



# QUARTERLY STATEMENT

AS OF JUNE 30, 2006  
OF THE CONDITION AND AFFAIRS OF THE

## American Concept Insurance Company

NAIC Group Code 0156 0156 NAIC Company Code 31909 Employer's ID Number 46-0322617  
(Current Period) (Prior Period)

Organized under the Laws of Rhode Island, State of Domicile or Port of Entry Rhode Island  
Country of Domicile United States of America

Incorporated/Organized 08/01/1974 Commenced Business 09/13/1974

Statutory Home Office 88 Boyd Avenue, East Providence, RI 02914  
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office 88 Boyd Avenue East Providence, RI 02914 401-453-7000  
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address 88 Boyd Avenue, East Providence, RI 02914  
(Street and Number or P.O. Box) (City or Town, State and Zip Code)

Primary Location of Books and Records 88 Boyd Avenue East Providence, RI 02914 401-453-7132  
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.provwash.com

Statutory Statement Contact DONALD EDWARD WOELLNER 401-453-7132  
(Name) (Area Code) (Telephone Number) (Extension)  
don.woellner@provwash.com 401-453-7204  
(E-mail Address) (FAX Number)

Policyowner Relations Contact 88 Boyd Avenue East Providence, RI 02914 401-453-7431  
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number) (Extension)

### OFFICERS

Name	Title	Name	Title
<u>JEFFREY SCOTT MACK</u>	<u>President &amp; CEO</u>	<u>NANCY RODRIGUES RESENDE</u>	<u>Corporate Secretary</u>
<u>DONALD EDWARD WOELLNER</u>	<u>SVP, CAO &amp; Treasurer</u>		

### OTHER OFFICERS

<u>JOHN HOUSTON BALLARD, III</u>	<u>Executive VP, Claims</u>		
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### DIRECTORS OR TRUSTEES

<u>JOHN HOUSTON BALLARD, III</u>	<u>NANCY RODRIGUES RESENDE</u>	<u>DONALD EDWARD WOELLNER</u>	<u>JEFFREY SCOTT MACK</u>
<u>LAURA MARGARET HUGHES</u>			

State of Rhode Island

County of Providence **SS**

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

JEFFREY SCOTT MACK  
President & CEO

NANCY RODRIGUES RESENDE  
Corporate Secretary

DONALD EDWARD WOELLNER  
SVP, CAO & Treasurer

a. Is this an original filing? Yes [ X ] No [ ]

Subscribed and sworn to before me this 7th day of August, 2006

b. If no,  
1. State the amendment number \_\_\_\_\_  
2. Date filed \_\_\_\_\_  
3. Number of pages attached \_\_\_\_\_

Nancy L. Wass, Notary  
March 13, 2009

**STATEMENT AS OF JUNE 30, 2006 OF THE American Concept Insurance Company**

**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 .....	6,859,746		6,859,746	8,195,816
2. Stocks:				
2.1 Preferred stocks .....			0	0
2.2 Common stocks .....			0	0
3. Mortgage loans on real estate:				
3.1 First liens .....			0	0
3.2 Other than first liens .....			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ ..... encumbrances) .....			0	0
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....			0	0
4.3 Properties held for sale (less \$ ..... encumbrances) .....			0	0
5. Cash (\$ .....0 ), cash equivalents (\$ .....1,896,368 ) and short-term investments (\$ .....89,971 ) .....	1,986,339		1,986,339	1,364,151
6. Contract loans, (including \$ .....premium notes)			0	0
7. Other invested assets .....	0	0	0	0
8. Receivables for securities .....	0	0	0	0
9. Aggregate write-ins for invested assets .....	0	0	0	0
10. Subtotals, cash and invested assets (Lines 1 to 9) .....	8,846,085	0	8,846,085	9,559,967
11. Title plants less \$ ..... charged off (for Title insurers only)			0	0
12. Investment income due and accrued .....	40,043		40,043	48,303
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection .....	23,405	10,812	12,593	45,225
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ .....322 earned but unbilled premiums) .....	8,541	32	8,509	13,087
13.3 Accrued retrospective premiums .....			0	0
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers .....			0	0
14.2 Funds held by or deposited with reinsured companies .....			0	0
14.3 Other amounts receivable under reinsurance contracts .....			0	0
15. Amounts receivable relating to uninsured plans .....			0	0
16.1 Current federal and foreign income tax recoverable and interest thereon .....			0	0
16.2 Net deferred tax asset .....	1,206,028	1,206,028	0	0
17. Guaranty funds receivable or on deposit .....			0	0
18. Electronic data processing equipment and software .....			0	0
19. Furniture and equipment, including health care delivery assets (\$ .....)			0	0
20. Net adjustment in assets and liabilities due to foreign exchange rates .....			0	0
21. Receivables from parent, subsidiaries and affiliates .....			0	0
22. Health care (\$ .....) and other amounts receivable .....			0	0
23. Aggregate write-ins for other than invested assets .....	0	0	0	0
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23)	10,124,102	1,216,872	8,907,230	9,666,582
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			0	0
26. Total (Lines 24 and 25)	10,124,102	1,216,872	8,907,230	9,666,582
<b>DETAILS OF WRITE-INS</b>				
0901. ....				
0902. ....				
0903. ....				
0998. Summary of remaining write-ins for Line 9 from overflow page .....	0	0	0	0
0999. Totals (Lines 0901 through 0903 plus 0998)(Line 9 above)	0	0	0	0
2301. ....				
2302. ....				
2303. ....				
2398. Summary of remaining write-ins for Line 23 from overflow page .....	0	0	0	0
2399. Totals (Lines 2301 through 2303 plus 2398)(Line 23 above)	0	0	0	0

STATEMENT AS OF JUNE 30, 2006 OF THE American Concept Insurance Company

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ .....14,700 ) .....	4,195,754	4,653,741
2. Reinsurance payable on paid losses and loss adjustment expenses .....		0
3. Loss adjustment expenses .....	1,036,986	1,241,044
4. Commissions payable, contingent commissions and other similar charges .....	9,054	9,054
5. Other expenses (excluding taxes, licenses and fees) .....	302,738	311,920
6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....	90,833	91,353
7.1 Current federal and foreign income taxes (including \$ ..... on realized capital gains (losses)) .....		0
7.2 Net deferred tax liability .....		0
8. Borrowed money \$ ..... and interest thereon \$ .....		0
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ .....64 and including warranty reserves of \$ ..... ) .....	16,834	71,638
10. Advance premium .....		0
11. Dividends declared and unpaid:		
11.1 Stockholders .....		0
11.2 Policyholders .....		0
12. Ceded reinsurance premiums payable (net of ceding commissions) .....		0
13. Funds held by company under reinsurance treaties .....		0
14. Amounts withheld or retained by company for account of others .....		0
15. Remittances and items not allocated .....		0
16. Provision for reinsurance .....		0
17. Net adjustments in assets and liabilities due to foreign exchange rates .....		0
18. Drafts outstanding .....		0
19. Payable to parent, subsidiaries and affiliates .....	361,585	479,941
20. Payable for securities .....		0
21. Liability for amounts held under uninsured plans .....		0
22. Capital notes \$ ..... and interest thereon \$ .....		0
23. Aggregate write-ins for liabilities .....	3,197	5,347
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23) .....	6,016,981	6,864,037
25. Protected cell liabilities .....		0
26. Total liabilities (Lines 24 and 25) .....	6,016,981	6,864,037
27. Aggregate write-ins for special surplus funds .....	0	0
28. Common capital stock .....	1,000,000	1,000,000
29. Preferred capital stock .....		0
30. Aggregate write-ins for other than special surplus funds .....	0	0
31. Surplus notes .....		0
32. Gross paid in and contributed surplus .....	2,809,484	2,809,484
33. Unassigned funds (surplus) .....	(919,235)	(1,006,940)
34. Less treasury stock, at cost:		
34.1 ..... shares common (value included in Line 28 \$ ..... ) .....		0
34.2 ..... shares preferred (value included in Line 29 \$ ..... ) .....		0
35. Surplus as regards policyholders (Lines 27 to 33, less 34) .....	2,890,249	2,802,544
36. TOTALS .....	8,907,230	9,666,582
<b>DETAILS OF WRITE-INS</b>		
2301. LIMITED ASSIGNMENT DISTRIBUTION BUYOUT PAYABLE .....	2,945	5,250
2302. PREMIUM DEFICIENCY RESERVE .....	252	97
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) .....	3,197	5,347
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
<b>UNDERWRITING INCOME</b>			
1. Premiums earned:			
1.1 Direct (written \$ 583 )	2,082	362,218	402,864
1.2 Assumed (written \$ (26,844) )	27,823	680,873	848,293
1.3 Ceded (written \$ 583 )	2,082	362,218	402,864
1.4 Net (written \$ (26,844) )	27,823	680,873	848,293
<b>DEDUCTIONS:</b>			
2. Losses incurred (current accident year \$ 17,610 ):			
2.1 Direct	13,655	69,751	(564,575)
2.2 Assumed	33,876	438,617	640,849
2.3 Ceded	13,655	69,751	(564,575)
2.4 Net	33,876	438,617	640,849
3. Loss expenses incurred	8,489	141,329	280,180
4. Other underwriting expenses incurred	94,695	180,213	213,126
5. Aggregate write-ins for underwriting deductions	155	(47)	(25,330)
6. Total underwriting deductions (Lines 2 through 5)	137,215	760,112	1,108,825
7. Net income of protected cells		0	0
8. Net underwriting gain or (loss) (Line 1.4 minus Line 6 + Line 7)	(109,392)	(79,239)	(260,532)
<b>INVESTMENT INCOME</b>			
9. Net investment income earned	193,057	210,315	403,281
10. Net realized capital gains (losses) less capital gains tax of \$	(31,415)	26,178	26,178
11. Net investment gain (loss) (Lines 9 + 10)	161,642	236,493	429,459
<b>OTHER INCOME</b>			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$ 3,237 )	(3,237)	(4,156)	(10,308)
13. Finance and service charges not included in premiums	(10)	4,170	5,687
14. Aggregate write-ins for miscellaneous income	1,728	(850)	2,445
15. Total other income (Lines 12 through 14)	(1,519)	(836)	(2,177)
16. Net income before dividends to policyholders after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	50,731	156,418	166,750
17. Dividends to policyholders		0	0
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)	50,731	156,418	166,750
19. Federal and foreign income taxes incurred		0	0
20. Net income (Line 18 minus Line 19)(to Line 22)	50,731	156,418	166,750
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
21. Surplus as regards policyholders, December 31 prior year	2,802,544	2,674,243	2,674,242
22. Net income (from Line 20)	50,731	156,418	166,750
23. Net transfers (to) from Protected Cell accounts		0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$		0	0
25. Change in net unrealized foreign exchange capital gain (loss)		0	0
26. Change in net deferred income tax	(29,447)	(56,806)	(53,057)
27. Change in nonadmitted assets	66,421	67,463	30,965
28. Change in provision for reinsurance		0	0
29. Change in surplus notes		0	0
30. Surplus (contributed to) withdrawn from protected cells		0	0
31. Cumulative effect of changes in accounting principles		0	0
32. Capital changes:			
32.1 Paid in		0	0
32.2 Transferred from surplus (Stock Dividend)		0	0
32.3 Transferred to surplus		0	0
33. Surplus adjustments:			
33.1 Paid in		0	0
33.2 Transferred to capital (Stock Dividend)		0	0
33.3 Transferred from capital		0	0
34. Net remittances from or (to) Home Office		0	0
35. Dividends to stockholders		0	0
36. Change in treasury stock		0	0
37. Aggregate write-ins for gains and losses in surplus	0	0	(16,356)
38. Change in surplus as regards policyholders (Lines 22 through 37)	87,705	167,075	128,302
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	2,890,249	2,841,318	2,802,544
<b>DETAILS OF WRITE-INS</b>			
0501. PREMIUM DEFICIENCY RESERVE	155	(47)	(25,330)
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)	155	(47)	(25,330)
1401. LIMITED ASSIGNMENT DISTRIBUTION BUYOUT COST	1,133	0	1,110
1402. OTHER EXPENSE	595	(850)	1,335
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)	1,728	(850)	2,445
3701. CHANGE IN MINIMUM PENSION LIABILITY, NET OF TAX		0	(16,356)
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	(16,356)

## CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
<b>Cash from Operations</b>		
1. Premiums collected net of reinsurance.....	17,015	360,284
2. Net investment income.....	209,928	439,779
3. Miscellaneous income.....	(1,519)	(2,177)
4. Total (Lines 1 to 3).....	225,424	797,887
5. Benefits and loss related payments.....	491,863	1,801,280
6. Net transfers to Separate, Segregated Accounts and Protected Cell Accounts.....	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions.....	316,717	882,812
8. Dividends paid to policyholders.....	0	0
9. Federal and foreign income taxes paid (recovered) \$ ..... net of tax on capital gains (losses)	0	0
10. Total (Lines 5 through 9).....	808,580	2,684,092
11. Net cash from operations (Line 4 minus Line 10).....	(583,156)	(1,886,205)
<b>Cash from Investments</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	1,325,863	3,065,093
12.2 Stocks.....	0	0
12.3 Mortgage loans.....	0	0
12.4 Real estate.....	0	0
12.5 Other invested assets.....	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	(12)	(1)
12.7 Miscellaneous proceeds.....	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	1,325,851	3,065,092
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	0	0
13.2 Stocks.....	0	0
13.3 Mortgage loans.....	0	0
13.4 Real estate.....	0	0
13.5 Other invested assets.....	0	0
13.6 Miscellaneous applications.....	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6).....	0	0
14. Net increase (or decrease) in contract loans and premium notes.....	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	1,325,851	3,065,092
<b>Cash from Financing and Miscellaneous Sources</b>		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes.....	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0
16.3 Borrowed funds.....	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	0	0
16.5 Dividends to stockholders.....	0	0
16.6 Other cash provided (applied).....	(120,507)	(62,758)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	(120,507)	(62,758)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>		
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Lines 15 and 17).....	622,188	1,116,129
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	1,364,156	248,027
19.2 End of period (Line 18 plus Line 19.1).....	1,986,344	1,364,156

## NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Account Policies

No change

2. Accounting Changes and Corrections of Errors

No change

3. Business Combinations and Goodwill

Not applicable

4. Discontinued Operations

Not applicable

5. Investments

No change

6. Joint Ventures, Partnerships and Limited Liability Companies

Not applicable

7. Investment Income

No change

8. Derivative Instruments

Not applicable

9. Income Taxes

(A) The components of the net deferred tax asset/(liability) at June, 30 are as follows:

	<u>June 30, 2006</u>	<u>December 31, 2005</u>
Total of gross deferred tax assets	\$ 1,206,028	\$ 1,235,475
Total of deferred tax liabilities	<u>0</u>	<u>0</u>
Net deferred tax asset	1,206,028	1,235,475
Deferred tax asset nonadmitted	<u>(1,206,028)</u>	<u>(1,235,475)</u>
Net admitted deferred tax asset	\$ <u>0</u>	\$ <u>0</u>
(Increase) decrease in nonadmitted asset	\$ <u>29,447</u>	

(B) Deferred tax liabilities are not recognized for the following amounts:

Not applicable

(B) Current income taxes incurred are equal to zero.

The main components of the June 30, 2006 deferred tax amounts are as follows:

No significant changes from the Annual Statement for the year ended December 31, 2005.

The changes in main components of DTA's and DTL's are as follows:

	<u>June 30 2006</u>	<u>December 31 2005</u>	<u>Change</u>
Total deferred tax assets	\$ 1,206,028	\$ 1,235,475	\$ (29,447)
Total deferred tax liabilities	<u>0</u>	<u>0</u>	<u>0</u>
Net deferred tax asset/(liability)	\$ 1,206,028	\$ 1,235,475	\$ (29,447)
Tax effect of unrealized gains (losses)			0
Tax effect of change in minimum pension liability			<u>0</u>
Change in net deferred income tax			\$ <u>(29,447)</u>

(D) No significant changes from the Annual Statement for the year ended December 31, 2005.

(E) Operating loss and tax credit carryforwards

<u>Year</u>	<u>NOL Carryforward</u>	<u>Expires Tax Year End</u>
2006	\$ 37,000	12/31/26
2005	327,000	12/31/25
2004	1,154,000	12/31/24
2003	870,000	12/31/23
2002	75,000	12/31/22
2001	0	12/31/21
2000	1,000	12/31/20
1999	1,000	12/31/19
1998	1,000	12/31/18
1997	0	12/31/16
1996	0	12/31/10
1995	0	12/31/09
1994	0	12/31/08
1993	105,000	12/31/07

There are currently no federal income taxes incurred that are available for recoupment in the event of future net losses.

## NOTES TO FINANCIAL STATEMENTS

(F) Consolidated Federal Income Tax Return

The Company's federal income tax return is consolidated with and includes the following entities:

PW Acquisition Company  
Providence Washington Holdings, Inc.  
PW Holdings, Inc.  
Providence Washington Insurance Company  
York Insurance Company

The method of allocation among the companies is subject to written agreement. All Companies above are included in the written agreement. Allocation to the insurance subsidiaries is based upon applying the applicable federal income tax rate(s) to the statutory results of operations as reflected in the Statements of Income in the respective Annual Statements of the subsidiaries, adjusted for specific federal tax transactions. Allocation to non-insurance entities is based upon separate return calculations with current credit for net losses. Intercompany tax balances are requested to be settled within 30 days.

10. Information concerning Parent, Subsidiaries and Affiliates

No material change

11. Debt

Not applicable

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefits Plans.

No material change – however effective April 1, 2004, the Company has announced a freezing of its defined benefit pension plan and enhancements to its defined contribution employee savings plan.

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

No material change

14. Contingencies

No material change

15. Leases

No material change

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

Not applicable

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

Not applicable

18. Gain or Loss to the Reporting Entity from Uninsured A&H Plans and the Uninsured Portion of Partially Insured Plans

Not applicable

19. Direct Premiums Written by Managing General Agents/Third Party Administrators

Not applicable

20. September 11 Events

No material change

21. Other Items

No material change

22. Events Subsequent

No change

23. Reinsurance

No material change

24. Retrospectively Rated Contracts

Not applicable

25. Changes in Incurred Losses and Loss Adjustment Expenses

No material change

## NOTES TO FINANCIAL STATEMENTS

26. Intercompany Pooling Arrangements

No change

27. Structured Settlements

No change

28. Health Care Receivables

Not applicable

29. Participating A&H Policies

Not applicable

30. Premium Deficiency Reserves

No material change

31. High Deductibles

No material change

32. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

No material change

33. Asbestos/Environmental Reserves

No material change

34. Subscriber Savings Account

Not applicable

35. Multiple Peril Crop Insurance

Not applicable

**GENERAL INTERROGATORIES**

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

**PART 1 - COMMON INTERROGATORIES  
GENERAL**

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? ..... Yes [ ] No [X]
- 1.2 If yes, has the report been filed with the domiciliary state? ..... Yes [ ] No [ ]
  
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? ..... Yes [ ] No [X]
- 2.2 If yes, date of change: .....  
If not previously filed, furnish herewith a certified copy of the instrument as amended.
  
- 3. 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.
  
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? ..... Yes [ ] No [X]
- 4.2 If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

- 5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? ..... Yes [ ] No [ ] NA [X]  
If yes, attach an explanation.
  
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. .... 12/31/2002
- 6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. .... 12/31/2002
- 6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). .... 06/28/2004
- 6.4 By what department or departments?  
Rhode Island.....
  
- 7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? ..... Yes [ ] No [X]
- 7.2 If yes, give full information:  
.....
  
- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? ..... Yes [ ] No [X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.  
.....
  
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? ..... Yes [ ] No [X]
- 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.]

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC

# GENERAL INTERROGATORIES

## FINANCIAL

- 9.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [ ] No [X]
- 9.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: ..... \$ .....

## 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: ..... \$ .....0

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

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

14.2 If yes, please complete the following:

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

- 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
State Street Trust & Bank.....	801 Pennsylvania Ave., Kansas City, MO 64105.....

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

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

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

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

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

16.5 Identify all investment advisors, 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
107423.....	Conning Asset Management.....	One Financial Plaza, Hartford, CT 06103.....

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

17.2 If no, list exceptions: .....

## GENERAL INTERROGATORIES

(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  NA

If yes, attach an explanation.

2. Has the reporting entity reinsured any risk with any other 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

If yes, attach an explanation.

- 3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? ..... Yes  No

- 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 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

- 4.2 If yes, complete the following schedule:

			TOTAL DISCOUNT				DISCOUNT TAKEN DURING PERIOD			
1	2	3	4	5	6	7	8	9	10	11
Line of Business	Maximum Interest	Discount Rate	Unpaid Losses	Unpaid LAE	IBNR	TOTAL	Unpaid Losses	Unpaid LAE	IBNR	TOTAL
.....										
.....										
TOTAL			0	0	0	0	0	0	0	0

**SCHEDULE A - VERIFICATION**

Real Estate

	1 Year to Date	2 Prior Year Ended December 31
<b>NONE</b>		
1. Book/adjusted carrying value, December 31 of prior year	0	0
2. Increase (decrease) by adjustment		0
3. Cost of acquired		0
4. Cost of additions to and permanent improvements		0
5. Total profit (loss) on sales		0
6. Increase (decrease) by foreign exchange adjustment		0
7. Amount received on sales		0
8. Book/adjusted carrying value at end of current period	0	0
9. Total valuation allowance		0
10. Subtotal (Lines 8 plus 9)	0	0
11. Total nonadmitted amounts		0
12. Statement value, current period (Page 2, real estate lines, Net Admitted Assets column)	0	0

**SCHEDULE B – VERIFICATION**

Mortgage Loans

	1 Year to Date	2 Prior Year Ended December 31
<b>NONE</b>		
1. Book value/recorded investment excluding accrued interest on mortgages owned, December 31 of prior year	0	0
2. Amount loaned during period:		
2.1. Actual cost at time of acquisitions		0
2.2. Additional investment made after acquisitions		0
3. Accrual of discount and mortgage interest points and commitment fees		0
4. Increase (decrease) by adjustment		0
5. Total profit (loss) on sale		0
6. Amounts paid on account or in full during the period		0
7. Amortization of premium		0
8. Increase (decrease) by foreign exchange adjustment		0
9. Book value/recorded investment excluding accrued interest on mortgages owned at end of current period	0	0
10. Total valuation allowance		0
11. Subtotal (Lines 9 plus 10)	0	0
12. Total nonadmitted amounts		0
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

	1 Year to Date	2 Prior Year Ended December 31
<b>NONE</b>		
1. Book/adjusted carrying value of long-term invested assets owned, December 31 of prior year	0	0
2. Cost of acquisitions during period:		
2.1. Actual cost at time of acquisitions		0
2.2. Additional investment made after acquisitions		0
3. Accrual of discount		0
4. Increase (decrease) by adjustment		0
5. Total profit (loss) on sale		0
6. Amounts paid on account or in full during the period		0
7. Amortization of premium		0
8. Increase (decrease) by foreign exchange adjustment		0
9. Book/adjusted carrying value of long-term invested assets at end of current period	0	0
10. Total valuation allowance		0
11. Subtotal (Lines 9 plus 10)	0	0
12. Total nonadmitted amounts		0
13. Statement value of long-term invested assets at end of current period (Page 2, Line 7, Column 3)	0	0

**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	8,226,003	11,284,542
2. Cost of bonds and stocks acquired		0
3. Accrual of discount	1,710	6,549
4. Increase (decrease) by adjustment		0
5. Increase (decrease) by foreign exchange adjustment		0
6. Total profit (loss) on disposal	(31,403)	26,179
7. Consideration for bonds and stocks disposed of	1,325,862	3,065,093
8. Amortization of premium	10,703	26,174
9. Book/adjusted carrying value, current period	6,859,745	8,226,003
10. Total valuation allowance		0
11. Subtotal (Lines 9 plus 10)	6,859,745	8,226,003
12. Total nonadmitted amounts		0
13. Statement value	6,859,745	8,226,003

STATEMENT AS OF JUNE 30, 2006 OF THE American Concept Insurance Company

**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 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
<b>BONDS</b>								
1. Class 1 .....	9,149,857	9,525,101	9,846,483	17,609	9,149,857	8,846,084	.0	9,590,154
2. Class 2 .....	.0				.0	.0	.0	.0
3. Class 3 .....	.0				.0	.0	.0	.0
4. Class 4 .....	.0				.0	.0	.0	.0
5. Class 5 .....	.0				.0	.0	.0	.0
6. Class 6 .....	0				0	0	0	0
7. Total Bonds	9,149,857	9,525,101	9,846,483	17,609	9,149,857	8,846,084	0	9,590,154
<b>PREFERRED STOCK</b>								
8. Class 1 .....	.0				.0	.0	.0	.0
9. Class 2 .....	.0				.0	.0	.0	.0
10. Class 3 .....	.0				.0	.0	.0	.0
11. Class 4 .....	.0				.0	.0	.0	.0
12. Class 5 .....	.0				.0	.0	.0	.0
13. Class 6 .....	0				0	0	0	0
14. Total Preferred Stock	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock	9,149,857	9,525,101	9,846,483	17,609	9,149,857	8,846,084	0	9,590,154

**SCHEDULE DA - PART 1****Short-Term Investments Owned End of Current Quarter**

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year To Date	Paid for Accrued Interest Year To Date
8299999 Totals	89,971	XXX	89,971		

**SCHEDULE DA - PART 2- VERIFICATION****Short-Term Investments Owned**

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	65,257	248,022
2. Cost of short-term investments acquired .....	413,004	1,614,755
3. Increase (decrease) by adjustment .....		0
4. Increase (decrease) by foreign exchange adjustment .....		0
5. Total profit (loss) on disposal of short-term investments .....		0
6. Consideration received on disposal of short-term investments .....	388,290	1,797,520
7. Book/adjusted carrying value, current period .....	89,971	65,257
8. Total valuation allowance .....		0
9. Subtotal (Lines 7 plus 8) .....	89,971	65,257
10. Total nonadmitted amounts .....		0
11. Statement value (Lines 9 minus 10) .....	89,971	65,257
12. Income collected during period .....	1,678	4,996
13. Income earned during period .....	1,800	4,876

Schedule DB - Part F - Section 1

**NONE**

Schedule DB - Part F - Section 2

**NONE**

Schedule F

**NONE**

STATEMENT AS OF JUNE 30, 2006 OF THE American Concept Insurance Company

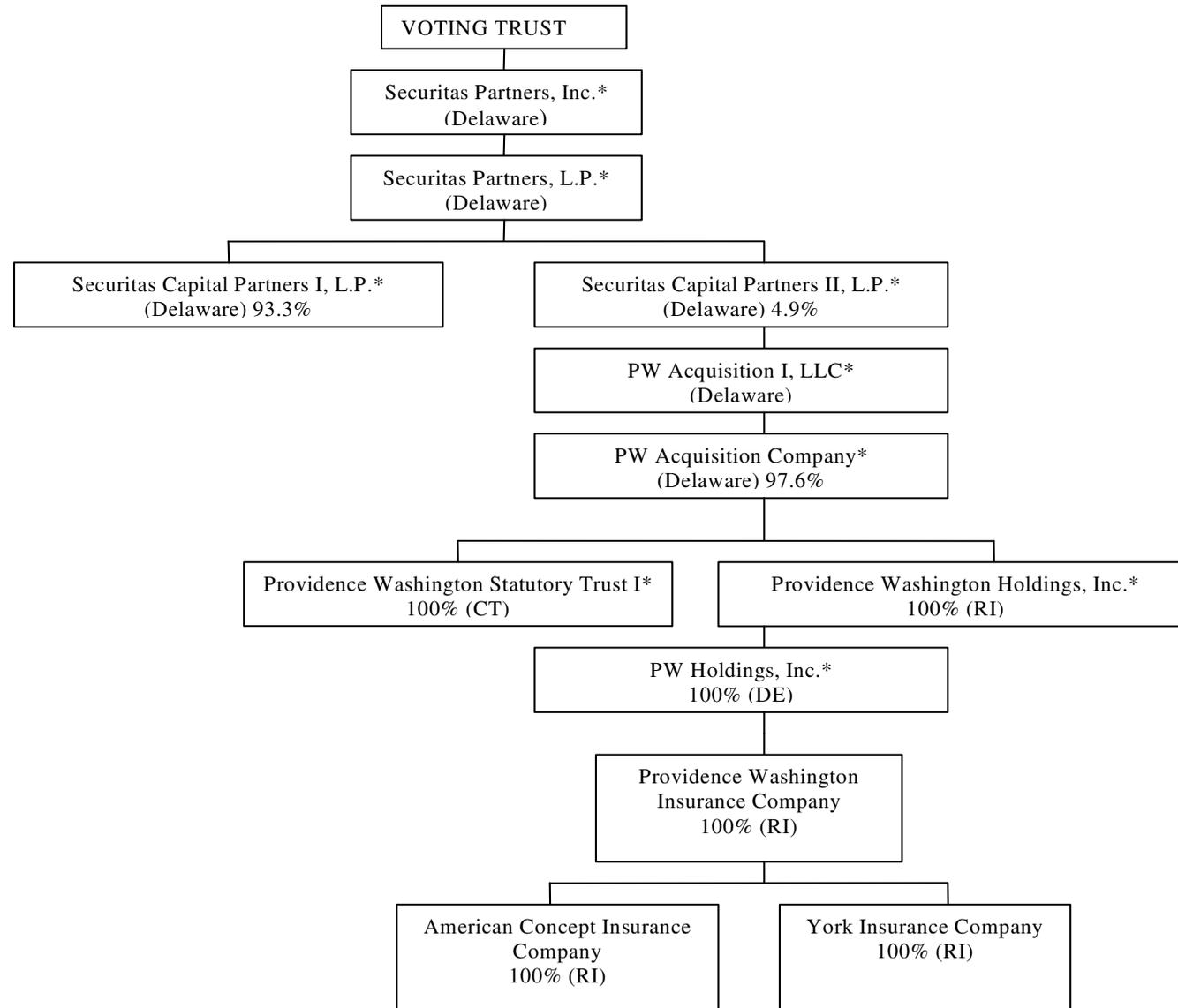
**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**

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	No	0	0	0	0	0	
2. Alaska	AK	No	0	0	0	0	0	
3. Arizona	AZ	Yes	0	0	0	0	0	
4. Arkansas	AR	No	0	0	0	0	0	
5. California	CA	No	0	0	0	0	0	
6. Colorado	CO	No	0	0	0	0	0	
7. Connecticut	CT	No	0	0	0	0	0	
8. Delaware	DE	No	0	0	0	0	0	
9. District of Columbia	DC	No	0	0	0	0	0	
10. Florida	FL	No	0	0	0	0	0	
11. Georgia	GA	No	0	0	0	0	0	
12. Hawaii	HI	No	0	0	0	0	0	
13. Idaho	ID	Yes	583	14	15,289	104,715	89,434	316,473
14. Illinois	IL	No	0	0	0	0	0	
15. Indiana	IN	No	0	0	0	0	0	
16. Iowa	IA	Yes	0	0	0	0	0	
17. Kansas	KS	No	0	0	0	0	0	
18. Kentucky	KY	No	0	0	0	0	0	
19. Louisiana	LA	No	0	0	0	0	0	
20. Maine	ME	No	0	0	0	0	0	
21. Maryland	MD	No	0	0	0	0	0	
22. Massachusetts	MA	No	0	0	0	0	0	
23. Michigan	MI	No	0	0	0	0	0	
24. Minnesota	MN	No	0	0	0	0	0	
25. Mississippi	MS	No	0	0	0	0	0	
26. Missouri	MO	No	0	0	0	0	0	
27. Montana	MT	No	0	0	0	0	0	
28. Nebraska	NE	Yes	0	0	0	0	0	
29. Nevada	NV	No	0	0	0	0	0	
30. New Hampshire	NH	No	0	0	0	0	0	
31. New Jersey	NJ	No	0	0	0	0	0	
32. New Mexico	NM	No	0	0	0	0	0	
33. New York	NY	No	0	0	0	0	0	
34. North Carolina	NC	No	0	0	0	0	0	
35. North Dakota	ND	Yes	0	(120)	(120)	106,482	138,018	
36. Ohio	OH	No	0	0	0	0	0	
37. Oklahoma	OK	No	0	0	0	0	0	
38. Oregon	OR	Yes	0	0	0	0	0	
39. Pennsylvania	PA	No	0	0	0	0	0	
40. Rhode Island	RI	Yes	0	0	0	0	0	
41. South Carolina	SC	No	0	0	0	0	0	
42. South Dakota	SD	Yes	0	0	0	3,714	8,703	
43. Tennessee	TN	No	0	0	0	0	0	
44. Texas	TX	No	0	0	0	0	0	
45. Utah	UT	No	(142,869)	16,136	390,319	294,792	878,336	
46. Vermont	VT	No	0	0	0	0	0	
47. Virginia	VA	No	0	0	0	0	0	
48. Washington	WA	No	0	0	0	0	0	
49. West Virginia	WV	No	0	0	0	0	0	
50. Wisconsin	WI	No	0	0	0	0	0	
51. Wyoming	WY	No	0	0	0	0	0	
52. American Samoa	AS	No	0	0	0	0	0	
53. Guam	GU	No	0	0	0	0	0	
54. Puerto Rico	PR	No	0	0	0	0	0	
55. U.S. Virgin Islands	VI	No	0	0	0	0	0	
56. Northern Mariana Islands	MP	No	0	0	0	0	0	
57. Canada	CN	No	0	0	0	0	0	
58. Aggregate Other Alien	OT	XXX	0	0	0	0	0	
59. Totals	(a) 8	583	(142,855)	31,305	494,914	494,422	1,341,530	
<b>DETAILS OF WRITE-INS</b>								
5801.	XXX							
5802.	XXX							
5803.	XXX							
5898. Summary of remaining write-ins for Line 58 from overflow page.	XXX	0	0	0	0	0	0	
5899. Totals (Lines 5801 through 5803 plus 5898) (Line 58 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**



\*Not an insurance company

**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			.00	.00
2. Allied Lines			.00	.00
3. Farmowners multiple peril		20,275	.00	.00
4. Homeowners multiple peril			.00	18.6
5. Commercial multiple peril			.00	.00
6. Mortgage guaranty			.00	.00
8. Ocean marine			.00	.00
9. Inland marine			.00	530.5
10. Financial guaranty			.00	.00
11.1 Medical malpractice - occurrence			.00	.00
11.2 Medical malpractice - claims-made			.00	.00
12. Earthquake			.00	.00
13. Group accident and health			.00	.00
14. Credit accident and health			.00	.00
15. Other accident and health			.00	.00
16. Workers' compensation			.00	.00
17.1 Other liability - occurrence			.00	(542.3)
17.2 Other liability - claims-made			.00	.00
18.1 Products liability - occurrence			.00	.00
18.2 Products liability - claims-made			.00	.00
19.1,19.2 Private passenger auto liability	1,704	5,846	343.1	(21.8)
19.3,19.4 Commercial auto liability			.00	.00
21. Auto physical damage	378	(12,466)	(3,297.9)	115.8
22. Aircraft (all perils)			.00	.00
23. Fidelity			.00	.00
24. Surety			.00	.00
26. Burglary and theft			.00	.00
27. Boiler and machinery			.00	.00
28. Credit			.00	.00
29. International			.00	.00
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	.00	.00
34. Totals	2,082	13,655	655.9	19.3
<b>DETAILS OF WRITE-INS</b>				
3301.				
3302.				
3303.				
3398. Summary of remaining write-ins for Line 33 from overflow page	0	0	.00	.00
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above)	0	0	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	0		(2,282)
2. Allied Lines	0		(1,735)
3. Farmowners multiple peril	0		0
4. Homeowners multiple peril	0		(98,752)
5. Commercial multiple peril	0		(2,661)
6. Mortgage guaranty	0		0
8. Ocean marine	0		0
9. Inland marine	0		(862)
10. Financial guaranty	0		0
11.1 Medical malpractice - occurrence	0		0
11.2 Medical malpractice - claims-made	0		0
12. Earthquake	0		0
13. Group accident and health	0		0
14. Credit accident and health	0		0
15. Other accident and health	0		0
16. Workers' compensation	0		0
17.1 Other liability - occurrence	0		(629)
17.2 Other liability - claims-made	0		0
18.1 Products liability - occurrence	0		0
18.2 Products liability - claims-made	0		0
19.1,19.2 Private passenger auto liability	0	425	(21,671)
19.3,19.4 Commercial auto liability	0		0
21. Auto physical damage	158	158	(14,263)
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
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	158	583	(142,855)
<b>DETAILS OF WRITE-INS</b>			
3301.			
3302.			
3303.			
3398. Summary of remaining write-ins for Line 33 from overflow page	0	0	0
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above)	0	0	0

STATEMENT AS OF JUNE 30, 2006 OF THE American Concept Insurance Company

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)	2006 Loss and LAE Payments on Claims Reported as of Prior Year-End	2006 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2006 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. 2003 + Prior	2,237	2,151	4,388	518	2	520	1,803	56	2,021	3,880	84	(72)	12
2. 2004	463	682	1,145	126	1	127	413	15	589	1,017	76	(77)	(1)
3. Subtotals 2004 + Prior	2,700	2,833	5,533	644	3	647	2,216	71	2,610	4,897	160	(149)	11
4. 2005	135	228	363	49	1	50	97	6	216	319	11	(5)	6
5. Subtotals 2005 + Prior	2,835	3,061	5,896	693	4	697	2,313	77	2,826	5,216	171	(154)	17
6. 2006	XXX	XXX	XXX	XXX	8	8	XXX	5	11	16	XXX	XXX	XXX
7. Totals	2,835	3,061	5,896	693	12	705	2,313	82	2,837	5,232	171	(154)	17
8. Prior Year-End's Surplus As Regards Policyholders	2,803										Col. 11, Line 7 As % of Col. 1 Line 7	Col. 12, Line 7 As % of Col. 2 Line 7	Col. 13, Line 7 As % of Col. 3 Line 7
											1. 6.0	2. (5.0)	3. 0.3
													Col. 13, Line 7 As a % of Col. 1 Line 8
													4. 0.6

## 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 on "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 question.

RESPONSE

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

.....NO.....

2. Will Supplement A to Schedule T (Medical Malpractice Supplement) be filed with this statement?

.....NO.....

**Explanation:**

1.

2.

**Bar Code:**

1.



2.



**OVERFLOW PAGE FOR WRITE-INS**

---

Schedule A - Part 2

**NONE**

Schedule A - Part 3

**NONE**

Schedule B - Part 1

**NONE**

Schedule B - Part 2

**NONE**

Schedule BA - Part 1

**NONE**

Schedule BA - Part 2

**NONE**

Schedule D - Part 3

**NONE**

STATEMENT AS OF JUNE 30, 2006 OF THE American Concept Insurance Company

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)	
36224F-BN-9..	GN 326845 7,000		.06/01/2006	MBS PAYDOWN		1,121	1,121	1,120	1,120	0	1	0	1	0	1,121	0	0	0	33	.09/01/2007	1	
36224G-7L-6..	GN 328599 7,500		.06/01/2006	MBS PAYDOWN		1,218	1,218	1,251	1,224	0	(6)	0	(6)	0	1,218	0	0	0	38	.08/01/2007	1	
36224H-SM-9..	GN 329124 7,500		.06/01/2006	MBS PAYDOWN		16	16	17	16	0	0	0	0	0	16	0	0	0	1	.09/01/2007	1	
36224M-UT-0..	GN 332794 7,000		.06/01/2006	MBS PAYDOWN		151	151	151	151	0	0	0	0	0	151	0	0	0	4	.10/01/2006	1	
36224N-JX-2..	GN 333378 7,000		.06/01/2006	MBS PAYDOWN		396	396	396	396	0	0	0	0	0	396	0	0	0	12	.03/01/2007	1	
36224O-B9-6..	GN 334964 7,500		.06/01/2006	MBS PAYDOWN		736	736	754	739	0	(3)	0	(3)	0	736	0	0	0	24	.07/01/2007	1	
36200B-BZ-9..	GN 595956 5,500		.06/01/2006	MBS PAYDOWN		941	941	962	958	0	(17)	0	(17)	0	941	0	0	0	22	.03/01/2032	1	
36200B-6C-6..	GN 596767 5,500		.06/01/2006	MBS PAYDOWN		7,405	7,405	7,567	7,540	0	(135)	0	(135)	0	7,405	0	0	0	174	.08/01/2032	1	
36200B-6N-2..	GN 596777 5,500		.06/01/2006	MBS PAYDOWN		24,926	24,926	25,471	25,378	0	(453)	0	(453)	0	24,926	0	0	0	585	.02/01/2032	1	
0399999	- Bonds - U.S. Governments					36,910	36,910	37,689	37,523	0	(613)	0	(613)	0	36,910	0	0	0	891	XXX	XXX	
31294J-NP-9..	FG E00398 7,000		.06/01/2006	MBS PAYDOWN		1,590	1,590	1,603	1,596	0	(5)	0	(5)	0	1,590	0	0	0	45	.06/01/2010	1	
3199999	- Bonds - Special Revenues					1,590	1,590	1,603	1,596	0	(5)	0	(5)	0	1,590	0	0	0	45	XXX	XXX	
31846L-BJ-4..	FAMLT 1997-1 A1 7,200		.06/01/2006	MBS PAYDOWN		5,189	5,189	5,262	5,217	0	(29)	0	(29)	0	5,189	0	0	0	185	.09/01/2010	1FE	
617059-GX-2..	JPMC 2000-C9 A1 7,590		.06/01/2006	MBS PAYDOWN		11,849	11,849	11,831	11,847	0	2	0	2	0	11,849	0	0	0	432	.12/01/2006	1FE	
76110W-VM-5..	RASC 2003-KS11 A13 3,320		.06/01/2006	MBS PAYDOWN		154,931	154,931	154,916	154,929	0	2	0	2	0	154,931	0	0	0	2,144	.08/01/2006	1FE	
4599999	- Bonds - Industrial and Miscellaneous					171,969	171,969	172,008	171,994	0	(24)	0	(24)	0	171,969	0	0	0	2,760	XXX	XXX	
6099997	- Bonds - Part 4					210,469	210,469	211,300	211,112	0	(643)	0	(643)	0	210,469	0	0	0	3,696	XXX	XXX	
6099999	- Total - Bonds					210,469	210,469	211,300	211,112	0	(643)	0	(643)	0	210,469	0	0	0	3,696	XXX	XXX	
6599999	- Total - Preferred Stocks					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
7299999	- Total - Common Stocks					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
7399999	- Total - Preferred and Common Stocks					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
7499999	Totals					210,469	XXX	211,300	211,112	0	(643)	0	(643)	0	210,469	0	0	0	3,696	XXX	XXX	

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

E05

Schedule DB - Part A - Section 1

**NONE**

Schedule DB - Part B - Section 1

**NONE**

Schedule DB - Part C - Section 1

**NONE**

Schedule DB - Part D - Section 1

**NONE**

Schedule E - Part 1

**NONE**

STATEMENT AS OF JUNE 30, 2006 OF THE American Concept Insurance Company

**SCHEDULE E - PART 2 CASH EQUIVALENTS**

Showing Investments Owned End of Current Quarter

1 CUSIP Identification	2 Description	3 Code	4 Date Acquired	5 Rate of Interest	6 Maturity Date	7 Book/Adjusted Carrying Value	8 Amount of Interest Due and Accrued	9 Gross Investment Income
02635S-GH-4	American General Fin Crp.		06/29/2006		07/17/2006	99,767		
97684H-F9-7	UBS Finance Delaware LLC		06/26/2006		07/14/2006	1,796,601		
0199999 Total Cash Equivalents						1,896,368		

E09