO						
53. Guam.....GU	NO						
54. Puerto Rico.....PR	NO						
55. US Virgin Islands.....VI	NO						
56. Canada.....CN	NO						
57. Aggregate Other Alien.....OT	XXX	0	0	0	0	0	0
58. Totals.....	(a) 44	99,820,819	81,690,966	19,810,889	12,844,827	418,979,350	364,209,379

DETAILS OF WRITE-INS

5701.....	XXX						
5702.....	XXX						
5703.....	XXX						
5798. Summary of remaining write-ins for Line 57 from overflow page.....	XXX	0	0	0	0	0	0
5799. Totals (Lines 5701 thru 5703 + Line 5798) (Line 57 above).....	XXX	0	0	0	0	0	0

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

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

PART 1 – ORGANIZATIONAL CHART

PART 1 - LOSS EXPERIENCE

Lines of Business	Current Year to Date			4 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1. Fire.....			0.0	
2. Allied lines.....			0.0	
3. Farmowners multiple peril.....			0.0	
4. Homeowners multiple peril.....			0.0	
5. Commercial multiple peril.....	374,842	131,195	35.0	35.0
6. Mortgage guaranty.....			0.0	
8. Ocean marine.....			0.0	
9. Inland marine.....			0.0	
10. Financial guaranty.....			0.0	
11.1. Medical malpractice-occurrence.....	8,656,894	3,530,841	40.8	44.5
11.2. Medical malpractice-claims made.....	77,160,835	31,471,182	40.8	44.5
12. Earthquake.....			0.0	
13. Group accident and health.....			0.0	
14. Credit accident and health.....			0.0	
15. Other accident and health.....			0.0	
16. Workers' compensation.....	400,629	169,882	42.4	42.1
17.1. Other liability-occurrence.....	141,992	70,369	49.6	52.1
17.2. Other liability-claims made.....	1,049,953	520,337	49.6	52.1
18.1. Products liability-occurrence.....			0.0	
18.2. Products liability-claims made.....			0.0	
19.1, 19.2 Private passenger auto liability.....			0.0	
19.3, 19.4 Commercial auto liability.....			0.0	
21. Auto physical damage.....			0.0	
22. Aircraft (all perils).....			0.0	
23. Fidelity.....			0.0	
24. Surety.....			0.0	
26. Burglary and theft.....			0.0	
27. Boiler and machinery.....			0.0	
28. Credit.....			0.0	
29. International.....			0.0	
30. Reinsurance-nonproportional assumed property.....	XXX	XXX	XXX	XXX
31. Reinsurance-nonproportional assumed liability.....	XXX	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed financial lines.....	XXX	XXX	XXX	XXX
33. Aggregate write-ins for other lines of business.....	0	0	0.0	
34. Totals.....	87,785,145	35,893,806	40.9	44.5

DETAILS OF WRITE-INS

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

PART 2 - DIRECT PREMIUMS WRITTEN

	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1. Fire.....			
2. Allied lines.....			
3. Farmowners multiple peril.....			
4. Homeowners multiple peril.....			
5. Commercial multiple peril.....	328,474	328,474	334,761
6. Mortgage guaranty.....			
8. Ocean marine.....			
9. Inland marine.....			
10. Financial guaranty.....			
11.1. Medical malpractice-occurrence.....	6,974,968	6,974,968	6,266,392
11.2. Medical malpractice-claims made.....	91,414,098	91,414,098	73,835,582
12. Earthquake.....			
13. Group accident and health.....			
14. Credit accident and health.....			
15. Other accident and health.....			
16. Workers' compensation.....	444,808	444,808	454,969
17.1. Other liability-occurrence.....	72,328	72,328	365,071
17.2. Other liability-claims made.....	586,143	586,143	434,191
18.1. Products liability-occurrence.....			
18.2. Products liability-claims made.....			
19.1, 19.2 Private passenger auto liability.....			
19.3, 19.4 Commercial auto liability.....			
21. Auto physical damage.....			
22. Aircraft (all perils).....			
23. Fidelity.....			
24. Surety.....			
26. Burglary and theft.....			
27. Boiler and machinery.....			
28. Credit.....			
29. International.....			
30. Reinsurance-nonproportional assumed property.....	XXX	XXX	XXX
31. Reinsurance-nonproportional assumed liability.....	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed financial lines.....	XXX	XXX	XXX
33. Aggregate write-ins for other lines of business.....	0	0	0
34. Totals.....	99,820,819	99,820,819	81,690,966

DETAILS OF WRITE-INS

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

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (a) (Cols. 1 + 2)	2004 Loss and LAE Payments on Claims Reported as of Prior Year-End	2004 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2004 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 (b) (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 Reserves Developed (Savings)/Deficiency (c) (Cols. 11 + 12)
1. 2001 + Prior	267,027	28,522	295,549	21,824	983	22,807	240,613	616	31,514	272,743	(4,590)	4,591	1
2. 2002	111,236	39,182	150,418	3,593	732	4,325	107,487	1,560	37,046	146,093	(156)	156	0
3. Subtotals 2002 + Prior	378,263	67,704	445,967	25,417	1,715	27,132	348,100	2,176	68,560	418,836	(4,746)	4,747	1
4. 2003	74,571	171,574	246,145	3,273	661	3,934	90,240	1,145	150,827	242,212	18,942	(18,941)	1
5. Subtotals 2003 + Prior	452,834	239,278	692,112	28,690	2,376	31,066	438,340	3,321	219,387	661,048	14,196	(14,194)	2
6. 2004	XXX	XXX	XXX	XXX	1,280	1,280	XXX	7,694	62,800	70,494	XXX	XXX	XXX
7. Totals	452,834	239,278	692,112	28,690	3,656	32,346	438,340	11,015	282,187	731,542	14,196	(14,194)	2
8. Prior Year-End's Surplus As Regards Policyholders	238,740										Col. 11, Line 7 As % of Col. 1, Line 7	Col. 12, Line 7 As % of Col. 2, Line 7	Col. 13, Line 7 As % of Col. 3, Line 7
											1.3.1%	2.(5.9)%	3.0.0%
													Col. 13, Line 7 Line 8
													4.0.0%

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(a) Should equal prior year-end Annual Statement; Page 3, Col. 1, Lines 1 + 3.
 (b) Should equal Q.S. Page 3, Col.1, Lines 1 and 3.
 (c) Should also equal Cols. 6 + 10 less Col. 3 for Lines 1 through 5 only.

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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

	Response
1. Will the SVO Compliance Certification be filed with this statement?	<u>YES</u>
2. Will the Trusteed Surplus Statement be filed with the State of Domicile and the NAIC with this statement?	<u>NO</u>
3. Will Supplement A to Schedule T (Medical Malpractice Supplement) be filed with this statement?	<u>SEE EXPLANATION</u>

Explanations:

NOT REQUIRED BY STATE OF DOMICILE.

Bar Code:



**Overflow Page
NONE**

**Sch. A-Part 2
NONE**

**Sch. A-Part 3
NONE**

**Sch. B-Part 1
NONE**

**Sch. B-Part 2
NONE**

SCHEDULE BA - PART 1

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

1 Number of Units and Description	Location		4 Name of Vendor	5 Date Acquired	6 Actual Cost	7 Amount of Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances	9 Increase (Decrease) by Adjustment	10 Increase (Decrease) by Foreign Exchange Adjustment
	2 City	3 State							
Any Other Class of Admitted Asset									
99C001676 FHLB ATLANTA CAPITAL STOCK.....	ATLANTA.....	GA.....	DIRECT.....	..03/24/2004...	1,368,300		1,368,300		
1499999. Total - Any Other Class of Admitted Asset.....					1,368,300	0	1,368,300	0	0
9999999. Totals.....					1,368,300	0	1,368,300	0	0

E03

SCHEDULE BA - PART 2

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

1 Number of Units and Description	Location		4 Name of Purchaser or Nature of Disposition	5 Date Acquired	6 Book/Adjusted Carrying Value Less Encumbrances Prior Year	7 Increase (Decrease) by Adjustment	8 Increase (Decrease) by Foreign Exchange Adjustment	9 Book/ Adjusted Carrying Value Less Encumbrances at Disposition	10 Consideration Received	11 Foreign Exchange Profit (Loss) on Sale	12 Realized Profit (Loss) on Sale	13 Total Profit (Loss) on Sale
	2 City	3 State										
NONE												

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
Bonds - U.S. Government									
31359M SV 6	FANNIE MAE 08/11/2006 2.750		02/12/2004	GOLDMAN SACHS & CO.		2,008,080	2,000,000	306	1
3136F4 C7 7	FANNIE MAE 12/15/2006 3.000		01/27/2004	GOLDMAN SACHS & CO.		1,507,266	1,500,000	5,375	1
3136F4 T2 0	FANNIE MAE 01/13/2011 4.640		01/05/2004	BANK OF AMERICA INVESTMENTS		1,998,000	2,000,000		1
3128X2 KN 4	FREDDIE MAC MTN 01/05/2007 2.850		03/01/2004	CIT GROUP DIRECT		2,009,400	2,000,000	9,025	1
3128X2 RC 1	FREDDIE MAC MTN 02/04/2011 4.500		01/21/2004	GOLDMAN SACHS & CO.		998,000	1,000,000		1
3128X2 UE 3	FREDDIE MAC MTN 08/20/2011 4.920		01/27/2004	FOB		1,498,500	1,500,000		1
3128X2 WH 4	FREDDIE MAC MTN 02/25/2014 5.250		02/10/2004	FOB1		997,500	1,000,000		1
36290S QF 1	GN 616154 12/01/2033 5.000		12/19/2003	BEAR STEARNS & CO.		995,313	1,000,000	2,917	1
912827 W8 1	US TREASURY N/B 02/15/2006 5.625		01/07/2004	DIRECT		2,462,088	2,285,000	50,993	1
0399999	Total - Bonds - U.S. Government					14,474,147	14,285,000	68,616	XXX
Bonds - All Other Government									
Foreign									
46513E HJ 4	STATE OF ISRAEL 03/01/2014 5.125	F	02/26/2004	CIT GROUP DIRECT		994,210	1,000,000		1
1099999	Total - Bonds - All Other Government					994,210	1,000,000	0	XXX
Bonds - States, Territories and Possessions									
United States									
130629 WR 5	CALIFORNIA ST 05/01/2012 5.500		03/24/2004	BEAR STEARNS & CO.		3,190,800	2,850,000	61,730	2FE
452151 DK 6	ILLINOIS ST 10/10/2020 5.250		02/27/2004	DAIN BOSWORTH		904,419	820,000	18,177	1FE
677519 G7 9	OHIO ST 12/01/2015 5.000		03/04/2004	DAIN BOSWORTH		898,776	810,000		1FE
882720 3E 3	TEXAS ST 08/01/2016 4.100		02/25/2004	NBCCAP		337,059	340,000	1,123	1FE
93974A L9 3	WASHINGTON ST 01/01/2016 4.000		02/05/2004	DAIN BOSWORTH		1,004,010	1,000,000		1FE
93974A NJ 9	WASHINGTON ST 01/01/2017 5.000		02/10/2004	BAUM		1,074,490	1,000,000	5,833	1FE
93974A RB 2	WASHINGTON ST 07/01/2017 5.000		02/11/2004	BELLE HAVEN		1,081,100	1,000,000	6,389	1FE
977056 VD 9	WISCONSIN ST 05/01/2016 4.750		03/12/2004	DAIN BOSWORTH		1,055,418	975,000	17,496	1FE
1799999	Total - Bonds - States, Territories & Possessions					9,546,072	8,795,000	110,748	XXX
Bonds - Political Subdivisions of States									
United States									
362460 QU 4	GADSDEN ALA 08/01/2014 5.000		01/08/2004	NBCCAP		575,000	575,000	1,597	1FE
567031 QR 3	MARICOPA CNTY ARIZ SCH 07/01/2015 3.750		02/05/2004	DAIN BOSWORTH		994,480	1,000,000	104	1FE
744890 QK 3	PUEBLO CNTY COLO SCH D 12/01/2017 5.375		02/11/2004	BAUM		1,249,671	1,110,000	12,595	1FE
643272 4H 7	NEW CASTLE CNTY DEL 10/01/2018 5.000		03/11/2004	1STALBAN		1,648,018	1,475,000	3,278	1FE
758449 KE 1	REEDY CREEK IMPT DIST 06/01/2016 5.375		03/05/2004	DAIN BOSWORTH		868,887	765,000	11,308	1FE
167484 M9 2	CHICAGO ILL 01/01/2013 5.250		01/21/2004	DAIN BOSWORTH		1,149,740	1,000,000	3,646	1FE
731197 NS 4	POLK COUNTY IOWA 06/01/2014 5.000		03/02/2004	DAIN BOSWORTH		1,117,880	1,000,000	13,056	1FE
613315 BF 6	MONTGOMERY CNTY KANS U 04/01/2013 5.500		03/10/2004	STEPHENS INC.		1,310,681	1,125,000	28,188	1FE
473016 FP 3	JEFFERSON CNTY KY 08/15/2006 5.000		02/03/2004	MORGAN KEEGAN & CO INC.		1,080,610	1,000,000	23,472	1FE
394545 CB 1	GREENE CNTY MO REORG S 03/01/2017 5.250		02/11/2004	BELLE HAVEN		1,219,350	1,100,000	25,988	1FE
467520 PM 8	JACKSON CNTY MO REORG 03/01/2016 5.250		02/10/2004	SALOMON SMITH BARNEY HLD.		1,250,346	1,120,000	26,460	1FE
425200 Q2 1	HENDERSON NEV 04/01/2017 5.250		02/12/2004	RAYMOND JAMES		2,807,980	2,465,000	719	1FE
940858 WN 9	WASHOE CNTY NEV SCH DI 06/01/2017 5.250		01/26/2004	BANK AMERICA		1,738,048	1,585,000	13,406	1FE
153753 GK 8	CENTRAL ISLIP N Y UN F 02/01/2015 4.000		02/04/2004	DAIN BOSWORTH		619,540	610,000	542	1FE
153753 GL 6	CENTRAL ISLIP N YUN FR 02/01/2016 4.000		02/03/2004	DAIN BOSWORTH		915,214	910,000	506	1FE
659665 3Z 4	NORTH HEMPSTEAD N Y 02/01/2016 4.000		02/04/2004	DAIN BOSWORTH		769,009	765,000	680	1FE
584002 GJ 2	MECKLENBURG CNTY N C 02/01/2024 2.000		02/06/2004	LEGG MASON		2,774,063	2,750,000	1,681	1FE
524786 SQ 4	LEHIGH CNTY PA 11/15/2006 3.250		02/03/2004	STEPHENS INC.		1,428,694	1,375,000	10,055	1FE
708553 JM 5	PENNSBURY PENN SCH DIS 01/15/2015 5.500		03/10/2004	BELLE HAVEN		1,217,874	1,045,000	9,579	1FE
835631 HM 7	SONOMA VALLEY CALIF UN 08/01/2016 5.150		02/05/2004	STEPHENS INC.		1,085,800	1,000,000	1,144	1FE
969871 UR 6	WILLIAMSON CNTY TENN 04/01/2017 4.000		02/09/2004	DAIN BOSWORTH		581,154	580,000	1,611	1FE
358775 SB 6	FRISCO TEX 02/15/2017 5.000		02/23/2004	DAIN BOSWORTH		1,094,450	1,000,000	1,528	1FE
727193 5N 0	PLANO TEX INDPT SCH DI 02/15/2013 5.250		03/08/2004	DAIN BOSWORTH		1,135,090	1,000,000	3,792	1FE

EO4

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
727193 5T 7	PLANO TEX INDPST SCH DI 02/15/2018 5.250		02/25/2004	DAIN BOSWORTH		554,245	500,000	1,167	1FE
910678 QR 5	UNITED INDPST SCH 08/15/2016 4.000		02/11/2004	DAIN BOSWORTH		502,705	500,000	3,000	1FE
938701 DC 0	WASHINGTON CNTY UTAH 10/01/2016 5.000		02/10/2004	BELLE HAVEN		1,092,320	1,000,000	18,333	1FE
652234 LD 5	NEWPORT NEWS VA 05/01/2018 5.000		03/18/2004	BELLE HAVEN		1,789,072	1,600,000	6,444	1FE
494748 8K 5	KING CNTY WASH 12/01/2014 5.000		03/24/2004	DAIN BOSWORTH		1,110,500	1,000,000	16,389	1FE
489782 WG 3	KENOSHA CNTY WIS 12/01/2015 4.000		02/04/2004	DAIN BOSWORTH		824,185	815,000	1,630	1FE
489782 WH 1	KENOSHA CNTY WIS 12/01/2016 4.000		02/04/2004	DAIN BOSWORTH		877,065	875,000	1,750	1FE
602244 8U 2	MILWAUKEE CNTY WIS 08/01/2015 4.000		02/06/2004	DAIN BOSWORTH		1,015,730	1,000,000	2,000	1FE
	U.S.					36,397,401	33,645,000	245,648	XXX
2499999	Total - Bonds - Political Subdivision					36,397,401	33,645,000	245,648	XXX

Bonds - Special Revenue and Special Assessment

United States

040649 GJ 8	ARIZONA ST TRANSD BRD 07/01/2005 5.000		02/03/2004	MORGAN KEEGAN & CO INC		1,051,740	1,000,000	4,583	1FE
718937 AA 3	PHOENIX ARIZ INDL DEV 12/01/2008 6.230		01/07/2004	RAYMOND JAMES		1,087,070	1,000,000	7,095	1FE
040848 AL 7	ARKANSAS DEV FIN AUTH 01/01/2015 5.000		01/26/2004	MORGAN KEEGAN & CO INC		1,235,286	1,115,000	4,956	1FE
13066E EM 1	CALIFORNIA ST DEPT WT 12/01/2018 5.000		01/26/2004	GOLDMAN SACHS		1,127,490	1,050,000	8,313	1FE
79875E CY 9	SAN MARCOS CALIF PUB F 08/01/2013 4.730		01/09/2004	GOLDMAN SACHS & CO		780,000	780,000	16,705	1FE
340640 AV 3	FLORIDA EDL LN MARKET 12/01/2038 1.100		03/01/2004	DAIN BOSWORTH		500,000	500,000	183	1FE
706437 ET 3	PEMBROKE PINES FLA PUB 10/01/2016 5.500		03/09/2004	DAIN RAUSCHER		289,358	250,000	6,149	1FE
875198 AR 4	TAMPA FLA OCCUPATIONAL 10/01/2016 5.375		01/28/2004	LEGG MASON		1,139,987	1,015,000	18,337	1FE
31233P AP 3	FAYETTE CNTY IND BLDG 07/15/2018 4.250		02/26/2004	NBCCAP		446,784	435,000		1FE
518651 ED 2	LAUREL CNTY KY SCH DIS 03/01/2014 5.500		03/18/2004	DAIN BOSWORTH		559,745	500,000	1,681	1FE
59455P X7 0	MICHIGAN MUN BD AUTH R 10/01/2018 4.750		02/25/2004	DAIN BOSWORTH		526,245	500,000	9,896	1FE
59455R 4Y 9	MICHIGAN MUN BD AUTH R 05/01/2015 5.000		03/03/2004	FIRST ALBANY CORP		1,115,370	1,000,000	2,778	1FE
534272 VQ 9	LINCOLN NEB ELEC SYS R 09/01/2015 5.000		03/05/2004	DAIN BOSWORTH		543,493	490,000	613	1FE
645916 WK 9	NEW JERSEY ECONOMIC DE 03/01/2009 4.070		01/08/2004	RAYMOND JAMES		1,007,800	1,000,000	2,826	1FE
364082 GS 0	GALLUP N M SALES TAX R 06/01/2015 4.850		01/14/2004	DAIN RAUSCHER		1,431,245	1,440,000		1FE
59259N HR 7	METROPOLITAN TRANSD AU 11/15/2014 5.250		03/10/2004	DAIN BOSWORTH		573,200	500,000	8,750	1FE
64983U KX 7	NEW YORK ST DORM AUTH 02/15/2026 0.900		03/24/2004	MORGAN STANLEY		3,300,000	3,300,000		1FE
914713 XA 5	UNIVERSITY N C UNIV RE 12/01/2017 5.000		01/26/2004	MORGAN KEEGAN & CO INC		1,655,447	1,520,000	12,244	1FE
186432 UN 8	CLEVELAND OHIO 01/01/2015 5.250		03/10/2004	DAIN BOSWORTH		557,865	500,000	5,396	1FE
677658 6D 3	OHIO ST WTR DEV AUTH 06/01/2006 5.250		02/03/2004	MERRILL LYNCH		1,390,113	1,285,000	12,181	1FE
914760 D2 6	UNIVERSITY OKLA REVS 06/01/2018 5.000		01/23/2004	BELLE HAVEN		1,145,445	1,055,000	8,352	1FE
68607V KX 2	OREGON ST ADMINISTRATI 04/01/2016 5.000		02/26/2004	BEAR STEARNS & CO		3,316,064	2,970,000		1FE
76218M HE 2	RHODE ISLAND CLEAN WTR 10/01/2017 5.000		02/27/2004	DAIN BOSWORTH		1,123,267	1,030,000	21,458	1FE
837562 KQ 9	SOUTH DAKOTA ST UNIV R 04/01/2018 5.000		02/12/2004	BANK OF AMERICA INVESTMENTS		1,999,203	1,850,000	2,569	1FE
186522 4D 7	CLEVELAND TENN 09/01/2016 4.000		02/23/2004	NBCCAP		453,789	445,000		1FE
235258 HZ 6	DALLAS TEX CIVIC CTR 08/15/2014 5.000		03/10/2004	DAIN BOSWORTH		1,112,860	1,000,000	4,167	1FE
915137 TB 9	UNIVERSITY TEX UNIV RE 08/15/2018 5.250		01/28/2004	LEHMAN BROTHERS		2,813,700	2,500,000	8,750	1FE
916277 GT 7	UPPER OCCOQUAN SEW AUT 07/01/2014 5.250		02/10/2004	GOLDMAN SACHS & CO		1,142,410	1,000,000	8,458	1FE
927790 BF 1	VIRGINIA COMWLTH TRANS 10/01/2009 5.000		03/02/2004	FIRST ALBANY CORP		1,132,830	1,000,000	21,389	1FE
92778R BK 2	VIRGINIA COMWLTH UNIV 05/01/2015 5.000		03/11/2004	MORGAN KEEGAN & CO INC		1,702,671	1,485,000	4,950	1FE
31294K WD 3	FG E01544 01/01/2019 4.500		12/19/2003	BEAR STEARNS & CO		1,003,438	1,000,000	2,375	1
3128H4 XR 5	FG E96988 06/01/2018 5.000		12/22/2003	LEHMAN BROTHERS		1,528,594	1,500,001	3,958	1
31282R AE 1	FG M80821 06/01/2010 4.500		02/13/2004	UBS SECURITIES		2,218,512	2,166,384	5,958	1
31393M FK 2	FHR 2591 WB 05/01/2010 4.000		01/15/2004	MCDONALD & CO SECURITIES INC		3,928,750	4,000,000	8,889	1FE
31371K U4 1	FN 254503 10/01/2009 5.000		02/24/2004	UBS SECURITIES		2,947,788	2,855,865	10,313	1
31385X GQ 4	FN 555607 07/01/2018 4.500		12/23/2003	MORGAN STANLEY DEAN WITTER		700,219	700,000	1,663	1
31401W G2 9	FN 720317 07/01/2018 5.000		02/02/2004	BANK AMERICA		1,017,090	994,861	2,349	1
31404B VC 3	FN 763911 01/01/2019 4.500		12/19/2003	DAIN RAUSCHER		2,008,750	2,000,000	4,750	1
31393X FE 2	FNR 2004-15 AY 06/01/2018 4.000		02/24/2004	MORGAN STANLEY DEAN WITTER		1,833,984	2,000,000	5,778	1FE
31393U P9 8	FNR 2004-3 HT 05/01/2018 4.000		01/28/2004	FOB1		1,355,156	1,500,000	167	1FE

E04.1

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
36228F C3 8	GSA 2004-NC1 AF6 11/25/2033 4.762		02/12/2004	GOLDMAN SACHS & CO.		999,969	1,000,000	3,307	1FE
645916 WW 3	NJ ECON-REF 09/01/2016 5.000		01/27/2004	DIRECT		3,383,402	3,100,000	6,458	1FE
	U.S.					59,186,129	56,332,111	258,744	XXX
3199999	Total - Bonds - Special Revenue & Special Assessments					59,186,129	56,332,111	258,744	XXX
Bonds - Public Utilities									
United States									
209115 AB 0	CONS EDISON CO OF NY 08/01/2008 3.625		03/10/2004	GOLDMAN SACHS & CO.		1,024,400	1,000,000	4,431	1FE
637432 CA 1	NATIONAL RURAL UTILITI 02/01/2008 6.200		01/20/2004	BOFA		1,664,670	1,500,000	44,433	1FE
	U.S.					2,689,070	2,500,000	48,864	XXX
3899999	Total - Bonds - Public Utilities					2,689,070	2,500,000	48,864	XXX
Bonds - Industrial and Miscellaneous									
United States									
00077Q AG 5	ABN AMRO BK NV (CHICAG 06/18/2007 7.125		02/27/2004	UBS SECURITIES		1,420,975	1,250,000	18,555	1FE
013817 AD 3	ALCOA INC 06/01/2011 6.500		02/05/2004	UBS SECURITIES		1,129,820	1,000,000	12,458	1FE
03878@ AA 9	ARBORS TRAILS LDHA 01/30/2007 4.650		01/20/2004	DIRECT		1,539,765	1,500,000		3Z
072738 AC 1	BAYER LNDBK NY 10/15/2005 6.375		03/24/2004	FOB		1,071,960	1,000,000	29,042	1FE
054937 AD 9	BB&T CORPORATION 10/01/2012 4.750		01/07/2004	JPM CHASE		899,603	901,000	12,007	1FE
097014 AB 0	BOEING CAPITAL CORP 09/27/2005 7.100		03/08/2004	PARIBAS		1,082,120	1,000,000	32,344	1FE
097014 AD 6	BOEING CAPITAL CORP 03/01/2011 6.100		03/09/2004	FIRST TENNESSEE		2,244,960	2,000,000	3,728	1FE
06423R AY 2	BOIT 2003-C3 C3 06/15/2013 4.770		01/20/2004	ADVST INC		920,341	945,000	1,002	2FE
134429 AM 1	CAMPBELL SOUP COMPANY 02/15/2011 6.750		03/10/2004	J.P. MORGAN		2,348,260	2,000,000	11,250	1FE
134429 AQ 2	CAMPBELL SOUP COMPANY 03/15/2007 5.500		01/06/2004	MORGAN STANLEY DEAN WITTER		2,694,200	2,500,000	43,542	1FE
141784 DE 5	CARGILL INC MTN 11/15/2013 5.000		01/06/2004	CITICORP SECURITIES		490,375	500,000	3,542	1FE
17305E AV 7	CCCIT 2002-A1 A1 02/07/2007 4.950		03/09/2004	BAIRD & PATRICK		1,075,000	1,000,000	4,813	1FE
17305E BT 1	CCCIT 2003-C4 C4 06/10/2013 5.000		03/22/2004	VARIOUS		693,161	695,000	6,691	2FE
163714 AB 4	CHASE MANHATTAN 06/01/2005 7.000		03/05/2004	PARIBAS		1,067,240	1,000,000	19,250	1FE
125577 AK 2	CIT GROUP INC 08/16/2005 7.625		03/05/2004	DIRECT		2,168,760	2,000,000	10,167	1FE
125581 AA 6	CIT GROUP INC 04/02/2007 7.375		03/22/2004	BOFA		854,985	750,000	26,581	1FE
161581 CT 8	CMOT 2003-A A3 04/15/2006 1.520		03/09/2004	J.P. MORGAN		1,000,039	1,000,000	1,140	1FE
14040K BE 7	COMT 2000-2 A 06/15/2005 7.200		03/09/2004	J.P. MORGAN		2,144,453	2,000,000	10,800	1FE
20825U AB 0	CONOCO FUNDING CO 10/15/2011 6.350		03/09/2004	HSBC SECURITIES LIMITED		2,123,572	1,835,000	47,580	1FE
22237L NC 2	COUNTRYWIDE HOME LOAN 12/19/2005 3.500		03/05/2004	J.P. MORGAN		1,029,100	1,000,000	7,875	1FE
152314 JA 9	CXHE 2004-A AF6 11/01/2011 4.270		01/06/2004	FOB1		1,499,417	1,500,000	3,736	1FE
25466K DY 2	DCMT 2002-2 A 04/15/2007 5.150		03/09/2004	MORGAN STANLEY DEAN WITTER		2,165,156	2,000,000	7,725	1FE
280907 AZ 9	ELI 2002-1 B FLTR 12/25/2035 1.400		03/01/2004	DAIN BOSWORTH		250,000	250,000	138	1FE
36158F AC 4	GE GLOBAL INSURANCE HL 06/15/2010 7.500		01/27/2004	BOFA		585,710	500,000	4,688	1FE
438516 AK 2	HONEYWELL INTERNATIONA 03/01/2010 7.500		02/04/2004	UBS SECURITIES		1,183,740	1,000,000	32,917	1FE
46625H AN 0	J.P. MORGAN CHASE & CO 03/15/2012 6.625		03/10/2004	STONE & YOUNGBERG		1,135,544	975,000		1FE
487836 AS 7	KELLOGG CO 04/01/2011 6.600		01/29/2004	UBS SECURITIES		844,575	750,000	16,775	2FE
494550 AE 6	KINDER MORGAN ENER PAR 03/15/2005 8.000		03/05/2004	LEHMAN BROTHERS		1,064,680	1,000,000	38,889	2FE
61746B AL 0	MORGAN STANLEY 01/15/2009 3.875		01/07/2004	BOFA		998,740	1,000,000		1FE
634902 JB 7	NATL CITY BANK 08/24/2009 2.700		02/24/2004	BANK OF AMERICA INVESTMENTS		2,492,650	2,500,000	1,500	1FE
651229 AE 6	NEWELL RUBBERMAI 05/01/2010 4.000		01/30/2004	ADVST INC		389,136	400,000	4,133	2FE
717081 AK 9	PFIZER INC 03/15/2007 2.500		01/27/2004	FOB1		749,220	750,000		1FE
74005P AL 8	PRAXAIR INC 06/01/2013 3.950		03/19/2004	FIRST TENNESSEE		976,650	1,000,000	12,399	1FE
750236 AB 7	RADIAN GROUP INC 06/01/2011 7.750		01/26/2004	VARIOUS		876,170	740,000	7,518	1FE
89233P MW 3	TOYOTA MOTOR CREDIT CO 01/15/2007 5.650		02/11/2004	FOB1		1,087,480	1,000,000	5,022	1FE
925524 AS 9	VIACOM INC 05/01/2007 5.625		03/24/2004	BEAR STEARNS & CO		1,092,380	1,000,000	23,125	1FE
94356# AA 7	WAVELAND NCP ALABAMA C 03/01/2014 8.590		01/30/2004	DIRECT		2,923,977	2,923,977		1FE
	U.S.					48,313,914	45,164,977	460,932	XXX
Foreign									
25243Y AA 7	DIAGEO CAPITAL PLC 08/15/2005 6.125	F	03/05/2004	UBS SECURITIES		2,126,240	2,000,000	8,507	1FE
30215E AA 5	EXP-IMP BK KOREA 144A 02/10/2009 4.125	F	02/03/2004	BARCI		995,000	1,000,000		1FE

E04.2

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
377373 AA 3	GLAXOSMITHKLINE		04/16/2007 2.375	LEHMAN BROTHERS		999,440	1,000,000		1FE
500630 BH 0	KOREA DEV BANK		03/02/2009 3.875	CIT GROUP DIRECT		995,600	1,000,000		1FE
	Foreign					5,116,280	5,000,000	8,507	XXX
4599999	Total - Bonds - Industrial & Miscellaneous					53,430,194	50,164,977	469,439	XXX
6099997	Total - Bonds - Part 3					176,717,223	166,722,088	1,202,059	XXX
6099999	Total - Bonds					176,717,223	166,722,088	1,202,059	XXX
7499999	Total - Bonds, Preferred and Common Stocks					176,717,223	XXX	1,202,059	XXX

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

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's Amortization/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Government																					
31359M PT 4	FANNIE MAE		02/12/2004	PARIBAS		4,079,472	4,000,000	4,118,594	4,089,729	(5,774)			(5,774)		4,083,955		(4,483)	(4,483)	37,694	10/15/2005	1
3133MY CH 8	FEDERAL HOME LOAN BANK	2.2	03/10/2004	DAIN BOSWORTH		4,546,485	4,500,000	4,565,039	4,552,702	(4,242)			(4,242)		4,548,460		(1,975)	(1,975)	32,625	05/15/2006	1
3128X0 VA 4	FHLMTN		01/13/2004	CALLED BY ISSUER at		500,000	500,000	499,219	499,464	9			9		499,473		528	528	6,563	01/13/2006	1
3134A4 UH 5	FREDDIE MAC		02/11/2004	CREDIT SUISSE FIRST BOSTO		5,022,266	5,000,000	5,003,320	5,002,949	(241)			(241)		5,002,708		19,557	19,557	33,941	11/15/2005	1
36202B NJ 0	G2 1293	10.500	03/01/2004	MBS PAYDOWN		153	153	168	167	(13)			(13)		153				3	01/01/2019	1
36202D KY 6	G2 3011	7.500	03/01/2004	MBS PAYDOWN		3,987	3,987	4,077	4,053	(66)			(66)		3,987				47	01/01/2030	1
36224L QA 8	GN 331749	7.500	03/01/2004	MBS PAYDOWN		199	199	196	197	2			2		199				2	09/01/2022	1
36224P ML 9	GN 334363	7.500	03/01/2004	MBS PAYDOWN		49,124	49,124	49,815	49,594	(470)			(470)		49,124				588	02/01/2021	1
36224Q XR 2	GN 335588	7.500	03/01/2004	MBS PAYDOWN		472	472	465	467	5			5		472				6	01/01/2020	1
36224U SZ 6	GN 339364	7.500	03/01/2004	MBS PAYDOWN		158	158	155	156	2			2		158				2	09/01/2022	1
36206E 3N 3	GN 409505	7.000	03/01/2004	MBS PAYDOWN		43,671	43,671	46,325	46,312	(2,642)			(2,642)		43,671				509	09/01/2024	1
36208T 4W 7	GN 460837	7.000	03/01/2004	MBS PAYDOWN		51,660	51,660	52,362	52,161	(501)			(501)		51,660				496	09/01/2027	1
36201Q 2C 6	GN 590371	6.500	03/01/2004	MBS PAYDOWN		244,985	244,985	255,320	253,667	(8,682)			(8,682)		244,985				2,676	04/01/2032	1
36200K UE 5	GN 603681	5.500	03/01/2004	MBS PAYDOWN		58,881	58,881	61,094	60,953	(2,072)			(2,072)		58,881				591	02/01/2033	1
36290S QF 1	GN 616154	5.000	03/01/2004	MBS PAYDOWN		2,523	2,523	2,511	2,511	12			12		2,523				16	12/01/2033	1
01N050 62 8	GNMA 15YR 5% FEB TBA	5.000	01/22/2004	DIRECT		995,313	1,000,000	995,313	995,313	0			0		995,313				2,917	02/01/2019	1
36201T KE 6	GNMA PL 592593	6.000	03/01/2004	MBS PAYDOWN		166,590	166,590	174,126	174,068	(7,478)			(7,478)		166,590				1,915	12/01/2032	1
36213C P2 0	GNMA PL 550441	7.000	03/01/2004	MBS PAYDOWN		104,852	104,852	111,094	111,021	(6,169)			(6,169)		104,852				951	11/01/2030	1
36215N R4 8	GNMA POOL # 140107	10.500	03/01/2004	MBS PAYDOWN		22	22	23	23	(1)			(1)		22				0	10/01/2015	1
36202D LW 9	GNMA POOL # 23041	7.500	03/01/2004	MBS PAYDOWN		91,262	91,262	93,272	92,673	(1,411)			(1,411)		91,262				1,079	03/01/2030	1
36220S DR 4	GNMA POOL # 286412	10.000	03/01/2004	MBS PAYDOWN		8	8	8	8	0			0		8				0	11/01/2019	1
36200Q JM 7	GNMA POOL # 569168	GN 6.500	03/01/2004	MBS PAYDOWN		106,270	106,270	108,793	108,189	(1,920)			(1,920)		106,270				1,489	01/01/2017	1
36225B HE 1	GNMA POOL # 781129	7.000	03/01/2004	MBS PAYDOWN		4,443	4,443	4,283	4,327	116			116		4,443				47	03/01/2028	1
36215K 0 7	GNMA POOL #137669	10.500	03/01/2004	MBS PAYDOWN		80	80	84	84	(4)			(4)		80				1	10/01/2014	1
36220W KJ 5	GNMA POOL #290197	9.500	03/01/2004	MBS PAYDOWN		108	108	114	113	(5)			(5)		108				2	08/01/2020	1
362203 TL 5	GNMA POOL #295855	9.500	03/01/2004	MBS PAYDOWN		88	88	93	92	(4)			(4)		88				1	09/01/2020	1
362208 6S 4	GNMA POOL #300681	8.500	03/01/2004	MBS PAYDOWN		55	55	59	56	(1)			(1)		55				1	01/01/2006	1
36223E 7H 1	GNMA POOL #306096	8.500	03/01/2004	MBS PAYDOWN		2,343	2,343	2,483	2,395	(53)			(53)		2,343				33	08/01/2006	1
36202D MT 5	GNMA POOL #3070	7.500	03/01/2004	MBS PAYDOWN		48,992	48,992	50,110	49,744	(752)			(752)		48,992				558	07/01/2030	1
36223H 4U 8	GNMA POOL #308735	8.500	03/01/2004	MBS PAYDOWN		2,046	2,046	2,168	2,088	(43)			(43)		2,046				29	06/01/2006	1
36223H 6B 8	GNMA POOL #308766	7.500	03/01/2004	MBS PAYDOWN		9,536	9,536	9,628	9,625	(89)			(89)		9,536				93	06/01/2021	1
36223M GH 3	GNMA POOL #311700	8.500	03/01/2004	MBS PAYDOWN		1,707	1,707	1,809	1,745	(38)			(38)		1,707				15	08/01/2006	1
36223N 5G 5	GNMA POOL #313247	8.500	03/01/2004	MBS PAYDOWN		90	90	95	92	(2)			(2)		90				1	09/01/2006	1
36223Q 7D 3	GNMA POOL #315092	8.500	03/01/2004	MBS PAYDOWN		1,617	1,617	1,714	1,653	(36)			(36)		1,617				23	09/01/2006	1
36224H E9 3	GNMA POOL #328760	8.500	03/01/2004	MBS PAYDOWN		1,589	1,589	1,684	1,624	(35)			(35)		1,589				25	01/01/2007	1
362067 VY 3	GNMA POOL #37531	10.000	03/01/2004	MBS PAYDOWN		67	67	70	69	(2)			(2)		67				1	06/01/2008	1
36205R MA 2	GNMA POOL #398253	7.500	03/01/2004	MBS PAYDOWN		3,850	3,850	3,887	3,876	(26)			(26)		3,850				48	01/01/2025	1
36206A LZ 4	GNMA POOL #405444	9.000	03/01/2004	MBS PAYDOWN		15,655	15,655	16,526	16,384	(729)			(729)		15,655				295	03/01/2024	1
36209P NT 0	GNMA POOL# 477502	6.500	03/01/2004	MBS PAYDOWN		204,469	204,469	208,015	207,975	(3,506)			(3,506)		204,469				1,779	11/01/2027	1
912827 7F 3	US TREASURY N/B		02/04/2004	MERRILL LYNCH		6,750,316	6,525,000	6,768,923	6,715,080	(5,990)			(5,990)		6,709,090		41,227	41,227	50,820	11/15/2006	1
912827 7L 0	US TREASURY N/B		02/09/2004	CREDIT SUISSE FIRST BOSTO		214,320	200,000	214,797	213,448	(152)			(152)		213,296		1,024	1,024	4,743	02/15/2012	1
912827 N8 1	US TREASURY N/B		02/15/2004	MATURITY		2,285,000	2,285,000	1,980,809	2,279,474	5,526			5,526		2,285,000				67,122	02/15/2004	1
912827 W8 1	US TREASURY N/B		02/27/2004	MORGAN KEEGAN & CO INC.		269,297	250,000	269,375	269,375	(1,165)			(1,165)		268,210		1,086	1,086	7,611	02/15/2006	1
912827 Z6 2	US TREASURY N/B		03/12/2004	VARIOUS		4,462,949	4,000,000	4,592,188	4,461,576	(23,172)			(23,172)		4,438,404		24,545	24,545	92,883	10/15/2006	1
912828 AL 4	US TREASURY N/B		02/27/2004	MORGAN KEEGAN & CO INC.		401,875	400,000	403,063	402,287	(501)			(501)		401,786		89	89	3,135	09/30/2004	1
912828 AP 5	US TREASURY N/B		03/05/2004	GOLDMAN SACHS & CO.		953,831	930,000	945,984	944,475	(254)			(254)		944,220		9,611	9,611	11,651	11/15/2012	1
912828 AZ 3	US TREASURY N/B		03/05/2004	GOLDMAN SACHS & CO.		3,011,016	3,000,000	3,012,070	3,010,634	(425)			(425)		3,010,209		807	807	24,663	05/15/2008	1
912828 BA 7	US TREASURY N/B		03/05/2004	GOLDMAN SACHS & CO.		639,054	645,000	647,368	647,243	(37)			(37)		647,206		(8,152)	(8,152)	7,323	05/15/2013	1

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SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	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 BB 5	US TREASURY N/B	1.250	02/09/2004	J.P. MORGAN		124,858	125,000	123,818	124,049	0	73	0	73	0	124,122	0	737	737	307	05/31/2005	1
0399999	Total - Bonds - U.S. Government					35,477,604	34,581,552	35,402,506	35,465,960	0	(72,958)	0	(72,958)	0	35,393,004	0	84,601	84,601	397,320	XXX	XXX
Bonds - Political Subdivisions of States																					
United States																					
153753 GL 6	CENTRAL ISLIP N YUN FREE SCH DIS	4	03/24/2004	DAIN BOSWORTH		934,570	910,000	915,214	915,214		(69)		(69)		915,145		19,425	19,425	5,864	02/01/2016	1FE
969871 UB 6	WILLIAMSON CNTY TENN	4.000	03/18/2004	DAIN BOSWORTH		593,323	580,000	581,154	581,154		(5)		(5)		581,149		12,173	12,173	3,351	04/01/2017	1FE
	U.S.					1,527,893	1,490,000	1,496,368	1,496,368	0	(74)	0	(74)	0	1,496,294	0	31,598	31,598	9,215	XXX	XXX
2499999	Total - Bonds - Political Subdivisions					1,527,893	1,490,000	1,496,368	1,496,368	0	(74)	0	(74)	0	1,496,294	0	31,598	31,598	9,215	XXX	XXX
Bonds - Special Revenue and Special Assessment																					
United States																					
358266 AM 6	FRESNO CNTY CALIF	6.060	02/12/2004	NBCCAP		555,270	500,000	542,965	540,678		(828)		(828)		539,850		15,420	15,420	15,403	08/15/2009	1FE
54471R CC 9	LOS ANGELES CNTY CALIF MET TRANS		02/12/2004	NBCCAP		509,375	500,000	498,435	498,519		32		32		498,550		10,825	10,825	10,251	07/01/2009	1FE
768903 EB 8	RIVERSIDE CNTY CALIF ASSET	3.35	01/26/2004	DAIN BOSWORTH		1,011,330	1,000,000	1,017,740	1,014,556		(317)		(317)		1,014,239		(2,909)	(2,909)	5,397	06/01/2007	1FE
340640 AV 3	FLORIDA EDL LN MARKETING CORP ED		03/17/2004	DAIN BOSWORTH		500,000	500,000	500,000	500,000		0		0		500,000		0	0	428	12/01/2038	1FE
432321 EF 0	HILLSBOROUGH CNTY FLA INDL DE	7	01/21/2004	RAYMOND JAMES		2,045,175	2,035,000	2,035,000	2,035,000		0		0		2,035,000		10,175	10,175	67,347	08/15/2014	2FE
452281 GL 6	ILLINOIS STUDENT ASSISTANCE COMM		01/06/2004	DAIN BOSWORTH		1,900,000	1,900,000	1,900,000	1,900,000		0		0		1,900,000		0	0	1,773	09/01/2036	1FE
364082 GS 0	GALLUP N M SALES TAX REV	4.85	03/12/2004	NBCCAP		1,479,888	1,440,000	1,431,245	1,431,245		45		45		1,431,289		48,599	48,599	5,432	06/01/2015	1FE
80207G AD 9	SANTA FE N MEX CIVIC HSG AUTH	6	02/02/2004	SINKING FUND REDEMPTION		5,000	5,000	5,188	5,160		(160)		(160)		5,000		0	0	168	08/01/2012	1FE
709163 DW 6	PENNSYLVANIA ST HIGHER ED FLTR		01/05/2004	DAIN BOSWORTH		3,500,000	3,500,000	3,500,000	3,500,000		0		0		3,500,000		0	0	3,267	09/01/2043	1FE
279247 BK 5	ECTOR CNTY TX HOSP REV	6.50	03/26/2004	NBCCAP		509,600	490,000	483,953	484,387		100		100		484,487		25,113	25,113	14,686	04/15/2017	1FE
758582 BD 1	REEVES CNTY TEX CTFB PARTN	6	03/01/2004	VARIOUS		484,000	475,000	475,000	475,000		0		0		475,000		9,000	9,000	6,205	06/01/2006	1FE
97689P HR 2	WISCONSIN HSG & ECON DEV AUTH		03/01/2004	MATURITY		645,000	645,000	645,000	645,000		0		0		645,000		0	0	17,738	03/01/2004	1FE
31371K 4K 4	FG 254726	5.500	03/01/2004	MBS PAYDOWN		44,404	44,404	45,160	45,160		(756)		(756)		44,404		0	0	335	05/01/2033	1
31296L UE 9	FG A12381	5.000	03/01/2004	MBS PAYDOWN		27,352	27,352	26,770	26,789		562		562		27,352		0	0	149	08/01/2033	1
31296L ZH 7	FG A12544	5.000	03/01/2004	MBS PAYDOWN		17,553	17,553	17,383	17,383		170		170		17,553		0	0	90	01/01/2033	1
31296S WL 6	FG A17851	5.500	03/01/2004	MBS PAYDOWN		9,200	9,200	9,327	9,327		(128)		(128)		9,200		0	0	71	01/01/2034	1
31292H Q3 1	FG C01374	6.000	03/01/2004	MBS PAYDOWN		52,916	52,916	54,801	54,688		(1,773)		(1,773)		52,916		0	0	538	12/01/2031	1
31292H UP 7	FG C01490	5.500	03/01/2004	MBS PAYDOWN		120,172	120,172	121,975	121,800		(1,628)		(1,628)		120,172		0	0	1,152	11/01/2032	1
31292H YU 2	FG C01623	5.500	03/01/2004	MBS PAYDOWN		214,157	214,157	212,451	212,506		1,651		1,651		214,157		0	0	2,191	09/01/2033	1
31287P E2 5	FG C63753	6.000	03/01/2004	MBS PAYDOWN		14,646	14,646	15,167	15,143		(498)		(498)		14,646		0	0	153	09/01/2031	1
31288A X2 6	FG C72497	6.500	03/01/2004	MBS PAYDOWN		186,846	186,846	193,356	192,126		(5,280)		(5,280)		186,846		0	0	2,050	09/01/2031	1
31294J G9 3	FG E00224	6.000	03/01/2004	MBS PAYDOWN		59,125	59,125	56,677	57,693		1,432		1,432		59,125		0	0	599	01/01/2008	1
31294K FN 0	FG E01073	5.000	03/01/2004	MBS PAYDOWN		34,280	34,280	33,937	33,981		299		299		34,280		0	0	319	08/01/2016	1
31294K M5 1	FG E01280	5.000	03/01/2004	MBS PAYDOWN		109,962	109,962	113,254	113,254		(3,292)		(3,292)		109,962		0	0	965	10/01/2017	1
31294K WD 3	FG E01544	4.500	03/01/2004	MBS PAYDOWN		11,670	11,670	11,710	11,710		(40)		(40)		11,670		0	0	73	01/01/2019	1
3128GJ 2E 6	FG E82573	6.000	03/01/2004	MBS PAYDOWN		23,580	23,580	23,491	23,514		65		65		23,580		0	0	161	06/01/2015	1
3128GY MX 9	FG E93974	5.500	03/01/2004	MBS PAYDOWN		182,537	182,537	190,837	189,598		(7,060)		(7,060)		182,537		0	0	1,999	11/01/2017	1
3128H3 LP 4	FG E95734	5.000	03/01/2004	MBS PAYDOWN		98,985	98,985	102,202	101,951		(2,966)		(2,966)		98,985		0	0	785	02/01/2018	1
3128H4 XR 5	FG E96988	5.000	03/01/2004	MBS PAYDOWN		49,605	49,605	50,550	50,550		(946)		(946)		49,605		0	0	339	06/01/2018	1
31283H S8 9	FG G01443	6.500	03/01/2004	MBS PAYDOWN		212,626	212,626	220,035	218,752		(6,126)		(6,126)		212,626		0	0	2,274	01/01/2032	1
31283H S9 7	FG G01444	6.500	03/01/2004	MBS PAYDOWN		76,454	76,454	79,632	79,570		(3,115)		(3,115)		76,454		0	0	807	08/01/2032	1
31282R 4E 1	FG M80821	4.500	03/01/2004	MBS PAYDOWN		32,591	32,591	33,375	33,375		(784)		(784)		32,591		0	0	122	06/01/2010	1
31287P CQ 4	FGLMC PL C63679	6.000	03/01/2004	MBS PAYDOWN		15,055	15,055	14,933	14,957		98		98		15,055		0	0	154	08/01/2031	1
31288C M4 0	FHLMC #C73979	6.000	03/15/2004	MBS PAYDOWN		357,825	357,825	367,162	365,813		(7,987)		(7,987)		357,825		0	0	3,605	09/01/2032	1
02R050 42 4	FHLMC 5% 15YR FEB TBA	5.000	01/20/2004	DIRECT		1,528,594	1,500,000	1,528,594	1,528,594		0		0		1,528,594		0	0	3,958	02/01/2019	1FE
31288B LZ 4	FHLMC C73044	6.000	03/01/2004	MBS PAYDOWN		269,245	269,245	276,187	275,214		(5,969)		(5,969)		269,245		0	0	2,740	07/01/2032	1
31339D GV 4	FHR 2422 CD	6.000	03/01/2004	MBS PAYDOWN		7,470	7,470	7,676	7,553		(82)		(82)		7,470		0	0	73	11/01/2004	1FE
31339W RK 4	FHR 2442 PD	6.000	03/01/2004	MBS PAYDOWN		617,409	617,409	634,599	623,721		(6,311)		(6,311)		617,409		0	0	6,291	08/01/2004	1FE

E05.1

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	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)
31392T X9 3	FHR 2478 EF	6.000	03/01/2004	MBS PAYDOWN		238,455	238,455	247,094	242,585		(4,131)		(4,131)		238,455			0	2,492	02/01/2005	1FE
31392T 2R 7	FHR 2489 PB	6.000	03/15/2004	MBS PAYDOWN		26,950	26,950	27,725	27,298		(348)		(348)		26,950			0	215	10/01/2004	1FE
31393M Z2 0	FHR 2583 ND	4.250	03/01/2004	MBS PAYDOWN		115,090	115,090	116,961	116,749		(1,658)		(1,658)		115,090			0	810	05/01/2009	1FE
31393N 2K 4	FHR 2583 TD	4.500	03/01/2004	MBS PAYDOWN		54,476	54,476	55,412	55,367		(891)		(891)		54,476			0	450	09/01/2011	1FE
31371K BL 4	FN 253943	6.500	03/01/2004	MBS PAYDOWN		37,467	37,467	38,439	38,243		(776)		(776)		37,467			0	389	04/01/2016	1
31371K U4 1	FN 254503	5.000	03/01/2004	MBS PAYDOWN		131,631	131,631	135,868	135,868		(4,237)		(4,237)		131,631			0	548	10/01/2009	1
31371K WK 3	FN 254550	6.500	03/01/2004	MBS PAYDOWN		89,736	89,736	92,876	92,716		(2,980)		(2,980)		89,736			0	1,027	12/01/2032	1
31371K 2V 2	FN 254688	5.500	03/01/2004	MBS PAYDOWN		152,208	152,208	158,035	157,151		(4,943)		(4,943)		152,208			0	1,468	03/01/2023	1
31371L CD 9	FN 254868	5.000	03/01/2004	MBS PAYDOWN		19,096	19,096	18,997	18,997		.98		.98		19,096			0	128	09/01/2033	1
31371L CE 7	FN 254869	5.500	03/01/2004	MBS PAYDOWN		35,537	35,537	35,582	35,580		(43)		(43)		35,537			0	322	09/01/2033	1
31380M SL 2	FN 444169	6.000	03/01/2004	MBS PAYDOWN		8,876	8,876	8,793	8,814		.62		.62		8,876			0	131	09/01/2027	1
31380Y SL 5	FN 454223	6.000	03/01/2004	MBS PAYDOWN		6,243	6,243	6,184	6,198		.45		.45		6,243			0	73	12/01/2027	1
31381B V9 7	FN 456140	6.000	03/01/2004	MBS PAYDOWN		8,795	8,795	8,713	8,733		.62		.62		8,795			0	88	10/01/2028	1
31385J QV 3	FN 545968	5.500	03/01/2004	MBS PAYDOWN		68,783	68,783	70,073	70,031		(1,247)		(1,247)		68,783			0	668	10/01/2017	1
31385W 2S 7	FN 555285	6.000	03/01/2004	MBS PAYDOWN		87,945	87,945	89,209	89,157		(1,212)		(1,212)		87,945			0	894	03/01/2033	1
31385X FK 8	FN 555570	6.000	03/01/2004	MBS PAYDOWN		84,685	84,685	85,915	85,860		(1,175)		(1,175)		84,685			0	873	06/01/2033	1
31385X GQ 4	FN 555607	4.500	03/01/2004	MBS PAYDOWN		12,892	12,892	12,896	12,896		(4)		(4)		12,892			0	75	07/01/2018	1
31386S BW 6	FN 571653	6.000	03/01/2004	MBS PAYDOWN		11,893	11,893	11,819	11,839		.54		.54		11,893			0	119	06/01/2015	1
31391W 5R 8	FN 679556	5.000	03/01/2004	MBS PAYDOWN		20,476	20,476	20,924	20,886		(410)		(410)		20,476			0	189	03/01/2018	1
31400F PB 7	FN 686318	5.000	03/01/2004	MBS PAYDOWN		83,635	83,635	86,196	85,954		(2,319)		(2,319)		83,635			0	770	01/01/2018	1
31400R CF 6	FN 694970	5.500	03/01/2004	MBS PAYDOWN		154,308	154,308	160,866	160,250		(5,942)		(5,942)		154,308			0	1,531	03/01/2018	1
31400Y FU 5	FN 701379	4.500	03/01/2004	MBS PAYDOWN		15,471	15,471	15,538	15,533		(63)		(63)		15,471			0	121	03/01/2018	1
31401H UX 8	FN 708998	5.500	03/01/2004	MBS PAYDOWN		122,502	122,502	121,481	121,481		1,022		1,022		122,502			0	1,137	06/01/2033	1
31401W G2 9	FN 720317	5.000	03/01/2004	MBS PAYDOWN		15,515	15,515	15,862	15,862		(347)		(347)		15,515			0	65	07/01/2018	1
31402F DL 6	FN 727407	4.500	03/01/2004	MBS PAYDOWN		41,337	41,337	40,807	40,829		508		508		41,337			0	266	08/01/2018	1
31403Y G6 4	FN 761721	5.000	03/01/2004	MBS PAYDOWN		8,101	8,101	8,018	8,018		.84		.84		8,101			0	62	01/01/2034	1
31404B VC 3	FN 763911	4.500	03/01/2004	MBS PAYDOWN		23,888	23,888	23,993	23,993		(105)		(105)		23,888			0	120	01/01/2019	1
31379J Z2 5	FNMA POOL #421161	6.500	03/01/2004	MBS PAYDOWN		4,876	4,876	4,899	4,891		(15)		(15)		4,876			0	39	10/01/2012	1
31379Q 2H 2	FNMA #426576	6.500	03/01/2004	MBS PAYDOWN		18,820	18,820	18,720	18,747		.72		.72		18,820			0	209	06/01/2027	1
31388P XQ 9	FNMA #610987	6.000	03/01/2004	MBS PAYDOWN		200,945	200,945	201,808	201,597		(652)		(652)		200,945			0	2,263	07/01/2016	1
31390L RG 3	FNMA #649487	6.500	03/01/2004	MBS PAYDOWN		205,313	205,313	212,724	211,360		(6,046)		(6,046)		205,313			0	2,335	05/01/2032	1
01F042 43 4	FNMA 4.5% 15YR MAR TBA	4.500	01/20/2004	DIRECT		700,219	700,000	700,219	700,219		0		0		700,219			0	1,663	03/01/2019	1
31389V SD 0	FNMA PL # F636916	6.500	03/01/2004	MBS PAYDOWN		132,635	132,635	136,117	135,201		(2,565)		(2,565)		132,635			0	1,219	12/01/2016	1
31371K R3 7	FNMA PL 254406	6.500	03/01/2004	MBS PAYDOWN		164,008	164,008	168,185	167,139		(3,132)		(3,132)		164,008			0	1,739	04/01/2032	1
31387N 2W 6	FNMA PL 589489	6.500	03/01/2004	MBS PAYDOWN		228,200	228,200	231,623	230,617		(2,417)		(2,417)		228,200			0	2,596	12/01/2015	1
31400Q TN 3	FNMA PL 694557	5.500	03/01/2004	MBS PAYDOWN		16,514	16,514	16,792	16,771		(257)		(257)		16,514			0	159	02/01/2033	1
31389N 4X 0	FNMA PL# 630938	5.500	03/01/2004	MBS PAYDOWN		447,814	447,814	443,266	444,232		3,582		3,582		447,814			0	4,013	11/01/2016	1
31389P MP 2	FNMA PL# 631366	6.500	03/01/2004	MBS PAYDOWN		45,081	45,081	46,250	45,948		(867)		(867)		45,081			0	439	06/01/2016	1
31400Y ET 9	FNMA PL#701346	6.000	03/01/2004	MBS PAYDOWN		93,858	93,858	96,849	96,508		(2,650)		(2,650)		93,858			0	812	12/01/2032	1
31359U ZR 9	FNMA REMIC 98-W8 A6	5.875	03/01/2004	MBS PAYDOWN		45,047	45,047	45,047	45,047		0		0		45,047			0	450	06/01/2010	1FE
31379R VS 4	FNMA#427325	6.500	03/01/2004	MBS PAYDOWN		11,526	11,526	11,580	11,562		(35)		(35)		11,526			0	126	07/01/2012	1
31379T TE 4	FNMA#429049	6.500	03/01/2004	MBS PAYDOWN		81,042	81,042	81,422	81,294		(252)		(252)		81,042			0	977	12/01/2012	1
31392F 5Y 9	FNR 2002-77 CG	4.000	03/01/2004	MBS PAYDOWN		44,677	44,677	45,159	45,102		(425)		(425)		44,677			0	308	09/01/2010	1FE
31392H SC 8	FNR 2003-4 PG	4.500	03/01/2004	MBS PAYDOWN		471,810	471,810	486,554	483,579		(11,768)		(11,768)		471,810			0	3,602	12/01/2007	1FE
31393A 5L 7	FNR 2003-43 PJ	4.000	03/01/2004	MBS PAYDOWN		147,759	147,759	150,252	150,011		(2,253)		(2,253)		147,759			0	1,250	06/01/2007	1FE
38373M CR 9	GNR 2002-40 CL PL	6.000	01/20/2004	MBS PAYDOWN		78,541	78,541	81,339	79,451		(910)		(910)		78,541			0	393	05/01/2004	1FE
38373X PB 6	GNR 2002-41	6.000	03/22/2004	MBS PAYDOWN		85,839	85,839	88,468	86,629		(790)		(790)		85,839			0	788	07/01/2004	1FE
38373X 3E 4	GNR 2002-51 MT	5.500	03/22/2004	MBS PAYDOWN		44,910	44,910	45,539	45,539		(629)		(629)		44,910			0	618	04/01/2006	1
38373V EH 9	GNR 2002-57 PJ	6.000	03/22/2004	MBS PAYDOWN		926,227	926,227	966,749	948,965		(22,739)		(22,739)		926,227			0	9,388	07/01/2006	1

E05.2

SCHEDULE D - PART 4

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

1 CUSIP Identification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value At Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date	22 NAIC Design- ation or Market Indicator (a)
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's Amortization/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.							
U.S.						23,390,549	23,207,098	23,470,270	23,411,564	0	(137,236)	0	(137,236)	0	23,274,326	0	116,223	116,223	230,505	XXX	XXX
3199999	Total - Bonds - Special Revenue & Assessment					23,390,549	23,207,098	23,470,270	23,411,564	0	(137,236)	0	(137,236)	0	23,274,326	0	116,223	116,223	230,505	XXX	XXX
Bonds - Public Utilities																					
United States																					
210371	AA 6	CONSTELLATION ENERGY GRP	4	03/26/2004	GOLDMAN SACHS & CO.	475,645	500,000	443,940	445,197	0	853	0	853	0	446,050	0	29,595	29,595	6,699	06/15/2015	2FE
882556	AA 1	TEXAS MUNICIPAL GAS CORP	2.61	01/01/2004	SINKING FUND REDEMPTION	145,000	145,000	145,000	145,000	0	0	0	0	0	145,000	0	0	0	1,382	07/01/2007	1FE
U.S.						620,645	645,000	588,940	590,197	0	853	0	853	0	591,050	0	29,595	29,595	8,081	XXX	XXX
3899999	Total - Bonds - Public Utilities					620,645	645,000	588,940	590,197	0	853	0	853	0	591,050	0	29,595	29,595	8,081	XXX	XXX
Bonds - Industrial and Miscellaneous																					
United States																					
046003	JY 6	ASSOCIATES CORP NA	5.500	02/15/2004	MATURITY	1,000,000	1,000,000	1,024,870	1,001,683	0	(1,683)	0	(1,683)	0	1,000,000	0	0	0	28,500	02/15/2004	1FE
06423R	BB 1	BOIT 2003-A7 A7	3.350	01/29/2004	DIRECT	3,582,562	3,600,000	3,598,459	3,598,581	0	26	0	26	0	3,598,607	0	(16,045)	(16,045)	15,745	07/15/2008	1FE
12189P	AF 9	BURLINGTON/SANTA	7.570	01/02/2004	SINKING FUND REDEMPTION	5,935	5,935	6,675	6,651	0	(716)	0	(716)	0	5,935	0	0	0	225	01/02/2021	1FE
17303C	BH 3	CCIMT 1998-9 A	5.300	01/07/2004	CALLED BY ISSUER at	3,400,000	3,400,000	3,503,328	3,402,167	0	(2,167)	0	(2,167)	0	3,400,000	0	0	0	90,100	01/07/2004	1FE
161551	EM 4	CFAB 2001-3 1A4	5.602	03/01/2004	MBS PAYDOWN	217,197	217,197	223,000	219,356	0	(2,159)	0	(2,159)	0	217,197	0	0	0	2,354	02/01/2005	1FE
201730	AA 6	CMAT 99-C1 A1	6.250	03/11/2004	MBS PAYDOWN	19,336	19,336	20,497	20,041	0	(705)	0	(705)	0	19,336	0	0	0	213	08/11/2006	1FE
21075W	FZ 3	CONHE 97-4 A7	6.630	03/01/2004	MBS PAYDOWN	6,602	6,602	6,734	6,602	0	0	0	0	0	6,602	0	0	0	72	09/01/2016	1FE
22540V	2T 8	CREDIT SUISSE FIRST BOSTON	6.3	03/01/2004	MBS PAYDOWN	759,275	759,275	767,842	760,531	0	(1,256)	0	(1,256)	0	759,275	0	0	0	7,360	03/01/2004	1FE
22540V	P8 9	CSFB 2002-10 CL 1A3	6.530	03/01/2004	MBS PAYDOWN	56,747	56,747	57,599	56,967	0	(220)	0	(220)	0	56,747	0	0	0	357	07/01/2004	1FE
22540V	6E 7	CSFB 2002-19 2A3	6.020	03/01/2004	MBS PAYDOWN	302,912	302,912	305,346	303,629	0	(717)	0	(717)	0	302,912	0	0	0	2,256	07/01/2004	1FE
22540V	H3 9	CSFB 2002-9 2A3	6.580	02/01/2004	MBS PAYDOWN	140,223	140,223	141,847	140,223	0	0	0	0	0	140,223	0	0	0	663	03/01/2004	1FE
152314	CT 5	CXHE 2000-C A6	7.540	03/01/2004	MBS PAYDOWN	18,985	18,985	20,033	19,648	0	(663)	0	(663)	0	18,985	0	0	0	216	09/01/2005	1FE
152314	DF 4	CXHE 2001-A A4	6.470	03/01/2004	MBS PAYDOWN	139,458	139,458	139,457	139,457	0	0	0	0	0	139,457	0	1	1	1,756	01/01/2006	1FE
24736Q	BQ 5	DELTA AIRLINES	6.650	03/15/2004	MATURITY	500,000	500,000	501,170	500,000	54	(54)	0	0	0	500,000	0	0	0	16,625	03/15/2004	4FE
23322B	FZ 6	DLJCM 99-CG3 A1A	7.120	03/01/2004	MBS PAYDOWN	4,937	4,937	5,335	5,262	0	(325)	0	(325)	0	4,937	0	0	0	63	10/01/2008	1FE
280907	AZ 9	ELI 2002-1 B FLTR	1.400	03/11/2004	DAIN BOSWORTH	250,000	250,000	250,000	250,000	0	0	0	0	0	250,000	0	0	0	213	12/25/2035	1FE
294754	AQ 9	EQABS 02-1 AF2	5.523	03/01/2004	MBS PAYDOWN	56,604	56,604	57,237	57,068	0	(464)	0	(464)	0	56,604	0	0	0	429	09/01/2008	1FE
31846L	BT 2	FAMLT 1998-1F NOTE	6.610	03/01/2004	MBS PAYDOWN	1,140	1,140	1,156	1,149	0	(9)	0	(9)	0	1,140	0	0	0	11	07/01/2004	1FE
33901H	BJ 1	FCCMT 2003-A A	2.400	01/26/2004	MORGAN STANLEY DEAN WIT	2,062,492	2,050,000	2,049,490	2,049,641	0	13	0	13	0	2,049,654	0	12,838	12,838	6,013	01/15/2006	1FE
33735P	AE 7	FUCMT 1999-C1 A1	5.730	03/01/2004	MBS PAYDOWN	16,679	16,679	17,143	17,008	0	(329)	0	(329)	0	16,679	0	0	0	165	12/01/2007	1FE
33736L	AQ 8	FULB 1997-C2 A2	6.600	03/01/2004	MBS PAYDOWN	3,816	3,816	3,956	3,868	0	(52)	0	(52)	0	3,816	0	0	0	83	09/01/2004	1FE
337378	AA 1	FUNBC 1999-C4 CL A1	7.180	03/01/2004	MBS PAYDOWN	5,458	5,458	5,815	5,725	0	(267)	0	(267)	0	5,458	0	0	0	70	09/01/2008	1FE
33736X	AA 7	FUNBC 2000-C1 A1	7.739	03/01/2004	MBS PAYDOWN	32,881	32,881	36,881	36,246	0	(3,365)	0	(3,365)	0	32,881	0	0	0	417	04/01/2009	1FE
36157D	AD 8	GECMS 99-HE3 A4	7.460	01/01/2004	MBS PAYDOWN	510	510	517	510	0	0	0	0	0	510	0	0	0	3	01/01/2004	1FE
37042W	C5 8	GENL MOTORS ACCEPT CORP	6	01/30/2004	MATURITY	1,500,000	1,500,000	1,536,540	1,501,937	0	(1,937)	0	(1,937)	0	1,500,000	0	0	0	31,634	01/30/2004	2FE
361849	ES 7	GMACC 1999-C1 CL A1	5.830	03/01/2004	MBS PAYDOWN	3,592	3,592	3,693	3,664	0	(72)	0	(72)	0	3,592	0	0	0	43	03/01/2008	1FE
361849	FT 4	GMACC 1999-C2 CL A1	6.570	03/01/2004	MBS PAYDOWN	10,156	10,156	10,681	10,541	0	(385)	0	(385)	0	10,156	0	0	0	118	06/01/2008	1FE
361856	BP 1	GMACM 2001-HE4 A5	5.680	03/01/2004	MBS PAYDOWN	131,230	131,230	132,119	132,048	0	(818)	0	(818)	0	131,230	0	0	0	817	06/01/2025	1FE
43811N	AC 2	HAROT 2002-3 A3	3.000	03/18/2004	MBS PAYDOWN	235,217	235,217	238,332	237,509	0	(2,292)	0	(2,292)	0	235,217	0	0	0	1,482	03/18/2005	1FE
42332Q	AU 7	HFCMC 00-PH1 A1	7.715	03/01/2004	MBS PAYDOWN	2,895	2,895	3,083	3,035	0	(140)	0	(140)	0	2,895	0	0	0	36	09/01/2008	1FE
47214T	AA 7	JCPL 2002-A A1	4.190	03/05/2004	MBS PAYDOWN	35,950	35,950	37,826	37,465	0	(1,515)	0	(1,515)	0	35,950	0	0	0	377	12/05/2007	1FE
163714	AF 5	JPMORGAN CHASE BANK	6.700	03/10/2004	STONE & YOUNGBERG	1,146,780	1,000,000	1,137,790	1,122,350	0	(4,998)	0	(4,998)	0	1,117,352	0	29,428	29,428	39,083	08/15/2008	1FE
55264T	AQ 4	MBNAS 2002-A1 A1	4.950	01/26/2004	DEUTSCHE BANK	3,680,719	3,450,000	3,428,572	3,435,798	0	341	0	341	0	3,436,140	0	244,579	244,579	20,873	01/15/2007	1FE
58333A	AC 1	MEADWESTVACO COR	2.750	01/27/2004	UBS SECURITIES	501,745	500,000	499,835	499,842	0	7	0	7	0	499,848	0	1,897	1,897	2,253	12/01/2005	2FE
61745M	FG 3	MSC 1998-HF1 A2	6.520	03/15/2004	MBS PAYDOWN	95,880	95,880	107,330	105,218	0	(9,338)	0	(9,338)	0	95,880	0	0	0	1,770	01/01/2008	1FE
655356	JE 4	NASC 1998-D6 A1A	6.280	03/11/2004	MBS PAYDOWN	104,230	104,230	112,162	110,393	0	(6,162)	0	(6,162)	0	104,230	0	0	0	1,161	08/11/2007	1FE
72347A	AA 0	PINNACLE PARTNERS	8.830	03/18/2004	CALLED BY ISSUER at	566,423	550,000	573,909	555,453	0	(1,850)	0	(1,850)	0	553,603	0	12,820	12,820	28,734	08/15/2004	3FE
69340W	AA 1	PLC TRUST 2003-1	2.709	03/31/2004	SINKING FUND REDEMPTION	25,745	25,745	25,745	25,745	0	0	0	0	0	25,745	0	0	0	198	03/31/2006	1FE

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SCHEDULE D - PART 4

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

1 CUSIP Identification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value At Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date	22 NAIC Design- ation or Market Indicator (a)
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's Amortization Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.							
76110H DB 2	RALI 2003-QS10 A13		03/01/2004	MBS PAYDOWN		395,694	395,694	387,162	387,399		8,295		8,295		395,694			0	2,907	07/01/2009	1FE
760985 EK 3	RAMP 2001-RZ3 A4		03/31/2004	MBS PAYDOWN		134,087	134,087	134,925	134,162		(75)		(75)		134,087			0	1,009	04/01/2004	1FE
760985 FJ 5	RAMP 2001-RZ4 A4		03/01/2004	MBS PAYDOWN		202,861	202,861	202,816	202,856		5		5		202,861			0	1,509	07/01/2004	1FE
76110W GG 5	RASC 1999-KS2 CL A19		03/01/2004	MBS PAYDOWN		27,700	27,700	29,128	28,627		(927)		(927)		27,700			0	309	08/01/2005	1FE
76110W HL 3	RASC 1999-KS4 A14		03/01/2004	MBS PAYDOWN		58,225	58,225	60,820	59,652		(1,427)		(1,427)		58,225			0	718	12/01/2005	1FE
76110W JZ 0	RASC 2000- KS3 CL A16		03/01/2004	MBS PAYDOWN		44,916	44,916	47,772	46,736		(1,820)		(1,820)		44,916			0	571	11/01/2005	1FE
76110W LJ 3	RASC 2001-KS2 CL A13		03/01/2004	MBS PAYDOWN		48,632	48,632	49,238	48,690		(58)		(58)		48,632			0	389	04/01/2004	1FE
76110W LZ 7	RASC 2001-KS3 CL A13		03/01/2004	MBS PAYDOWN		9,614	9,614	9,758	9,636		(23)		(23)		9,614			0	80	04/01/2004	1FE
45660N JL 0	RAST 2002-A13 A3		03/01/2004	MBS PAYDOWN		115,982	115,982	118,719	117,865		(1,883)		(1,883)		115,982			0	1,063	03/01/2005	1FE
76110V GE 2	RFMS2 01-HS2 A4		03/01/2004	MBS PAYDOWN		56,392	56,392	58,061	56,590		(197)		(197)		56,392			0	614	05/01/2004	1FE
78442G AL 0	SLMA 1997-1 A2		01/25/2004	MBS PAYDOWN		275,357	275,357	275,357	275,357		0		0		275,357			0	1,024	04/25/2007	1FE
89232X AC 4	TAOT 2002-C A3		03/15/2004	MBS PAYDOWN		33,135	33,135	33,530	33,443		(308)		(308)		33,135			0	220	07/15/2005	1FE
91345H AM 7	UNIVERSAL CORP		01/26/2004	MATURITY		285,000	285,000	286,354	285,041		(41)		(41)		285,000			0	10,688	01/26/2004	2FE
949762 AA 6	WFMBS 2003-10 A1		03/01/2004	MBS PAYDOWN		54,449	54,449	53,224	53,290		1,159		1,159		54,449			0	452	09/01/2012	1FE
U.S.						22,366,355	21,975,634	22,338,868	22,122,355	54	(41,571)	0	(41,517)	0	22,080,837	0	285,518	285,518	324,041	XXX	XXX
Foreign																					
87030A CD 8	SWEDISH EXP CRED	F	03/22/2004	UBS SECURITIES		764,850	750,000	747,645	747,669	99	99	99	99	747,768		17,082	17,082	6,229	01/26/2007	1FE	
Foreign						764,850	750,000	747,645	747,669	0	99	0	99	0	747,768	0	17,082	17,082	6,229	XXX	XXX
4599999	Total - Bonds - Industrial & Miscellaneous					23,131,205	22,725,634	23,086,513	22,870,024	54	(41,472)	0	(41,418)	0	22,828,605	0	302,600	302,600	330,270	XXX	XXX
6099997	Total - Bonds - Part 4					84,147,896	82,649,284	84,044,597	83,834,113	54	(250,887)	0	(250,833)	0	83,583,279	0	564,617	564,617	975,391	XXX	XXX
6099999	Total - Bonds					84,147,896	82,649,284	84,044,597	83,834,113	54	(250,887)	0	(250,833)	0	83,583,279	0	564,617	564,617	975,391	XXX	XXX
Preferred Stocks - Industrial and Miscellaneous																					
United States																					
349917 20 3	FORTIS FUNDING TR 7.48 144A S PREF		02/10/2004	DIRECT		2,500,000	2,889,050	2,499,300	2,988,000	(488,700)		(488,700)		2,499,300		389,750	389,750	85,451	XXX	P1L	
U.S.						2,889,050	0	2,499,300	2,988,000	(488,700)	0	(488,700)	0	2,499,300	0	389,750	389,750	85,451	XXX	XXX	
6399999	Total - Preferred Stocks - Industrial & Miscellaneous					2,889,050	0	2,499,300	2,988,000	(488,700)	0	(488,700)	0	2,499,300	0	389,750	389,750	85,451	XXX	XXX	
6599997	Total - Preferred Stocks - Part 4					2,889,050	0	2,499,300	2,988,000	(488,700)	0	(488,700)	0	2,499,300	0	389,750	389,750	85,451	XXX	XXX	
6599999	Total - Preferred Stocks					2,889,050	0	2,499,300	2,988,000	(488,700)	0	(488,700)	0	2,499,300	0	389,750	389,750	85,451	XXX	XXX	
7399999	Total - Preferred and Common Stocks					2,889,050	XXX	2,499,300	2,988,000	(488,700)	0	(488,700)	0	2,499,300	0	389,750	389,750	85,451	XXX	XXX	
7499999	Total - Bonds, Preferred and Common Stocks					87,036,946	XXX	86,543,897	86,822,113	(488,646)	(250,887)	0	(739,533)	0	86,082,579	0	954,367	954,367	1,060,842	XXX	XXX

E05.4

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

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

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

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

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

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			9 *
					6 First Month	7 Second Month	8 Third Month	
Open Depositories								
BANK OF AMERICA..... ATLANTA, GA.....					.....1,000	.....950	.....240,000	XXX
BANK ONE..... BATON ROUGE, LA.....			.....422	.....1,088	.....70,000	.....70,000	.....70,000	XXX
FEDERAL HOME LOAN BANK..... INDIANAPOLIS, IN.....		.....0.980	.....125				.....199,995	XXX
SOUTHTRUST BANK..... BIRMINGHAM, AL.....		.....0.800	.....24,599		.....13,110,444	.....8,916,867	.....11,409,077	XXX
VOYAGER BANK..... EDEN PRAIRIE, MN.....					.....694,146	.....696,272	.....687,677	XXX
0199999. Total Open Depositories.....	XXX	XXX	.....25,146	.....1,088	.....13,875,590	.....9,684,089	.....12,606,749	XXX
0399999. Total Cash on Deposit.....	XXX	XXX	.....25,146	.....1,088	.....13,875,590	.....9,684,089	.....12,606,749	XXX
0499999. Cash in Company's Office.....	XXX	XXX	XXX	XXX	.....2,808	.....2,808	.....2,808	XXX
0599999. Total Cash.....	XXX	XXX	.....25,146	.....1,088	.....13,878,398	.....9,686,897	.....12,609,557	XXX