

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
June 30, 2005

2005

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds.....	1,248,951,299		1,248,951,299	1,136,082,893
2. Stocks:				
2.1 Preferred stocks.....			0	11,533,062
2.2 Common stocks.....	2,666,603		2,666,603	2,638,201
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).....	12,825,807		12,825,807	11,881,488
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 (\$.....(3,579,844)), cash equivalents (\$.....4,136,000) and short-term investments (\$.....41,531,090).....	42,087,247	832,519	41,254,728	24,135,353
6. Contract loans (including \$.....0 premium notes).....			0	
7. Other invested assets.....	16,980,185		16,980,185	14,193,266
8. Receivables for securities.....	1,199		1,199	
9. Aggregate write-ins for invested assets.....	0	0	0	0
10. Subtotals, cash and invested assets (Lines 1 to 9).....	1,323,512,340	832,519	1,322,679,821	1,200,464,263
11. Title Plants less \$.....0 charged off (for Title insurers only).....			0	
12. Investment income due and accrued.....	12,291,685		12,291,685	11,168,731
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection.....	29,270,577	620,690	28,649,887	33,968,320
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	48,051,404		48,051,404	49,480,408
13.3 Accrued retrospective premiums.....			0	
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers.....	3,027,906		3,027,906	3,757,407
14.2 Funds held by or deposited with reinsured companies.....	8,407		8,407	
14.3 Other amounts receivable under reinsurance contracts.....	993,779		993,779	
15. Amounts receivable relating to uninsured plans.....			0	
16.1 Current federal and foreign income tax recoverable and interest thereon.....			0	2,992,199
16.2 Net deferred tax asset.....	56,141,551	33,386,426	22,755,125	23,863,484
17. Guaranty funds receivable or on deposit.....	538,946		538,946	538,946
18. Electronic data processing equipment and software.....	1,169,117	613,590	555,527	810,891
19. Furniture and equipment, including health care delivery assets (\$.....0).....	686,793	686,793	0	369,111
20. Net adjustment in assets and liabilities due to foreign exchange rates.....			0	
21. Receivables from parent, subsidiaries and affiliates.....	2,305,108		2,305,108	20,800,419
22. Health care (\$.....0) and other amounts receivable.....			0	
23. Aggregate write-ins for other than invested assets.....	45,860,884	1,624,244	44,236,640	43,322,433
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 through 23).....	1,523,858,497	37,764,262	1,486,094,235	1,391,536,612
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
26. TOTALS (Lines 24 and 25).....	1,523,858,497	37,764,262	1,486,094,235	1,391,536,612

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.....	1,624,244	1,624,244	0	
2302. Cash Surrender Value of Business Owned Life Insurance.....	44,236,640		44,236,640	43,322,433
2303.....			0	
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).....	45,860,884	1,624,244	44,236,640	43,322,433

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Losses (current accident year \$...54,439,236).....	422,163,347	383,827,853
2. Reinsurance payable on paid losses and loss adjustment expenses.....	3,283,947	2,472,168
3. Loss adjustment expenses.....	522,769,042	487,979,936
4. Commissions payable, contingent commissions and other similar charges.....	5,195,160	8,031,318
5. Other expenses (excluding taxes, licenses and fees).....	5,844,585	5,804,733
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	1,619,772	1,504,076
7.1 Current federal and foreign income taxes (including \$.....0 on realized capital gains (losses)).....	1,849,335	
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 \$....16,555,724 and including warranty reserves of \$.....0).....	144,269,587	149,208,563
10. Advance premium.....	3,983,331	5,081,808
11. Dividends declared and unpaid:		
11.1 Stockholders.....		
11.2 Policyholders.....		
12. Ceded reinsurance premiums payable (net of ceding commissions).....	68,211,044	61,487,075
13. Funds held by company under reinsurance treaties.....	263,000	263,000
14. Amounts withheld or retained by company for account of others.....	487,407	540,845
15. Remittances and items not allocated.....		
16. Provision for reinsurance.....	1,506,400	1,506,400
17. Net adjustments in assets and liabilities due to foreign exchange rates.....		
18. Drafts outstanding.....		
19. Payable to parent, subsidiaries and affiliates.....	699,372	5,912,008
20. Payable for securities.....	3,360,638	1,008,225
21. Liability for amounts held under uninsured accident and health plans.....		
22. Capital notes \$.....0 and interest thereon \$.....0.....		
23. Aggregate write-ins for liabilities.....	0	1
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23).....	1,185,505,967	1,114,628,009
25. Protected cell liabilities.....		
26. Total liabilities (Lines 24 and 25).....	1,185,505,967	1,114,628,009
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.....	205,553,769	205,553,769
33. Unassigned funds (surplus).....	86,188,070	62,508,405
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).....	300,588,268	276,908,603
36. TOTALS.....	1,486,094,235	1,391,536,612

DETAILS OF WRITE-INS

2301. Other.....		1
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	1
2701.		
2702.		
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page.....	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above).....	0	0
3001.		
3002.		
3003.		
3098. Summary of remaining write-ins for Line 30 from overflow page.....	0	0
3099. Totals (Lines 3001 thru 3003 plus 3098) (Line 30 above).....	0	0

STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct..... (written \$.....167,215,685).....	171,736,794	169,801,916	343,071,786
1.2 Assumed..... (written \$.....553,097).....	553,097	3,830,411	8,802,859
1.3 Ceded..... (written \$.....21,332,931).....	21,161,590	22,721,729	34,021,010
1.4 Net..... (written \$.....146,435,851).....	151,128,301	150,910,598	317,853,635
DEDUCTIONS:			
2. Losses incurred (current accident year \$.....54,681,833):			
2.1 Direct.....	67,272,133	69,417,947	106,939,408
2.2 Assumed.....	377,954	3,172,052	7,094,190
2.3 Ceded.....	14,218,254	13,085,910	4,805,553
2.4 Net.....	53,431,833	59,504,089	109,228,045
3. Loss expenses incurred.....	74,070,240	77,122,414	186,129,509
4. Other underwriting expenses incurred.....	17,920,435	17,572,688	40,060,704
5. Aggregate write-ins for underwriting deductions.....	0	0	0
6. Total underwriting deductions (Lines 2 through 5).....	145,422,508	154,199,191	335,418,258
7. Net income of protected cells.....			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7).....	5,705,793	(3,288,593)	(17,564,623)
INVESTMENT INCOME			
9. Net investment income earned.....	23,500,575	18,208,608	38,847,130
10. Net realized capital gains (losses) less capital gains tax of \$.....0.....	1,560,364	848,602	1,551,376
11. Net investment gain (loss) (Lines 9 + 10).....	25,060,939	19,057,210	40,398,506
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.....	907,877	1,358,139	2,055,895
15. Total other income (Lines 12 through 14).....	907,877	1,358,139	2,055,895
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	31,674,609	17,126,756	24,889,778
17. Dividends to policyholders.....			
18. Net income after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17).....	31,674,609	17,126,756	24,889,778
19. Federal and foreign income taxes incurred.....	7,645,971	3,607,183	7,335,165
20. Net income (Line 18 minus Line 19) (to Line 22).....	24,028,638	13,519,573	17,554,613
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year.....	276,908,603	238,739,966	238,739,966
GAINS AND (LOSSES) IN SURPLUS			
22. Net income (from Line 20).....	24,028,638	13,519,573	17,554,613
23. Net transfers (to) from Protected Cell accounts.....			
24. Change in net unrealized capital gains or losses less capital gains tax of \$.....0.....	(548,997)	(268,082)	(20,636)
25. Change in net unrealized foreign exchange capital gain (loss).....			
26. Change in net deferred income tax.....	(702,936)	(894,247)	2,911,097
27. Change in nonadmitted assets.....	902,960	2,953,955	(2,066,037)
28. Change in provision for reinsurance.....			(210,400)
29. Change in surplus notes.....			
30. Surplus (contributed to) withdrawn from protected cells.....			
31. Cumulative effect of changes in accounting principles.....			
32. Capital changes:			
32.1 Paid in.....			
32.2 Transferred from surplus (Stock Dividend).....			
32.3 Transferred to surplus.....			
33. Surplus adjustments:			
33.1 Paid in.....			20,000,000
33.2 Transferred to capital (Stock Dividend).....			
33.3 Transferred from capital.....			
34. Net remittances from or (to) Home Office.....			
35. Dividends to stockholders.....			
36. Change in treasury stock.....			
37. Aggregate write-ins for gains and losses in surplus.....	0	0	0
38. Change in surplus as regards policyholders (Lines 22 through 37).....	23,679,665	15,311,199	38,168,637
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38).....	300,588,268	254,051,165	276,908,603
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.....	907,874	1,358,139	2,055,895
1402. Other.....	3		
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).....	907,877	1,358,139	2,055,895
3701.			
3702.			
3703.			
3798. Summary of remaining write-ins for Line 37 from overflow page.....	0	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798) (Line 37 above).....	0	0	0

CASH FLOW

	1 Current Year to Date	2 Prior Year Ended December 31
CASH FROM OPERATIONS		
1. Premiums collected net of reinsurance.....	158,430,356	322,683,678
2. Net investment income.....	27,811,834	48,607,171
3. Miscellaneous income.....	908,509	2,055,895
4. Total (Lines 1 through 3).....	187,150,699	373,346,744
5. Benefit and loss related payments.....	53,838,379	118,211,186
6. Net transfers to Separate, Segregated Accounts and Protected Cell Accounts.....		
7. Commissions, expenses paid and aggregate write-ins for deductions.....	20,601,045	39,260,306
8. Dividends paid to policyholders.....		
9. Federal and foreign income taxes paid (recovered) \$.....0 net tax on capital gains (losses).....	2,804,437	6,899,319
10. Total (Lines 5 through 9).....	77,243,861	164,370,811
11. Net cash from operations (Line 4 minus Line 10).....	109,906,838	208,975,933
CASH FROM INVESTMENTS		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	208,817,960	381,282,274
12.2 Stocks.....	11,376,324	7,977,874
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.....	(3,022)	(6,852)
12.7 Miscellaneous proceeds.....	2,352,413	
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	222,543,675	389,253,296
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	325,894,033	646,441,840
13.2 Stocks.....		75,225
13.3 Mortgage loans.....		
13.4 Real estate.....	1,454,196	2,311,344
13.5 Other invested assets.....	2,361,500	2,411,500
13.6 Miscellaneous applications.....	1,199	9,445,007
13.7 Total investments acquired (Lines 13.1 to 13.6).....	329,710,927	660,684,916
14. Net increase (decrease) in contract loans and premium notes.....		
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	(107,167,252)	(271,431,620)
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.....		
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....		
16.5 Dividends to stockholders.....		
16.6 Other cash provided (applied).....	12,239,532	5,357,338
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	12,239,532	25,357,338
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	14,979,118	(37,098,349)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	27,108,128	64,206,477
19.2 End of period (Line 18 plus Line 19.1).....	42,087,246	27,108,128
Note: Supplemental disclosures of cash flow information for non-cash transactions:		
20.0001		
20.9999 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

No significant change.

Note 3 - Business Combinations and Goodwill

No significant change.

Note 4 - Discontinued Operations

No significant change.

Note 5 - Investments

No significant change.

Note 6 - Joint Ventures, Partnerships and Limited Liability Companies

No significant change.

Note 7 - Investment Income

No significant change.

Note 8 - Derivative Instruments

No significant change.

Note 9 - Income Taxes

No significant change.

Note 10 - Information Concerning Parent, Subsidiaries and Affiliates

No significant change.

Note 11 - Debt

No significant change.

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

No significant change.

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

No significant change.

Note 14 - Contingencies

No significant change.

Note 15 - Leases

No significant change.

NOTES TO FINANCIAL STATEMENTS

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

No significant change.

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

No significant change.

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

No significant change.

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

No significant change.

Note 20 - September 11 Events

No significant change.

Note 21 - Other Items

No significant change.

Note 22 - Events Subsequent

No significant change.

Note 23 - Reinsurance

No significant change.

Note 24 - Retrospectively Rated Contracts & Contracts Subject to Redetermination

No significant change.

Note 25 - Change in Incurred Losses and Loss Adjustment Expenses

No significant change.

Note 26 - Intercompany Pooling Arrangements

No significant change.

Note 27 - Structured Settlements

No significant change.

Note 28 - Health Care Receivables

No significant change.

Note 29 - Participating Policies

No significant change.

Note 30 - Premium Deficiency Reserves

No significant change.

NOTES TO FINANCIAL STATEMENTS

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 that 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 [X] No []

2.2 If yes, has the report been filed with the domiciliary state? Yes [X] 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 [X] No []
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 Name of Entity	2 NAIC Company Code	3 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 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC

FINANCIAL

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

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

INVESTMENT

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

11.2 If yes, explain:.....

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

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

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

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

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

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

15.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Statement Value
15.21 Bonds.....	\$.....0	\$.....0
15.22 Preferred Stock.....	\$.....0	\$.....0
15.23 Common Stock.....	\$.....2,638,201	\$.....2,666,051
15.24 Short-Term Investments.....	\$.....0	\$.....0
15.25 Mortgages, Loans or Real Estate.....	\$.....0	\$.....0
15.26 All Other.....	\$.....0	\$.....0
15.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 15.21 to 15.26).....	\$.....2,638,201	\$.....2,666,051
15.28 Total Investment in Parent included in Lines 15.21 to 15.26 above	\$.....0	\$.....0

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

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

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

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

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

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

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

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? Yes [] No [X]

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

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

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

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

18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes [X] No []

18.2 If no, list exceptions: _____

THE MEDICAL ASSURANCE COMPANY, INC.
GENERAL INTERROGATORIES (continued)
PART 2
PROPERTY & CASUALTY INTERROGATORIES

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

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

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

3.2 If yes, give full and complete information thereto:

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

4.2 If yes, complete the following schedule:

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

THE MEDICAL ASSURANCE COMPANY, INC.
SCHEDULE A - VERIFICATION

Real Estate

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	11,881,488	10,499,082
2. Increase (decrease) by adjustment.....	(509,245)	(928,938)
3. Cost of acquired.....		
4. Cost of additions to and permanent improvements.....	1,454,196	2,311,344
5. Total profit (loss) on sales.....	(632)	
6. Increase (decrease) by foreign exchange adjustment.....		
7. Amount received on sales.....		
8. Book/adjusted carrying value at end of current period.....	12,825,807	11,881,488
9. Total valuation allowance.....		
10. Subtotal (Lines 8 plus 9).....	12,825,807	11,881,488
11. Total nonadmitted amounts.....		
12. Statement value, current period (Page 2, real estate lines, net admitted assets column).....	12,825,807	11,881,488

SCHEDULE B - VERIFICATION

Mortgage Loans

	1 Year to Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest on mortgages owned, December 31 of prior year.....	0	
2. Amount loaned during period:		
2.1 Actual cost at time of acquisitions.....		
2.2 Additional investment made after acquisitions.....		
3. Accrual of discount and mortgage interest points and commitment fees.....	NONE	
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

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.....	14,193,266	11,495,827
2. Cost of acquisitions during period:		
2.1 Actual cost at time of acquisitions.....	1,912,500	2,411,500
2.2 Additional investment made after acquisitions.....	449,000	
3. Accrual of discount.....		
4. Increase (decrease) by adjustment.....	425,419	285,939
5. Total profit (loss) on sale.....		
6. Amounts paid on account or in full during the period.....		
7. Amortization of premium.....		
8. Increase (decrease) by foreign exchange adjustment.....		
9. Book adjusted/carrying value of long-term invested assets at end of current period.....	16,980,185	14,193,266
10. Total valuation allowance.....		
11. Subtotal (Lines 9 plus 10).....	16,980,185	14,193,266
12. Total nonadmitted amounts.....		
13. Statement value of long-term invested assets at end of current period (Page 2, Line 7, Column 3).....	16,980,185	14,193,266

SCHEDULE D - VERIFICATION

Bonds and Stocks

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year.....	1,150,254,156	902,425,192
2. Cost of bonds and stocks acquired.....	325,894,033	646,517,065
3. Accrual of discount.....	382,258	398,905
4. Increase (decrease) by adjustment.....	(974,416)	(1,190,570)
5. Increase (decrease) by foreign exchange adjustment.....		
6. Total profit (loss) on disposal.....	1,563,386	2,442,228
7. Consideration for bonds and stocks disposed of.....	220,194,289	389,260,148
8. Amortization of premium.....	5,307,226	11,078,516
9. Book/adjusted carrying value, current period.....	1,251,617,902	1,150,254,156
10. Total valuation allowance.....		
11. Subtotal (Lines 9 plus 10).....	1,251,617,902	1,150,254,156
12. Total nonadmitted amounts.....		
13. Statement value.....	1,251,617,902	1,150,254,156

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.....	1,180,352,861	244,598,661	188,596,425	(3,981,594)	1,180,352,861	1,232,373,502		1,099,623,343
2. Class 2.....	49,756,343	579,160	6,645,454	3,034,234	49,756,343	46,724,283		51,538,031
3. Class 3.....	2,690,942	2,097,990	168,595	544	2,690,942	4,620,881		1,394,141
4. Class 4.....	3,066,319	24,782	1,892	(1,506,868)	3,066,319	1,582,341		
5. Class 5.....	5,345,409		84,987	(157,626)	5,345,409	5,102,796		2,594,355
6. Class 6.....		79,291		(705)		78,586		
7. Total Bonds.....	1,241,211,874	247,379,884	195,497,353	(2,612,015)	1,241,211,874	1,290,482,389	0	1,155,149,870
PREFERRED STOCK								
8. Class 1.....	5,936,130		5,798,600	(137,530)	5,936,130			8,933,062
9. Class 2.....								2,600,000
10. Class 3.....								
11. Class 4.....								
12. Class 5.....								
13. Class 6.....								
14. Total Preferred Stock.....	5,936,130	0	5,798,600	(137,530)	5,936,130	0	0	11,533,062
15. Total Bonds and Preferred Stock.....	1,247,148,004	247,379,884	201,295,953	(2,749,545)	1,247,148,004	1,290,482,389	0	1,166,682,932

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.....	41,531,090	XXX	41,505,509	59,859	

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.....	19,066,977	47,442,560
2. Cost of short-term investments acquired.....	231,340,912	418,273,473
3. Increase (decrease) by adjustment.....	19,023	(173,134)
4. Increase (decrease) by foreign exchange adjustment.....		
5. Total profit (loss) on disposal of short-term investments.....	(3,022)	(5,755)
6. Consideration received on disposal of short-term investments.....	208,892,800	446,470,167
7. Book/adjusted carrying value, current period.....	41,531,090	19,066,977
8. Total valuation allowance.....		
9. Subtotal (Lines 7 plus 8).....	41,531,090	19,066,977
10. Total nonadmitted amounts.....		2,972,776
11. Statement value (Lines 9 minus 10).....	41,531,090	16,094,201
12. Income collected during period.....	563,850	455,077
13. Income earned during period.....	524,521	468,164

**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	62,019,436	61,733,155	3,455,475	4,296,983	152,852,325	136,575,619
2. Alaska.....AK	YES						
3. Arizona.....AZ	YES						
4. Arkansas.....AR	YES	2,394,453	2,113,344	(43,968)	176,744	9,707,999	6,397,704
5. California.....CA	YES				480	37,932	24,911
6. Colorado.....CO	YES						
7. Connecticut.....CT	NO						
8. Delaware.....DE	YES						
9. District of Columbia.....DC	YES						
10. Florida.....FL	YES	260,080	(181,678)	245,122	1,617,611	9,007,596	3,092,427
11. Georgia.....GA	YES	1,479,295	2,221,152	61,952	850,000	10,210,436	6,545,277
12. Hawaii.....HI	YES	404	2,379	196,067	691,674	3,720,331	4,674,657
13. Idaho.....ID	YES						
14. Illinois.....IL	YES				30,000	263,005	143,433
15. Indiana.....IN	YES	16,351,209	11,767,499	3,551,425	1,240,436	60,383,023	51,072,225
16. Iowa.....IA	YES						
17. Kansas.....KS	YES	3,451,004	2,968,740		605,000	5,940,577	3,237,728
18. Kentucky.....KY	YES		(15,555)		1,865	87,070	86,622
19. Louisiana.....LA	YES						4,877
20. Maine.....ME	NO						
21. Maryland.....MD	YES					1,118,000	1,378,095
22. Massachusetts.....MA	YES						
23. Michigan.....MI	YES						
24. Minnesota.....MN	YES	8,800	9,277	89,481	90,558	1,576,277	372,704
25. Mississippi.....MS	NO	1,010			3,600,000	2,505,117	2,504,434
26. Missouri.....MO	YES	11,257,725	17,893,297	1,173,060	4,170,990	59,402,105	54,976,967
27. Montana.....MT	YES						
28. Nebraska.....NE	YES						72,985
29. Nevada.....NV	YES					1,211	
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	149,717	160,243			88,971	22,285
35. North Dakota.....ND	YES						
36. Ohio.....OH	YES	60,307,925	65,614,661	7,652,481	13,495,625	165,442,123	146,790,419
37. Oklahoma.....OK	YES	2,334				904	
38. Oregon.....OR	YES						
39. Pennsylvania.....PA	YES			79,206	233,667	977,552	794,255
40. Rhode Island.....RI	YES						
41. South Carolina.....SC	YES						
42. South Dakota.....SD	YES	2,005	15,413	(54,843)	(79,317)	1,898,969	2,247,749
43. Tennessee.....TN	YES	3,703,318	3,604,104	4,956	1,716,320	10,473,825	6,600,090
44. Texas.....TX	YES	3,348,815	4,127,961	28,919	215,778	10,846,510	8,718,108
45. Utah.....UT	YES					2,301	10,722
46. Vermont.....VT	NO						
47. Virginia.....VA	YES	2,478,155	3,036,583	20,000	64,691	4,141,978	2,950,985
48. Washington.....WA	YES						
49. West Virginia.....WV	YES						
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	167,215,685	175,070,575	16,459,333	33,019,105	510,686,137	439,295,278

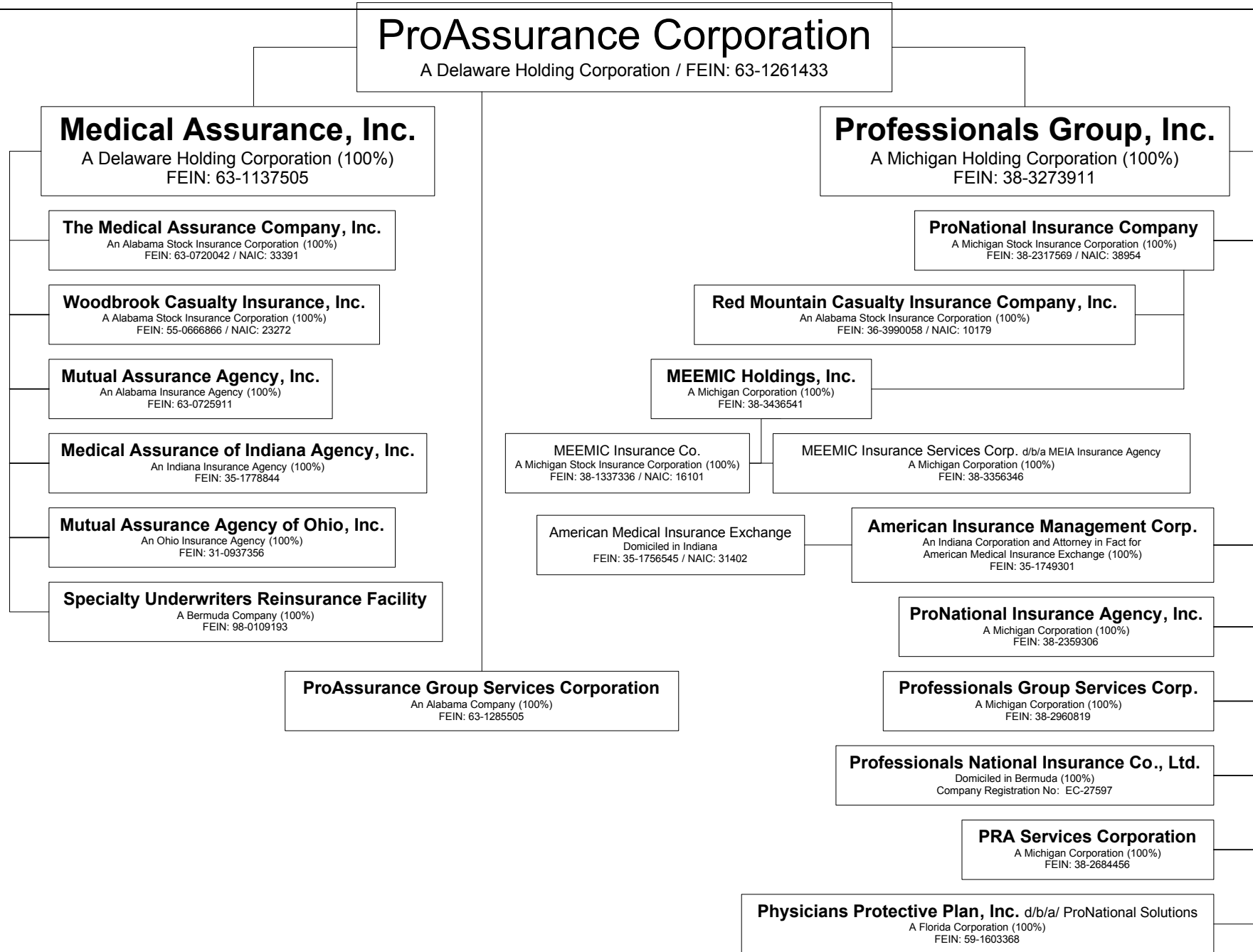
DETAILS OF WRITE-INS

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.....	755,658	264,480	35.0	34.1
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.....	7,225,938	2,815,351	39.0	40.8
11.2. Medical malpractice-claims made.....	160,509,436	62,537,264	39.0	40.8
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.....	777,564	425,979	54.8	41.6
17.1. Other liability-occurrence.....	159,073	76,638	48.2	49.1
17.2. Other liability-claims made.....	2,309,125	1,152,420	49.9	49.1
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.....	171,736,794	67,272,132	39.2	40.9

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

Lines of Business	1	2	3
	Current Quarter	Current Year to Date	Prior Year Year to Date
1. Fire.....			
2. Allied lines.....			
3. Farmowners multiple peril.....			
4. Homeowners multiple peril.....			
5. Commercial multiple peril.....	327,239	661,161	646,055
6. Mortgage guaranty.....			
8. Ocean marine.....			
9. Inland marine.....			
10. Financial guaranty.....			
11.1. Medical malpractice-occurrence.....	7,219,461	7,218,375	10,347,249
11.2. Medical malpractice-claims made.....	60,222,638	156,042,757	160,911,047
12. Earthquake.....			
13. Group accident and health.....			
14. Credit accident and health.....			
15. Other accident and health.....			
16. Workers' compensation.....	272,269	738,719	720,654
17.1. Other liability-occurrence.....	69,461	140,446	136,753
17.2. Other liability-claims made.....	1,729,924	2,414,227	2,308,817
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.....	69,840,992	167,215,685	175,070,575

DETAILS OF WRITE-INS

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

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	2005 Loss and LAE Payments on Claims Reported as of Prior Year-End	2005 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2005 Loss and LAE Payments (Cols. 4 + 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves (Cols. 7 + 8 + 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 4 + 7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserve Developed (Savings)/Deficiency (Cols. 11 + 12)
1. 2002 + Prior	310,310	58,525	368,835	31,504	3,177	34,681	273,696	1,520	56,438	331,654	(5,110)	2,610	(2,500)
2. 2003	121,618	102,641	224,259	8,904	1,564	10,468	122,249	4,031	87,511	213,791	9,535	(9,535)	0
3. Subtotals 2003 + Prior	431,928	161,166	593,094	40,408	4,741	45,149	395,945	5,551	143,949	545,445	4,425	(6,925)	(2,500)
4. 2004	63,556	215,158	278,714	5,383	1,150	6,533	101,152	1,954	169,075	272,181	42,979	(42,979)	0
5. Subtotals 2004 + Prior	495,484	376,324	871,808	45,791	5,891	51,682	497,097	7,505	313,024	817,626	47,404	(49,904)	(2,500)
6. 2005	XXX	XXX	XXX	XXX	2,696	2,696	XXX	27,311	99,995	127,306	XXX	XXX	XXX
7. Totals	495,484	376,324	871,808	45,791	8,587	54,378	497,097	34,816	413,019	944,932	47,404	(49,904)	(2,500)
8. Prior Year-End's Surplus As Regards Policyholders	276,909										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. 9.6 %	2. (13.3)%	3. (0.3)%
													Col. 13, Line 7 Line 8
													4. (0.9)%

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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

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

Explanation:

Bar Code:



**Overflow Page
NONE**

**Sch. A-Part 2
NONE**

**Sch. A-Part 3
NONE**

**Sch. B-Part 1
NONE**

**Sch. B-Part 2
NONE**

**Sch. BA-Part 1
NONE**

**Sch. BA-Part 2
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 A4 5	FANNIE MAE 04/15/2015 5.000		06/16/2005	LEHMAN BROTHERS		1,930,013	1,850,000	15,931	1
3133XB ZK 4	FED HOME LN BANK 06/20/2007 3.625		06/22/2005	MORGAN STANLEY DEAN WITTER		7,470,315	7,500,000	12,839	1
912828 DS 6	US TREASURY N/B 04/30/2007 3.625		06/09/2005	MORGAN KEEGAN & CO INC		875,848	875,000	3,305	1
0399999	Total - Bonds - U.S. Government					10,276,176	10,225,000	32,075	XXX
Bonds - States, Territories and Possessions									
452150 SX 4	ILLINOIS ST 03/01/2016 4.875		04/20/2005	DAIN RAUSCHER		1,365,572	1,300,000	9,506	1FE
1799999	Total - Bonds - States, Territories & Possessions					1,365,572	1,300,000	9,506	XXX
Bonds - Political Subdivisions of States									
752147 CD 8	RANCHO SANTIAGO CLG 09/01/2018 5.000		04/14/2005	FIRST ALBANY CORP		1,626,195	1,500,000	8,125	1FE
59333M FU 4	MIAMI-DADE CNTY FLA SC 10/01/2011 5.500		05/10/2005	STEPHENS INC		1,117,720	1,000,000	6,417	1FE
45202B BG 0	ILLINOIS HSG DEV AUTH 07/01/2008 4.000		05/16/2005	VARIOUS		8,900,000	8,900,000		1FE
478700 A9 8	JOHNSON USD #229-RF-B 10/01/2017 5.000		04/27/2005	RAYMOND JAMES		1,638,705	1,500,000	2,292	1FE
444240 KZ 7	HUDSONVILLE MICH PUB S 05/01/2017 5.000		05/24/2005	GRIFFIN KUBIC		1,612,529	1,475,000	410	1FE
691599 KZ 6	OXFORD MICH AREA 05/01/2018 5.000		05/31/2005	UBS SECURITIES		2,385,680	2,195,000		1FE
838736 SW 7	SOUTH LYON SCHS-REF 05/01/2016 5.000		04/13/2005	FIRST ALBANY CORP		1,514,161	1,395,000	2,519	1FE
983308 AN 7	WYOMING MICH BLDG AUTH 05/01/2018 5.000		05/25/2005	BAIRD & PATRICK		1,517,040	1,400,000		1FE
983308 AP 2	WYOMING MICH BLDG AUTH 05/01/2019 5.000		05/25/2005	BAIRD & PATRICK		1,084,747	1,005,000		1FE
787642 S9 9	ST CHARLES SD 03/01/2020 5.250		04/08/2005	BANK AMERICA		1,669,080	1,500,000		1FE
647310 A6 8	NEW MEXICO ST SEVERANC 07/01/2012 5.000		05/25/2005	GOLDMAN SACHS		1,097,120	1,000,000		1FE
684575 F2 4	ORANGE CNTY REF-SER A 07/15/2018 5.000		04/29/2005	ADVEST INC		1,105,700	1,000,000		1FE
186343 UU 1	CLEVELAND-REF 10/01/2017 5.500		04/11/2005	LEHMAN BROTHERS		1,711,185	1,500,000	458	1FE
186343 UV 9	CLEVELAND-REF 10/01/2018 5.500		04/14/2005	LEHMAN BROTHERS		1,732,260	1,500,000	1,604	1FE
199491 KF 7	COLUMBUS OHIO 11/15/2010 5.500		05/16/2005	BELLE HAVEN INVESTMENTS		2,026,836	1,800,000	1,100	1FE
116601 LW 3	BROWNWOOD TEX INDPT SC 02/15/2019 5.250		04/11/2005	DAIN RAUSCHER		1,076,640	1,000,000	5,979	1FE
445042 K8 6	HUMBLE TEX INDPT SCH D 02/15/2014		06/01/2005	BEAR STEARNS & CO		1,725,563	2,435,000		1FE
2499999	Total - Bonds - Political Subdivision					33,541,161	32,105,000	28,904	XXX
Bonds - Special Revenue and Special Assessment									
207757 5C 5	CONNECTICUT ST SPL TAX 02/01/2022 2.280		04/22/2005	LEHMAN BROTHERS		1,500,000	1,500,000	2,384	1FE
246428 QR 0	DELAWARE TRANSN AUTH 07/01/2011 5.000		05/10/2005	UBS SECURITIES		3,284,430	3,000,000	55,000	1FE
919112 BQ 4	VALDOSTA & LOWDES CNTY 10/01/2023 2.350		04/22/2005	BANK AMERICA		3,000,000	3,000,000	4,745	1FE
41981C HA 1	HI ST HWY-B 07/01/2019 5.250		04/11/2005	RAYMOND JAMES		1,675,725	1,500,000	6,344	1FE
594700 BF 2	MI TRUNK LINE REF 11/01/2018 5.500		04/21/2005	MERRILL LYNCH		1,790,359	1,550,000		1FE
843375 WN 2	STHRN MN PWR SER A 01/01/2017 5.250		04/13/2005	FIRST ALBANY CORP		1,620,854	1,450,000	22,626	1FE
542690 VY 5	LONG ISLAND PWR AUTH N 12/01/2029 3.020		04/14/2005	LEHMAN BROTHERS		3,000,000	3,000,000	2,358	1FE
59259N NU 3	METROPOLITAN TRANSN AU 11/15/2018 5.250		06/08/2005	ADVEST INC		1,611,848	1,400,000	5,717	1FE
64971K FC 5	NEW YORK N Y CITY TRAN 11/01/2022 2.230		04/14/2005	LEHMAN BROTHERS		3,000,000	3,000,000	24,313	1FE
657903 DK 3	NORTH CAROLINA EDL FAC 12/01/2021 2.230		04/14/2005	LEHMAN BROTHERS		1,000,000	1,000,000	2,407	1FE
65901M DK 7	NORTH DAKOTA ST WTR 08/01/2018 5.000		05/25/2005	DAIN RAUSCHER		1,320,766	1,215,000		1FE
65901M DL 5	NORTH DAKOTA ST WTR 08/01/2019 5.000		05/25/2005	DAIN RAUSCHER		1,381,552	1,275,000		1FE
232286 BG 8	CUYAHOGA CNTY OHIO REV 01/01/2036 2.150		06/21/2005	MORGAN KEEGAN & CO INC		5,000,000	5,000,000		1FE
677659 ER 1	OH WTR-REF-B-FRESH 12/01/2019 5.500		05/04/2005	FIRST ALBANY CORP		1,424,875	1,220,000	29,449	1FE
68608B BG 2	OR ST DEPT ADMIN 09/01/2010 5.000		05/10/2005	MORGAN STANLEY DEAN WITTER		1,843,684	1,700,000	17,000	1FE
136542 DL 8	CANADIAN RIV MUN WTR A 02/15/2017 5.250		05/17/2005	DAIN RAUSCHER		554,165	500,000	2,844	1FE
235036 FK 1	DALLAS FORT WORTH TEX 11/01/2017 5.500		05/03/2005	DAIN RAUSCHER		1,097,970	1,000,000	764	1FE
41315R FK 5	HARRIS CNTY TEX HEALTH 12/01/2039 2.050		05/06/2005	MORGAN KEEGAN & CO INC		5,000,000	5,000,000		1FE
882854 HQ 8	TEXAS WTR DEV BRD REV 07/15/2016 5.375		04/25/2005	DAIN RAUSCHER		996,388	920,000	14,148	1FE
91754R KS 5	UTAH ST BRD REGENTS RE 08/01/2016 5.000		06/16/2005	J.P. MORGAN		1,648,638	1,520,000		1FE
181748 AA 2	CLARKE CNTY VA INDL DE 01/01/2030 2.280		04/22/2005	LEHMAN BROTHERS		1,500,000	1,500,000	2,384	1FE
3136F6 4A 4	FANNIE MAE 04/28/2015 5.750		04/12/2005	LEHMAN BROTHERS		1,998,000	2,000,000		1
31395L KX 8	FHR 2920 LA 12/01/2014 5.000		04/07/2005	MORGAN STANLEY DEAN WITTER		5,283,472	5,268,635	7,983	1
31395R DL 9	FHR 2960 QN 01/01/2010 4.500		04/13/2005	MERRILL LYNCH		5,258,203	5,250,000	18,375	1
31395T HU 1	FHR 2964 NG 11/01/2010 4.500		04/13/2005	MCDONALD & CO SECURITIES INC		1,249,805	1,250,000	4,375	1

E04

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)
31391P UV 6	FN 672996 12/01/2017 5.000		04/28/2005	VARIOUS		1,491,348	1,466,172	6,631	1
31406W US 1	FN 822393 04/01/2035 5.500		04/27/2005	MERRILL LYNCH		3,030,469	3,000,000	12,833	1
31406Y 4L 1	FN 824427 05/01/2035 5.500		05/12/2005	NOMURA SECURITIES INTERNATIONAL, INC.		5,046,094	5,000,000	12,222	1
31394C 7A 4	FNR 2005-30 BC 12/01/2016 5.000		04/25/2005	GREENWICH CAPITAL		4,940,408	4,925,018	18,469	1
3199999.	Total - Bonds - Special Revenue & Special Assessments					71,549,053	69,409,825	273,371	XXX
Bonds - Public Utilities									
87971M AC 7	TELUS CORPORATION 06/01/2011 8.000		05/06/2005	MERRILL LYNCH		579,160	500,000	17,778	2FE
3899999.	Total - Bonds - Public Utilities					579,160	500,000	17,778	XXX
Bonds - Industrial and Miscellaneous									
00441R AJ 6	ACERV 2001-RV1 E 09/20/2021 8.700		06/22/2005	VARIOUS		669,094	693,350	1,340	3FE
07383F U7 1	BSCMS 2004-T16 A6 10/01/2014 4.750		06/27/2005	BEAR STEARNS & CO		3,058,242	3,000,000	11,479	1FE
172967 BW 0	CITIGROUP INC 05/07/2015 4.875		05/16/2005	UBS SECURITIES		1,501,140	1,500,000	2,438	1FE
172850 BB 4	CITRV 1999-A B 08/15/2008 8.717		06/15/2005	CAPITALIZED INTEREST		6,495	6,495		3FE
396789 JR 1	GCCFC 2005-GG3 A2 01/01/2010 4.305		05/12/2005	J.P. MORGAN		990,508	1,000,000	1,913	1FE
36828Q DM 5	GECMC 2004-C1 A2 01/01/2012 3.915		05/19/2005	CREDIT SUISSE FIRST BOSTON		4,606,000	4,700,000	11,756	1FE
36228C VP 5	GSMS 2005-GG4 A2 07/01/2010 4.475		06/27/2005	GREENWICH CAPITAL		3,027,188	3,000,000	10,815	1FE
36228C VU 4	GSMS 2005-GG4 A4A 05/01/2015 4.751		06/10/2005	GREENWICH CAPITAL		3,014,063	3,000,000	8,710	1FE
393505 FK 3	GT 1995 1 B2 05/15/2025 9.200		06/15/2005	VARIOUS		79,291	79,291		6FE
393505 SK 9	GT 1997-1 M1 05/15/2018 7.220		06/15/2005	VARIOUS		662,284	662,284		3FE
393505 UW 0	GT 1997-4 M1 04/15/2020 7.220		05/06/2005	DIRECT		208,491	208,491		3FE
393505 VY 5	GT 1997-5 M1 09/15/2020 6.950		06/15/2005	VARIOUS		551,626	551,626		3FE
46625Y DB 6	JPMCC 2004-CBX A3 01/01/2010 4.184		04/22/2005	J.P. MORGAN		5,918,906	6,000,000	18,131	1FE
46625H BV 1	JPMORGAN CHASE & CO 09/15/2014 5.125		05/31/2005	GOLDMAN SACHS		1,020,590	1,000,000	11,104	1FE
52519S AW 3	LABMH 2002-1 B2 11/15/2026 10.638		06/15/2005	CAPITALIZED INTEREST		24,782	24,782		4FE
52517P VV 0	LEHMAN BROTHERS HOLDIN 03/13/2014 4.800		05/16/2005	LEHMAN BROTHERS		989,110	1,000,000	8,800	1FE
758202 AD 7	REED ELSEVR CPTL 06/15/2012 4.625		06/07/2005	DAIN RAUSCHER		1,248,300	1,250,000		1FE
94356* AA 1	WAVELAND NCP TEXAS VEN 08/01/2011 9.190		06/16/2005	DIRECT		3,418,803	3,418,803		1FE
87182R AC 1	SYSCO INTL CO 06/01/2012 6.100		05/31/2005	WACHOVIA/FIRST UNION		1,101,882	1,000,000	339	1FE
4599999.	Total - Bonds - Industrial & Miscellaneous					32,096,795	32,095,122	86,825	XXX
6099997.	Total - Bonds - Part 3					149,407,917	145,634,947	448,459	XXX
6099999.	Total - Bonds					149,407,917	145,634,947	448,459	XXX
7499999.	Total - Bonds, Preferred and Common Stocks					149,407,917	XXX	448,459	XXX

E04.1

(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	F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Government																					
31359M QZ 9	FANNIE MAE		04/29/2005	HSBC SECURITIES LIMITED.		1,972,300	2,000,000	1,973,824	1,973,824				4,998		1,978,822		(6,522)	(6,522)	22,903	04/15/2006	1.....
313X7 EC 4	FHLB		06/02/2005	CALL BY ISSUER 100.000		3,000,000	3,000,000	3,000,000	3,000,000						3,000,000				33,000	06/02/2006	1.....
3128X3 EK 5	FREDDIE MAC		05/04/2005	CALL BY ISSUER 100.000		3,000,000	3,000,000	2,991,840	2,992,820		517		517		2,993,337		6,663	6,663	63,750	05/04/2009	1.....
3128X3 HX 4	FREDDIE MAC		05/19/2005	CALL BY ISSUER 100.000		2,000,000	2,000,000	2,003,440	2,001,391		(1,391)		(1,391)		2,000,000				47,200	05/19/2009	1.....
3134A4 PQ 1	FREDDIE MAC		06/15/2005	MATURITY		1,000,000	1,000,000	1,045,156	1,008,255		(8,255)		(8,255)		1,000,000				21,250	06/15/2005	1.....
36202B NJ 0	G2 1293		06/01/2005	MBS PAYDOWN		159	159	175	173		(14)		(14)		159				7	04/01/2019	1.....
36202D KY 6	G2 3011		06/01/2005	MBS PAYDOWN		1,070	1,070	1,094	1,088		(18)		(18)		1,070				33	04/01/2030	1.....
36224L QA 8	GN 331749		06/01/2005	MBS PAYDOWN		212	212	209	210		2		2		212				7	09/01/2022	1.....
36224P ML 9	GN 334363		06/01/2005	MBS PAYDOWN		607	607	616	613		(6)		(6)		607				19	11/01/2018	1.....
36224Q XR 2	GN 335588		06/01/2005	MBS PAYDOWN		6,154	6,154	6,062	6,092		62		62		6,154				156	06/01/2020	1.....
36224U 5Z 6	GN 339364		06/01/2005	MBS PAYDOWN		174	174	171	172		2		2		174				5	09/01/2022	1.....
36206E 3N 3	GN 409505		06/01/2005	MBS PAYDOWN		1,345	1,345	1,427	1,426		(81)		(81)		1,345				39	07/01/2024	1.....
36208T 4W 7	GN 460837		06/01/2005	MBS PAYDOWN		9,302	9,302	9,428	9,392		(90)		(90)		9,302				258	08/01/2027	1.....
36201Q 2C 6	GN 590371		06/01/2005	MBS PAYDOWN		60,289	60,289	62,833	62,283		(1,994)		(1,994)		60,289				1,682	04/01/2032	1.....
36200K UE 5	GN 603681		06/01/2005	MBS PAYDOWN		53,147	53,147	55,144	54,890		(1,744)		(1,744)		53,147				1,208	01/01/2033	1.....
36290S QF 1	GN 616154		06/01/2005	MBS PAYDOWN		45,301	45,301	45,088	45,101		200		200		45,301				1,068	02/01/2033	1.....
36201T KE 6	GNMA PL 592593		06/01/2005	MBS PAYDOWN		37,089	37,089	38,766	38,704		(1,616)		(1,616)		37,089				933	10/01/2032	1.....
36213C P2 0	GNMA PL 550441		06/01/2005	MBS PAYDOWN		16,595	16,595	17,583	17,568		(973)		(973)		16,595				526	11/01/2030	1.....
36215N R4 8	GNMA POOL # 140107		06/01/2005	MBS PAYDOWN		25	25	27	27		(1)		(1)		25				1	10/01/2015	1.....
36202D LW 9	GNMA POOL # 23041		06/01/2005	MBS PAYDOWN		30,358	30,358	31,027	30,826		(468)		(468)		30,358				902	04/01/2030	1.....
36220S DR 4	GNMA POOL # 286412		06/01/2005	MBS PAYDOWN		3	3	3	3						3					02/01/2020	1.....
36200Q JM 7	GNMA POOL # 569168		06/01/2005	MBS PAYDOWN		210,312	210,312	215,307	213,931		(3,619)		(3,619)		210,312				4,861	10/01/2016	1.....
36225B HE 1	GNMA POOL # 781129		06/01/2005	MBS PAYDOWN		2,053	2,053	1,979	2,000		53		53		2,053				59	03/01/2028	1.....
36215K 2A 7	GNMA POOL #137669		06/01/2005	MBS PAYDOWN		92	92	97	96		(4)		(4)		92				4	04/01/2014	1.....
36220W KJ 5	GNMA POOL #290197		06/01/2005	MBS PAYDOWN		122	122	128	127		(5)		(5)		122				5	07/01/2020	1.....
36223E 7H 1	GNMA POOL #306096		06/01/2005	MBS PAYDOWN		3,233	3,233	3,427	3,282		(49)		(49)		3,233				110	07/01/2006	1.....
36202D MT 5	GNMA POOL #3070		06/01/2005	MBS PAYDOWN		11,125	11,125	11,378	11,295		(170)		(170)		11,125				338	09/01/2030	1.....
36223H 4U 8	GNMA POOL #308735		06/01/2005	MBS PAYDOWN		5,125	5,125	5,432	5,197		(72)		(72)		5,125				158	09/01/2006	1.....
36223H 6B 8	GNMA POOL #308766		06/01/2005	MBS PAYDOWN		290	290	293	293		(3)		(3)		290				9	10/01/2021	1.....
36223M GH 3	GNMA POOL #311700		06/01/2005	MBS PAYDOWN		452	452	480	459		(7)		(7)		452				16	09/01/2006	1.....
36223N 5G 5	GNMA POOL #313247		06/01/2005	MBS PAYDOWN		371	371	393	376		(6)		(6)		371				15	08/01/2006	1.....
36223Q 7D 3	GNMA POOL #315092		06/01/2005	MBS PAYDOWN		782	782	829	794		(12)		(12)		782				28	10/01/2006	1.....
36224H E9 3	GNMA POOL #328760		06/01/2005	MBS PAYDOWN		3,226	3,226	3,419	3,279		(53)		(53)		3,226				131	04/01/2007	1.....
362067 VY 3	GNMA POOL #37531		06/01/2005	MBS PAYDOWN		93	93	97	95		(2)		(2)		93				4	11/01/2007	1.....
36205R MA 2	GNMA POOL #398253		06/01/2005	MBS PAYDOWN		29,992	29,992	30,283	30,193		(201)		(201)		29,992				1,111	02/01/2025	1.....
36206A LZ 4	GNMA POOL #405444		06/01/2005	MBS PAYDOWN		12,518	12,518	13,215	13,097		(579)		(579)		12,518				484	02/01/2024	1.....
36209P NT 0	GNMA POOL# 477502		06/01/2005	MBS PAYDOWN		161,150	161,150	163,945	163,895		(2,745)		(2,745)		161,150				3,705	08/01/2027	1.....
91282B BB 5	US TREASURY N/B		06/13/2005	VARIOUS		875,000	875,000	869,650	873,724		1,276		1,276		875,000				5,469	05/31/2005	1.....
0399999	Total - Bonds - U.S. Government					12,550,066	12,577,766	12,604,265	12,566,991		0		(17,068)		12,549,925		141	141	211,454	XXX	XXX
Bonds - Political Subdivisions of States																					
09088R AN 6	BIRMINGHAM AL STR IMPT SER B	5.1	06/01/2005	CALL BY ISSUER 102.000		163,200	160,000	158,541	159,504		56		56		159,560		3,640	3,640	4,080	06/01/2008	1FE.....
09088R AP 1	BIRMINGHAM AL STR IMPT SER B	5.2	06/01/2005	CALL BY ISSUER 102.000		397,800	390,000	386,268	388,471		129		129		388,600		9,200	9,200	10,140	06/01/2009	1FE.....
186343 UV 9	CLEVELAND-REF	5.500	05/05/2005	PRONATIONAL INSURANCE C		1,731,676	1,500,000	1,732,260	1,732,260		(584)		(584)		1,731,676				5,271	10/01/2018	1FE.....
2499999	Total - Bonds - Political Subdivisions					2,292,676	2,050,000	2,277,069	2,280,235		0		(399)		2,279,836		12,840	12,840	19,491	XXX	XXX
Bonds - Special Revenue and Special Assessment																					
44706T EJ 6	HUNTSVILLE ALA HEALTH CARE AUTH		06/02/2005	VARIOUS		1,805,000	1,805,000	1,805,000	1,805,000						1,805,000				41,966	06/01/2024	1FE.....
011909 AC 2	ALASKA INDL DEV & EXPT AUTH LEAS		05/02/2005	CALL BY ISSUER 100.000		400,000	400,000	400,000	400,000						400,000				13,250	05/01/2006	1FE.....
721882 BH 0	PIMA CNTY ARIZ STR & HWY REV	4.2	06/07/2005	DAIN RAUSCHER		772,170	750,000	747,690	747,925		62		62		747,987		24,183	24,183	30,016	07/01/2016	1FE.....

E05

SCHEDULE D - PART 4

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

1 CUSIP Identification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value At Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date	22 NAIC Designation or Market Indicator (a)
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.							
31395L KX 8	FHR 2920 LA		06/01/2005	MBS PAYDOWN		175,081	175,081	175,574	175,574	(493)		(493)		175,081				0	1,090	12/01/2014	1
31395P ZE 5	FHR 2929 BE		06/01/2005	VARIOUS		103,919	5,322,525	5,305,892	5,305,892	227		227		103,919				0	414	05/01/2010	1
31395T HU 1	FHR 2964 NG		06/01/2005	MBS PAYDOWN		14,619	14,619	14,617	14,617	2		2		14,619				0	58	11/01/2010	1
31395T HV 9	FHR 2964 NH		06/01/2005	MBS PAYDOWN		26,314	26,314	26,421	26,421	(107)		(107)		26,314				0	109	11/01/2010	1
31371K BL 4	FN 253943		06/01/2005	MBS PAYDOWN		14,629	14,629	15,009	14,925	(295)		(295)		14,629				0	403	02/01/2016	1
31371K UA 1	FN 254503		06/01/2005	MBS PAYDOWN		162,307	162,307	167,531	166,923	(4,616)		(4,616)		162,307				0	3,364	09/01/2009	1
31371K WK 3	FN 254550		06/01/2005	MBS PAYDOWN		37,976	37,976	39,305	39,101	(1,125)		(1,125)		37,976				0	1,010	06/01/2032	1
31371K 2V 2	FN 254688		06/01/2005	MBS PAYDOWN		128,787	128,787	133,717	132,587	(3,800)		(3,800)		128,787				0	2,895	12/01/2022	1
31371L CD 9	FN 254868		06/01/2005	MBS PAYDOWN		72,366	72,366	71,993	72,019	348		348		72,366				0	1,489	04/01/2033	1
31371L CE 7	FN 254869		06/01/2005	MBS PAYDOWN		54,170	54,170	54,238	54,229	(59)		(59)		54,170				0	1,202	05/01/2033	1
31376K FW 1	FN 357581		06/01/2005	MBS PAYDOWN		27,560	27,560	27,819	27,799	(239)		(239)		27,560				0	618	02/01/2019	1
31380M MS 2	FN 444169		06/01/2005	MBS PAYDOWN		10,053	10,053	9,958	9,982	70		70		10,053				0	202	11/01/2028	1
31380Y SL 5	FN 454223		06/01/2005	MBS PAYDOWN		2,044	2,044	2,025	2,029	14		14		2,044				0	43	09/01/2027	1
31381B V9 7	FN 456140		06/01/2005	MBS PAYDOWN		6,126	6,126	6,068	6,083	43		43		6,126				0	124	12/01/2028	1
31385J QV 3	FN 545968		06/01/2005	MBS PAYDOWN		40,747	40,747	41,511	41,433	(687)		(687)		40,747				0	899	01/01/2017	1
31385W 2S 7	FN 555285		06/01/2005	MBS PAYDOWN		44,613	44,613	45,254	45,181	(569)		(569)		44,613				0	1,094	12/01/2031	1
31385X FK 8	FN 555570		06/01/2005	MBS PAYDOWN		44,927	44,927	45,580	45,500	(573)		(573)		44,927				0	1,094	11/01/2031	1
31385X GQ 4	FN 555607		06/01/2005	MBS PAYDOWN		23,843	23,843	23,851	23,850	(7)		(7)		23,843				0	444	02/01/2018	1
31386S BW 6	FN 571653		06/01/2005	MBS PAYDOWN		36,351	36,351	36,124	36,191	161		161		36,351				0	769	02/01/2015	1
31391P UV 6	FN 672996		06/01/2005	VARIOUS		22,255	1,527,109	1,539,994	1,539,994	(188)		(188)		22,255				0	3,437	12/01/2017	1
31391W 5R 8	FN 679556		06/01/2005	MBS PAYDOWN		47,991	47,991	49,041	48,866	(875)		(875)		47,991				0	1,071	01/01/2018	1
31400F PB 7	FN 686318		06/01/2005	MBS PAYDOWN		63,154	63,154	65,088	64,752	(1,598)		(1,598)		63,154				0	1,337	11/01/2017	1
31400R CF 6	FN 694970		06/01/2005	MBS PAYDOWN		114,972	114,972	119,858	118,915	(3,943)		(3,943)		114,972				0	2,759	12/01/2017	1
31400Y FU 5	FN 701379		06/01/2005	MBS PAYDOWN		27,672	27,672	27,794	27,775	(103)		(103)		27,672				0	508	12/01/2017	1
31401B P6 6	FN 703445		06/01/2005	MBS PAYDOWN		391,864	391,864	397,987	397,856	(5,992)		(5,992)		391,864				0	8,094	02/01/2018	1
31401H UX 8	FN 708998		06/01/2005	MBS PAYDOWN		175,715	175,715	174,205	174,358	1,356		1,356		175,715				0	3,845	03/01/2033	1
31401W G2 9	FN 720317		06/01/2005	MBS PAYDOWN		37,172	37,172	38,002	37,924	(752)		(752)		37,172				0	742	03/01/2018	1
31401X BJ 5	FN 721041		06/01/2005	MBS PAYDOWN		88,748	88,748	91,147	90,943	(2,195)		(2,195)		88,748				0	2,103	08/01/2033	1
31402F DL 6	FN 727407		06/01/2005	MBS PAYDOWN		54,478	54,478	53,780	53,870	608		608		54,478				0	1,033	05/01/2018	1
31403Y G6 4	FN 761721		06/01/2005	MBS PAYDOWN		45,181	45,181	44,715	44,752	429		429		45,181				0	908	03/01/2033	1
31404B VC 3	FN 763911		06/01/2005	MBS PAYDOWN		104,667	104,667	105,124	105,082	(416)		(416)		104,667				0	2,092	10/01/2018	1
31404N WB 8	FN 773842		06/01/2005	MBS PAYDOWN		313,085	313,085	317,586	317,258	(4,173)		(4,173)		313,085				0	7,414	01/01/2034	1
31404R MD 6	FN 776256		06/01/2005	MBS PAYDOWN		135,746	135,746	136,022	136,005	(258)		(258)		135,746				0	2,512	02/01/2034	1
31404U CL 2	FN 778675		06/01/2005	MBS PAYDOWN		20,065	20,065	19,814	19,831	234		234		20,065				0	360	02/01/2019	1
31404Y KL 5	FN 782499		06/01/2005	MBS PAYDOWN		165,384	165,384	164,647	164,698	686		686		165,384				0	2,312	03/01/2034	1
31405C HF 9	FN 785130		06/01/2005	MBS PAYDOWN		151,616	151,616	153,843	153,755	(2,139)		(2,139)		151,616				0	3,198	08/01/2019	1
31406W US 1	FN 822393		06/01/2005	MBS PAYDOWN		60,306	60,306	60,919	60,919	(612)		(612)		60,306				0	523	04/01/2035	1
31406Y 4L 1	FN 824427		06/01/2005	MBS PAYDOWN		37,042	37,042	37,384	37,384	(341)		(341)		37,042				0	170	05/01/2035	1
31379J ZZ 5	FNMA POOL #421161	6,500	06/01/2005	MBS PAYDOWN		11,180	11,180	11,232	11,213	(33)		(33)		11,180				0	249	08/01/2012	1
31379Q 2H 2	FNMA #426576	6,500	06/01/2005	MBS PAYDOWN		3,442	3,442	3,424	3,429	13		13		3,442				0	93	05/01/2027	1
31388P XQ 9	FNMA #610987	6,000	06/01/2005	MBS PAYDOWN		74,261	74,261	74,580	74,495	(234)		(234)		74,261				0	1,868	05/01/2016	1
31390L RG 3	FNMA #649487	6,500	06/01/2005	MBS PAYDOWN		207,837	207,837	215,339	213,444	(5,606)		(5,606)		207,837				0	5,700	05/01/2032	1
31389V SD 0	FNMA PL # F636916	6,500	06/01/2005	MBS PAYDOWN		91,101	91,101	93,492	92,777	(1,677)		(1,677)		91,101				0	2,381	10/01/2016	1
31371K R3 7	FNMA PL 254406	6,500	06/01/2005	MBS PAYDOWN		62,919	62,919	64,521	64,032	(1,113)		(1,113)		62,919				0	1,675	01/01/2032	1
31387N 2W 6	FNMA PL 589489	6,500	06/01/2005	MBS PAYDOWN		95,290	95,290	96,720	96,273	(983)		(983)		95,290				0	2,550	10/01/2015	1
31400Q TN 3	FNMA PL 694557	5,500	06/01/2005	MBS PAYDOWN		21,113	21,113	21,470	21,420	(307)		(307)		21,113				0	478	11/01/2032	1
31389N 4X 0	FNMA PL# 630938	5,500	06/01/2005	MBS PAYDOWN		210,442	210,442	208,305	208,832	1,610		1,610		210,442				0	4,841	10/01/2016	1
31389P MP 2	FNMA PL# 631366	6,500	06/01/2005	MBS PAYDOWN		2,147	2,147	2,203	2,187	(39)		(39)		2,147				0	57	02/01/2016	1
31400Y ET 9	FNMA PL#701346	6,000	06/01/2005	MBS PAYDOWN		47,668	47,668	49,187	48,871	(1,203)		(1,203)		47,668				0	1,048	10/01/2032	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	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's 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)
31359U ZR 9	FNMA REMIC 98-W8 A6		06/01/2005	MBS PAYDOWN		45,813	45,813	45,813	45,813				.0		45,813			.0	1,124	06/01/2013	1
31379R VS 4	FNMA#427325		06/01/2005	MBS PAYDOWN		9,573	9,573	9,618	9,601		(28)		(28)		9,573			.0	259	10/01/2012	1
31379T TE 4	FNMA#429049		06/01/2005	MBS PAYDOWN		9,011	9,011	9,053	9,038		(27)		(27)		9,011			.0	238	12/01/2012	1
31392F 5Y 9	FNR 2002-77 CG		06/01/2005	MBS PAYDOWN		31,571	31,571	31,911	31,824		(254)		(254)		31,571			.0	527	03/01/2009	1
31392H SC 8	FNR 2003-4 PG		06/01/2005	MBS PAYDOWN		423,194	423,194	436,419	430,685		(7,491)		(7,491)		423,194			.0	7,696	09/01/2006	1
31393A 5L 7	FNR 2003-43 PJ		06/01/2005	MBS PAYDOWN		235,148	235,148	239,116	237,252		(2,105)		(2,105)		235,148			.0	3,858	10/01/2005	1
31393B 2U 8	FNR 2003-60 NA		06/01/2005	MBS PAYDOWN		126,987	126,987	123,892	123,892		3,095		3,095		126,987			.0	827	01/01/2013	1
31394A S2 3	FNR 2004-74 BA		06/01/2005	MBS PAYDOWN		210,704	210,704	209,749	209,779		925		925		210,704			.0	3,925	12/01/2014	1
31394C 7A 4	FNR 2005-30 BC		06/01/2005	MBS PAYDOWN		129,167	129,167	129,571	129,571		(404)		(404)		129,167			.0	815	12/01/2016	1
31394C N3 2	FNR 2005-33 VA		06/01/2005	MBS PAYDOWN		25,946	25,946	26,177	26,177		(231)		(231)		25,946			.0	217	03/01/2016	1
3199999	Total - Bonds - Special Revenue & Assessment					33,325,238	39,880,086	40,146,209	40,111,548	.0	(85,027)	0	(85,027)	0	33,306,772	0	18,466	18,466	462,594	XXX	XXX
Bonds - Public Utilities																					
010392 DL 9	ALABAMA POWER CO		05/31/2005	CITICORP SECURITIES		1,007,700	1,000,000	1,000,000	1,000,000				.0		1,000,000		7,700	7,700	32,330	11/01/2005	1FE
0727G0 BT 6	BAYER LNDBK NY MTN		06/16/2005	CALL BY ISSUER 100.000		6,000,000	6,000,000	6,000,000	6,000,000				.0		6,000,000			.0	72,000	06/16/2006	1FE
637432 CC 7	NATIONAL RURAL UTILITIES		05/15/2005	MATURITY		1,005,000	1,005,000	1,085,954	1,021,184		(16,184)		(16,184)		1,005,000			.0	30,778	05/15/2005	1FE
3899999	Total - Bonds - Public Utilities					8,012,700	8,005,000	8,085,954	8,021,184	.0	(16,184)	0	(16,184)	0	8,005,000	0	7,700	7,700	135,108	XXX	XXX
Bonds - Industrial and Miscellaneous																					
020002 AL 5	ALLSTATE CORP		05/01/2005	MATURITY		1,000,000	1,000,000	1,116,990	1,016,722		(16,722)		(16,722)		1,000,000			.0	39,375	05/01/2005	1FE
05947U LH 9	BACM 2003-1 A1		06/01/2005	MBS PAYDOWN		19,541	19,541	19,293	19,293		248		248		19,541			.0	253	01/01/2012	1FE
06423A AM 5	BANK ONE CORP		05/31/2005	BNP PARIBAS DUBLIN		1,018,280	1,000,000	1,106,440	1,046,465		(17,997)		(17,997)		1,028,468		(10,188)	(10,188)	54,528	02/01/2006	1FE
05949A PF 1	BOAMS 2004-7 5A52		06/01/2005	MBS PAYDOWN		141,701	141,701	140,992	141,034		667		667		141,701			.0	3,019	02/01/2007	1FE
05949A PN 4	BOAMS 2004-7 6A1		06/01/2005	MBS PAYDOWN		48,067	48,067	47,714	47,714		353		353		48,067			.0	783	07/01/2019	1FE
110122 AF 5	BRISTOL-MYERS SQUIBB		04/04/2005	CALL BY ISSUER 101.218 101		3,289,585	3,250,000	3,399,355	3,354,898		(15,120)		(15,120)		3,339,777		(60,192)	(60,192)	78,474	10/01/2006	1FE
17305E AY 1	CCCIT 2002-A3 A3		05/15/2005	MBS PAYDOWN		3,345,000	3,345,000	3,417,835	3,372,637		(27,637)		(27,637)		3,345,000			.0	73,590	05/15/2005	1FE
163714 AB 4	CHASE MANHATTAN		05/16/2005	UBS SECURITIES		1,001,120	1,000,000	1,067,240	1,023,901		(21,989)		(21,989)		1,001,912		(792)	(792)	32,667	06/01/2005	1FE
161581 CT 8	CMAOT 2003-A A3		06/15/2005	MBS PAYDOWN		238,359	238,359	238,369	238,363		(4)		(4)		238,359			.0	1,492	02/15/2006	1FE
201730 AA 6	CMAT 99-C1 A1		06/11/2005	MBS PAYDOWN		92,628	92,628	98,189	94,447		(1,819)		(1,819)		92,628			.0	2,501	10/11/2005	1FE
172973 YT 0	CMSI 2004-5 1A3		06/01/2005	MBS PAYDOWN		131,647	131,647	131,400	131,409		238		238		131,647			.0	2,632	08/01/2012	1FE
172973 P3 7	CMSI 2005-1 2A1		06/01/2005	MBS PAYDOWN		116,847	116,847	115,149	115,149		1,698		1,698		116,847			.0	776	02/01/2020	1FE
20033T AF 2	COMED 1998-1 A6		06/25/2005	MBS PAYDOWN		160,520	160,520	177,230	168,787		(8,267)		(8,267)		160,520			.0	4,519	06/25/2007	1FE
14040K BE 7	COMT 2000-2 A		06/15/2005	MBS PAYDOWN		2,000,000	2,000,000	2,144,453	2,049,588		(49,588)		(49,588)		2,000,000			.0	72,000	06/15/2005	1FE
21075W FZ 3	CONHE 97-4 A7		06/01/2005	MBS PAYDOWN		4,743	4,743	4,838	4,743		.0		.0		4,743			.0	117	03/01/2008	1FE
22540V EH 1	CSFB 2001-CKN5 A3		06/01/2005	MBS PAYDOWN		23,845	23,845	25,231	24,868		(1,023)		(1,023)		23,845			.0	438	10/01/2009	1FE
22541S HS 0	CSFB 2004-C2 A1		06/01/2005	VARIOUS		41,715	41,715	40,047	40,162		1,553		1,553		41,715			.0	629	12/01/2013	1FE
126671 LF 1	CWL 01-1 AF-6		06/01/2005	MBS PAYDOWN		11,255	11,255	11,677	11,404		(148)		(148)		11,255			.0	285	02/01/2011	1FE
126671 PV 2	CWL 2002-S1 A5		04/01/2005	MBS PAYDOWN		58,083	58,083	59,079	58,082		.0		.0		58,082		1	1	1,154	10/01/2024	1FE
152314 CT 5	CXHE 2000-C A6		06/01/2005	MBS PAYDOWN		19,430	19,430	20,502	19,720		(290)		(290)		19,430			.0	557	10/01/2009	1FE
152314 DF 4	CXHE 2001-A A4		06/01/2005	MBS PAYDOWN		149,934	149,934	149,933	149,933		.0		.0		149,933		1	1	3,689	05/01/2006	1FE
152314 DH 0	CXHE 2001-A A6		06/01/2005	MBS PAYDOWN		24,793	24,793	25,736	25,099		(306)		(306)		24,793			.0	574	10/01/2010	1FE
152314 HK 9	CXHE 2003-C AF2		06/01/2005	MBS PAYDOWN		633,159	633,159	633,125	633,147		12		12		633,159			.0	7,612	08/01/2005	1FE
23322B FZ 6	DLJCM 99-CG3 A1A		06/01/2005	MBS PAYDOWN		5,004	5,004	5,408	5,260		(256)		(256)		5,004			.0	149	10/01/2008	1FE
29078P AB 6	EAST 2000-A A2 FLTR		06/15/2005	MBS PAYDOWN		159,881	159,881	159,881	159,881		.0		.0		159,881			.0	8,134	12/15/2009	3FE
31846L BT 2	FAMLT 1998-1F NOTE		06/01/2005	MBS PAYDOWN		546	546	554	546		.0		.0		546			.0	15	11/01/2010	1FE
33735P AE 7	FUCMT 1999-C1 A1		06/01/2005	MBS PAYDOWN		147,757	147,757	151,867	149,769		(2,011)		(2,011)		147,757			.0	6,976	06/01/2007	1FE
337367 AB 2	FULBA 1998-C2 A2		06/01/2005	MBS PAYDOWN		20,320	20,320	22,640	21,723		(1,402)		(1,402)		20,320			.0	671	11/01/2008	1FE
337378 AA 1	FUNBC 1999-C4 A1		06/01/2005	VARIOUS		6,154	6,154	6,556	6,419		(265)		(265)		6,154			.0	264	09/01/2007	1FE
33736X AA 7	FUNBC 2000-C1 A1		06/01/2005	MBS PAYDOWN		68,419	68,419	76,741	74,287		(5,868)		(5,868)		68,419			.0	2,475	12/01/2008	1FE
361849 DY 5	GMACC 1998-C2 A2		06/01/2005	MBS PAYDOWN		27,752	27,752	31,024	29,726		(1,974)		(1,974)		27,752			.0	891	07/01/2008	1FE

E05.3

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	For e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
361849 ES 7	GMACC 1999-C1 A1		06/01/2005	MBS PAYDOWN		15,187	15,187	15,614	15,411		(224)		(224)		15,187			0	.664	12/01/2007	1FE
361849 FT 4	GMACC 1999-C2 CL A1		06/01/2005	MBS PAYDOWN		18,830	18,830	19,804	19,351		(520)		(520)		18,830			0	.561	02/01/2007	1FE
361856 BP 1	GMACM 2001-HE4 A5		04/01/2005	PRIOR YEAR INCOME									0					0	2,546	06/01/2025	1FE
393505 SK 9	GT 1997-1 M1		05/16/2005	MBS PAYDOWN		4,152	4,152	4,152	4,152				0		4,152			0	.4	05/15/2018	3FE
393505 UW 0	GT 1997-4 M1		06/15/2005	MBS PAYDOWN		1,434	1,434	1,434	1,434				0		1,434			0	.2	04/15/2020	3FE
393505 VY 5	GT 1997-5 M1		05/16/2005	MBS PAYDOWN		3,127	3,127	3,127	3,127				0		3,127			0	.3	09/15/2020	3FE
393505 YB 2	GT 1997-8 B1		06/15/2005	MBS PAYDOWN		28,205	28,205	28,205	28,205				0		28,205			0	.592	05/15/2022	5FE
393505 T5 1	GT 1999-1 M1		06/01/2005	MBS PAYDOWN		4,090	4,090	4,090	4,090				0		4,090			0	.138	11/01/2022	5FE
393505 W4 0	GT 1999-2 M1		06/01/2005	MBS PAYDOWN		15,429	15,429	15,429	15,429				0		15,429			0	.176	01/01/2022	5FE
393505 YK 2	GTHIL 1997-E HIB2		05/23/2005	PRIOR YEAR INCOME									0					0	.78	06/15/2004	6FE
43811N AC 2	HAROT 2002-3 A3		04/18/2005	MBS PAYDOWN		63,197	63,197	64,034	63,365		(168)		(168)		63,197			0	.632	04/18/2005	1FE
441812 GL 2	HSBC FINANCE CORP		05/09/2005	MATURITY		3,350,000	3,350,000	3,582,323	3,372,729		(22,729)		(22,729)		3,350,000			0	134,000	05/09/2005	1FE
456606 DE 9	INHIL 2001-C B		06/25/2005	MBS PAYDOWN		232,197	232,197	232,197	232,197				0		232,197			0	2,481	09/25/2009	2FE
47214T AA 7	JCPL 2002-A A1		06/05/2005	MBS PAYDOWN		41,421	41,421	43,583	42,752		(1,331)		(1,331)		41,421			0	.868	12/05/2007	1FE
46625M WW 5	JPMCC 2003-CB6 A1		06/01/2005	MBS PAYDOWN		30,318	30,318	30,448	30,448		(130)		(130)		30,318			0	.445	12/01/2012	1FE
55262T AN 3	MBNAM 1995-C A		06/15/2005	MBS PAYDOWN		1,000,000	1,000,000	1,071,914	1,019,021		(19,021)		(19,021)		1,000,000			0	32,250	06/15/2005	1FE
589962 CV 9	MESC 13 M1		06/28/2005	MBS PAYDOWN		1,177	1,177	1,177	1,177				0		1,177			0	.9	08/01/2015	5FE
61745M FG 3	MSC 1998-HF1 A2		06/01/2005	MBS PAYDOWN		237,851	237,851	266,257	253,600		(15,749)		(15,749)		237,851			0	10,154	01/01/2008	1FE
61745M ES 8	MSC 1998-WF1 A2		06/01/2005	MBS PAYDOWN		520,385	520,385	579,569	554,870		(34,485)		(34,485)		520,385			0	18,670	12/01/2007	1FE
65473H AC 7	NAROT 2003-C A3		06/15/2005	MBS PAYDOWN		193,413	193,413	192,333	192,363		1,051		1,051		193,413			0	2,067	03/15/2006	1FE
655356 JE 4	NASC 1998-D6 A1A		06/11/2005	MBS PAYDOWN		164,174	164,174	176,666	171,220		(7,047)		(7,047)		164,174			0	4,532	07/11/2007	1FE
634902 JB 7	NATL CITY BANK		05/12/2005	PRIOR YEAR INCOME									0					0	(307)	08/24/2009	1FE
64109Y AA 9	NLFLP 05-1A		06/27/2005	MBS PAYDOWN		184,656	184,656	184,656	184,656				0		184,656			0	1,814	03/27/2011	1FE
68619A AG 2	ORGN 2001-A M1		06/15/2005	MBS PAYDOWN		1,892	1,892	1,892	1,892				0		1,892			0	.20	09/15/2013	4FE
70556J AA 7	PALS 1999-1A A1		06/25/2005	MBS PAYDOWN		9,362	9,362	9,362	9,362				0		9,362			0	.100	03/25/2029	5FE
70556J AB 5	PALS 1999-1A A2		06/25/2005	MBS PAYDOWN		11,842	11,842	11,842	11,842				0		11,842			0	.444	03/25/2024	5FE
70556J AC 3	PALS 1999-1A B1		06/27/2005	MBS PAYDOWN		14,883	14,883	14,883	14,883				0		14,883			0	1,061	10/25/2012	5FE
76110H DB 2	RALI 2003-QS10 A13		06/01/2005	MBS PAYDOWN		329,515	329,515	322,410	323,457		6,058		6,058		329,515			0	5,819	02/01/2027	1FE
760985 MY 4	RAMP 2002-RZ3		06/01/2005	MBS PAYDOWN		70,361	70,361	69,248	69,943		418		418		70,361			0	1,410	08/01/2005	1FE
76110W GG 5	RASC 1999 KS2 CL A19		06/01/2005	MBS PAYDOWN		35,013	35,013	36,819	35,482		(468)		(468)		35,013			0	1,024	10/01/2011	1FE
76110W HL 3	RASC 1999-KS4 A14		06/01/2005	MBS PAYDOWN		23,636	23,636	24,689	24,036		(400)		(400)		23,636			0	.708	01/01/2009	1FE
76110W JZ 0	RASC 2000- KS3 CL A16		06/01/2005	MBS PAYDOWN		32,479	32,479	34,544	33,108		(629)		(629)		32,479			0	1,066	10/01/2012	1FE
76110W RM 0	RASC 2003-KS4 A13		06/01/2005	MBS PAYDOWN		460,792	460,792	460,708	460,750		43		43		460,792			0	4,699	01/01/2006	1FE
45660N JL 0	RAST 2002-A13 A3		06/01/2005	MBS PAYDOWN		10,748	10,748	11,002	10,779		(30)		(30)		10,748			0	.224	08/01/2005	1FE
76110V LU 0	RFMSZ 2003-HS1 A13		06/01/2005	MBS PAYDOWN		409,969	409,969	409,933	409,984		5		5		409,969			0	4,396	10/01/2005	1FE
80104M AC 2	SANKATY HIGH YLD II		05/23/2005	CALL BY ISSUER 100.000		1,500,000	1,500,000	1,500,000	1,500,000				0		1,500,000			0	67,728	05/31/2007	1FE
871829 AB 3	SYSCO CORP		06/15/2005	MATURITY		1,000,000	1,000,000	1,055,850	1,008,381		(8,381)		(8,381)		1,000,000			0	32,500	06/15/2005	1FE
89232X AC 4	TAOT 2002-C A3		06/15/2005	MBS PAYDOWN		129,930	129,930	131,478	130,364		(434)		(434)		129,930			0	1,419	09/15/2005	1FE
00184A AB 1	TIME WARNER INC		04/07/2005	LEHMAN BROTHERS		6,544,020	12,000,000	12,718,530	12,670,637		(4,626)		(4,626)		6,121,961		422,059	422,059	398,250	04/15/2011	2FE
60935B DZ 9	TMSHE 1998-B AF9		06/01/2005	MBS PAYDOWN		10,069	10,069	10,472	10,222		(153)		(153)		10,069			0	.261	08/01/2013	1FE
91159H GA 2	US BANCORP MTN		05/16/2005	FIRST TENNESSEE		500,780	500,000	530,290	507,249		(5,589)		(5,589)		501,660		(880)	(880)	9,170	06/30/2005	1FE
96683M AC 7	WALT 2002-1 A3		06/15/2005	MBS PAYDOWN		192,801	192,801	195,302	193,414		(613)		(613)		192,801			0	2,069	09/15/2005	1FE
94356# AA 7	WAVELAND NCP ALABAMA CAPCO NOT		05/15/2005	SINKING FUND REDEMPTION		106,534	106,534	106,534	106,534				0		106,534			0	4,538	03/01/2014	1FE
92925U AD 4	WESTO 2001-C A4		06/20/2005	MBS PAYDOWN		108,056	108,056	113,645	109,223		(1,166)		(1,166)		108,056			0	2,799	12/20/2006	1FE
949762 AA 6	WFMB 2003-10 A1		06/01/2005	MBS PAYDOWN		50,986	50,986	49,839	50,156		830		830		50,986			0	.935	08/01/2018	1FE
94979F AC 0	WFMB 2003-12 A3		06/01/2005	MBS PAYDOWN		103,397	103,397	103,025	103,025		372		372		103,397			0	.661	10/01/2018	1FE
94981A AA 1	WFMB 2003-14 1A1		06/01/2005	MBS PAYDOWN		66,575	66,575	66,362	66,367		209		209		66,575			0	1,276	11/01/2018	1FE
94982E AA 2	WFMB 2005-1 1A1		06/01/2005	VARIOUS		67,394	67,394	67,399	67,399		(5)		(5)		67,398			0	.796	01/01/2020	1FE

E05.4

SCHEDULE D - PART 4

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

1 CUSIP Identification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value At Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date	22 NAIC Designation or Market Indicator (a)
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.							
4599999.	Total - Bonds - Industrial & Miscellaneous.....					31,906,362	37,302,577	39,218,558	38,373,242	0	(282,829)	0	(282,829)	0	31,546,357	0	360,009	360,009	1,235,892	XXX	XXX
6099997.	Total - Bonds - Part 4.....					88,087,042	99,815,429	102,332,055	101,353,200	0	(401,507)	0	(401,507)	0	87,687,890	0	399,156	399,156	2,064,539	XXX	XXX
6099999.	Total - Bonds.....					88,087,042	99,815,429	102,332,055	101,353,200	0	(401,507)	0	(401,507)	0	87,687,890	0	399,156	399,156	2,064,539	XXX	XXX
Preferred Stocks - Banks, Trust and Insurance Companies																					
46625H 85 2	JPMORGAN CHASE & CO.....		.05/05/2005	CALL BY ISSUER 50.000.....		65,972,000	3,298,600	3,298,600	3,389,312	(90,712)			(90,712)		3,298,600				0	62,536	XXX
6299999.	Total - Preferred Stocks - Banks, Trust & Insurance Companies.....					3,298,600	XXX	3,298,600	3,389,312	(90,712)	0	0	(90,712)	0	3,298,600	0	0	0	0	62,536	XXX
Preferred Stocks - Industrial and Miscellaneous																					
524908 86 0	LEHMAN BROTHERS HOLDINGS.....		.06/02/2005	VARIOUS.....		50,000,000	2,500,000	2,500,000	2,600,000	(100,000)			(100,000)		2,500,000				0	88,937	XXX
6399999.	Total - Preferred Stocks - Industrial & Miscellaneous.....					2,500,000	XXX	2,500,000	2,600,000	(100,000)	0	0	(100,000)	0	2,500,000	0	0	0	0	88,937	XXX
6599997.	Total - Preferred Stocks - Part 4.....					5,798,600	XXX	5,798,600	5,989,312	(190,712)	0	0	(190,712)	0	5,798,600	0	0	0	0	151,473	XXX
6599999.	Total - Preferred Stocks.....					5,798,600	XXX	5,798,600	5,989,312	(190,712)	0	0	(190,712)	0	5,798,600	0	0	0	0	151,473	XXX
7399999.	Total - Preferred and Common Stocks.....					5,798,600	XXX	5,798,600	5,989,312	(190,712)	0	0	(190,712)	0	5,798,600	0	0	0	0	151,473	XXX
7499999.	Total - Bonds, Preferred and Common Stocks.....					93,885,642	XXX	108,130,655	107,342,512	(190,712)	0	0	(592,219)	0	93,486,490	0	399,156	399,156	2,216,012	XXX	XXX

(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.....				1,236,438	2,603,962	1,198,627	XXX
BANK ONE.....	BATON ROUGE, LA.....				70,000	70,000	70,000	XXX
FEDERAL HOME LOAN BANK.....	ATLANTA, GA.....				26,294	26,352	26,406	XXX
WACHOVIA BANK.....	BIRMINGHAM, AL.....				(4,314,808)	(2,740,556)	(5,155,387)	XXX
VOYAGER BANK.....	EDEN PRAIRIE, MN.....				239,565	240,088	277,402	XXX
0199999. Total Open Depositories.....	XXX.....	XXX.....	0.....	0.....	(2,742,511)	199,846	(3,582,951)	XXX
0399999. Total Cash on Deposit.....	XXX.....	XXX.....	0.....	0.....	(2,742,511)	199,846	(3,582,951)	XXX
0499999. Cash in Company's Office.....	XXX.....	XXX.....	XXX.....	XXX.....	3,108	3,108	3,108	XXX
0599999. Total Cash.....	XXX.....	XXX.....	0.....	0.....	(2,739,403)	202,953	(3,579,844)	XXX

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned at End of Current Quarter

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Code	Date Acquired	Rate of Interest	Maturity Date	Book/Adjusted Carrying Value	Amount of Interest Due & Accrued	Gross Investment Income
Cash Equivalents								
31402Q TS 0	FNMA CI 15 YR PL # 703446 - REPOS.....	RA...	.....06/30/2005	.....3.050	.....07/01/2005	.....4,136,000	.....	.....25,047
0199999.	Totals.....					.....4,136,000	.....0	.....25,047