



24017200720100100

ANNUAL STATEMENT
For the Year Ended December 31, 2007
OF THE CONDITION AND AFFAIRS OF THE
The Beacon Mutual Insurance Company

NAIC Group Code 3490 3490 NAIC Company Code 24017 Employer's ID Number 05-0458697
(Current Period) (Prior Period)

Organized under the Laws of Rhode Island, State of Domicile or Port of Entry Rhode Island

Country of Domicile US

Incorporated/Organized: July 11, 1990 Commenced Business: August 12, 1992

Statutory Home Office: One Beacon Centre Warwick, RI 02886-1378
(Street and Number) (City, State and Zip Code)

Main Administrative Office: One Beacon Centre Warwick, RI 02886-1378 401-825-2667
(Street and Number) (City, State and Zip Code) (Area Code)(Telephone Number)

Mail Address: One Beacon Centre Warwick, RI 02886-1378
(Street and Number) (City, State and Zip Code)

Primary Location of Books and Records: One Beacon Centre Warwick, RI 02886-1378 401-825-2667
(Street and Number) (City, State and Zip Code) (Area Code)(Telephone Number)

Internet Website Address: www.beaconmutual.com

Statutory Statement Contact: Ann Lazzareschi 401-825-2621
(Name) (Area Code)(Telephone Number)(Extension)
alazzareschi@beaconmutual.com 401-825-2659
(E-Mail Address) (Fax Number)

OFFICERS

Table with 2 columns: Name, Title. Rows include James Vincent Rosati (President & CEO), Michael Dennis Lynch (Assistant Secretary), and Cynthia Lee Lawlor (Chief Financial Officer).

Vice-Presidents

Table with 4 columns: Name, Title, Name, Title. Rows include Clifford Leo Parent, Jr. (COO & Executive Vice President), Patrick Michael Fletcher (Vice President), Robert Glenn DeOrsey (Vice President), and Michael Dennis Lynch (Vice President).

DIRECTORS OR TRUSTEES

Table with 4 columns: Name, Title, Name, Title. Rows include Margaret Mary Antone (Harry Robert Bacon), Adelita Sophia Orefice (James Vincent Rosati), and John Francis Treanor (Raymond Christopher Coia).

State of Rhode Island
County of Kent 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.

Signatures and titles of James Vincent Rosati (President & CEO), Michael Dennis Lynch (Assistant Secretary), and Cynthia Lee Lawlor (Chief Financial Officer).

Subscribed and sworn to before me this day of , 2008

a. Is this an original filing? YES [ X ] NO [ ]
b. If no: 1. State the amendment number
2. Date filed
3. Number of pages attached

**SCHEDULE A - PART 1**

Showing All Real Estate OWNED December 31 of Current Year

1 Description of Property	2 Code	Location		5 Date Acquired	6 Date of Last Appraisal	7 Actual Cost	8 Amount of Encumbrances	9 Book/Adjusted Carrying Value Less Encumbrances	10 Fair Value Less Encumbrances	11 Increase (Decrease) by Adjustment	12 Increase (Decrease) by Foreign Exchange Adjustment	13 Amounts Received During Year	14 Expended for Additions, Permanent Improvements and Changes in Encumbrances During Year	15 Gross Income Earned Less Interest Incurred on Encumbrances	16 Taxes, Repairs and Expenses Incurred
		3 City	4 State												
Two-story Home Office Building on seven acres of land		Warwick	RI	12/31/1998	12/31/1998	15,609,295		13,177,159	13,177,159	(352,937)			86,575	1,413,500	775,193
Office Building (2800 sq ft) on three acres of land		Warwick	RI	06/30/2000	06/30/2000	1,160,684		1,063,675	1,063,675	(13,870)				66,000	78,437
0299999 Properties occupied by the reporting entity - Administrative *						16,769,979		14,240,834	14,240,834	(366,807)			86,575	1,479,500	853,630
0399999 Total Properties occupied by the reporting entity						16,769,979		14,240,834	14,240,834	(366,807)			86,575	1,479,500	853,630
9999999 Totals						16,769,979		14,240,834	14,240,834	(366,807)			86,575	1,479,500	853,630

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**NONE**

**Schedule A - Part 2**

**NONE**

**Schedule A - Part 3**

**NONE**

**Schedule B - Part 1**

**NONE**

**Schedule B - Part 2**

**SCHEDULE BA - PART 1**

Showing Other Long-Term Invested Assets OWNED December 31 of Current Year

1 CUSIP Ident- ification	2 Name or Description	3 Code	4 Location		6 Name of Vendor or General Partner	7 NAIC Desig- nation	8 Date Originally Acquired	9 Type And Strategy	10 Actual Cost	11 Additional Investment During Year Actual Cost	12 Fair Value	13 Amount of Encumbrances	14 Book/Adjusted Carrying Value Less Encumbrances	15 Increase (Decrease) by Adjustment	16 Increase (Decrease) by Foreign Exchange Adjustment	17 Investment Income	18 Commitment for Additional Investment	19 Percentage of Ownership
			4 City	5 State														
	Minority Investment Devel Corp Point Judith Venture Fund LP		Providence Providence	RI RI	Minority Invest. Dev Corp Pt. Judith Cap Partners LLC		05/10/2000 06/08/2001	1 1	50,000 430,262		26,323 443,833		26,323 443,833	(2,353) 30,027			50,000	1,409 2,820
1599999	Subtotal - Common Stocks - Joint Venture/Partnership Interests - Unaffiliated								480,262	50,000	470,156		470,156	27,674			50,000	X X X
3999999	Subtotal Unaffiliated								480,262	50,000	470,156		470,156	27,674			50,000	X X X
4199999	Totals								480,262	50,000	470,156		470,156	27,674			50,000	X X X

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**SCHEDULE BA - PART 2**

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

1 CUSIP Identification	2 Name or Description	Location		5 Name of Purchaser or Nature of Disposal	6 Date Originally Acquired	7 Book/Adjusted Carrying Value Less Encumbrances, Prior Year	8 Increase (Decrease) by Adjustment	9 Increase (Decrease) by Foreign Exchange Adjustment	10 Book/Adjusted Carrying Value Less Encumbrances on Disposal	11 Consideration Received	12 Foreign Exchange Gain (Loss) on Disposal	13 Realized Gain (Loss) on Disposal	14 Total Gain (Loss) on Disposal	15 Investment Income
		3 City	4 State											
<b>NONE</b>														

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Annual Statement for the year 2007 of the The Beacon Mutual Insurance Company

SCHEDULE D - PART 1

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book/Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	*	F o r e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used To Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amort- ization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
31331H-6B-8	Fed Farm Cr Bks				1	1,089,120	105.38	1,053,750	1,000,000	1,036,323		(10,893)			5.750	4.512	JJ	26,035	57,500	09/06/2002	01/18/2011
31331L-3B-2	Fed Farm Cr Bks				1	1,846,070	109.13	1,909,688	1,750,000	1,819,627		(5,557)			5.700	5.232	JJ	49,321	99,750	10/03/2002	07/03/2017
31331L-QZ-4	Fed Farm Cr Bks				1	1,049,410	110.34	1,103,440	1,000,000	1,038,031		(3,331)			5.875	5.397	AO	14,361	58,750	05/04/2004	10/03/2016
31331L-YW-2	Fed Farm Cr Bks				1	1,075,770	107.06	1,070,630	1,000,000	1,041,629		(9,015)			5.750	4.678	FA	22,840	57,500	12/11/2003	02/08/2012
31331S-ND-1	Fed Farm Cr Bks				1	997,969	100.00	1,000,000	1,000,000	998,463		177			4.990	5.079	JJ	21,208	49,900	01/25/2005	01/28/2015
31331S-PG-2	Fed Farm Cr Bks				1	1,000,000	99.50	994,960	1,000,000	1,000,000					2.991	3.033	MON	1,662	50,594	02/04/2005	02/11/2010
31331T-HZ-7	Fed Farm Cr Bks				1	1,000,000	100.03	1,000,310	1,000,000	1,000,000					5.500	5.576	AO	10,694	55,000	10/17/2003	10/24/2013
31331T-WR-8	Fed Farm Cr Bks				1	985,000	99.84	998,440	1,000,000	993,986		2,547			3.950	4.283	MS	11,631	39,500	04/07/2004	03/15/2010
3133X8-EW-8	Fed Home Ln Bks				1	1,030,250	105.38	1,053,750	1,000,000	1,027,422		(1,026)			5.375	5.194	FA	20,306	53,750	03/04/2005	08/15/2024
3133MA-BK-4	Fed Home Ln Bks				1	988,240	105.19	1,051,880	1,000,000	996,954		1,483			6.500	6.788	MN	8,393	65,000	11/17/2000	11/13/2009
3133MK-GH-4	Fed Home Ln Bks				1	2,102,720	106.41	2,128,120	2,000,000	2,064,058		(14,760)			5.625	4.767	MN	14,375	112,500	09/28/2006	11/15/2011
3133MR-N5-7	Fed Home Ln Bks				1	1,018,010	104.78	1,047,810	1,000,000	1,010,405		(1,577)			5.000	4.844	FA	18,889	50,000	09/03/2002	08/15/2013
3133MR-PX-4	Fed Home Ln Bks				1	1,954,699	102.91	2,058,120	2,000,000	1,966,379		6,280			4.625	5.102	FA	34,944	92,500	06/12/2006	08/15/2012
3133MS-K4-1	Fed Home Ln Bks				1	998,280	104.72	1,047,190	1,000,000	998,503		65			5.250	5.334	FA	19,833	52,500	01/04/2005	08/15/2022
3133MU-DV-4	FED HOME LN BKS				1	1,504,445	106.66	1,599,840	1,500,000	1,502,983		(226)			5.375	5.420	MN	10,302	80,625	08/02/2006	11/15/2017
3133X0-PF-0	Fed Home Ln Bks				1	1,989,450	106.66	2,133,120	2,000,000	1,991,690		557			5.375	5.501	FA	40,611	107,500	10/09/2003	08/15/2018
3133X3-FA-6	Fed Home Ln Bks				1	1,013,000	100.88	1,008,750	1,000,000	1,010,510		(678)			5.550	5.496	JJ	24,513	55,500	01/12/2004	01/22/2019
3133X7-2S-2	Fed Home Ln Bks				1	1,933,073	105.78	2,025,706	1,915,000	1,932,949		(1,163)			5.375	5.337	MN	13,152	102,931	11/20/2006	05/15/2019
3133X7-SH-8	Fed Home Ln Bks				1	1,982,194	100.69	2,013,760	2,000,000	1,989,571		7,127			4.250	4.704	MN	10,861	85,000	08/02/2006	05/15/2009
3133X8-AS-1	Fed Home Ln Bks				1	1,974,340	104.34	2,086,880	2,000,000	1,977,546		1,372			5.125	5.324	FA	40,146	102,500	08/31/2006	08/15/2019
3133X8-L3-4	Fed Home Ln Bks				1	507,960	105.25	526,250	500,000	507,262		(267)			5.365	5.302	MS	8,346	26,825	04/08/2005	09/09/2024
3133X9-VB-3	Fed Home Ln Bks				1	974,493	100.59	980,792	975,000	974,785		99			3.875	3.924	JJ	17,421	37,781	12/07/2004	01/15/2010
31331R-P9-0	Federal Farm Cr Bks				1	1,004,060	107.19	1,071,900	1,000,000	1,003,394		(473)			5.450	5.455	JD	3,028	54,500	07/28/2006	12/11/2013
31331S-VM-2	Federal Farm Cr Bks				1	1,001,830	101.84	1,018,440	1,000,000	1,001,588		(95)			4.880	4.922	JJ	20,876	48,750	05/03/2005	01/27/2020
31331V-CP-9	Federal Farm Cr Bks				1	1,990,000	102.56	2,051,260	2,000,000	1,990,329		329			5.630	5.764	AO	22,520	56,250	05/07/2007	10/19/2020
31331V-N9-3	Federal Farm Cr Bks				1	2,002,420	107.91	2,158,120	2,000,000	2,002,009		(282)			5.600	5.658	MN	15,244	112,000	06/30/2006	11/12/2013
31331V-P2-6	Federal Farm Cr Bks				1	2,001,352	108.97	2,179,380	2,000,000	2,001,177		(122)			5.650	5.720	JJ	53,675	113,000	07/19/2006	07/10/2015
31331V-WS-1	Federal Farm Cr Bks				1	1,997,240	106.00	2,120,000	2,000,000	1,997,657		307			5.200	5.290	AO	21,378	104,000	08/18/2006	04/17/2014
31331V-YR-1	Federal Farm Cr Bks				1	1,999,960	103.34	2,066,880	2,000,000	1,999,977		11			5.300	5.371	JJ	52,117	106,000	05/01/2006	01/04/2010
31331V-ZW-9	Federal Farm Cr Bks				1	1,994,600	102.69	2,053,760	2,000,000	1,995,300		450			6.100	6.232	MN	11,522	122,000	06/01/2006	11/27/2015
31331X-DV-1	Federal Farm Cr Bks				1	1,996,000	102.75	2,055,000	2,000,000	1,996,197		176			5.670	5.771	MN	13,860	113,400	11/16/2006	11/17/2021
31331X-UF-7	Federal Farm Cr Bks				1	1,998,750	102.31	2,046,260	2,000,000	1,998,791		41			5.650	5.736	MS	28,878	56,500	03/27/2007	03/29/2022
31331X-ZR-6	Federal Farm Cr Bks				1	1,984,000	103.28	2,065,620	2,000,000	1,984,463		463			5.600	5.789	MN	11,511	56,000	08/17/2007	05/24/2017
31331Y-HB-9	Federal Farm Cr Bks				1	1,993,800	100.19	2,003,760	2,000,000	1,993,821		21			5.600	5.718	JD	6,222		12/12/2007	12/11/2018
31331Y-KM-1	Federal Farm Cr Bks				1	2,000,000	100.25	2,005,000	2,000,000	2,000,000					5.380	5.452	JD	1,196		12/19/2007	12/27/2022
3133XA-ML-8	Federal Home Ln Bks				1	1,479,750	100.00	1,500,000	1,500,000	1,480,502		752			5.550	5.781	FA	27,981	41,625	04/24/2007	02/29/2020
3133XB-MT-9	Federal Home Ln Bks				1	1,970,450	103.44	2,068,760	2,000,000	1,973,775		3,054			4.750	5.045	MN	12,403	95,000	08/02/2006	11/14/2014
3133XC-DJ-9	Federal Home Ln Bks				1	1,900,000	100.00	1,900,000	1,900,000	1,900,000					5.000	5.063	JJ	43,014	95,000	07/01/2005	07/18/2012
3133XF-NL-6	Federal Home Ln Bks				1	2,000,000	108.00	2,160,000	2,000,000	2,000,000					5.500	5.576	JD	5,806	110,000	05/15/2006	06/12/2015
3133XG-FC-3	Federal Home Ln Bks				1	2,000,000	105.22	2,104,380	2,000,000	2,000,000					6.000	6.090	FA	42,667	120,000	08/01/2006	08/23/2016
3133XH-E4-0	Federal Home Ln Bks				1	1,999,375	103.72	2,074,380	2,000,000	1,999,421		38			5.550	5.631	AO	22,200	111,000	10/05/2006	10/19/2018
3133XH-W5-7	Federal Home Ln Bks				1	4,963,650	104.19	5,209,400	5,000,000	4,967,602		3,952			4.880	5.070	JD	12,200	262,031	02/21/2007	12/13/2013
3133XJ-BM-9	Federal Home Ln Bks				1	2,000,000	100.50	2,010,000	2,000,000	2,000,000					5.000	5.063	JD	3,611	100,000	12/11/2006	12/18/2009

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Annual Statement for the year 2007 of the The Beacon Mutual Insurance Company

SCHEDULE D - PART 1

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book/Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	*	F o r e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used To Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amort- ization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
3128X1-KG-1	Federal Home Ln Mtg Corp				1	2,858,520	99.94	2,998,140	3,000,000	2,878,097		19,116			4.000	4.917	JD	6,333	120,000	12/22/2006	06/12/2013
3128X4-GV-7	Federal Home Ln Mtg Corp				1	1,983,326	103.13	2,062,560	2,000,000	1,988,621		3,951			4.880	5.180	FA	36,600	97,500	08/24/2006	08/16/2010
3128X4-HF-1	Federal Home Ln Mtg Corp				1	2,006,100	104.50	2,089,940	2,000,000	2,005,018		(944)			5.000	5.000	FA	37,778	100,000	11/07/2006	08/15/2012
3128X4-S2-8	Federal Home Ln Mtg Corp				1	1,996,000	100.44	2,008,700	2,000,000	1,996,542		316			6.000	6.118	MS	31,000	120,000	03/07/2006	03/28/2016
3128X5-KS-6	Federal Home Ln Mtg Corp				1	2,000,000	104.43	2,088,600	2,000,000	2,000,000					5.550	5.627	AO	26,825	111,000	10/04/2006	10/04/2016
3128X5-LG-1	Federal Home Ln Mtg Corp				1	1,983,000	100.12	2,002,460	2,000,000	1,984,187		1,007			6.000	6.194	AO	22,333	120,000	10/20/2006	10/24/2018
3128X5-TG-3	Federal Home Ln Mtg Corp				1	1,999,700	100.46	2,009,160	2,000,000	1,999,716		16			6.000	6.092	JD	1,333	120,000	12/12/2006	12/27/2019
3128X5-ZE-1	Federal Home Ln Mtg Corp				1	1,996,000	103.10	2,061,900	2,000,000	1,996,153		153			5.750	5.853	FA	46,000	57,500	02/14/2007	02/07/2022
3128X6-EG-7	Federal Home Ln Mtg Corp				1	2,000,000	103.39	2,067,800	2,000,000	2,000,000					6.300	6.399	JD	700	63,000	06/13/2007	06/29/2017
3128X6-MC-7	Federal Home Ln Mtg Corp				1	2,000,000	101.81	2,036,160	2,000,000	2,000,000					5.800	5.884	MS	34,800		09/07/2007	09/13/2022
3128X6-UQ-7	Federal Home Ln Mtg Corp				1	2,000,000	101.08	2,021,620	2,000,000	2,000,000					5.000	5.063	JD	3,889		12/19/2007	12/17/2014
31339D-2G-2	Federal Home Ln Mtg Corp				1	830,605	101.32	835,701	824,805	829,583		(967)			5.500	5.083	MON	3,780	45,364	02/03/2006	02/15/2012
3134A4-HF-4	Federal Home Ln Mtg Corp				1	2,085,390	105.97	2,119,380	2,000,000	2,049,238		(11,918)			5.500	4.827	MS	32,389	110,000	03/28/2006	09/15/2011
3134A4-UU-6	Federal Home Ln Mtg Corp				1	2,004,640	104.97	2,099,380	2,000,000	2,004,047		(512)			5.000	5.025	JJ	46,111	100,000	11/03/2006	07/15/2014
3137EA-AD-1	Federal Home Ln Mtg Corp				1	1,992,740	106.13	2,122,500	2,000,000	1,993,730		588			5.250	5.367	AO	21,292	105,000	04/12/2006	04/18/2016
31395T-Q8-0	Federal Home Ln Mtg Corp				1	352,553	100.39	353,542	352,154	352,633		80			5.500	5.606	MON	861	11,298	04/27/2007	11/15/2023
31396H-J8-3	Federal Home Ln Mtg Corp				1	1,701,894	99.20	1,679,618	1,693,163	1,701,234		(660)			5.720	5.716	MON	8,071	80,463	02/14/2007	02/15/2036
31359M-M3-4	Federal Natl Mtg Assn				1	1,990,000	104.19	2,083,760	2,000,000	1,990,241					6.000	6.145	AO	21,000	60,000	06/27/2007	04/28/2021
3136F6-Y2-9	Federal Natl Mtg Assn				1	1,489,663	100.34	1,505,160	1,500,000	1,490,625		745			5.600	5.770	MS	21,700	84,000	08/31/2006	03/28/2017
3136F6-ZM-4	Federal Natl Mtg Assn				1	1,946,250	100.06	2,001,260	2,000,000	1,949,433		2,786			5.520	5.897	MS	34,347	110,400	11/08/2006	03/09/2020
31394F-KF-1	Federal Natl Mtg Assn				1	942,956	99.77	937,080	939,287	945,952		1,525			5.500	5.463	MON	2,870	51,661	08/24/2005	06/25/2034
31396V-4B-1	Federal Natl Mtg Assn Gtd				1	1,430,314	98.44	1,407,929	1,430,314	1,430,314					5.640	5.788	MON	1,344	45,880	05/15/2007	06/25/2037
3134A3-M7-8	FHLMC DEB	SD			1	995,508	104.97	1,049,690	1,000,000	998,921		577			6.625	6.805	MS	19,657	66,250	11/01/2000	09/15/2009
3134A3-U4-6	FHLMC DEB				1	2,557,614	124.03	3,100,775	2,500,000	2,551,417		(1,054)			6.750	6.680	MS	50,069	168,750	12/06/2000	09/15/2029
3134A4-JT-2	FHLMC Deb				1	3,539,070	107.03	3,746,085	3,500,000	3,528,154		(6,081)			5.750	5.602	JJ	92,799	201,250	06/14/2006	01/15/2012
3134A4-QD-9	FHLMC Deb				1	335,632	105.13	341,656	325,000	331,124		(1,186)			5.125	4.714	JJ	7,680	16,656	12/04/2003	07/15/2012
3134A4-SA-3	FHLMC DEB				1	1,991,586	102.38	2,047,500	2,000,000	1,994,589		927			4.500	4.613	JJ	41,500	90,000	09/09/2004	01/15/2013
3128X2-DA-0	FHLMC Mtn				1	1,000,000	99.88	998,830	1,000,000	1,000,000					4.035	4.076	MN	3,923	40,350	11/20/2003	11/26/2008
3128X2-QL-2	Fhlmc Mtn				1	987,600	101.93	1,019,280	1,000,000	993,635		1,879			4.300	4.574	FA	17,678	43,000	08/12/2004	02/03/2011
3128X3-RV-7	FHLMC Mtn				1	1,001,200	100.01	1,000,100	1,000,000	1,000,838		(126)			5.300	5.352	JJ	22,378	53,000	12/22/2004	07/29/2013
31359M-DU-4	FNMA DEB				1	4,827,316	100.50	4,638,075	4,615,000	4,635,805		(54,877)			6.000	4.835	MN	35,754	237,750	10/21/2003	05/15/2008
31359M-EY-5	FNMA DEB				1	416,678	104.97	372,640	355,000	375,329		(11,416)			6.625	3.172	MS	6,978	23,519	03/23/2004	09/15/2009
31359M-FG-3	FNMA DEB				1	149,882	107.19	160,782	150,000	149,968		14			7.250	7.393	JJ	5,024	10,875	06/08/2000	01/15/2010
31359M-GT-4	FNMA DEB	SD			1	7,593,665	107.09	8,032,050	7,500,000	7,536,338		(10,499)			6.250	6.169	FA	194,888	468,750	09/17/2001	02/01/2011
31359M-JH-7	FNMA DEB	SD			1	1,052,660	107.31	1,073,130	1,000,000	1,021,516		(5,683)			6.000	5.365	MN	7,667	60,000	09/27/2001	05/15/2011
31359M-TP-8	FNMA Deb				1	995,510	103.56	1,035,630	1,000,000	997,035		411			5.125	5.250	JJ	25,483	51,250	01/02/2004	01/02/2014
31359M-UB-7	FNMA Deb				1	1,207,688	99.30	1,191,624	1,200,000	1,202,622		(2,232)			4.192	4.068	MON	1,956	41,111	12/06/2004	02/17/2009
31364G-BF-5	FNMA Mtn				1	1,549,465	106.78	1,601,685	1,500,000	1,532,888		(4,835)			5.380	4.999	AO	20,065	80,700	08/31/2006	10/02/2013
880591-CW-0	Tenn Valley Auth				1	2,044,890	108.71	2,174,260	2,000,000	2,033,405		(5,419)			6.000	5.707	MS	35,333	120,000	04/13/2006	03/15/2013
880591-CJ-9	Tenn Valley Authority				1	540,313	122.30	611,510	500,000	533,221		(1,005)			6.750	6.226	MN	5,656	33,750	03/03/1999	11/01/2025
880591-DN-9	Tennessee Valley Auth				1	2,037,206	105.11	2,102,140	2,000,000	2,024,664		(7,289)			5.630	5.255	JJ	50,983	112,500	03/30/2006	01/18/2011
912828-AF-7	Treas Infl Lx Note				1	2,234,226	125.86	2,517,117	2,000,000	2,434,104	79,380	(23,097)			3.000	1.750	JJ	32,209	68,229	03/03/2003	07/15/2012
912810-PT-9	United State Trea Bds				1	5,041,500	104.66	5,023,488	4,800,000	5,041,045		(455)			4.750	4.490	FA	86,120		11/21/2007	02/15/2037
912810-PU-6	United States Treas Bond				1	10,813,438	108.99	10,899,200	10,000,000	10,812,899		(539)			5.000	4.549	MN	64,560		12/19/2007	05/15/2037

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Annual Statement for the year 2007 of the **The Beacon Mutual Insurance Company**

**SCHEDULE D - PART 1**

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book/Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identifi- cation	Description	*	F o r e i g n	Bond CHAR	NAIC Desig- nation	Actual Cost	Rate Used To Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amort- ization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
912828-GS-3	United States Treas Note	SD			1	2,058,984	103.65	2,072,960	2,000,000	2,058,400		(585)			4.500	4.164	MN	11,621		11/20/2007	05/15/2017
912828-GX-2	United States Treas Note				1	4,209,012	108.77	4,368,892	4,016,560	4,222,015	16,510	(3,507)			2.630	2.142	JJ	49,194		10/25/2007	07/15/2017
912828-AP-5	United States Treas Notes				1	5,917,500	102.70	6,161,700	6,000,000	5,928,656		10,485			4.000	4.319	MN	30,989	140,000	09/28/2007	11/15/2012
912828-ES-5	United States Treas Nts	SD			1	649,765	103.38	682,275	660,000	653,408		1,977			4.250	4.659	JJ	12,958	27,750	02/14/2006	01/15/2011
912833-KB-5	United States Treas Sec Stripped				1	4,267,905	80.96	4,452,635	5,500,000	4,318,148		50,243				4.207	MAT			10/25/2007	11/15/2013
912833-LR-9	United States Treas Sec Stripped				1	879,480	46.59	931,800	2,000,000	890,474		10,994				5.066	MAT			10/01/2007	05/15/2024
912810-FT-0	US Treas Bond				1	7,128,047	100.51	7,035,560	7,000,000	7,127,948		(99)			4.500	4.436	FA	118,981		12/03/2007	02/15/2036
912810-DW-5	US Treas Bonds				1	1,084,688	122.97	1,229,690	1,000,000	1,050,131		(4,389)			7.250	6.570	MN	9,361	72,500	07/25/1997	05/15/2016
912810-DX-3	US Treas Bonds	SD			1	403,875	125.52	502,092	400,000	402,199		(170)			7.500	7.552	MN	3,874	30,000	08/05/1992	11/15/2016
912810-EQ-7	US Treas Bonds	SD			1	5,727,422	119.73	5,986,350	5,000,000	5,622,605		(25,833)			6.250	5.158	FA	118,037	312,500	10/01/2003	08/15/2023
912810-FF-0	US Treas Bonds	SD			1	6,106,641	110.02	6,601,380	6,000,000	6,096,631		(2,541)			5.250	5.189	MN	40,673	315,000	09/25/2003	11/15/2028
912810-FP-8	US Treas Bonds				1	2,061,953	100.51	2,010,160	2,000,000	2,060,000		(1,328)			5.375	5.218	FA	40,605	107,500	07/17/2006	02/15/2031
912828-DR-8	US Treas Note				1	4,398,555	102.03	4,591,395	4,500,000	4,433,273		26,983			4.000	4.745	AO	38,000	180,000	09/20/2006	04/15/2010
912828-DV-9	US Treas Note				1	6,787,932	101.96	7,137,270	7,000,000	6,819,989		19,802			4.130	4.602	MN	36,941	288,750	07/17/2006	05/15/2015
912827-4F-6	US Treas Notes				1	2,876,922	100.81	2,671,333	2,650,000	2,670,930		(55,038)			5.625	3.501	MN	19,247	149,063	08/25/2004	05/15/2008
912827-7B-2	US Treas Notes	SD			1	3,754,414	105.94	3,707,830	3,500,000	3,613,850		(28,692)			5.000	4.069	FA	66,101	175,000	09/18/2002	08/15/2011
912828-CJ-7	US Treas Notes				1	7,326,048	106.34	7,443,520	7,000,000	7,232,565		(31,272)			4.750	4.195	MN	42,933	301,727	02/09/2005	05/15/2014
0199999	Subtotal - Issuer Obligations					229,433,171	X X X	236,731,925	227,951,283	228,681,182	95,890	(169,596)			X X X	X X X	X X X	2,780,984	9,171,008	X X X	X X X
0399999	Subtotals - U.S. Governments					229,433,171	X X X	236,731,925	227,951,283	228,681,182	95,890	(169,596)			X X X	X X X	X X X	2,780,984	9,171,008	X X X	X X X
76221R-CT-8	Rhode Island Hsg & Mtg Fin Corp				1FE	1,000,000	100.20	1,002,030	1,000,000	1,000,000					5.510	5.586	AO	7,041		11/09/2007	10/01/2017
1199999	Subtotal - Issuer Obligations					1,000,000	X X X	1,002,030	1,000,000	1,000,000					X X X	X X X	X X X	7,041		X X X	X X X
1799999	Subtotals - States, Territories and Possessions (Direct and Guaranteed)					1,000,000	X X X	1,002,030	1,000,000	1,000,000					X X X	X X X	X X X	7,041		X X X	X X X
31331V-AX-4	Federal Farm Cr Bks				1	978,281	100.69	1,006,880	1,000,000	978,514		233			5.350	5.666	MS	13,672		10/18/2007	09/29/2020
31331X-SR-4	Federal Farm Cr Bks				1	2,078,100	104.19	2,083,760	2,000,000	2,077,764		(336)			4.880	4.206	MS	29,009		12/20/2007	03/14/2014
3128X4-BE-0	Federal Home Ln Mtg Corp				1	1,965,920	99.95	1,999,080	2,000,000	1,966,247		327			5.300	5.565	MN	14,428	53,000	10/29/2007	05/12/2020
2599999	Subtotal - Issuer Obligations					5,022,301	X X X	5,089,720	5,000,000	5,022,525		224			X X X	X X X	X X X	57,109	53,000	X X X	X X X
3128M4-CP-6	FHLMC Pool# G02478				1	1,823,448	99.81	1,847,039	1,850,629	1,824,738		1,290			5.500	5.843	MON	16,624	50,892	05/16/2007	12/01/2036
31402V-ZS-2	FNMA Pool # 739753				1	1,205,351	100.25	1,199,741	1,196,749	1,204,063		(721)			5.000	4.864	MON	4,986	59,837	05/06/2005	12/01/2018
31407B-WY-1	FNMA Pool # 826063				1	2,302,411	97.63	2,345,632	2,402,646	2,312,345		3,149			5.000	5.761	MON	10,011	120,132	03/08/2006	07/01/2035
31371L-KY-4	FNMA Pool #255111				1	1,381,623	100.01	1,365,701	1,365,619	1,376,813		(154)			5.500	5.434	MON	6,259	75,109	10/06/2004	03/01/2034
31371M-J4-0	FNMA Pool #255983				1	736,862	101.66	750,369	738,131	736,546		(105)			5.000	5.074	MON	3,076	36,907	11/01/2005	11/01/2015
31404B-SY-9	FNMA Pool #763835				1	1,060,854	97.72	1,044,665	1,069,039	1,061,692		50			5.000	5.163	MON	4,454	53,452	01/10/2005	01/01/2034
31410G-ME-0	FNMA Pool #888757				1	301,629	101.73	303,797	298,619	301,639		10			5.260	2.656	MON	1,309	2,869	10/18/2007	09/01/2037
31410P-P2-3	FNMA Pool #893341				1	1,510,317	101.27	1,515,233	1,496,231	1,509,794		(522)			6.070	5.710	MON	7,568	60,807	04/12/2007	09/01/2036
31413J-FD-1	FNMA Pool# 946664				1	491,932	102.33	501,016	489,617	491,846		(85)			5.650	5.522	MON	2,305	10,011	08/23/2007	09/01/2037

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**SCHEDULE D - PART 1**

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book/Adjusted Carrying Value				Interest				Dates			
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22	
CUSIP Identification	Description	*	F o r e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used To Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amort- ization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity	
2699999	Subtotal - Single Class Mortgage-Backed/Asset-Backed Securities					10,814,427	X X X	10,873,193	10,907,280	10,819,476			2,912			X X X	X X X	X X X	56,592	470,016	X X X	X X X
161571-CF-9	Chase Issuance Tr				1FE	499,951	101.62	508,115	500,000	500,413		462			4.960	5.054	MON	964	4,960	09/26/2007	09/17/2012	
172987-AY-5	Citigroup Mtg Ln Tr 2006-AR7				1FE	573,919	99.45	570,400	573,583	573,698		(221)			5.850	5.930	MON	1,864	27,821	02/01/2007	11/25/2036	
225470-AS-2	Credit Suisse First Boston Mtg				1FE	1,220,146	92.68	1,158,438	1,250,000	1,225,011		2,297			5.100	5.521	MON	5,313	63,750	10/26/2005	09/15/2015	
20173M-AG-5	Greenwich Cap Coml Fdg Corp				1FE	989,423	102.12	959,909	940,000	983,776		(5,709)			6.110	4.811	MON	783	56,359	12/18/2006	06/10/2016	
36228C-VT-7	GS Mtg Secs Corp II				1FE	1,009,932	95.85	958,480	1,000,000	1,009,550		(154)			4.760	4.793	MON	661	47,610	06/09/2005	07/10/2039	
46629P-AE-8	J P Morgan Chase Mtg Sec Tr 2006				1FE	555,754	97.61	539,761	553,000	555,567		(181)			5.370	5.416	MON	2,468	29,707	12/15/2006	05/15/2047	
46625Y-NB-5	JP Morgan Chase Coml Mtg Secs				1FE	1,507,424	97.67	1,465,005	1,500,000	1,507,144		(115)			4.560	4.618	MON	5,700	70,455	06/10/2005	07/15/2042	
86838A-AA-2	Superior Whsl Inventory Fing Tr				1FE	1,000,000	98.18	981,800	1,000,000	1,000,000					5.420	5.503	MON	4,517	46,034	02/06/2007	01/15/2012	
92922F-G4-4	WA Mutual 05-AR4-A3				1FE	1,600,000	99.15	1,586,320	1,600,000	1,600,000					4.585	4.671	MON	4,076	73,360	03/22/2005	04/25/2035	
939335-2K-0	Washington Mut Mtg Secs Corp.				1FE	296,472	84.70	247,760	292,511	297,041		594			6.500	5.852	MON	1,056	19,013	10/24/2006	06/25/2032	
2799999	Subtotal - Defined Multi-Class Residential Mortgage-Backed Securities					9,253,021	X X X	8,975,988	9,209,094	9,252,200		(3,027)			X X X	X X X	X X X	27,402	439,069	X X X	X X X	
3199999	Subtotals - Special Revenue					25,089,749	X X X	24,938,901	25,116,374	25,094,201		109			X X X	X X X	X X X	141,103	962,085	X X X	X X X	
845335-BW-7	Southwestern Bell Tel				1FE	1,720,570	97.50	1,657,500	1,700,000	1,717,335		(431)			7.200	7.227	AO	26,085	122,400	11/21/1997	10/15/2026	
3299999	Subtotal - Issuer Obligations					1,720,570	X X X	1,657,500	1,700,000	1,717,335		(431)			X X X	X X X	X X X	26,085	122,400	X X X	X X X	
3899999	Subtotals - Public Utilities (Unaffiliated)					1,720,570	X X X	1,657,500	1,700,000	1,717,335		(431)			X X X	X X X	X X X	26,085	122,400	X X X	X X X	
02364W-AH-8	America Movil S A De C V				1FE	497,120	99.80	499,015	500,000	497,620		266			5.750	5.918	JJ	13,257	28,750	01/27/2006	01/15/2015	
025816-AX-7	American Express Co				1FE	748,065	102.39	767,910	750,000	748,120		55			6.150	6.283	FA	15,759		08/22/2007	08/28/2017	
02635P-RT-2	American Gen Fin Corp				1FE	1,025,220	98.79	987,910	1,000,000	1,017,635		(3,217)			5.380	5.020	AO	13,450	53,750	07/22/2005	10/01/2012	
026874-AX-5	American Intl Group Inc.				1FE	983,880	96.57	965,720	1,000,000	985,481		1,481			5.050	5.350	AO	12,625	50,500	12/01/2006	10/01/2015	
035229-CW-1	Anheuser Bush Cos				1FE	1,047,095	97.08	1,033,902	1,065,000	1,050,058		968			5.000	5.234	MS	17,750	53,250	10/05/2004	03/01/2019	
059438-AB-7	Banc One Corp				1FE	1,321,350	113.08	1,130,750	1,000,000	1,139,608		(49,238)			10.000	4.361	FA	37,778	100,000	01/28/2004	08/15/2010	
060505-BM-5	Bank of America Corp				1FE	797,346	101.04	767,889	760,000	786,753		(3,468)			5.375	4.792	JD	1,816	40,850	10/14/2004	06/15/2014	
06422K-AA-0	Bank One Texas				1FE	656,671	100.13	585,749	585,000	586,960		(15,636)			6.250	3.529	FA	13,813	36,563	06/20/2003	02/15/2008	
071813-AW-9	Baxter Intl Inc.				1FE	647,868	103.90	675,376	650,000	648,094		164			5.900	6.032	MS	12,783	40,800	08/03/2006	09/01/2016	
073902-PN-2	Bear Stearns Cos Inc.				1FE	468,530	90.29	451,435	500,000	469,675		1,145			5.550	6.548	JJ	12,256	13,875	07/12/2007	01/22/2017	
084664-AM-3	Berkshire Hathaway Fin Corp				1FE	995,410	102.24	1,022,430	1,000,000	995,926		512			5.100	5.241	JJ	23,517	51,000	12/28/2006	07/15/2014	
097014-AG-9	Boeing Cap Corp				1FE	1,082,300	107.36	1,073,560	1,000,000	1,052,705		(11,225)			6.500	5.132	FA	24,556	65,000	03/30/2005	02/15/2012	
14040E-HK-1	Capital Bank One				1FE	799,184	93.13	745,048	800,000	799,453		74			5.125	5.204	FA	15,489	41,000	02/03/2004	02/15/2014	
17275R-AB-8	Cisco Sys Inc.				1FE	998,090	102.53	1,025,260	1,000,000	998,742		359			5.250	5.364	FA	18,813	52,500	02/14/2006	02/22/2011	
125581-CS-5	Cit Group Inc.				1FE	650,143	88.29	573,872	650,000	650,129		(11)			5.850	5.933	MS	11,196	38,131	09/07/2006	09/15/2016	
189054-AM-1	Clorox Co				2FE	169,444	98.85	172,986	175,000	172,100		1,318			4.200	5.130	JJ	3,389	7,350	12/06/2005	01/15/2010	
19416Q-DG-2	Colgate-Palmolive Co				1FE	1,000,000	99.34	993,350	1,000,000	1,000,000					5.180	5.247	MN	6,619	51,800	05/11/2005	05/15/2017	
20030N-AV-3	Comcast				1FE	498,950	107.93	539,635	500,000	498,954		4			6.950	7.088	FA	12,356		08/20/2007	08/15/2037	
22238H-GQ-7	Countrywide Finl Corp				2FE	214,484	73.05	157,035	215,000	214,535		51			5.800	5.942	JD	831	6,235	06/05/2007	06/07/2012	
257661-AF-5	Donaldson Lufkin				1FE	999,500	100.52	1,005,240	1,000,000	999,970		68			6.500	6.613	JD	5,505	65,000	04/01/1999	06/01/2008	
291011-AU-8	Emerson Elec Co.				1FE	694,708	97.05	679,364	700,000	695,717		443			4.750	4.904	AO	7,019	33,250	08/17/2005	10/15/2015	

Annual Statement for the year 2007 of the **The Beacon Mutual Insurance Company**

**SCHEDULE D - PART 1**

Showing All Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book/Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identifi- cation	Description	*	F o r e i g n	Bond CHAR	NAIC Desig- nation	Actual Cost	Rate Used To Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amort- ization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
29250R-AH-9	Enbridge Energy Partners L P				2FE	644,432	99.25	640,156	645,000	644,477			43		5.880	5.979	JD	1,686	37,262	12/18/2006	12/15/2016
26884A-AX-1	ERP Oper Ltd Partnership				1FE	645,645	95.23	618,963	650,000	645,835			190		5.750	5.924	JD	1,661		05/31/2007	06/15/2017
30161N-AD-3	Exelon Corp				2FE	998,580	94.13	941,320	1,000,000	998,880			122		4.900	4.979	JD	2,178	49,000	06/06/2005	06/15/2015
302508-BA-3	FMR Corp				1FE	999,520	101.90	1,019,020	1,000,000	999,351			108		4.750	4.821	MS	15,833	47,500	02/24/2003	03/01/2013
349631-AL-5	Fortune Brands Inc.				2FE	896,760	90.00	810,000	900,000	897,268			265		5.380	5.501	JJ	22,327	48,375	01/05/2006	01/15/2016
368710-AG-4	Genentech Inc.				1FE	999,370	98.41	984,050	1,000,000	999,498			54		4.750	4.815	JJ	21,903	47,500	07/13/2005	07/15/2015
36962G-ZY-3	General Elec Cap Corp				1FE	1,005,510	103.24	1,032,400	1,000,000	1,004,585		(774)			5.450	5.416	JJ	25,131	54,500	10/19/2006	01/15/2013
369604-AY-9	General Electric Co				1FE	1,828,213	101.51	1,827,108	1,800,000	1,818,030		(3,078)			5.000	4.834	FA	37,500	90,000	08/25/2004	02/01/2013
37247D-AB-2	Genworth Finl Inc				1FE	300,540	97.42	292,266	300,000	300,517		(7)			6.500	6.591	JD	867	19,500	06/15/2004	06/15/2034
38141G-DB-7	Goldman Sachs Group				1FE	777,935	100.30	767,295	765,000	772,753		(1,266)			5.250	5.092	AO	10,041	40,163	12/17/2003	04/01/2013
38141G-FD-1	Goldman Sachs Group Inc				1FE	342,920	97.98	342,923	350,000	342,922			3		6.750	7.031	AO	5,775		12/18/2007	10/01/2037
421915-EG-0	Health Care Ppty Inves Inc				2FE	468,189	97.59	439,137	450,000	466,651		(1,438)			6.300	5.837	MS	8,348	28,035	12/05/2006	09/15/2016
428236-AG-8	Hewlett packard Co Dtd 6/26/2002				1FE	1,441,687	107.33	1,395,238	1,300,000	1,395,474		(18,654)			6.500	4.726	JJ	42,250	84,500	06/07/2005	07/01/2012
441812-KA-1	Household Fin Corp				1FE	999,630	102.83	1,028,340	1,000,000	999,790			35		6.375	6.482	MN	6,021	63,750	11/22/2002	11/27/2012
40429C-CT-7	HSBC Fin Corp.				1FE	1,004,500	96.20	962,030	1,000,000	1,004,010		(490)			5.410	5.417	JAJO	10,820	29,026	05/11/2007	07/19/2012
404280-AF-6	HSBC Hldgs Plc				1FE	684,008	108.86	598,725	550,000	677,269		(2,322)			7.625	5.919	MN	5,126	20,773	12/03/2004	05/17/2032
44841S-AA-7	Hutchison Whampoa Intl Ltd 144 A				1FE	1,029,220	100.99	1,009,900	1,000,000	1,016,373		(5,143)			5.450	4.896	MN	5,601	54,500	05/27/2005	11/24/2010
456866-AS-1	Ingersoll Rand				2FE	499,255	97.06	485,315	500,000	499,417			65		4.750	4.826	MN	3,035	23,750	05/27/2005	05/15/2015
461202-AA-1	Intuit Inc				2FE	269,987	101.57	274,226	270,000	269,988			2		5.400	5.474	MS	4,293	7,412	03/07/2007	03/15/2012
478366-AR-8	Johnson Ctls Inc				1FE	799,088	98.53	788,272	800,000	799,230			74		5.500	5.591	JJ	20,289	44,000	01/09/2006	01/15/2016
49306C-AH-4	Key Bank NA				1FE	787,103	100.78	755,835	750,000	777,682		(3,507)			5.800	5.191	JJ	21,750	43,500	03/10/2005	07/01/2014
500255-AF-1	Kohls Corp Dtd				2FE	552,141	100.97	454,361	450,000	546,827		(2,321)			7.250	5.600	JD	2,719	32,625	06/01/2029	06/01/2029
50075N-AS-3	Kraft Foods				2FE	248,535	103.46	258,638	250,000	248,575			40		6.500	6.689	FA	6,229		08/08/2007	08/11/2017
501044-BZ-3	Kroger Co				2FE	528,410	111.50	557,515	500,000	528,064		(346)			7.500	7.130	AO	9,375	18,750	04/09/2007	04/01/2031
52517P-VV-0	Lehman Bros Hldgs				1FE	929,370	93.07	930,700	1,000,000	950,536		6,468			4.800	5.843	MS	14,400	48,000	06/28/2004	03/13/2014
585515-AG-4	Mellon Fdg				1FE	997,680	100.28	1,002,840	1,000,000	997,855			175		5.200	5.309	MN	6,644	26,000	05/10/2007	05/15/2014
59018Y-UH-2	Merrill Lynch & Co				1FE	702,993	98.40	693,692	705,000	704,274			406		4.125	4.233	MS	8,967	29,081	09/07/2004	09/10/2009
59018Y-RZ-6	Merrill Lynch MTN				1FE	962,290	94.59	945,860	1,000,000	971,578		2,839			5.300	5.843	MS	13,397	53,000	06/28/2004	09/30/2015
59156R-AJ-7	MetLife Inc Dtd				1FE	559,475	98.75	493,770	500,000	557,325		(939)			6.375	5.621	JD	1,417	31,875	08/16/2005	06/15/2034
59562V-AM-9	MidAmerican Energy Hldgs Co				2FE	497,300	99.76	498,810	500,000	497,325			25		6.130	6.265	AO	7,663	15,313	04/09/2007	04/01/2036
607059-AT-9	Mobil Corp				1FE	75,089	136.97	75,334	55,000	72,001		(828)			8.625	5.465	FA	1,792	4,744	12/18/2003	08/15/2021
61167H-BJ-1	Monsanto Co MTN				1FE	942,360	100.07	1,000,720	1,000,000	999,107		8,870			6.210	7.278	AO	13,234	62,100	11/16/1999	02/05/2008
652482-BL-3	New America Inc				2FE	399,320	101.17	404,660	400,000	399,336			8		6.400	6.516	JD	1,138	25,600	12/20/2005	12/15/2035
694308-GD-3	Pacific Gas & Elec				2FE	824,945	97.22	802,073	825,000	824,962			5		4.800	4.859	MS	13,200	39,600	03/18/2004	03/01/2014
713448-BG-2	Pepsico Inc				1FE	999,210	100.67	1,006,710	1,000,000	999,220			10		4.650	4.722	FA	3,488		01/30/2007	02/15/2013
72650R-AP-7	Plains All Amern Pipeline LP				2FE	353,252	101.35	354,711	350,000	353,158		(93)			6.130	6.089	JJ	9,893		08/23/2007	01/15/2017
743263-AE-5	Progress Energy Inc				2FE	558,635	100.50	502,500	500,000	555,503		(969)			7.750	6.908	MS	12,917	38,750	06/29/2004	03/01/2031
74432Q-BC-8	Prudential Finl Inc				1FE	224,282	99.59	224,073	225,000	224,286			4		6.000	6.134	JD	1,050		11/30/2007	12/01/2017
774341-AA-9	Rockwell Collins				1FE	622,926	101.84	636,513	625,000	623,656			192		4.750	4.850	JD	2,474	29,688	12/08/2003	12/01/2013
786514-BA-6	Safeway Inc.				2FE	396,928	108.39	379,365	350,000	394,655		(855)			7.250	6.299	FA	10,573	25,375	03/10/2005	02/01/2031
806605-AE-1	Schering Plough Corp				2FE	453,816	99.33	446,981	450,000	452,562		(361)			5.300	5.254	JD	1,988	24,975	04/14/2004	12/01/2013
78442F-CJ-5	SLM Corp				2FE	1,767,588	88.91	1,555,873	1,750,000	1,763,126		(1,695)			5.375	5.304	MN	12,019	94,063	03/30/2005	05/15/2014
842400-ER-0	Southern Cal Edison				1FE	1,014,494	99.06	1,015,324	1,025,000	1,017,897			980		5.000	5.201	JJ	23,632	51,250	04/14/2004	01/15/2014
852061-AD-2	Sprint Nextel Corp				2FE	790,856	95.78	766,232	800,000	791,396			540		6.000	6.253	JD	4,000	49,467	03/28/2007	12/01/2016

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**SCHEDULE D - PART 1**

Showing All Long-Term BONDS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes			6 NAIC Designation	7 Actual Cost	Fair Value		10 Par Value	11 Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value				Interest				Dates		
		3 *	4 F o r e i g n	5 Bond CHAR			8 Rate Used To Obtain Fair Value	9 Fair Value			12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amort- ization)/ Accretion	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Foreign Exchange Change in B./A.C.V.	16 Rate of	17 Effective Rate of	18 How Paid	19 Admitted Amount Due & Accrued	20 Gross Amt. Rec. During Year	21 Acquired	22 Maturity
792860-AH-1	St Paul Travelers Cos Inc.				1FE	465,000	99.31	461,796	465,000	465,000					5.500	5.576	JD	2,131	25,575	11/22/2005	12/01/2015
86787G-AB-8	Suntrust Bank				1FE	701,981	104.21	651,331	625,000	659,209		(9,560)			6.375	4.598	AO	9,961	39,844	05/09/2003	04/01/2011
883199-AQ-4	Textron Finl Corp				1FE	1,082,767	104.10	1,040,960	1,000,000	1,028,016		(13,932)			6.000	4.485	MN	6,833	60,000	10/15/2003	11/20/2009
88319Q-J2-0	Textron Finl Corp				1FE	599,790	102.70	616,200	600,000	599,864		40			5.130	5.204	FA	12,654	30,750	01/31/2006	02/03/2011
913017-BD-0	United Tech Corp				1FE	3,028,240	106.48	3,194,370	3,000,000	3,011,614		(3,219)			6.350	6.310	MS	63,849	190,500	03/26/2002	03/01/2011
91324P-AP-7	UnitedHealth Group Inc.				1FE	499,200	97.00	485,000	500,000	499,467		149			5.250	5.356	MS	7,729	26,250	02/27/2006	03/15/2011
91911T-AG-8	Vale Overseas Ltd				2FE	478,476	100.31	466,446	465,000	477,743		(733)			6.250	5.942	JJ	12,755	19,536	04/20/2007	01/23/2017
91913Y-AL-4	Valero Energy Corp				2FE	493,345	100.71	503,535	500,000	493,379		34			6.630	6.847	JD	1,473	17,207	07/12/2007	06/15/2037
92344U-AA-3	Verizon NJ Inc				1FE	520,458	100.00	520,000	520,000	520,231		(49)			5.875	5.948	JJ	1,917	30,550	11/01/2002	01/17/2012
92976G-AD-3	Wachovia Bank				1FE	970,080	95.20	951,960	1,000,000	976,976		2,619			4.875	5.338	FA	20,313	48,750	03/30/2005	02/01/2015
931142-BE-2	Walmart Stores				1FE	1,039,300	104.51	1,045,060	1,000,000	1,009,358		(5,362)			6.875	6.353	FA	26,902	68,750	05/31/2001	08/10/2009
93933W-AC-0	Washington Mutual				1FE	702,072	102.53	717,717	700,000	701,629		(188)			5.125	5.150	JJ	16,542	35,875	07/22/2005	01/15/2015
94106L-AR-0	Waste Management Inc				2FE	999,040	98.50	985,040	1,000,000	999,351		87			5.000	5.075	MS	14,722	50,000	03/02/2004	03/15/2014
962166-BR-4	Weyerhaeuser Co				1FE	372,502	98.00	343,000	350,000	372,172		(329)			7.380	6.958	MS	7,606	25,813	01/25/2007	03/15/2032
89352H-AB-5	Transcanada Pipelines Ltd		F		1FE	398,884	95.84	383,364	400,000	398,910		15			5.850	5.956	MS	6,890	23,400	03/15/2006	03/15/2036
3999999	Subtotal - Issuer Obligations					61,470,480	X X X	60,239,012	60,265,000	61,024,378		(129,878)			X X X	X X X	X X X	959,498	3,055,706	X X X	X X X
466247-CY-7	JP Morgan 04-A3-3A2				1FE	1,065,711	97.10	1,040,191	1,071,235	1,065,900		345			5.013	5.180	MON	2,983	53,312	07/16/2004	07/25/2034
501773-CA-1	LB Coml 98-C4-A1B				1FE	1,308,357	100.39	1,169,341	1,164,845	1,300,951		(2,079)			6.210	4.686	MON	6,028	72,465	03/08/2004	10/15/2035
4199999	Subtotal - Defined Multi-Class Residential Mortgage-Backed Securities					2,374,068	X X X	2,209,532	2,236,080	2,366,851		(1,734)			X X X	X X X	X X X	9,011	125,777	X X X	X X X
07262N-AC-1	Bay View Auto Tr				1FE	841,456	99.85	840,265	841,544	842,180		56			4.990	5.048	MON	700	41,320	11/29/2005	11/25/2010
68619A-AU-1	Origen Mfd 04-A-A2				1FE	171,798	99.61	171,143	171,817	172,136		69			3.380	3.382	MON	258	5,807	01/22/2004	08/15/2017
75970N-BD-8	Renaissance Mtg Accep Corp 2005				1FE	1,249,975	98.87	1,235,875	1,250,000	1,249,990					4.770	4.876	MON	994	60,175	09/09/2005	10/25/2035
4399999	Subtotal - Defined Multi-Class Commercial Mortgage-Backed Securities					2,263,229	X X X	2,247,283	2,263,361	2,264,306		125			X X X	X X X	X X X	1,952	107,302	X X X	X X X
46631Q-AA-0	J P Morgan Chase Coml Mtg Secs				1FE	484,030	100.43	484,892	482,830	484,054		24			5.290	5.388	MON	1,348	6,365	09/25/2007	02/12/2051
69121P-DE-0	Ownit Mtg Ln Tr				1FE	630,000	97.48	614,130	630,000	630,000					5.630	5.778	MON	588	35,487	03/01/2006	01/25/2037
89578S-AN-3	Triad Automobiles Receivables Tr				1FE	1,471,113	99.58	1,493,655	1,500,000	1,479,055		4,180			4.220	5.046	MON	3,291	63,300	03/01/2006	06/12/2012
4499999	Subtotal - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securit					2,585,143	X X X	2,592,677	2,612,830	2,593,109		4,204			X X X	X X X	X X X	5,227	105,152	X X X	X X X
4599999	Subtotals - Industrial and Miscellaneous (Unaffiliated)					68,692,920	X X X	67,288,504	67,377,271	68,248,644		(127,283)			X X X	X X X	X X X	975,688	3,393,937	X X X	X X X
5499999	Total Bonds - Issuer Obligations					298,646,522	X X X	304,720,187	295,916,283	297,445,420	95,890	(299,681)			X X X	X X X	X X X	3,830,717	12,402,114	X X X	X X X
5599999	Total Bonds - Single Class Mortgage-Backed/Asset-Backed Securities					10,814,427	X X X	10,873,193	10,907,280	10,819,476		2,912			X X X	X X X	X X X	56,592	470,016	X X X	X X X
5699999	Total Bonds - Defined Multi-Class Residential Mortgage-Backed Securities					11,627,089	X X X	11,185,520	11,445,174	11,619,051		(4,761)			X X X	X X X	X X X	36,413	564,846	X X X	X X X
5899999	Total Bonds - Defined Multi-Class Commercial Mortgage-Backed Securities					2,263,229	X X X	2,247,283	2,263,361	2,264,306		125			X X X	X X X	X X X	1,952	107,302	X X X	X X X

**SCHEDULE D - PART 1**

Showing All Long-Term BONDS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes			6 NAIC Designation	7 Actual Cost	Fair Value		10 Par Value	11 Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value				Interest				Dates		
		3 *	4 F o r e i g n	5 Bond CHAR			8 Rate Used To Obtain Fair Value	9 Fair Value			12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amort- ization)/ Accretion	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Foreign Exchange Change in B./A.C.V.	16 Rate of	17 Effective Rate of	18 How Paid	19 Admitted Amount Due & Accrued	20 Gross Amt. Rec. During Year	21 Acquired	22 Maturity
5999999	Total Bonds - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Secur					2,585,143	X X X	2,592,677	2,612,830	2,593,109		4,204			X X X	X X X	X X X	5,227	105,152	X X X	X X X
6099999	Total Bonds					325,936,410	X X X	331,618,860	323,144,928	324,741,362	95,890	(297,201)			X X X	X X X	X X X	3,930,901	13,649,430	X X X	X X X

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**SCHEDULE D - PART 2 - SECTION 1**

Showing All PREFERRED STOCKS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes		5 Number of Shares	6 Par Value Per Share	7 Rate Per Share	8 Book/ Adjusted Carrying Value	Fair Value		11 Actual Cost	Dividends			Change in Book/Adjusted Carrying Value					20 NAIC Designation	21 Date Acquired	
		3 Code	4 F o r e i g n					9 Rate Per Share Used to Obtain Fair Value	10 Fair Value		12 Declared but Unpaid	13 Amount Received During Year	14 Nonadmitted Declared But Unpaid	15 Unrealized Valuation Increase/ (Decrease)	16 Current Year's (Amort- ization) Accretion	17 Current Year's Other Than Temporary Impairment Recognized	18 Total Change in B./A.C.V. (15+16-17)	19 Total Foreign Exchange Change in B./A.C.V.			
140422-AA-4	Capital One Cap IV			5,000.000	100.00	74.363	371,815	74.363	371,815	502,404	12,563	17,987		(130,565)	(24)		(130,589)		P3L	01/30/2007	
173064-20-5	Citigroup Capital X			40,000.000			1,002,000	18.350	734,000	1,002,000		61,000							RP1L	09/16/2003	
59156R-AP-3	Metlife Inc			3,500.000	100.00	91.649	320,772	91.649	320,772	321,825	996	22,027		(1,218)	164		(1,054)		P3L	06/11/2007	
617462-20-5	Morgan Stanley Cap Tr IV			20,000.000			500,000	19.060	381,200	500,000	7,812	31,250							RP1L	04/10/2003	
617460-20-9	Morgan Stanley Cp Tr III			20,000.000		19.100	382,000	19.100	382,000	499,600		31,250		(120,200)			(120,200)		P1L	03/05/2003	
63540U-20-7	National City Cap Tr IV			16,000.000		20.950	335,200	20.950	335,200	400,000		9,333		(64,800)			(64,800)		P2L	08/24/2007	
6399999	Subtotal - Preferred Stock - Industrial and Miscellaneous							2,911,787	X X X	2,524,987	3,225,829	21,371	172,847		(316,783)	140		(316,643)		X X X	X X X
14845#-11-4	Castle Hill Insurance Company			15,000.000			15,000,000	1,000.000	15,000,000	15,000,000									P1J	11/01/2003	
6499999	Subtotal - Preferred Stock - Parent, Subsidiaries and Affiliates							15,000,000	X X X	15,000,000	15,000,000									X X X	X X X
6599999	Total Preferred Stocks							17,911,787	X X X	17,524,987	18,225,829	21,371	172,847		(316,783)	140		(316,643)		X X X	X X X

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**SCHEDULE D - PART 2 - SECTION 2**

Showing all COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identi- fication	2 Description	Codes		5 Number of Shares	6 Book/ Adjusted Carrying Value	Fair Value		9 Actual Cost	Dividends			Change in Book/Adjusted Carrying Value				17 NAIC Market Indicator (a)	18 Date Acquired
		3 Code	4 F o r e i g n			7 Rate per Share Used to Obtain Fair Value	8 Fair Value		10 Declared but Unpaid	11 Amount Received During Year	12 Nonadmitted Declared But Unpaid	13 Unrealized Valuation Increase/ (Decrease)	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Change in B./A.C.V. (13 - 14)	16 Total Foreign Exchange Change in B./A.C.V.		
172967-10-1	Citigroup Inc			7,105,000	209,171	29,440	209,171	364,935		13,330		(179,888)		(179,888)		L	05/02/2007
6799999	Subtotal - Common Stock - Banks, Trusts, and Insurance Companies				209,171	X X X	209,171	364,935		13,330		(179,888)		(179,888)		X X X	X X X
002824-10-0	Abbott Labs			2,950,000	165,643	56,150	165,643	129,929		4,174		20,106		20,106		L	05/02/2007
G0070K-10-3	Ace Ltd			4,930,000	304,575	61,780	304,575	270,665	1,331	3,968		15,096		15,096		L	08/17/2007
00724F-10-1	Adobe Sys Inc.			5,130,000	219,205	42,730	219,205	217,156				2,049		2,049		L	05/02/2007
008252-10-8	Affiliated Managers Group			700,000	82,222	117,460	82,222	73,634				8,367		8,367		L	05/02/2007
00846U-10-1	Agilent Technologies Inc			3,875,000	142,368	36,740	142,368	125,401				16,966		16,966		L	05/02/2007
00971T-10-1	Akamai Technologies Inc.			3,760,000	130,096	34,600	130,096	147,664				(54,874)		(54,874)		L	07/27/2007
02209S-10-3	Altria Group Inc			3,820,000	288,716	75,580	288,716	266,109	2,865	6,056		17,800		17,800		L	12/03/2007
023135-10-6	Amazon Com Inc			850,000	78,744	92,640	78,744	74,915				3,829		3,829		L	10/26/2007
025537-10-1	American Elec Pwr Inc			5,315,000	247,466	46,560	247,466	243,572		4,252		3,894		3,894		L	07/17/2007
025816-10-9	American Express Co			4,430,000	230,449	52,020	230,449	238,950		2,390		(35,745)		(35,745)		L	05/02/2007
026874-10-7	American International			4,880,000	284,504	58,300	284,504	299,730				(15,226)		(15,226)		L	12/10/2007
037389-10-3	Aon Corp			3,440,000	164,054	47,690	164,054	153,706		516		10,348		10,348		L	09/27/2007
037833-10-0	Apple Computer Inc.			2,390,000	473,411	198,080	473,411	224,425				253,347		253,347		L	11/27/2007
N07059-18-6	Asml Hldgs N V NY Reg Shs			3,837,000	120,060	31,290	120,060	99,698				20,362		20,362		L	10/03/2007
G05384-10-5	Aspen Ins Hldgs Ltd			4,950,000	142,758	28,840	142,758	133,221		1,485		9,537		9,537		L	07/20/2007
04621X-10-8	Assurant Inc			3,225,000	215,753	66,900	215,753	184,984		387		30,768		30,768		L	11/08/2007
00206R-10-2	AT&T			7,915,000	328,947	41,560	328,947	275,464		7,608		36,337		36,337		L	12/20/2007
052769-10-6	Autodesk Inc.			2,575,000	128,132	49,760	128,132	108,155				19,977		19,977		L	05/02/2007
054303-10-2	Avon Prods Inc			7,290,000	288,174	39,530	288,174	250,590		4,902		36,631		36,631		L	08/03/2007
110122-10-8	Bristol Myers Squibb Co			5,645,000	149,705	26,520	149,705	167,245				(17,540)		(17,540)		L	10/29/2007
124857-20-2	CBS Inc.			3,787,000	103,196	27,250	103,196	113,490	947	2,220		(15,613)		(15,613)		L	05/18/2007
152312-10-4	Centex Corp			2,630,000	66,434	25,260	66,434	79,288		105		(12,854)		(12,854)		L	10/11/2007
166764-10-0	Chevron Corp			5,640,000	526,381	93,330	526,381	385,262		12,112		113,327		113,327		L	05/02/2007
125509-10-9	Cigna Corp			5,750,000	308,948	53,730	308,948	195,351	58	207		54,949		54,949		L	05/02/2007
17275R-10-2	Cisco Systems			17,685,000	478,733	27,070	478,733	367,934				(4,756)		(4,756)		L	05/02/2007
17453B-10-1	Citizens Communications Co.			7,305,000	92,993	12,730	92,993	99,405		7,249		(12,328)		(12,328)		L	05/02/2007
12572Q-10-5	CME Group Inc.			390,000	267,540	686,000	267,540	222,097		516		45,443		45,443		L	09/27/2007
189754-10-4	Coach Inc			3,075,000	94,034	30,580	94,034	128,014				(43,202)		(43,202)		L	05/04/2007
191216-10-0	Coca Cola Co			6,510,000	399,519	61,370	399,519	275,858		8,752		84,053		84,053		L	05/02/2007
192446-10-2	Cognizant Tech. Solutions Cl A			2,780,000	94,353	33,940	94,353	99,884				(5,531)		(5,531)		L	09/20/2007
194162-10-3	Colgate Palmolive Co			4,500,000	350,820	77,960	350,820	252,990		5,844		55,856		55,856		L	05/31/2007
197199-81-3	Columbia Acorn International			71,738,809	3,127,812	43,600	3,127,812	2,194,200		24,377		236,021		236,021		U	08/16/2005
197199-85-4	Columbia Acorn Select Fund			84,066,624	2,388,333	28,410	2,388,333	1,711,596				153,001		153,001		U	06/01/2005
19765H-63-6	Columbia Marsico International			194,952,602	3,175,778	16,290	3,175,778	2,234,676		38,991		200,801		200,801		U	08/16/2005
19765J-83-0	Columbia Mid Cap Value Fund			91,603,053	1,344,733	14,680	1,344,733	1,200,000		17,551		7,328		7,328		U	06/01/2005
19765P-81-0	Columbia Small Cap Core Fund			122,469,130	1,906,844	15,570	1,906,844	2,133,019		10,716		(486,041)		(486,041)		U	05/02/2007
204412-20-9	Companhia Vale Do Rio Doce			4,540,000	148,322	32,670	148,322	81,147		1,449		67,175		67,175		L	05/02/2007
20825C-10-4	Conocophillips			6,120,000	540,396	88,300	540,396	446,419		11,250		100,760		100,760		L	05/02/2007

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**SCHEDULE D - PART 2 - SECTION 2**

Showing all COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identifi- cation	2 Description	Codes		5 Number of Shares	6 Book/ Adjusted Carrying Value	Fair Value		9 Actual Cost	Dividends			Change in Book/Adjusted Carrying Value				17 NAIC Market Indicator (a)	18 Date Acquired
		3 Code	4 F o r e i g n			7 Rate per Share Used to Obtain Fair Value	8 Fair Value		10 Declared but Unpaid	11 Amount Received During Year	12 Nonadmitted Declared But Unpaid	13 Unrealized Valuation Increase/ (Decrease)	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Change in B./A.C.V. (13 - 14)	16 Total Foreign Exchange Change in B./A.C.V.		
222862-10-4	Coventry Health Care Inc.			3,165,000	187,526	59,250	187,526	173,460				28,216		28,216	L	05/02/2007	
229899-10-9	Cullen Frost Bankers Inc.			2,510,000	127,157	50,660	127,157	135,334				(8,177)		(8,177)	L	12/10/2007	
25179M-10-3	Devon Energy Corp New			2,965,000	263,618	88,910	263,618	213,478		1,434		50,891		50,891	L	11/01/2007	
25243Q-20-5	Diageo Plc Sponsored ADR New			1,305,000	112,008	85,830	112,008	107,832		2,516		4,176		4,176	L	09/10/2007	
254709-10-8	Discover Finl Svcs			2,087,000	31,472	15,080	31,472	58,631	125		125	(27,159)		(27,159)	L	07/10/2007	
254687-10-6	Disney Walt Co			5,235,000	168,986	32,280	168,986	176,461	1,832			(7,476)		(7,476)	L	10/26/2007	
257559-10-4	Domtar Corp			13,345,000	102,623	7,690	102,623	91,807				10,816		10,816	L	08/16/2007	
26483E-10-0	Dun & Bradstreet Corp.			2,430,000	215,371	88,630	215,371	190,517		2,408		13,515		13,515	L	05/02/2007	
278058-10-2	Eaton Corp			1,470,000	142,517	96,950	142,517	122,189		1,896		20,327		20,327	L	05/02/2007	
268648-10-2	EMC Corp			14,285,000	264,701	18,530	264,701	238,958				25,743		25,743	L	08/02/2007	
291011-10-4	Emerson Electric Co.			2,730,000	154,682	56,660	154,682	116,859		2,944		34,076		34,076	L	05/02/2007	
29364G-10-3	Entergy Corp			2,085,000	249,199	119,520	249,199	150,438		5,328		54,450		54,450	L	05/02/2007	
30033R-10-8	Evergreen Solar Inc.			3,255,000	56,214	17,270	56,214	34,916				21,298		21,298	L	10/26/2007	
30161N-10-1	Exelon Corp.			1,760,000	143,686	81,640	143,686	142,777				909		909	L	11/27/2007	
302182-10-0	Express Scripts Inc			2,925,000	213,525	73,000	213,525	132,236				81,289		81,289	L	07/26/2007	
30231G-10-2	Exxon Mobil Corp			10,150,000	950,954	93,690	950,954	880,508		6,766		70,446		70,446	L	10/15/2007	
313586-10-9	Federal National Mortgage Assn			7,665,000	306,447	39,980	306,447	428,042		11,010		(149,216)		(149,216)	L	11/08/2007	
336433-10-7	First Solar Inc			200,000	53,428	267,140	53,428	30,268				23,160		23,160	L	10/26/2007	
302571-10-4	FPL Group Inc			4,385,000	297,215	67,780	297,215	238,585		7,148		58,866		58,866	L	05/02/2007	
36467W-10-9	Gamestop Corp			3,010,000	186,951	62,110	186,951	137,265				49,686		49,686	L	10/24/2007	
368710-40-6	Genentech Inc			1,110,000	74,448	67,070	74,448	92,903				(15,644)		(15,644)	L	05/02/2007	
369550-10-8	General Dynamics Corp			2,160,000	192,218	88,990	192,218	143,254		2,428		31,112		31,112	L	05/02/2007	
369604-10-3	General Electric			14,095,000	522,502	37,070	522,502	521,459	4,369	12,217		3,074		3,074	L	12/10/2007	
372917-10-4	Genzyme Corp(General Division)			1,335,000	99,377	74,440	99,377	85,153				14,225		14,225	L	05/17/2007	
375558-10-3	Gilead Sciences Inc			3,195,000	147,002	46,010	147,002	135,504				11,498		11,498	L	10/22/2007	
382388-10-6	Goodrich Corp			2,500,000	176,525	70,610	176,525	145,922	563	500		30,603		30,603	L	06/22/2007	
382550-10-1	Goodyear Tire & Rubr Co			2,455,000	69,280	28,220	69,280	75,134				(5,854)		(5,854)	L	11/05/2007	
38259P-50-8	Google Inc			440,000	304,251	691,480	304,251	207,986				96,265		96,265	L	05/02/2007	
406216-10-1	Halliburton Co			3,904,000	148,001	37,910	148,001	117,324		1,187		32,471		32,471	L	05/02/2007	
411310-10-5	Hansen Nat Corp			1,500,000	66,435	44,290	66,435	66,300				135		135	L	11/13/2007	
427866-10-8	Hershey Co.			1,860,000	73,284	39,400	73,284	75,200				(1,916)		(1,916)	L	12/10/2007	
428236-10-3	Hewlett Packard Co.			9,890,000	499,247	50,480	499,247	299,787	791	3,063		91,466		91,466	L	05/02/2007	
436440-10-1	Hologic Inc			1,466,000	100,626	68,640	100,626	81,347				19,279		19,279	L	10/22/2007	
438516-10-6	Honeywell Intl Inc.			3,535,000	217,650	61,570	217,650	141,338		3,510		56,679		56,679	L	05/02/2007	
452308-10-9	Illinois Tool Works Inc			2,385,000	127,693	53,540	127,693	136,595	668			(8,903)		(8,903)	L	12/10/2007	
459200-10-1	International Business Machs			2,635,000	284,844	108,100	284,844	220,854		3,914		28,169		28,169	L	05/02/2007	
46069S-10-9	Intersil Corp			3,320,000	81,274	24,480	81,274	92,667			996	(11,393)		(11,393)	L	05/02/2007	
450911-10-2	ITT Inds Inc. Ind			2,005,000	132,410	66,040	132,410	121,274	281	561		11,136		11,136	L	05/02/2007	
478160-10-4	Johnson & Johnson			9,615,000	641,321	66,700	641,321	622,978		12,574		9,801		9,801	L	10/31/2007	
46625H-10-0	JP Morgan Chase & Co			16,320,000	712,368	43,650	712,368	736,234		18,958		(78,981)		(78,981)	L	07/25/2007	
48242W-10-6	KBR Inc			4,630,000	179,644	38,800	179,644	86,610				96,251		96,251	L	05/02/2007	
494368-10-3	Kimberly Clark Corp			2,220,000	153,935	69,340	153,935	144,241	1,177	3,329		402		402	L	08/06/2007	

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501044-10-1	Kroger Co			5,535,000	147,840	26,710	147,840	159,950		635		(12,110)		(12,110)	L	11/27/2007	
50540R-40-9	Laboratory Corp Amer Hldgs			2,160,000	163,145	75,530	163,145	148,646				4,833		4,833	L	10/26/2007	
G54050-10-2	Lazard Ltd			3,725,000	151,533	40,680	151,533	181,782		1,331		(27,785)		(27,785)	L	05/02/2007	
524908-10-0	Lehman Bros Hldgs Inc			3,830,000	250,635	65,440	250,635	245,481		575		5,154		5,154	L	10/10/2007	
540424-20-7	Loews Corp			2,010,000	171,453	85,300	171,453	169,901		915		1,552		1,552	L	10/19/2007	
57772K-10-1	Maxim Integrated Prod Inc			6,460,000	171,061	26,480	171,061	216,012		3,241		(44,951)		(44,951)	L	07/16/2007	
55262C-10-0	MBIA Inc			4,000,000	74,520	18,630	74,520	74,520	1,360	326			155,942	(155,942)	L	12/10/2007	
580037-10-9	McDermott Intl Inc			3,405,000	200,997	59,030	200,997	198,902				2,095		2,095	L	12/03/2007	
580135-10-1	McDonald's Corp			5,220,000	307,510	58,910	307,510	181,753		7,830		74,629		74,629	L	05/02/2007	
58155Q-10-3	McKesson Corp			3,460,000	226,665	65,510	226,665	200,182	208	485		26,483		26,483	L	05/02/2007	
58405U-10-2	Medco Hlth Solutions Inc			900,000	91,260	101,400	91,260	89,701				1,559		1,559	L	12/10/2007	
552715-10-4	Memc Electr Matls Inc.			1,725,000	152,645	88,490	152,645	44,734				84,582		84,582	L	05/02/2007	
589331-10-7	Merck & Co			7,390,000	429,433	58,110	429,433	343,253	2,808	6,726		86,180		86,180	L	05/02/2007	
59156R-10-8	Metlife Inc			2,105,000	129,710	61,620	129,710	128,144		1,558		1,242		1,242	L	05/02/2007	
594918-10-4	Microsoft Corp			12,340,000	439,304	35,600	439,304	309,090		5,012		70,490		70,490	L	05/02/2007	
631103-10-8	NASDAQ Stk Mkt Inc.			1,555,000	76,957	49,490	76,957	43,415				28,659		28,659	L	05/02/2007	
62886E-10-8	NCR Corp.			4,295,000	107,805	25,100	107,805	121,721				(13,917)		(13,917)	L	11/02/2007	
65248E-10-4	News Corp. CI A			5,590,000	114,539	20,490	114,539	115,784				(1,245)		(1,245)	L	11/16/2007	
62913F-20-1	NII Hldgs Inc.			1,605,000	77,554	48,320	77,554	85,749				(8,195)		(8,195)	L	11/27/2007	
654106-10-3	Nike Inc.			2,520,000	161,885	64,240	161,885	142,281	720	302		19,603		19,603	L	09/06/2007	
G65422-10-0	Noble Corp Com			4,420,000	249,774	56,510	249,774	147,206		527		80,707		80,707	L	05/02/2007	
654902-20-4	Nokia Corp ADR Series A			5,345,000	205,195	38,390	205,195	151,786				53,409		53,409	L	06/29/2007	
655664-10-0	Norstrom Inc.			3,280,000	120,474	36,730	120,474	174,502		1,220		(54,028)		(54,028)	L	07/13/2007	
670346-10-5	Nucor Corp			1,995,000	118,144	59,220	118,144	121,694	1,217	1,068		(3,550)		(3,550)	L	12/20/2007	
67066G-10-4	Nvidia Corp			5,080,000	172,822	34,020	172,822	76,145				47,481		47,481	L	06/06/2006	
68389X-10-5	Oracle Corp.			8,910,000	201,188	22,580	201,188	189,214				11,974		11,974	L	11/13/2007	
695156-10-9	Packaging Corp Amer			3,930,000	110,826	28,200	110,826	89,440	1,179	3,283		21,775		21,775	L	05/02/2007	
701094-10-4	Parker-Hannifin Corp			1,677,000	126,295	75,310	126,295	106,489		995		19,806		19,806	L	05/14/2007	
713448-10-8	Pepsico			5,169,000	392,327	75,900	392,327	340,976	1,938	3,859		52,093		52,093	L	09/10/2007	
717081-10-3	Pfizer Inc			6,890,000	156,610	22,730	156,610	181,257		7,871		(22,163)		(22,163)	L	05/02/2007	
693475-10-5	PNC Finl Svcs Group Inc			3,735,000	245,203	65,650	245,203	263,946		4,267		(23,250)		(23,250)	L	12/10/2007	
74005P-10-4	Praxair Inc			3,995,000	354,396	88,710	354,396	246,323		4,758		116,534		116,534	L	05/02/2007	
74251V-10-2	Principal Finl Group Inc.			1,830,000	125,977	68,840	125,977	110,982		1,647		14,995		14,995	L	05/02/2007	
742718-10-9	Procter & Gamble Co.			4,475,000	328,555	73,420	328,555	288,253		4,627		40,302		40,302	L	05/02/2007	
744320-10-2	Prudential Finl Inc.			1,595,000	148,399	93,040	148,399	154,461		1,834		(6,062)		(6,062)	L	09/27/2007	
744573-10-6	Public Svc Enterprise			2,160,000	212,198	98,240	212,198	143,136		4,747		60,245		60,245	L	05/02/2007	
747525-10-3	QualComm Inc			5,420,000	213,277	39,350	213,277	213,841	759			(564)		(564)	L	11/13/2007	
749121-10-9	Qwest Communications			24,155,000	169,327	7,010	169,327	211,577				(42,250)		(42,250)	L	09/17/2007	
758766-10-9	Regal Entmt Group			4,385,000	79,237	18,070	79,237	95,890		13,768		(16,653)		(16,653)	L	05/02/2007	
760759-10-0	Republic Svcs Inc.			4,770,000	149,540	31,350	149,540	131,608	811	1,810		17,931		17,931	L	05/02/2007	
774341-10-1	Rockwell Collins			2,085,000	150,057	71,970	150,057	142,155		667		7,902		7,902	L	07/27/2007	
775109-20-0	Rogers Communications			2,475,000	111,994	45,250	111,994	88,139	312	477		23,855		23,855	L	06/29/2007	

(a) For all common stocks bearing the NAIC market indicator "U" provide: the number of such issues 5, the total \$ value (included in Column 8) of all such issues \$ 11,943,500.

**SCHEDULE D - PART 2 - SECTION 2**

Showing all COMMON STOCKS Owned December 31 of Current Year

1	2	Codes		5	6	Fair Value		9	Dividends			Change in Book/Adjusted Carrying Value				17	18
		3	4			7	8		10	11	12	13	14	15	16		
CUSIP Identification	Description	Code	Foreign	Number of Shares	Book/Adjusted Carrying Value	Rate per Share Used to Obtain Fair Value	Fair Value	Actual Cost	Declared but Unpaid	Amount Received During Year	Nonadmitted Declared But Unpaid	Unrealized Valuation Increase/(Decrease)	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (13 - 14)	Total Foreign Exchange Change in B./A.C.V.	NAIC Market Indicator (a)	Date Acquired
806605-10-1	Schering Plough Corp			8,005,000	213,253	26.640	213,253	240,460		520		(27,206)		(27,206)		L	10/29/2007
824348-10-6	Sherwin Williams Co			1,520,000	88,221	58.040	88,221	99,877		828		(11,656)		(11,656)		L	09/17/2007
835699-30-7	Sony Corp ADR			2,260,000	122,718	54.300	122,718	123,327		233		(609)		(609)		L	05/18/2007
85590A-40-1	Starwood Hotels & Resorts			2,160,000	95,105	44.030	95,105	137,346	1,944	613		(44,932)		(44,932)		L	06/08/2007
857477-10-3	State Street Corp			3,605,000	292,726	81.200	292,726	236,360	829	2,553		51,985		51,985		L	08/24/2007
867652-10-9	Sunpower Corporation			420,000	54,764	130.390	54,764	46,324				8,440		8,440		L	10/26/2007
871829-10-7	Sysco Corp			3,610,000	112,668	31.210	112,668	113,036				(368)		(368)		L	11/27/2007
872275-10-2	TCF Finl Corp			6,965,000	124,882	17.930	124,882	178,273		3,480		(53,390)		(53,390)		L	12/10/2007
882508-10-4	Texas Instruments			5,505,000	183,867	33.400	183,867	192,884		1,182		(9,017)		(9,017)		L	07/24/2007
886423-10-2	Tidewater Inc.			2,630,000	144,282	54.860	144,282	120,337		1,560		15,196		15,196		L	05/02/2007
887317-10-5	Time Warner Inc.			15,275,000	252,190	16.510	252,190	285,115		3,555		(80,010)		(80,010)		L	05/02/2007
G90073-10-0	Transocean Inc			1,146,000	164,050	143.150	164,050	153,358				10,692		10,692		L	12/03/2007
913017-10-9	United Technologies Corp			6,280,000	480,671	76.540	480,671	343,389		6,783		77,198		77,198		L	07/11/2007
91529Y-10-6	Unumprovident Corp			6,360,000	151,304	23.790	151,304	129,867		1,675		14,828		14,828		L	08/16/2007
902973-30-4	US Bancorp Del			12,730,000	404,050	31.740	404,050	422,595	5,410	14,062		(38,032)		(38,032)		L	08/17/2007
918204-10-8	V F Corp			1,910,000	131,141	68.660	131,141	147,904		1,108		(16,763)		(16,763)		L	11/27/2007
91913Y-10-0	Valero Energy Corp. New			1,680,000	117,650	70.030	117,650	93,607		737		24,043		24,043		L	05/02/2007
92343V-10-4	Verizon Communications			6,070,000	265,198	43.690	265,198	215,332		7,026		28,936		28,936		L	11/13/2007
92553P-20-1	Viacom Inc.			5,210,000	228,823	43.920	228,823	213,739				15,084		15,084		L	05/02/2007
929160-10-9	Vulcan Materials Co			2,035,000	160,948	79.090	160,948	176,661		936		(15,713)		(15,713)		L	11/06/2007
94106L-10-9	Waste Management Inc Del			4,165,000	136,071	32.670	136,071	144,972		3,940		(14,850)		(14,850)		L	05/02/2007
941848-10-3	Waters Corp			3,680,000	290,978	79.070	290,978	193,565				97,013		97,013		L	07/26/2007
98385X-10-6	Xto Energy Inc.			4,543,000	233,328	51.360	233,328	186,380	545	1,049		40,814		40,814		L	11/09/2007
6899999	Subtotal - Industrial and Miscellaneous				41,069,920	X X X	41,069,920	35,121,197	35,047	420,090		2,457,159	155,942	2,301,217		X X X	X X X
14845#-10-6	Castle Hill Insurance Company			5,000,000	7,029,329	1,405.866	7,029,329	5,000,000				669,230		669,230		K	11/01/2003
05568#-10-9	BMIC Service Corp			100,000												J	07/27/1997
6999999	Subtotal - Parent, Subsidiaries and Affiliates				7,029,329	X X X	7,029,329	5,000,000				669,230		669,230		X X X	X X X
7299999	Total Common Stocks				48,308,420	X X X	48,308,420	40,486,132	35,047	433,420		2,946,501	155,942	2,790,559		X X X	X X X
7399999	Total Preferred and Common Stocks				66,220,207	X X X	65,833,407	58,711,961	56,418	606,267		2,629,718	155,942	2,473,916		X X X	X X X

(a) For all common stocks bearing the NAIC market indicator "U" provide: the number of such issues 5, the total \$ value (included in Column 8) of all such issues \$ 11,943,500.

**SCHEDULE D - PART 3**

Showing all Long-Term Bonds and Stocks ACQUIRED During Current Year

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends
31331V-CP-9	Federal Farm Cr Bks		05/07/2007	Cantor Fitzgerald & Co.		1,990,000	2,000,000.00	5,938
31331X-UF-7	Federal Farm Cr Bks		03/27/2007	G.X. Clarke & Company		1,998,750	2,000,000.00	
31331X-ZR-6	Federal Farm Cr Bks		08/17/2007	First Tennessee		1,984,000	2,000,000.00	26,756
31331Y-HB-9	Federal Farm Cr Bks		12/12/2007	RW Pressprich C/T M Stanl		1,993,800	2,000,000.00	622
31331Y-KM-1	Federal Farm Cr Bks		12/19/2007	Morgan Stanley & Co.		2,000,000	2,000,000.00	
3133XA-ML-8	Federal Home Ln Bks		04/24/2007	Morgan Stanley DW Inc.		1,479,750	1,500,000.00	13,181
3133XH-W5-7	Federal Home Ln Bks		02/21/2007	A.G. Edwards & Sons		4,963,650	5,000,000.00	65,000
3128X5-ZE-1	Federal Home Ln Mtg Corp		02/14/2007	UBS Securities		1,996,000	2,000,000.00	4,153
3128X6-EG-7	Federal Home Ln Mtg Corp		06/13/2007	Morgan Stanley & Co.		2,000,000	2,000,000.00	
3128X6-MC-7	Federal Home Ln Mtg Corp		09/07/2007	RW Pressprich C/T M Stanl		2,000,000	2,000,000.00	2,256
3128X6-UQ-7	Federal Home Ln Mtg Corp		12/19/2007	First Tennessee		2,000,000	2,000,000.00	833
31395T-Q8-0	Federal Home Ln Mtg Corp		04/27/2007	Barclays Capital Inc		475,999	475,460.02	73
31396H-J8-3	Federal Home Ln Mtg Corp		02/14/2007	Merrill Lynch Pierce Fe		1,903,872	1,894,105.83	1,505
31359M-M3-4	Federal Natl Mtg Assn		06/27/2007	UBS Securities		1,990,000	2,000,000.00	20,000
31396V-4B-1	Federal Natl Mtg Assn Gtd		05/15/2007	Goldman Sachs & Co.		1,500,000	1,500,000.00	1,175
912810-PT-9	United State Trea Bds		11/21/2007	A.G. Edwards & Sons		15,544,625	14,800,000.00	191,033
912810-PU-6	United States Treas Bond		12/19/2007	A.G. Edwards & Sons		15,161,563	14,000,000.00	60,714
912828-GS-3	United States Treas Note		11/20/2007	Citigroup Global Markets		2,058,984	2,000,000.00	1,484
912828-GX-2	United States Treas Note		10/25/2007	VARIOUS		4,209,012	4,016,560.00	25,423
912828-AP-5	United States Treas Notes		09/28/2007	A.G. Edwards & Sons		2,981,250	3,000,000.00	44,348
912833-KB-5	United States Treas Sec Stripped		10/25/2007	A.G. Edwards & Sons		7,300,365	9,500,000.00	
912833-LR-9	United States Treas Sec Stripped		10/01/2007	A.G. Edwards & Sons		879,480	2,000,000.00	
912810-FT-0	US Treas Bond		12/03/2007	A.G. Edwards & Sons		12,013,594	12,000,000.00	102,717
0399999	Subtotal - Bonds - U.S. Governments				X X X	90,424,694	91,686,125.85	567,211
76221R-CT-8	Rhode Island Hsg & Mtg Fin Corp		11/09/2007	Roosevelt & Cross		1,000,000	1,000,000.00	
1799999	Subtotal - Bonds - States, Territories and Possessions				X X X	1,000,000	1,000,000.00	
161571-CF-9	Chase Issuance Tr		09/26/2007	Chase Securities		499,951	500,000.00	
172987-AY-5	Citigroup Mtg Ln Tr 2006-AR7		02/01/2007	Citigroup Global Markets		666,304	665,913.66	2,922
31331V-AX-4	Federal Farm Cr Bks		10/18/2007	First Tennessee		978,281	1,000,000.00	3,567
31331X-SR-4	Federal Farm Cr Bks		12/20/2007	A.G. Edwards & Sons		2,078,100	2,000,000.00	26,271
3128X4-BE-0	Federal Home Ln Mtg Corp		10/29/2007	First Tennessee		1,965,920	2,000,000.00	49,467
3128M4-CP-6	FHLMC Pool# G02478		05/16/2007	Merrill Lynch Pierce Fe		1,892,976	1,921,194.02	3,229
31410G-ME-0	FNMA Pool #888757		10/18/2007	Greenwich Capital Markets		302,688	299,667.94	1,104
31410P-P2-3	FNMA Pool #893341		04/12/2007	Goldman Sachs & Co.		1,576,341	1,561,640.09	6,051
31413J-FD-1	FNMA Pool# 946664		08/23/2007	Citigroup Global Markets		502,363	500,000.00	2,477
86838A-AA-2	Superior Whsl Inventory Fing Tr		02/06/2007	Morgan Stanley & Co.		1,000,000	1,000,000.00	
3199999	Subtotal - Bonds - Special Revenue and Special Assessment and all Non-Guaranteed Obligations				X X X	11,462,924	11,448,415.71	95,088
025816-AX-7	American Express Co		08/22/2007	Citigroup Global Markets		748,065	750,000.00	
073902-PN-2	Bear Stearns Cos Inc.		07/12/2007	Bear Stearns & Co		468,530	500,000.00	13,490
140422-AA-4	Capital One Cap IV		01/30/2007	VARIOUS		502,404	500,000.00	
20030N-AV-3	Comcast		08/20/2007	Goldman Sachs & Co.		498,950	500,000.00	

**SCHEDULE D - PART 3**

Showing all Long-Term Bonds and Stocks ACQUIRED During Current Year

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends
22238H-GQ-7	Countrywide Finl Corp		06/05/2007	Fidelity Cap Mrkts		379,088	380,000.00	61
26884A-AX-1	ERP Oper Ltd Partnership		05/31/2007	Goldman Sachs & Co.		645,645	650,000.00	104
38141G-FD-1	Goldman Sachs Group Inc		12/18/2007	Credit Suisse FirstBoston		342,920	350,000.00	5,119
40429C-CT-7	HSBC Fin Corp.		05/11/2007	Bear Stearns & Co		1,004,500	1,000,000.00	4,282
461202-AA-1	Intuit Inc		03/07/2007	Citigroup Global Markets		269,987	270,000.00	
46631Q-AA-0	J P Morgan Chase Coml Mtg Secs		09/25/2007	Chase Securities		501,242	500,000.00	1,977
50075N-AS-3	Kraft Foods		08/08/2007	Deutsche Bank Securities		248,535	250,000.00	
501044-BZ-3	Kroger Co		04/09/2007	Citigroup Global Markets		528,410	500,000.00	1,146
585515-AG-4	Mellon Fdg		05/10/2007	UBS Securities		997,680	1,000,000.00	
59156R-AP-3	Metlife Inc		06/11/2007	Merrill Lynch Pierce Fe		321,825	350,000.00	10,764
59562V-AM-9	MidAmerican Energy Hldgs Co		04/09/2007	Chase Securities		497,300	500,000.00	936
713448-BG-2	Pepsico Inc		11/30/2007	UBS Securities		999,210	1,000,000.00	129
72650R-AP-7	Plains All Amern Pipeline LP		08/23/2007	Wachovia Capital Mkts LLC		353,252	350,000.00	2,561
74432Q-BC-8	Prudential Finl Inc		11/30/2007	VARIOUS		224,282	225,000.00	42
852061-AD-2	Sprint Nextel Corp		03/28/2007	Chase Securities		790,856	800,000.00	17,600
91911T-AG-8	Vale Overseas Ltd		04/20/2007	UBS Securities		478,476	465,000.00	12,432
91913Y-AL-4	Valero Energy Corp		07/12/2007	Chase Securities		493,345	500,000.00	3,589
962166-BR-4	Weyerhaeuser Co		01/25/2007	Citigroup Global Markets		372,502	350,000.00	9,680
4599999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)				X X X	11,667,004	11,690,000.00	83,912
6099997	Subtotal - Bonds - Part 3				X X X	114,554,622	115,824,541.56	746,211
6099998	Summary Item from Part 5 for Bonds				X X X	75,409,847	84,055,000.00	837,998
6099999	Total - Bonds				X X X	189,964,469	199,879,541.56	1,584,209
63540U-20-7	National City Cap Tr IV		08/24/2007	A.G. Edwards & Sons	16,000.000	400,000		
6399999	Subtotal - Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)				X X X	400,000	X X X	
6599997	Subtotal - Preferred Stocks - Part 3				X X X	400,000	X X X	
6599998	Summary Item from Part 5 for Preferred Stocks				X X X	400,000	X X X	
6599999	Total - Preferred Stocks				X X X	800,000	X X X	
172967-10-1	Citigroup Inc		05/02/2007	VARIOUS	4,185.000	226,416		
6799999	Subtotal - Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated)				X X X	226,416	X X X	
002824-10-0	Abbott Labs		05/02/2007	Universal Network Exchang	215.000	12,315		
G0070K-10-3	Ace Ltd		08/17/2007	VARIOUS	2,515.000	143,203		
00724F-10-1	Adobe Sys Inc.		05/02/2007	VARIOUS	5,655.000	239,745		
008252-10-8	Affiliated Managers Group		05/02/2007	Lehman Brothers	15.000	1,841		
00846U-10-1	Agilent Technologies Inc		05/02/2007	VARIOUS	4,620.000	149,466		
00971T-10-1	Akamai Technologies Inc.		07/27/2007	VARIOUS	1,350.000	56,951		
02209S-10-3	Altria Group Inc		12/03/2007	VARIOUS	1,940.000	146,892		

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**SCHEDULE D - PART 3**

Showing all Long-Term Bonds and Stocks ACQUIRED During Current Year

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends
023135-10-6	Amazon Com Inc		10/26/2007	E Trade Securities Inc.	850.000	74,915		
025537-10-1	American Elec Pwr Inc		07/17/2007	Keybanc Capital Markets I	5,315.000	243,572		
025816-10-9	American Express Co		05/02/2007	VARIOUS	1,225.000	71,747		
026874-10-7	American International		12/10/2007	Pacific Crest Securities	4,880.000	299,730		
037389-10-3	Aon Corp		09/27/2007	Lehman Brothers	3,440.000	153,706		
037833-10-0	Apple Computer Inc.		11/27/2007	VARIOUS	1,335.000	130,558		
N07059-18-6	Asml Hldgs N V NY Reg Shs		10/03/2007	Fleet Equity	4,982.217	129,379		
G05384-10-5	Aspen Ins Hldgs Ltd		07/20/2007	Jonestrading Inst Svcs In	4,950.000	133,221		
04621X-10-8	Assurant Inc		11/08/2007	VARIOUS	3,225.000	184,984		
00206R-10-2	AT&T		12/20/2007	VARIOUS	2,745.000	107,783		
052769-10-6	Autodesk Inc.		05/02/2007	VARIOUS	4,195.000	177,469		
054303-10-2	Avon Prods Inc		08/03/2007	VARIOUS	3,040.000	111,123		
110122-10-8	Bristol Myers Squibb Co		10/29/2007	VARIOUS	5,645.000	167,245		
124857-20-2	CBS Inc.		05/18/2007	VARIOUS	2,740.000	86,163		
152312-10-4	Centex Corp		10/11/2007	Keybanc Capital Markets I	2,630.000	79,288		
166764-10-0	Chevron Corp		05/02/2007	VARIOUS	1,220.000	88,051		
125509-10-9	Cigna Corp		05/02/2007	Lehman Brothers	80.000	12,348		
17275R-10-2	Cisco Systems		05/02/2007	Lehman Brothers	665.000	18,332		
17453B-10-1	Citizens Communications Co.		05/02/2007	Universal Network Exchang	225.000	3,581		
12572Q-10-5	CME Group Inc.		09/27/2007	Lehman Brothers	390.000	222,097		
189754-10-4	Coach Inc		05/04/2007	Lehman Brothers	865.000	42,293		
191216-10-0	Coca Cola Co		05/02/2007	Lehman Brothers	300.000	15,833		
192446-10-2	Cognizant Tech. Solutions Cl A		09/20/2007	VARIOUS	1,390.000	99,884		
194162-10-3	Colgate Palmolive Co		05/31/2007	VARIOUS	670.000	45,095		
19765P-81-0	Columbia Small Cap Core Fund		05/02/2007	Mutual Fund Agent	27,303.750	560,000		
204412-20-9	Companhia Vale Do Rio Doce		05/02/2007	VARIOUS	2,270.000	81,147		
20825C-10-4	Conocophillips		05/02/2007	Universal Network Exchang	265.000	18,368		
222862-10-4	Coventry Health Care Inc.		05/02/2007	Lehman Brothers	110.000	6,407		
229899-10-9	Cullen Frost Bankers Inc.		12/10/2007	Keefe Bruyette Woods/Pe	2,510.000	135,334		
25179M-10-3	Devon Energy Corp New		11/01/2007	VARIOUS	635.000	56,431		
25243Q-20-5	Diageo Plc Sponsored Adr New		09/10/2007	Lehman Brothers	1,485.000	122,077		
254709-10-8	Discover Finl Svcs		07/10/2007	VARIOUS	2,087.500	58,645		
254687-10-6	Disney Walt Co		10/26/2007	VARIOUS	5,235.000	176,461		
257559-10-4	Domtar Corp		08/16/2007	Keybanc Capital Markets I	13,345.000	91,807		
26483E-10-0	Dun & Bradstreet Corp.		05/02/2007	VARIOUS	805.000	67,322		
278058-10-2	Eaton Corp		05/02/2007	VARIOUS	1,470.000	122,189		
268648-10-2	EMC Corp		08/02/2007	VARIOUS	14,285.000	238,958		
291011-10-4	Emerson Electric Co.		05/02/2007	Lehman Brothers	95.000	4,429		
29364G-10-3	Entergy Corp		05/02/2007	Universal Network Exchang	95.000	11,032		
30033R-10-8	Evergreen Solar Inc.		10/26/2007	E Trade Securities Inc.	3,255.000	34,916		
30161N-10-1	Exelon Corp.		11/27/2007	J. P. Morgan Securities I	1,760.000	142,777		
302182-10-0	Express Scripts Inc		07/26/2007	VARIOUS	2,135.000	152,947		
30231G-10-2	Exxon Mobil Corp		10/15/2007	VARIOUS	10,410.000	902,050		
313586-10-9	Federal National Mortgage Assn		11/08/2007	VARIOUS	3,060.000	182,172		
336433-10-7	First Solar Inc		10/26/2007	Jefferies & Co	300.000	45,402		
302571-10-4	FPL Group Inc		05/02/2007	VARIOUS	3,705.000	201,344		
35671D-85-7	Freeport-McMoran		01/29/2007	CAPITAL INFUSION		1,853		
36467W-10-9	Gamestop Corp		10/24/2007	VARIOUS	3,010.000	137,265		

**SCHEDULE D - PART 3**

Showing all Long-Term Bonds and Stocks ACQUIRED During Current Year

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends
368710-40-6	Genentech Inc		05/02/2007	Universal Network Exchang	50.000	4,094		
369550-10-8	General Dynamics Corp		05/02/2007	Lehman Brothers	95.000	7,573		
369604-10-3	General Electric		12/10/2007	VARIOUS	10,440.000	383,425		
372917-10-4	Genzyme Corp(General Division)		05/17/2007	Friedman Billings & Ramse	1,335.000	85,153		
375558-10-3	Gilead Sciences Inc		10/22/2007	VARIOUS	3,195.000	135,504		
382388-10-6	Goodrich Corp		06/22/2007	Lehman Brothers	2,500.000	145,922		
382550-10-1	Goodyear Tire & Rubr Co		11/05/2007	Keybanc Capital Markets I	2,455.000	75,134		
38259P-50-8	Google Inc		05/02/2007	VARIOUS	440.000	207,986		
406216-10-1	Halliburton Co		05/02/2007	VARIOUS	2,965.000	86,374		
411310-10-5	Hansen Nat Corp		11/13/2007	Friedman Billings & Ramse	1,500.000	66,300		
427866-10-8	Hershey Co.		12/10/2007	Knight Equity Markets LP	1,860.000	75,200		
428236-10-3	Hewlett Packard Co.		05/02/2007	VARIOUS	1,725.000	71,465		
436440-10-1	Hologic Inc		10/22/2007	VARIOUS	1,466.400	81,369		
438516-10-6	Honeywell Intl Inc.		05/02/2007	Universal Network Exchang	100.000	5,572		
452308-10-9	Illinois Tool Works Inc		12/10/2007	VARIOUS	2,385.000	136,595		
459200-10-1	International Business Machs		05/02/2007	Universal Network Exchang	130.000	13,314		
46069S-10-9	Intersil Corp		05/02/2007	Lehman Brothers	3,320.000	92,667		
450911-10-2	ITT Inds Inc. Ind		05/02/2007	Lehman Brothers	2,005.000	121,274		
478160-10-4	Johnson & Johnson		10/31/2007	Lehman Brothers	2,650.000	171,690		
46625H-10-0	JP Morgan Chase & Co		07/25/2007	VARIOUS	6,375.000	311,006		
48242W-10-6	KBR Inc		05/02/2007	Lehman Brothers	5,890.581	109,123		
494368-10-3	Kimberly Clark Corp		08/06/2007	VARIOUS	1,250.000	87,621		
501044-10-1	Kroger Co		11/27/2007	VARIOUS	6,250.000	180,830		
50540R-40-9	Laboratory Corp Amer Hldgs		10/26/2007	VARIOUS	340.000	24,596		
G54050-10-2	Lazard Ltd		05/02/2007	VARIOUS	790.000	40,375		
524908-10-0	Lehman Bros Hldgs Inc		10/10/2007	Jefferies & Co	3,830.000	245,481		
540424-20-7	Loews Corp		10/19/2007	Lehman Brothers	2,010.000	169,901		
57772K-10-1	Maxim Integrated Prod Inc		07/16/2007	VARIOUS	6,460.000	216,012		
55262C-10-0	MBIA Inc		12/10/2007	VARIOUS	4,000.000	230,462		
580037-10-9	McDermott Intl Inc		12/03/2007	VARIOUS	3,405.000	198,902		
580135-10-1	McDonald's Corp		05/02/2007	Lehman Brothers	260.000	13,004		
58155Q-10-3	McKesson Corp		05/02/2007	VARIOUS	3,460.000	200,182		
58405U-10-2	Medco Hlth Solutions Inc		12/10/2007	Investment Technology Gro	900.000	89,701		
552715-10-4	Memc Electr Matls Inc.		05/02/2007	Lehman Brothers	30.000	1,721		
589331-10-7	Merck & Co		05/02/2007	VARIOUS	7,390.000	343,253		
59156R-10-8	Metlife Inc		05/02/2007	VARIOUS	1,275.000	79,490		
594918-10-4	Microsoft Corp		05/02/2007	Lehman Brothers	470.000	14,376		
631103-10-8	NASDAQ Stk Mkt Inc.		05/02/2007	Lehman Brothers	150.000	5,038		
62886E-10-8	NCR Corp.		11/02/2007	Bear Stearns & Co	4,295.000	121,721		
65248E-10-4	News Corp. Cl A		11/16/2007	Jefferies & Co	5,590.000	115,784		
62913F-20-1	NII Hldgs Inc.		11/27/2007	VARIOUS	1,605.000	85,749		
654106-10-3	Nike Inc.		09/06/2007	VARIOUS	3,130.000	176,824		
G65422-10-0	Noble Corp Com		05/02/2007	Lehman Brothers	75.000	6,487		
654902-20-4	Nokia Corp Adr Series A		06/29/2007	VARIOUS	6,230.000	177,431		
655664-10-0	Norstrom Inc.		07/13/2007	VARIOUS	5,195.000	272,904		
670346-10-5	Nucor Corp		12/20/2007	VARIOUS	1,995.000	121,694		
68389X-10-5	Oracle Corp.		11/13/2007	VARIOUS	8,910.000	189,214		
695156-10-9	Packaging Corp Amer		05/02/2007	Lehman Brothers	2,565.000	58,884		

**SCHEDULE D - PART 3**

Showing all Long-Term Bonds and Stocks ACQUIRED During Current Year

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends
701094-10-4	Parker-Hannifin Corp		05/14/2007	VARIOUS	1,505.000	143,208		
713448-10-8	Pepsico		09/10/2007	VARIOUS	3,030.000	206,440		
717081-10-3	Pfizer Inc		05/02/2007	Lehman Brothers	420.000	11,200		
693475-10-5	PNC Finl Svcs Group Inc		12/10/2007	VARIOUS	3,100.000	221,437		
74005P-10-4	Praxair Inc		05/02/2007	Universal Network Exchang	120.000	7,959		
74251V-10-2	Principal Finl Group Inc.		05/02/2007	VARIOUS	2,225.000	134,919		
742718-10-9	Procter & Gamble Co.		05/02/2007	VARIOUS	7,515.000	484,777		
744320-10-2	Prudential Finl Inc.		09/27/2007	Lehman Brothers	1,595.000	154,461		
744573-10-6	Public Svc Enterprise		05/02/2007	VARIOUS	525.000	43,422		
747525-10-3	QualComm Inc		11/13/2007	VARIOUS	5,420.000	213,841		
749121-10-9	Qwest Communications		09/17/2007	VARIOUS	24,155.000	211,577		
758766-10-9	Regal Entmt Group		05/02/2007	VARIOUS	4,385.000	95,890		
760759-10-0	Republic Svcs Inc.		05/02/2007	VARIOUS	4,535.000	185,133		
774341-10-1	Rockwell Collins		07/27/2007	Lehman Brothers	2,085.000	142,155		
775109-20-0	Rogers Communications		06/29/2007	VARIOUS	4,415.000	154,320		
806605-10-1	Schering Plough Corp		10/29/2007	VARIOUS	8,005.000	240,460		
824348-10-6	Sherwin Williams Co		09/17/2007	VARIOUS	1,520.000	99,877		
835699-30-7	Sony Corp Adr		05/18/2007	VARIOUS	2,640.000	143,708		
85590A-40-1	Starwood Hotels & Resorts		06/08/2007	VARIOUS	700.000	48,787		
857477-10-3	State Street Corp		08/24/2007	VARIOUS	1,055.000	68,769		
867652-10-9	Sunpower Corporation		10/26/2007	Jefferies & Co	420.000	46,324		
871829-10-7	Sysco Corp		11/27/2007	J. P. Morgan Securities I	3,610.000	113,036		
874039-10-0	Taiwan Semiconductor Spon Adr		05/02/2007	Universal Network Exchang	665.000	7,054		
872275-10-2	TCF Finl Corp		12/10/2007	VARIOUS	8,125.000	209,292		
882508-10-4	Texas Instruments		07/24/2007	VARIOUS	5,505.000	192,884		
886423-10-2	Tidewater Inc.		05/02/2007	Lehman Brothers	120.000	7,702		
887317-10-5	Time Warner Inc.		05/02/2007	Lehman Brothers	625.000	13,123		
G90073-10-0	Transocean Inc		12/03/2007	Fleet Equity	1,146.437	153,416		
913017-10-9	United Technologies Corp		07/11/2007	VARIOUS	1,160.000	83,370		
91529Y-10-6	Unumprovident Corp		08/16/2007	VARIOUS	1,360.000	32,576		
902973-30-4	US Bancorp Del		08/17/2007	VARIOUS	7,740.000	261,495		
918204-10-8	V F Corp		11/27/2007	VARIOUS	1,910.000	147,904		
91913Y-10-0	Valero Energy Corp. New		05/02/2007	VARIOUS	1,895.000	104,926		
92343V-10-4	Verizon Communications		11/13/2007	VARIOUS	1,885.000	80,413		
92553P-20-1	Viacom Inc.		05/02/2007	VARIOUS	5,715.000	234,441		
929160-10-9	Vulcan Materials Co		11/06/2007	VARIOUS	2,035.000	176,661		
94106L-10-9	Waste Management Inc Del		05/02/2007	Lehman Brothers	1,665.000	58,996		
941848-10-3	Waters Corp		07/26/2007	VARIOUS	1,430.000	83,782		
98385X-10-6	Xto Energy Inc.		11/09/2007	VARIOUS	1,325.000	83,857		
6899999	Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)				X X X	17,958,112	X X X	
7299997	Subtotal - Common Stocks - Part 3				X X X	18,184,528	X X X	
7299998	Summary Item from Part 5 for Common Stocks				X X X	5,962,187	X X X	
7299999	Total - Common Stocks				X X X	24,146,715	X X X	

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**SCHEDULE D - PART 3**

Showing all Long-Term Bonds and Stocks ACQUIRED During Current Year

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends
7399999	Total - Preferred and Common Stocks				X X X	24,946,715	X X X	
7499999	Totals					214,911,184	X X X	1,584,209

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Annual Statement for the year 2007 of the **The Beacon Mutual Insurance Company**

**SCHEDULE D - PART 4**

**Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year**

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Ident- ification	Description	For e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid- eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year (Amort- ization)/ 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
31331T-BF-7	Fed Farm Cr Bks		06/27/2007	First Tennessee		982,420	1,000,000.00	998,000	998,876		140		140		999,016		(16,596)	(16,596)	39,138	08/25/2010
31339X-MX-9	Fed Home Ln Bks		06/27/2007	First Tennessee		952,660	1,000,000.00	978,960	985,789		1,734		1,734		987,523		(34,863)	(34,863)	27,247	09/30/2010
31331V-KL-9	Federal Farm Cr Bks		12/19/2007	G.X. Clarke & Company		2,000,000	2,000,000.00	1,995,500	1,995,547		625		625		1,996,172		3,828	3,828	112,500	12/19/2012
3133XE-PN-3	Federal Home Ln Bks		02/28/2007	MATURITY		2,000,000	2,000,000.00	2,000,000	2,000,000						2,000,000				98,000	02/28/2007
3133XE-QQ-5	Federal Home Ln Bks		06/06/2007	MATURITY		200,000	200,000.00	200,000	200,000						200,000				7,500	06/06/2007
3133XH-4C-3	Federal Home Ln Bks		09/20/2007	MATURITY		2,000,000	2,000,000.00	2,000,000	2,000,000						2,000,000				105,000	09/20/2007
3128X4-YF-2	Federal Home Ln Mtg Corp		10/28/2007	Deutsche Bank Securities		2,000,000	2,000,000.00	2,000,000	2,000,000						2,000,000				125,000	01/28/2008
31339D-2G-2	Federal Home Ln Mtg Corp		12/15/2007	PRINCIPAL RECEIPT		430,364	430,363.86	433,390	433,361		(2,997)		(2,997)		430,364				12,117	02/15/2012
31395T-Q8-0	Federal Home Ln Mtg Corp		12/15/2007	PRINCIPAL RECEIPT		123,306	123,305.83	123,446			(140)		(140)		123,306				2,276	11/15/2023
31396H-J8-3	Federal Home Ln Mtg Corp		12/15/2007	PRINCIPAL RECEIPT		200,943	200,942.58	201,979			(1,036)		(1,036)		200,943				5,289	02/15/2036
3128X4-3R-0	Federal Home Ln Mtg Corp.		04/24/2007	Deutsche Bank Securities		2,000,000	2,000,000.00	1,997,000	1,997,585		311		311		1,997,896		2,104	2,104	55,000	04/24/2009
3128X4-AR-2	Federal Home Ln Mtg Corp.		02/16/2007	MATURITY		500,000	500,000.00	500,000	500,000						500,000				5,012	02/16/2007
31359M-H3-0	Federal Natl Mtg Assn		02/20/2007	G.X. Clarke & Company		2,000,000	2,000,000.00	2,000,580	2,000,549		(16)		(16)		2,000,532		(532)	(532)	55,000	02/22/2011
31359M-MP-5	Federal Natl Mtg Assn		04/15/2007	MATURITY		2,000,000	2,000,000.00	2,077,266	2,005,116		(5,116)		(5,116)		2,000,000				52,500	04/15/2007
31359M-B7-7	Federal Natl Mtg Assn		08/16/2007	First Tennessee		1,986,680	2,000,000.00	1,968,000	1,970,697		5,046		5,046		1,975,742		10,938	10,938	69,750	05/17/2010
3136F7-NN-3	Federal Natl Mtg Assn		11/27/2007	Mellon Bank/Capital Mkts		2,000,000	2,000,000.00	1,997,500	1,997,655		189		189		1,997,844		2,156	2,156	113,600	11/27/2015
31394F-KF-1	Federal Natl Mtg Assn		12/25/2007	PRINCIPAL RECEIPT		373,441	373,440.92	374,900	375,484		(2,044)		(2,044)		373,441				8,444	06/25/2034
31396V-4B-1	Federal Natl Mtg Assn Gtd		12/25/2007	PRINCIPAL RECEIPT		69,686	69,686.41	69,686							69,686				1,398	06/25/2037
3134A4-JT-2	FHLMC Deb		08/17/2007	Morgan Stanley & Co.		1,548,284	1,500,000.00	1,504,570	1,502,682		(294)		(294)		1,502,388		45,895	45,895	94,635	01/15/2012
31359M-DU-4	FNMA DEB		09/05/2007	Morgan Keegan & Co.		1,785,495	1,775,500.00	1,873,204	1,810,058		(17,069)		(17,069)		1,792,990		(7,495)	(7,495)	125,238	05/15/2008
880591-CJ-9	Tenn Valley Authority		10/15/2007	Lehman Brothers		577,815	500,000.00	540,313	534,225		(786)		(786)		533,440		44,375	44,375	32,344	11/01/2025
912827-2M-3	Treas Infl lx Note		01/15/2007	MATURITY		7,891,670	6,200,000.00	7,875,233	7,902,403	(740,622)	(5,463)		(746,085)		7,156,318		735,352	735,352	133,172	01/15/2007
912810-PT-9	United State Treas Bds		12/21/2007	A.G. Edwards & Sons		10,474,063	10,000,000.00	10,503,125			(471)		(471)		10,502,654		(28,592)	(28,592)	155,149	02/15/2037
912810-PU-6	United States Treas Bond		12/31/2007	A.G. Edwards & Sons		4,349,375	4,000,000.00	4,348,125			(315)		(315)		4,347,810		1,565	1,565	25,275	05/15/2037
912828-EW-6	United States Treas Note		06/18/2007	Deutsche Bank Securities		620,242	650,000.00	638,270	639,041		450		450		639,491		(19,249)	(19,249)	24,564	02/15/2016
912828-AP-5	United States Treas Notes		11/02/2007	A.G. Edwards & Sons		3,011,719	3,000,000.00	2,936,250	2,936,921		8,021		8,021		2,944,943		66,776	66,776	156,739	11/15/2012
912833-DE-7	United States Treas Sec Stripped		01/11/2007	A.G. Edwards & Sons		4,059,550	5,500,000.00	4,056,195	4,099,952		4,976		4,976		4,104,928		(45,378)	(45,378)		08/15/2013
912833-KB-5	United States Treas Sec Stripped		12/14/2007	A.G. Edwards & Sons		6,787,090	9,000,000.00	6,734,510	3,714,372		62,265		62,265		6,809,097		(22,007)	(22,007)		11/15/2013
912833-JV-3	United Treas Sec Stripped		11/19/2007	A.G. Edwards & Sons		3,302,974	3,700,000.00	3,081,619	3,116,974		110,898		110,898		3,227,872		75,102	75,102		11/15/2010
912810-FT-0	US Treas Bond		12/14/2007	A.G. Edwards & Sons		6,614,877	6,860,000.00	6,581,925	1,697,419		551		551		6,583,516		31,360	31,360	104,676	02/15/2036
912810-FF-0	US Treas Bonds		11/20/2007	Citigroup Global Markets		2,193,906	2,000,000.00	2,035,547	2,033,057		(748)		(748)		2,032,309		161,597	161,597	106,731	11/15/2028
912810-FJ-2	US Treas Bonds		12/21/2007	A.G. Edwards & Sons		4,152,188	3,500,000.00	4,128,594	4,115,221		(12,476)		(12,476)		4,102,745		49,442	49,442	261,727	08/15/2029
912810-FM-5	US Treas Bonds		01/11/2007	A.G. Edwards & Sons		2,386,250	2,000,000.00	2,415,625	2,415,358		(268)		(268)		2,415,089		(28,839)	(28,839)	20,028	05/15/2030
912810-FP-8	US Treas Bonds		01/11/2007	A.G. Edwards & Sons		4,346,156	4,050,000.00	4,356,680	4,347,942		(189)		(189)		4,347,754		(1,597)	(1,597)	88,731	02/15/2031
912828-DR-8	US Treas Note		03/16/2007	VARIOUS		2,464,453	2,500,000.00	2,445,779	2,450,242		2,929		2,929		2,453,171		11,282	11,282	42,582	04/15/2010
912827-6J-6	US Treas Notes		11/02/2007	A.G. Edwards & Sons		2,107,109	2,000,000.00	2,120,188	2,092,407		(20,116)		(20,116)		2,072,291		34,818	34,818	140,625	08/15/2010
912828-CJ-7	US Treas Notes		11/02/2007	A.G. Edwards & Sons		1,650,991	1,590,000.00	1,655,279	1,641,689		(5,089)		(5,089)		1,636,599		14,392	14,392	104,245	05/15/2014
0399999	Subtotal - Bonds - U.S. Governments				X X X	92,143,707	92,222,739.60	91,746,738	68,510,622	(740,622)	123,502		(617,120)		91,057,870		1,085,834	1,085,834	2,511,232	X X X
172987-AY-5	Citigroup Mtg Ln Tr 2006-AR7		12/25/2007	PRINCIPAL RECEIPT		92,330	92,330.38	92,384			(54)		(54)		92,330				2,219	11/25/2036
3128M4-CP-6	FHLMC Pool# G02478		12/15/2007	PRINCIPAL RECEIPT		70,565	70,565.14	69,529			1,036		1,036		70,565				1,140	12/01/2036

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**SCHEDULE D - PART 4**

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21
										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 (Amort- ization)/ 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
31402V-ZS-2	FNMA Pool # 739753		12/25/2007	PRINCIPAL RECEIPT		164,506	164,505.69	165,688	165,610		(1,105)		(1,105)		164,506				3,806	12/01/2018
31407B-WY-1	FNMA Pool # 826063		12/25/2007	PRINCIPAL RECEIPT		352,272	352,271.84	337,576	338,570		13,701		13,701		352,272				8,560	07/01/2035
31371L-KY-4	FNMA Pool #255111		12/25/2007	PRINCIPAL RECEIPT		201,106	201,106.06	203,463	202,777		(1,671)		(1,671)		201,106				5,371	03/01/2034
31371M-J4-0	FNMA Pool #255983		12/25/2007	PRINCIPAL RECEIPT		171,233	171,232.77	170,938	170,889		343		343		171,233				4,609	11/01/2015
31404B-SY-9	FNMA Pool #763835		12/25/2007	PRINCIPAL RECEIPT		118,808	118,808.21	117,899	117,986		822		822		118,808				2,622	01/01/2034
31410G-ME-0	FNMA Pool #888757		12/25/2007	PRINCIPAL RECEIPT		1,049	1,048.79	1,059			(11)		(11)		1,049				7	09/01/2037
31410P-P2-3	FNMA Pool #893341		12/25/2007	PRINCIPAL RECEIPT		65,409	65,408.90	66,025			(616)		(616)		65,409				2,284	09/01/2036
31413J-FD-1	FNMA Pool# 946664		12/25/2007	PRINCIPAL RECEIPT		10,383	10,382.61	10,432			(49)		(49)		10,383				80	09/01/2037
939335-2K-0	Washington Mut Mtg Secs Corp.		12/25/2007	PRINCIPAL RECEIPT		225,140	225,139.76	228,189	228,169		(3,029)		(3,029)		225,140				7,333	06/25/2032
3199999	Subtotal - Bonds - Special Revenue and Special Assessment and all Non-Guaranteed Obligations				X X X	1,472,801	1,472,800.15	1,463,182	1,224,001		9,367		9,367		1,472,801				38,031	X X X
013817-AH-4	Alcoa Inc		05/24/2007	Morgan Keegan & Co.		657,248	675,000.00	690,586	686,788		(670)		(670)		686,118		(28,870)	(28,870)	31,746	01/15/2013
032511-AY-3	Anadarko Pete Corp		07/12/2007	Chase Securities		476,770	500,000.00	500,875	500,872		(5)		(5)		500,866		(24,096)	(24,096)	26,696	09/15/2036
00184A-AF-2	AOL Time Warner		03/29/2007	UBS Securities		1,279,320	1,200,000.00	1,329,924	1,291,981		(3,693)		(3,693)		1,288,288		(8,968)	(8,968)	34,833	05/01/2012
071813-AW-9	Baxter Intl Inc.		08/21/2007	Barclays Capital Inc		352,426	350,000.00	348,852	348,886		56		56		348,941		3,484	3,484	21,568	09/01/2016
07262N-AC-1	Bay View Auto Tr		12/25/2007	PRINCIPAL RECEIPT		658,456	658,455.82	658,387	658,910		(454)		(454)		658,456				25,043	11/25/2010
079860-AK-8	Bellsouth Corp		08/02/2007	Lehman Brothers		587,500	625,000.00	616,525	616,753		68		68		616,821		(29,321)	(29,321)	27,292	11/15/2034
097014-AG-9	Boeing Cap Corp		09/07/2007	Chase Securities		794,678	750,000.00	811,725	797,948		(5,711)		(5,711)		792,236		2,441	2,441	52,406	02/15/2012
12189T-AV-6	Burlington N Santa Fe		08/02/2007	Lehman Brothers		457,150	500,000.00	475,760	482,321		1,372		1,372		483,693		(26,543)	(26,543)	23,650	07/01/2013
14040E-HK-1	Capital Bank One		12/19/2007	Jefferies & Co-Bonds Dire		180,250	200,000.00	199,796	199,845		18		18		199,863		(19,613)	(19,613)	13,923	02/15/2014
152312-AT-1	Centex Corp		10/12/2007	VARIOUS		588,134	650,000.00	647,842	647,945		121		121		648,066		(59,932)	(59,932)	38,522	05/01/2016
166760-AA-6	Chevrontexaco Cap		09/17/2007	MATURITY		430,000	430,000.00	428,078	429,706		294		294		430,000				15,050	09/17/2007
17275R-AB-8	Cisco Sys Inc.		09/07/2007	Chase Securities		1,010,590	1,000,000.00	998,090	998,383		244		244		998,626		11,964	11,964	55,417	02/22/2011
12560P-DB-4	CIT Group Inc Mtn		02/14/2007	First Tennessee		980,600	1,000,000.00	996,750	998,036		54		54		998,089		(17,489)	(17,489)	8,576	12/15/2010
125581-CS-5	Cit Group Inc.		12/19/2007	Jefferies & Co-Bonds Dire		134,012	150,000.00	150,033	150,032		(2)		(2)		150,030		(16,018)	(16,018)	11,213	09/15/2016
17305E-CA-1	Citibank 04-A1-A1		01/22/2007	Salomon Brothers Inc.		1,000,000	1,000,000.00	999,720	999,880		3		3		999,884		116	116	12,750	01/20/2009
173034-GW-3	Citicorp		06/15/2007	MATURITY		505,000	505,000.00	594,920	515,637		(10,637)		(10,637)		505,000				18,180	06/15/2007
172967-CK-5	Citigroup Inc.		11/06/2007	First Tennessee		973,330	1,000,000.00	996,850	996,888		303		303		997,191		(23,861)	(23,861)	51,819	05/05/2014
189054-AM-1	Clorox Co		09/25/2007	Fidelity Cap Mkts		977,950	1,000,000.00	968,250	975,900		5,476		5,476		981,376		(3,426)	(3,426)	50,517	01/15/2010
20029P-AL-3	Comcast Cable Comm		08/02/2007	Morgan Keegan & Co.		625,370	605,000.00	663,431	639,115		(4,492)		(4,492)		634,623		(9,253)	(9,253)	41,632	01/30/2011
22238H-GQ-7	Countrywide Finl Corp		12/19/2007	VARIOUS		122,443	165,000.00	164,604			35		35		164,639		(42,195)	(42,195)	4,925	06/07/2012
23331A-AT-6	D R Horton Inc.		11/06/2007	VARIOUS		434,910	500,000.00	472,795	473,487		2,276		2,276		475,763		(40,853)	(40,853)	31,938	09/15/2014
251591-AH-6	Developers Divers		03/29/2007	UBS Securities		976,370	1,000,000.00	965,990	984,187		1,776		1,776		985,962		(9,592)	(9,592)	26,156	01/30/2009
29250R-AH-9	Enbridge Energy Partners L P		10/03/2007	Wachovia Capital Mkts LLC		246,203	250,000.00	249,780	249,780		13		13		249,793		(3,591)	(3,591)	11,750	12/15/2016
349631-AL-5	Fortune Brands Inc.		03/08/2007	Jefferies & Co-Bonds Dire		290,607	300,000.00	298,920	299,001		16		16		299,017		(8,410)	(8,410)	10,660	01/15/2016
35242R-BB-9	Franklin Auto 03-2-A4		12/15/2007	PRINCIPAL RECEIPT		1,017,187	1,017,186.84	1,015,836	1,015,834		1,352		1,352		1,017,187				23,308	11/15/2011
36962G-VW-1	Gen Elec Cap Corp		12/10/2007	MATURITY		500,000	500,000.00	497,890	499,658		342		342		500,000				32,500	12/10/2007
368710-AG-4	Genentech Inc.		09/10/2007	Citigroup Global Markets		263,087	275,000.00	274,827	274,847		10		10		274,857		(11,770)	(11,770)	15,167	07/15/2015
37247D-AB-2	Genworth Finl Inc		10/03/2007	Jefferies & Co-Bonds Dire		256,875	250,000.00	250,540	250,436		(5)		(5)		250,432		6,443	6,443	13,271	06/15/2034
38142E-CC-0	Goldman Sachs Group		03/01/2007	MATURITY		2,000,000	2,000,000.00	2,062,600	2,001,447		(1,447)		(1,447)		2,000,000				72,000	03/01/2007
404280-AF-6	HSBC Hldgs Plc		05/03/2007	HSBC Securities		538,992	450,000.00	559,643	556,029		(633)		(633)		555,396		(16,404)	(16,404)	37,463	05/17/2032
459200-AQ-4	IBM Corp		08/01/2007	MATURITY		4,000,000	4,000,000.00	4,051,700	4,004,143		(4,143)		(4,143)		4,000,000				258,000	08/01/2007

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**SCHEDULE D - PART 4**

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

E 1 2 . 2

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Ident- ification	Description	For e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid- eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year (Amort- ization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V.	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
456866-AS-1	Ingersoll Rand		04/20/2007	RBC Dain Rauscher Inc.		945,210	1,000,000.00	998,510	998,704		39		39		998,742		(53,532)	(53,532)	21,111	05/15/2015
46631Q-AA-0	J P Morgan Chase Coml Mtg Secs		12/12/2007	PRINCIPAL RECEIPT		17,170	17,169.67	17,212			(43)		(43)		17,170				152	02/12/2051
478366-AR-8	Johnson Ctls Inc		08/21/2007	Barclays Capital Inc		195,396	200,000.00	199,772	199,789		12		12		199,801		(4,405)	(4,405)	12,192	01/15/2016
466247-CY-7	JP Morgan 04-A3-3A2		12/25/2007	PRINCIPAL RECEIPT		67,644	67,643.62	67,295	67,285		359		359		67,644				1,595	07/25/2034
49306C-AH-4	Key Bank NA		04/19/2007	Wachovia Capital Mkts LLC		510,485	500,000.00	524,735	520,793		(686)		(686)		520,107		(9,622)	(9,622)	23,603	07/01/2014
494553-AB-6	Kinder Morgan		08/08/2007	Morgan Keegan & Co.		712,502	740,000.00	782,918	768,032		(2,591)		(2,591)		765,441		(52,940)	(52,940)	45,695	09/01/2012
50075N-AG-9	Kraft Foods Inc.		06/01/2007	MATURITY		325,000	325,000.00	325,254	325,083		(83)		(83)		325,000				8,531	06/01/2007
501773-CA-1	LB Coml 98-C4-A1B		12/15/2007	PRINCIPAL RECEIPT		98,515	98,514.59	110,652	110,201		(11,687)		(11,687)		98,515				3,526	10/15/2035
52517P-VV-0	Lehman Bros Hldgs		09/10/2007	Lehman Brothers		462,030	500,000.00	464,685	472,034		2,223		2,223		474,256		(12,226)	(12,226)	24,000	03/13/2014
590188-EF-1	Merill Lynch & Company		06/01/2007	MATURITY		500,000	500,000.00	511,210	500,514		(514)		(514)		500,000				20,000	06/01/2007
59018Y-RZ-6	Merrill Lynch MTN		05/09/2007	RBC Dain Rauscher Inc.		496,335	500,000.00	481,145	484,370		496		496		484,866		11,469	11,469	16,489	09/30/2015
595620-AC-9	Midamerican Energy		05/24/2007	A.G. Edwards & Sons		797,828	815,000.00	822,472	819,997		(289)		(289)		819,707		(21,880)	(21,880)	36,548	01/15/2013
652482-BL-3	New America Inc		10/03/2007	VARIOUS		594,249	600,000.00	598,980	598,992		7		7		598,999		(4,750)	(4,750)	24,650	12/15/2035
645767-AY-0	New Jersey Bell Tel		08/02/2007	Lehman Brothers		411,000	375,000.00	440,908	433,001		(1,327)		(1,327)		431,673		(20,673)	(20,673)	20,500	06/01/2022
67461F-FR-3	Occidental Petroleum		11/30/2007	MATURITY		295,000	295,000.00	294,212	294,845		155		155		295,000				11,800	11/30/2007
68619A-AU-1	Origen Mfd 04-A-A2		12/15/2007	PRINCIPAL RECEIPT		494,364	494,363.95	494,309	495,084		(720)		(720)		494,364				8,628	08/15/2017
758202-AD-7	Reed Elsevier Cap Inc.		05/16/2007	Lehman Brothers		963,140	1,000,000.00	998,640	998,904		67		67		998,971		(35,831)	(35,831)	20,042	06/15/2012
760985-2V-2	Res Asst Mtg Prd Ser 2004-RS4 Cl		04/25/2007	VARIOUS		171,177	171,177.11	171,175	171,169		1		1		171,170		7	7	1,308	01/25/2030
786514-BA-6	Safeway Inc.		10/03/2007	VARIOUS		430,756	400,000.00	453,632	452,010		(579)		(579)		451,432		(20,676)	(20,676)	29,916	02/01/2031
806605-AE-1	Schering Plough Corp		08/27/2007	Citigroup Global Markets		751,928	750,000.00	756,360	754,873		(391)		(391)		754,482		(2,554)	(2,554)	31,103	12/01/2013
826200-AD-9	Siemens Financieringsmaatschap		04/20/2007	Lehman Brothers		1,027,840	1,000,000.00	997,940	997,960		17		17		997,977		29,863	29,863	42,365	08/17/2026
852060-AS-1	Sprint Cap Corp		03/28/2007	Chase Securities		1,118,900	1,000,000.00	1,166,360	1,130,172		(5,293)		(5,293)		1,124,879		(5,979)	(5,979)	45,830	03/15/2012
85744N-AA-9	State Str Bk & Tr Co		11/06/2007	VARIOUS		2,916,000	3,000,000.00	3,016,560	3,015,194		(1,131)		(1,131)		3,014,063		(98,063)	(98,063)	208,761	01/15/2016
866930-AH-3	SunAmerica Inc		10/01/2007	MATURITY		1,000,000	1,000,000.00	1,016,210	1,001,657		(1,657)		(1,657)		1,000,000				67,500	10/01/2007
88319Q-J2-0	Textron Finl Corp		04/11/2007	Bear Stearns & Co		995,970	1,000,000.00	999,650	999,707		18		18		999,725		(3,755)	(3,755)	36,017	02/03/2011
91324P-AD-4	United Health Care		01/17/2007	MATURITY		35,000	35,000.00	36,728	35,020		(20)		(20)		35,000				910	01/17/2007
913017-BD-0	United Tech Corp		06/18/2007	Bear Stearns & Co		1,025,250	1,000,000.00	1,011,290	1,005,789		(568)		(568)		1,005,221		20,029	20,029	51,153	03/01/2011
91324P-AP-7	UnitedHealth Group Inc.		04/11/2007	Weeden & Co		1,000,410	1,000,000.00	998,400	998,635		81		81		998,717		1,693	1,693	30,771	03/15/2011
91911T-AH-6	Vale Overseas Ltd		04/20/2007	UBS Securities		266,910	250,000.00	246,195	246,199		12		12		246,211		20,699	20,699	7,352	11/21/2036
92344R-AA-0	Verizon New England		01/16/2007	Credit Suisse FirstBoston		1,030,810	1,000,000.00	995,520	997,439		20		20		997,459		33,351	33,351	22,389	09/15/2011
92976G-AA-9	Wachovia Bank		11/20/2007	A.G. Edwards & Sons		1,040,523	1,100,000.00	1,109,449	1,107,899		(668)		(668)		1,107,231		(66,708)	(66,708)	70,431	08/15/2015
92976G-AD-3	Wachovia Bank		05/09/2007	Wachovia Capital Mkts LLC		727,755	750,000.00	727,560	730,767		685		685		731,453		(3,698)	(3,698)	28,742	02/01/2015
931142-BE-2	Walmart Stores		09/07/2007	Morgan Stanley & Co.		2,069,110	2,000,000.00	2,078,600	2,029,441		(6,971)		(6,971)		2,022,470		46,640	46,640	145,903	08/10/2009
93933W-AB-2	Washington Mut Mtn		03/01/2007	Merrill Lynch Profess Cl		1,004,530	1,000,000.00	1,036,410	1,029,554		(533)		(533)		1,029,021		(24,491)	(24,491)	31,546	08/15/2014
93933W-AC-0	Washington Mutual		12/20/2007	VARIOUS		665,775	750,000.00	748,013	748,356		127		127		748,483		(82,708)	(82,708)	48,296	01/15/2015
94106L-AR-0	Waste Management Inc		08/23/2007	Morgan Stanley & Co.		285,189	300,000.00	299,712	299,779		17		17		299,796		(14,607)	(14,607)	14,292	03/15/2014
949748-AE-7	Wells Fargo Bank		11/28/2007	A.G. Edwards & Sons		1,061,990	1,000,000.00	1,175,205	1,086,755		(21,323)		(21,323)		1,065,432		(3,442)	(3,442)	71,725	06/21/2010
4599999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)				X X X	49,827,149	50,039,511.60	51,115,307	50,470,678		(70,801)		(70,801)		50,581,691		(754,546)	(754,546)	2,383,342	X X X
6099997	Subtotal - Bonds - Part 4				X X X	143,443,657	143,735,051.3	144,325,227	120,205,301	(740,622)	62,068		(678,554)		143,112,362		331,288	331,288	4,932,605	X X X
6099998	Summary Item from Part 5 for Bonds				X X X	76,818,825	84,055,000.00	75,409,847	X X X		110,542		110,542		75,520,388		1,298,434	1,298,434	1,679,231	X X X

**SCHEDULE D - PART 4**

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1 CUSIP Ident- ification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consid- eration	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
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year (Amort- ization)/ 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.						
6099999	Total - Bonds				X X X	220,262,482	227,790,051.3	219,735,074	120,205,301	(740,622)	172,610		(568,012)		218,632,750		1,629,722	1,629,722	6,611,836	X X X
00080V-20-3	Abn Amro Cap Fdg Tr VI		10/24/2007	A.G. Edwards & Sons	20,000.000	446,793		505,280	504,000	1,280			1,280		505,280		(58,487)	(58,487)	23,437	
05518T-20-9	Bac Cap Tr VIII		11/09/2007	Lehman Brothers	20,000.000	406,472		500,000	496,600	3,400			3,400		500,000		(93,528)	(93,528)	22,500	
055189-20-3	Bac Cap Tr X		11/09/2007	VARIOUS	60,000.000	1,270,744		1,500,000	1,503,600	(3,600)			(3,600)		1,500,000		(229,256)	(229,256)	70,312	
06739F-39-0	Barclays Bk Plc Adr Ser 2		11/20/2007	A.G. Edwards & Sons	14,000.000	314,295		350,000	372,400	(22,400)			(22,400)		350,000		(35,705)	(35,705)	17,391	
173066-20-0	Citigroup Cap IX		11/09/2007	VARIOUS	32,000.000	674,546		781,856	791,040	(9,184)			(9,184)		781,856		(107,310)	(107,310)	36,000	
20030N-40-8	Comcast Corp		08/02/2007	A.G. Edwards & Sons	16,000.000	391,448		400,000	413,280	(13,280)			(13,280)		400,000		(8,552)	(8,552)	14,000	
38144X-50-0	Goldman Sachs Group Inc.		08/02/2007	VARIOUS	40,000.000	1,003,201		1,000,000	1,044,400	(44,400)			(44,400)		1,000,000		3,201	3,201	34,875	
40429C-60-7	HSBC Fin Corp		11/20/2007	A.G. Edwards & Sons	12,000.000	249,356		300,000	311,040	(11,040)			(11,040)		300,000		(50,644)	(50,644)	14,310	
481228-20-3	JPMorgan Chase Cap XVI		11/28/2007	A.G. Edwards & Sons	20,000.000	426,993		500,000	509,800	(9,800)			(9,800)		500,000		(73,007)	(73,007)	31,750	
49327C-20-5	Keycorp Cap VIII		11/28/2007	A.G. Edwards & Sons	16,000.000	346,395		400,000	420,480	(20,480)			(20,480)		400,000		(53,605)	(53,605)	21,000	
59021V-83-9	Merrill Lynch & Co		11/09/2007	Lehman Brothers	20,000.000	411,537		500,000	521,600	(21,600)			(21,600)		500,000		(88,463)	(88,463)	25,936	
617461-20-7	Morgan Stanley Cap Tr VI		11/20/2007	A.G. Edwards & Sons	24,000.000	486,953		600,000	614,400	(14,400)			(14,400)		600,000		(113,047)	(113,047)	39,599	
6399999	Subtotal - Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)				X X X	6,428,733	X X X	7,337,136	7,502,640	(165,504)			(165,504)		7,337,136		(908,403)	(908,403)	351,110	X X X
6599997	Subtotal - Preferred Stocks - Part 4				X X X	6,428,733	X X X	7,337,136	7,502,640	(165,504)			(165,504)		7,337,136		(908,403)	(908,403)	351,110	X X X
6599998	Summary Item from Part 5 for Preferred Stocks				X X X	386,104	X X X	400,000	X X X						400,000		(13,896)	(13,896)		X X X
6599999	Total - Preferred Stocks				X X X	6,814,837	X X X	7,737,136	7,502,640	(165,504)			(165,504)		7,737,136		(922,299)	(922,299)	351,110	X X X
172967-10-1	Citigroup Inc		12/20/2007	VARIOUS	9,525.000	419,075		446,206	530,543	(84,337)			(84,337)		446,206		(27,131)	(27,131)	13,335	
929903-10-2	Wachovia Corp 2nd New		06/22/2007	VARIOUS	2,295.000	123,943		121,033	130,700	(9,667)			(9,667)		121,033		2,910	2,910	1,817	
6799999	Subtotal - Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated)				X X X	543,018	X X X	567,239	661,243	(94,004)			(94,004)		567,239		(24,221)	(24,221)	15,152	X X X
002824-10-0	Abbott Labs		10/16/2007	VARIOUS	4,425.000	235,325		189,237	215,542	(26,305)			(26,305)		189,237		46,088	46,088	3,460	
G0070K-10-3	Ace Ltd		12/10/2007	VARIOUS	2,015.000	122,008		105,072	122,049	(16,977)			(16,977)		105,072		16,936	16,936	1,795	
00724F-10-1	Adobe Sys Inc.		11/13/2007	Lehman Brothers	525.000	20,927		22,589							22,589		(1,661)	(1,661)		
008252-10-8	Affiliated Managers Group		05/10/2007	Lehman Brothers	175.000	21,390		18,341	18,398	(57)			(57)		18,341		3,049	3,049		
00846U-10-1	Agilent Technologies Inc		11/13/2007	Investment Technology Gro	745.000	25,160		24,065							24,065		1,095	1,095		
00971T-10-1	Akamai Technologies Inc.		07/16/2007	Keybanc Capital Markets I	545.000	26,965		20,514	28,950	(8,437)			(8,437)		20,514		6,451	6,451		
02209S-10-3	Altria Group Inc		04/05/2007	VARIOUS	2,330.000	239,319		227,803	237,279	(9,476)			(9,476)		227,803		11,516	11,516	2,322	
025816-10-9	American Express Co		02/07/2007	VARIOUS	995.000	58,077		51,909	60,367	(8,458)			(8,458)		51,909		6,169	6,169	149	
031162-10-0	Amgen Inc		04/12/2007	VARIOUS	3,215.000	184,411		234,738	219,617	15,121			15,121		234,738		(50,327)	(50,327)		
032346-10-8	Amylin Pharmaceuticals Inc.		01/19/2007	Lehman Brothers	1,255.000	50,545		60,034	45,268	14,766			14,766		60,034		(9,489)	(9,489)		
037833-10-0	Apple Computer Inc.		07/24/2007	Keybanc Capital Markets I	1,020.000	135,485		87,289	86,537	752			752		87,289		48,196	48,196		
N07059-18-6	Asml Hldgs N V NY Reg Shs		12/10/2007	Keefe Bruyette Woods/Pe	1,145.217	40,242		29,681							29,681		10,561	10,561		
N070ES-99-4	Asml Holding Nv		10/03/2007	VARIOUS	9,280.000	222,683		209,157	228,566	(19,409)			(19,409)		209,157		13,525	13,525	17,952	
046353-10-8	Astrazeneca Plc		01/04/2007	Lehman Brothers	2,430.000	133,853		127,654	130,127	(2,473)			(2,473)		127,654		6,200	6,200		
00206R-10-2	AT&T		04/20/2007	Deutsche Bank Securities	380.000	15,063		12,325	13,585	(1,260)			(1,260)		12,325		2,738	2,738	135	

**SCHEDULE D - PART 4**

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Ident- ification	Description	For e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid- eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year (Amort- ization)/ 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
052769-10-6	Autodesk Inc.		11/13/2007	VARIOUS	1,620.000	72,433		69,314							69,314		3,120	3,120		
054303-10-2	Avon Prods Inc		11/27/2007	J. P. Morgan Securities I	1,400.000	57,892		44,989	46,256	(1,267)		(1,267)			44,989		12,904	12,904	777	
G0692U-10-9	Axis Cap Hlgs Ltd		07/20/2007	VARIOUS	3,770.000	143,743		132,486	125,805	6,681		6,681			132,486		11,256	11,256	1,608	
086516-10-1	Best Buy		04/27/2007	VARIOUS	3,675.000	175,154		196,840	180,773	16,067		16,067			196,840		(21,686)	(21,686)	666	
12189T-10-4	Burlington Northn Santa Fe CP		01/05/2007	UBS Securities	2,480.000	179,023		174,785	183,049	(8,264)		(8,264)			174,785		4,239	4,239	620	
141705-10-3	Caremark Rx Inc		03/26/2007	VARIOUS	2,615.000	129,182		124,167	149,343	(25,176)		(25,176)			124,167		5,015	5,015	262	
124857-20-2	CBS Inc.		11/05/2007	VARIOUS	4,245.000	125,924		106,138	132,359	(26,222)		(26,222)			106,138		19,786	19,786	2,770	
125509-10-9	Cigna Corp		08/24/2007	VARIOUS	865.000	71,849		60,434	69,513	(9,079)		(9,079)			60,434		11,415	11,415	22	
17275R-10-2	Cisco Systems		11/02/2007	VARIOUS	4,660.000	139,179		89,935	127,358	(37,423)		(37,423)			89,935		49,243	49,243		
125581-10-8	Cit Group Inc.		01/16/2007	Deutsche Bank Securities	3,270.000	179,365		152,717	182,368	(29,651)		(29,651)			152,717		26,648	26,648		
17453B-10-1	Citizens Communications Co.		08/02/2007	Lehman Brothers	1,935.000	27,115		25,003	27,806	(2,803)		(2,803)			25,003		2,111	2,111	968	
189754-10-4	Coach Inc		07/27/2007	Lehman Brothers	525.000	24,279		20,363	22,554	(2,191)		(2,191)			20,363		3,915	3,915		
191216-10-0	Coca Cola Co		11/13/2007	VARIOUS	3,065.000	156,840		147,886	147,886	(500)		(500)			147,886		9,455	9,455	1,061	
194162-10-3	Colgate Palmolive Co		11/27/2007	VARIOUS	4,245.000	291,623		224,146	276,944	(52,798)		(52,798)			224,146		67,477	67,477	1,954	
197199-81-3	Columbia Acorn International		12/13/2007	CAPITAL GAIN		240,806											240,806	240,806		
197199-85-4	Columbia Acorn Select Fund		12/12/2007	VARIOUS	4,342.020	184,088		88,404	115,454	(27,051)		(27,051)			88,404		95,685	95,685		
19765H-63-6	Columbia Marsico International		12/25/2007	VARIOUS	6,476.680	451,657		75,324	98,834	(23,510)		(23,510)			75,324		376,333	376,333		
19765J-83-0	Columbia Mid Cap Value Fund		12/13/2007	CAPITAL GAIN		79,896											79,896	79,896		
19765P-81-0	Columbia Small Cap Core Fund		12/12/2007	CAPITAL GAIN		445,445											445,445	445,445		
20825C-10-4	Conocophillips		11/09/2007	VARIOUS	7,120.000	543,536		520,533	512,284	8,249		8,249			520,533		23,003	23,003	4,160	
222862-10-4	Coventry Health Care Inc.		01/09/2007	Credit Suisse FirstBoston	460.000	23,066		26,006	23,023	2,983		2,983			26,006		(2,940)	(2,940)		
229899-10-9	Cullen Frost Bankers Inc.		06/22/2007	Lehman Brothers	1,170.000	61,361		61,263	65,309	(4,047)		(4,047)			61,263		99	99	866	
235851-10-2	Danaher Corp		01/05/2007	Lehman Brothers	1,405.000	99,770		85,406	101,778	(16,373)		(16,373)			85,406		14,364	14,364	28	
25243Q-20-5	Diageo Plc Sponsored Adr New		12/03/2007	VARIOUS	1,875.000	163,434		135,420	134,430	(13,255)		(13,255)			135,420		28,014	28,014	4,094	
254709-10-8	Discover Finl Svcs		07/10/2007	Lehman Brothers	0.500	12		14							14		(2)	(2)		
260543-10-3	Dow Chem Co		12/03/2007	VARIOUS	3,390.000	144,101		116,762	135,261	(18,499)		(18,499)			116,762		27,339	27,339	4,758	
278762-10-9	Echostar Communications New		11/16/2007	Jefferies & Co	1,870.000	74,373		58,017	71,116	(13,099)		(13,099)			58,017		16,356	16,356		
281020-10-7	Edison Intl		01/12/2007	VARIOUS	4,215.000	180,934		170,997	191,698	(20,701)		(20,701)			170,997		9,936	9,936	1,222	
281760-10-8	Edwards A G Inc.		06/22/2007	VARIOUS	2,945.000	239,498		136,878	186,389	(49,511)		(49,511)			136,878		102,620	102,620	1,504	
291011-10-4	Emerson Electric Co.		08/03/2007	Merrill Lynch Profess Cl	245.000	11,675		10,473	10,802	(329)		(329)			10,473		1,203	1,203	129	
29364G-10-3	Entergy Corp		08/07/2007	VARIOUS	1,045.000	108,329		73,206	96,474	(23,269)		(23,269)			73,206		35,123	35,123	791	
26875P-10-1	EOG Res Inc		01/05/2007	UBS Securities	1,110.000	68,274		82,225	69,320	12,905		12,905			82,225		(13,951)	(13,951)		
294429-10-5	Equifax Inc.		10/22/2007	VARIOUS	4,940.000	181,777		182,857	200,564	(17,707)		(17,707)			182,857		(1,081)	(1,081)	593	
302182-10-0	Express Scripts Inc		12/10/2007	Investment Technology Gro	480.000	34,385		20,711							20,711		13,673	13,673		
30231G-10-2	Exxon Mobil Corp		11/27/2007	Lehman Brothers	260.000	22,016		21,542							21,542		475	475	91	
336433-10-7	First Solar Inc		12/10/2007	Universal Network Exchang	100.000	24,197		15,134							15,134		9,063	9,063		
302571-10-4	FPL Group Inc		03/26/2007	Merrill Lynch Profess Cl	500.000	30,843		27,383	27,210	173		173			27,383		3,460	3,460	205	
35671D-85-7	Freeport-McMoran		03/12/2007	Deutsche Bank Securities	1,235.000	71,244		76,714	70,679	6,035		6,035			76,714		(5,469)	(5,469)	2,238	
368710-40-6	Genentech Inc		02/12/2007	Lehman Brothers	115.000	9,824		9,635	9,330	305		305			9,635		189	189		
369550-10-8	General Dynamics Corp		08/03/2007	Merrill Lynch Profess Cl	500.000	40,024		29,028	37,175	(8,147)		(8,147)			29,028		10,996	10,996	303	
369604-10-3	General Electric		07/31/2007	VARIOUS	11,940.000	417,697		408,096	444,287	(36,191)		(36,191)			408,096		9,601	9,601	3,974	
406216-10-1	Halliburton Co		11/01/2007	VARIOUS	5,096.000	165,809		154,313	158,231	(3,918)		(3,918)			154,313		11,496	11,496	801	
416515-10-4	Hartford Finl Svcs Group Inc		12/10/2007	VARIOUS	3,850.000	373,101		315,920	359,244	(43,324)		(43,324)			315,920		57,181	57,181	5,030	

**SCHEDULE D - PART 4**

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1 CUSIP Ident- ification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consid- eration	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
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year (Amort- ization)/ 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.						
42809H-10-7	Hess Corp		06/19/2007	Lehman Brothers	2,710.000	162,484		125,224	134,335	(9,110)			(9,110)		125,224		37,260	37,260	813	
428236-10-3	Hewlett Packard Co.		11/02/2007	Keybanc Capital Markets I	3,420.000	162,383		83,329	140,870	(57,541)			(57,541)		83,329		79,054	79,054	812	
436440-10-1	Hologic Inc		11/26/2007	VARIOUS	0.400	26		22						22		4	4			
438516-10-6	Honeywell Intl Inc.		07/11/2007	Keybanc Capital Markets I	1,320.000	77,178		49,205	59,717	(10,511)			(10,511)		49,205		27,972	27,972	660	
459200-10-1	International Business Machs		11/02/2007	VARIOUS	3,610.000	373,245		280,214	350,712	(70,498)			(70,498)		280,214		93,031	93,031	1,606	
461202-10-3	Intuit		02/26/2007	Deutsche Bank Securities	3,880.000	119,991		131,283	118,379	12,904			12,904		131,283		(11,292)	(11,292)		
478160-10-4	Johnson & Johnson		07/26/2007	VARIOUS	1,890.000	116,028		96,494	124,778	(28,283)			(28,283)		96,494		19,534	19,534	1,149	
46625H-10-0	JP Morgan Chase & Co		09/27/2007	VARIOUS	7,155.000	351,343		295,395	345,587	(50,192)			(50,192)		295,395		55,948	55,948	4,787	
48242W-10-6	KBR Inc		11/06/2007	VARIOUS	1,260.581	49,677		22,517	22,517						22,517		27,160	27,160		
494368-10-3	Kimberly Clark Corp		10/19/2007	Lehman Brothers	1,890.000	130,669		110,878	128,426	(17,547)			(17,547)		110,878		19,790	19,790	3,461	
500255-10-4	Kohls Corp		11/27/2007	VARIOUS	3,470.000	207,746		190,647	237,452	(46,805)			(46,805)		190,647		17,099	17,099		
501044-10-1	Kroger Co		07/25/2007	Lehman Brothers	715.000	19,694		20,880						20,880		(1,186)	(1,186)			
512807-10-8	Lam Research Corp		03/09/2007	VARIOUS	3,270.000	148,092		120,285	165,527	(45,243)			(45,243)		120,285		27,807	27,807		
524908-10-0	Lehman Bros Hldgs Inc		01/23/2007	Deutsche Bank Securities	1,020.000	83,073		64,227	79,682	(15,455)			(15,455)		64,227		18,845	18,845		
55616P-10-4	Macy's Inc		10/11/2007	VARIOUS	7,650.000	309,226		271,757	291,695	(19,937)			(19,937)		271,757		37,469	37,469	2,105	
564055-10-1	Manor Care Inc. New		10/22/2007	VARIOUS	4,435.000	273,676		200,242	208,090	(7,848)			(7,848)		200,242		73,434	73,434	1,524	
577081-10-2	Mattel Inc		04/05/2007	VARIOUS	4,585.000	132,367		102,001	103,896	(1,895)			(1,895)		102,001		30,366	30,366		
580135-10-1	McDonald's Corp		08/06/2007	Lehman Brothers	2,220.000	114,891		72,858	98,413	(25,555)			(25,555)		72,858		42,032	42,032		
580645-10-9	McGraw Hill Companies Inc		03/20/2007	Cowen & Co.	970.000	61,922		61,661	65,979	(4,319)			(4,319)		61,661		262	262	199	
552715-10-4	Memc Electr Mats Inc.		04/24/2007	Lehman Brothers	1,770.000	109,774		30,963	69,278	(38,314)			(38,314)		30,963		78,811	78,811		
590188-10-8	Merrill Lynch Company		06/11/2007	VARIOUS	3,565.000	312,524		290,952	331,902	(40,949)			(40,949)		290,952		21,572	21,572	2,055	
59156R-10-8	Metlife Inc		05/04/2007	VARIOUS	1,360.000	89,401		77,685	80,254	(2,568)			(2,568)		77,685		11,716	11,716		
594918-10-4	Microsoft Corp		04/24/2007	VARIOUS	7,790.000	228,325		192,785	232,609	(39,825)			(39,825)		192,785		35,541	35,541	502	
611742-10-7	Monster Monster Worldwide Inc		04/05/2007	Lehman Brothers	1,545.000	62,864		62,476	72,059	(9,583)			(9,583)		62,476		388	388		
620076-10-9	Motorola Inc.		01/23/2007	Lehman Brothers	5,140.000	94,817		116,754	105,678	11,075			11,075		116,754		(21,936)	(21,936)	257	
631103-10-8	NASDAQ Stk Mkt Inc.		11/08/2007	VARIOUS	2,250.000	95,353		60,602	69,278	(8,675)			(8,675)		60,602		34,750	34,750		
65248E-10-4	News Corp. Cl A		05/18/2007	VARIOUS	18,900.000	422,872		328,539	405,972	(77,433)			(77,433)		328,539		94,333	94,333	980	
654106-10-3	Nike Inc.		12/10/2007	Lehman Brothers	610.000	40,162		34,542						34,542		5,619	5,619	73		
654902-20-4	Nokia Corp Adr Series A		09/20/2007	VARIOUS	10,395.000	227,398		196,375	193,243	(22,513)			(22,513)		196,375		31,023	31,023		
655664-10-0	Norstrom Inc.		11/05/2007	VARIOUS	1,915.000	78,925		98,402						98,402		(19,477)	(19,477)	352		
66987V-10-9	Novartis Ag Adr		02/26/2007	VARIOUS	1,850.000	106,256		106,220	106,264	(44)			(44)		106,220		36	36		
67066G-10-4	Nvidia Corp		11/02/2007	VARIOUS	2,535.000	87,878		42,907	70,627	(27,721)			(27,721)		42,907		44,971	44,971		
695156-10-9	Packaging Corp Amer		11/06/2007	Bernstein Sanford & Co	1,945.000	58,902		43,539	42,985	555			555		43,539		15,363	15,363	1,945	
701094-10-4	Parker-Hannifin Corp		12/03/2007	VARIOUS	580.500	46,548		36,718						36,718		9,830	9,830	344		
704549-10-4	Peabody Energy Corp		02/23/2007	Friedman Billings & Ramse	2,605.000	115,376		110,938	105,268	5,670			5,670		110,938		4,438	4,438	156	
713448-10-8	Pepsico		11/13/2007	VARIOUS	3,380.000	227,242		174,271	211,419	(37,148)			(37,148)		174,271		52,972	52,972	2,216	
717081-10-3	Pfizer Inc		10/24/2007	VARIOUS	11,465.000	295,036		304,836	296,944	7,893			7,893		304,836		(9,800)	(9,800)	4,968	
69331C-10-8	Pg & E Corp		07/17/2007	VARIOUS	5,675.000	255,281		169,974	268,598	(98,623)			(98,623)		169,974		85,306	85,306	5,570	
69344M-10-1	PMI Group Inc.		03/07/2007	Lehman Brothers	1,160.000	52,372		53,145	54,717	(1,573)			(1,573)		53,145		(773)	(773)	61	
693475-10-5	PNC Finl Svcs Group Inc		08/09/2007	VARIOUS	3,730.000	273,140		226,611	276,169	(49,558)			(49,558)		226,611		46,528	46,528	6,078	
74005P-10-4	Praxair Inc		12/20/2007	VARIOUS	1,435.000	108,085		88,271	85,139	3,133			3,133		88,271		19,813	19,813	900	
740189-10-5	Precision Castparts Corp		06/22/2007	Lehman Brothers	3,000.000	349,877		196,907	234,840	(37,933)			(37,933)		196,907		152,971	152,971	219	
74251V-10-2	Principal Finl Group Inc.		04/12/2007	Lehman Brothers	395.000	23,674		23,937						23,937		(263)	(263)			

**SCHEDULE D - PART 4**

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

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1 CUSIP Ident- ification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consid- eration	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
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year (Amort- ization)/ 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.						
742718-10-9	Procter & Gamble Co.		08/06/2007	VARIOUS	3,040.000	193,460		196,525							196,525		(3,065)	(3,065)	2,019	
744320-10-2	Prudential Finl Inc.		08/16/2007	VARIOUS	2,380.000	208,402		182,285	204,347	(22,062)			(22,062)		182,285		26,117	26,117		
747277-10-1	Qlogic Corp		04/26/2007	VARIOUS	4,660.000	83,672		102,354	102,147	206			206		102,354		(18,681)	(18,681)		
760759-10-0	Republic Svcs Inc.		02/12/2007	Lehman Brothers	1,295.000	55,395		53,525							53,525		1,871	1,871		
775109-20-0	Rogers Communications		12/03/2007	VARIOUS	1,940.000	83,767		66,181							66,181		17,586	17,586	307	
803054-20-4	SAP Aktiengesellschaft		01/23/2007	Deutsche Bank Securities	2,455.000	122,514		120,100	130,361	(10,261)			(10,261)		120,100		2,414	2,414		
806857-10-8	Schlumberger Ltd		01/05/2007	Citigroup Global Markets	1,160.000	68,875		66,793	73,266	(6,473)			(6,473)		66,793		2,081	2,081	145	
835699-30-7	Sony Corp Adr		08/06/2007	Lehman Brothers	380.000	18,983		20,381							20,381		(1,398)	(1,398)		
852061-10-0	Sprint Nextel Corp		09/17/2007	Jefferies & Co	6,215.000	107,956		127,133	117,401	9,732			9,732		127,133		(19,177)	(19,177)	466	
85590A-40-1	Starwood Hotels & Resorts		10/26/2007	Bernstein Sanford & Co	1,755.000	97,750		89,679	109,688	(20,008)			(20,008)		89,679		8,071	8,071	737	
874039-10-0	Taiwan Semiconductor Spon Adr		09/20/2007	VARIOUS	14,860.812	160,148		119,165	154,649	(42,538)			(42,538)		119,165		40,983	40,983	3,412	
87612E-10-6	Target Corp Com		03/19/2007	Friedman Billings & Ramse	1,755.000	106,008		100,690	100,123	567			567		100,690		5,319	5,319	211	
872275-10-2	TCF Finl Corp		04/12/2007	Lehman Brothers	1,160.000	29,579		31,019							31,019		(1,441)	(1,441)		
887317-10-5	Time Warner Inc.		10/26/2007	UBS Securities	5,350.000	94,539		93,758	116,523	(22,765)			(22,765)		93,758		781	781	923	
887319-10-1	Time Warner Telecom Inc.		10/25/2007	Weeden & Co	3,170.000	71,099		61,377	63,178	(1,802)			(1,802)		61,377		9,723	9,723		
872540-10-9	TJX Cos Inc		01/26/2007	VARIOUS	5,065.000	148,338		125,338	144,454	(19,115)			(19,115)		125,338		22,999	22,999		
G90073-10-0	Transocean Inc		12/31/2007	Fleet Equity	0.437	64		58							58		6	6		
913017-10-9	United Technologies Corp		01/05/2007	VARIOUS	1,565.000	97,707		55,275	97,844	(42,569)			(42,569)		55,275		42,432	42,432		
91529Y-10-6	Unumprovident Corp		04/27/2007	VARIOUS	2,750.000	66,070		53,883	57,145	(3,262)			(3,262)		53,883		12,187	12,187	240	
902973-30-4	US Bancorp Del		04/12/2007	VARIOUS	9,555.000	339,714		308,325	345,795	(37,470)			(37,470)		308,325		31,389	31,389	4,986	
91913Y-10-0	Valero Energy Corp. New		10/15/2007	Jefferies & Co	1,375.000	100,997		71,777	59,346	1,112			1,112		71,777		29,220	29,220	495	
92343V-10-4	Verizon Communications		08/03/2007	VARIOUS	4,335.000	168,809		143,409	161,435	(18,026)			(18,026)		143,409		25,400	25,400	3,866	
92532F-10-0	Vertex Pharmaceuticals Inc.		10/19/2007	Raymond James & Associate	2,295.000	71,172		51,628	85,879	(34,251)			(34,251)		51,628		19,544	19,544		
92553P-20-1	Viacom Inc.		07/27/2007	Lehman Brothers	505.000	19,231		20,702							20,702		(1,472)	(1,472)		
929160-10-9	Vulcan Materials Co		05/15/2007	Lehman Brothers	1,575.000	175,221		89,820	141,545	(51,725)			(51,725)		89,820		85,400	85,400	598	
94106L-10-9	Waste Management Inc Del		11/06/2007	VARIOUS	7,535.000	270,353		238,780	277,062	(38,282)			(38,282)		238,780		31,573	31,573	1,750	
98385X-10-6	Xto Energy Inc.		12/28/2007	Investment Technology Gro	0.750	40		27	28	(2)			(2)		27		13	13		
6899999	Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)				X X X	17,411,882	X X X	13,848,827	14,728,705	(1,744,083)			(1,744,083)		13,848,827		3,563,054	3,563,054	131,255	X X X
7299997	Subtotal - Common Stocks - Part 4				X X X	17,954,900	X X X	14,416,066	15,389,948	(1,838,087)			(1,838,087)		14,416,066		3,538,833	3,538,833	146,407	X X X
7299998	Summary Item from Part 5 for Common Stocks				X X X	5,834,280	X X X	5,962,187	X X X						5,962,187		(127,905)	(127,905)	27,666	X X X
7299999	Total - Common Stocks				X X X	23,789,180	X X X	20,378,253	15,389,948	(1,838,087)			(1,838,087)		20,378,253		3,410,928	3,410,928	174,073	X X X
7399999	Total - Preferred and Common Stocks				X X X	30,604,017	X X X	28,115,389	22,892,588	(2,003,591)			(2,003,591)		28,115,389		2,488,629	2,488,629	525,183	X X X
7499999	Totals					250,866,499	X X X	247,850,463	143,097,889	(2,744,213)	172,610		(2,571,603)		246,748,139		4,118,351	4,118,351	7,137,019	X X X

**SCHEDULE D - PART 5**

Showing all Long-Term Bonds and Stocks ACQUIRED During Year and Fully DISPOSED OF During Current Year

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1	2	3	4	5	6	7	8	9	10	11	Change in Book/Adjusted Carrying Value					17	18	19	20	21	
											12	13	14	15	16						
CUSIP Identi- fication	Description	For e i g n	Date Acquired	Name of Vendor	Disposal Date	Name of Purchaser	Par Value (Bonds) or Number of Shares (Stock)	Actual Cost	Consid- eration	Book/ Adjusted Carrying Value At Disposal Date	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amort- ization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (12+13-14)	Total Foreign Exchange Change in B./A.C.V.	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest and Dividends Received During Year	Paid for Accrued Interest and Dividends	
3133XG-J8-8	Federal Home Ln Bks		01/11/2007	A.G. Edwards & Son	07/26/2007	A.G. Edwards & Son	4,500,000.000	4,530,015	4,518,585	4,524,234		(5,781)		(5,781)			(5,649)	(5,649)	229,688	101,719	
3133XH-RJ-3	Federal Home Ln Bks		02/08/2007	A.G. Edwards & Son	11/28/2007	LBI - Lehman Gov't	2,000,000.000	1,956,640	2,030,000	1,958,243		1,603		1,603			71,757	71,757	107,222	26,667	
3128X5-TZ-1	Federal Home Ln Mtg Corp		02/27/2007	G.X. Clarke & Comp	12/27/2007	G.X. Clarke & Comp	2,000,000.000	2,000,000	2,000,000	2,000,000									107,500	18,215	
912810-PT-9	United State Trea Bds		11/02/2007	VARIOUS	12/21/2007	VARIOUS	17,000,000.000	16,516,250	17,075,781	16,517,147		897		897			558,634	558,634	390,576	309,754	
912810-PU-6	United States Treas Bond		11/26/2007	VARIOUS	12/28/2007	Morgan Keegan & Co	11,000,000.000	11,686,875	11,894,531	11,685,753		(1,122)		(1,122)			208,778	208,778	186,031	122,372	
912833-PA-2	United States Treas Sec		12/03/2007	A.G. Edwards & Son	12/26/2007	A.G. Edwards & Son	7,000,000.000	3,009,930	2,822,695	3,017,507		7,577		7,577			(194,812)	(194,812)			
912833-DA-5	United States Treas Sec Stripped		08/09/2007	A.G. Edwards & Son	11/19/2007	A.G. Edwards & Son	4,000,000.000	3,353,600	3,518,800	3,394,501		40,901		40,901			124,299	124,299			
912810-FT-0	US Treas Bond		11/02/2007	VARIOUS	11/20/2007	VARIOUS	27,695,000.000	26,396,197	27,045,038	26,401,552		5,355		5,355			643,485	643,485	609,763	253,183	
912833-LV-0	US Treas Sec Stripped		03/14/2007	Morgan Keegan & Co	12/14/2007	A.G. Edwards & Son	5,000,000.000	2,098,950	2,084,690	2,160,061		61,111		61,111			(75,371)	(75,371)			
0399999	Subtotal - Bonds - U. S. Governments							80,195,000.000	71,548,457	72,990,120	71,658,998		110,541		110,541			1,331,121	1,331,121	1,630,780	831,910
46630V-AJ-1	J P Morgan Chase Coml Mtg Secs		06/05/2007	Chase Securities	10/15/2007	Chase Securities	1,000,000.000	999,768	998,125	999,757		(11)		(11)			(1,632)	(1,632)	22,278	2,075	
75406X-AC-3	RASC		01/12/2007	Greenwich Capital	03/13/2007	Chase Securities	750,000.000	750,176	748,477	750,171		(5)		(5)			(1,695)	(1,695)	9,135	2,621	
3199999	Subtotal - Bonds - Special Revenue and Special Assessment and all Non-Guaranteed Obligations							1,750,000.000	1,749,944	1,746,602	1,749,928		(16)		(16)			(3,327)	(3,327)	31,413	4,696
22238H-GQ-7	Countrywide Finl Corp		06/04/2007	Goldman Sachs & Co	08/10/2007	Credit Suisse Firs	285,000.000	284,450	258,814	284,466		17		17			(25,653)	(25,653)	3,122		
76113A-BH-3	Residential Assets Secs Corp 2006		01/25/2007	Citigroup Global M	03/13/2007	Chase Securities	1,825,000.000	1,826,996	1,823,289	1,826,996							(3,707)	(3,707)	13,916	1,392	
4599999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)							2,110,000.000	2,111,446	2,082,103	2,111,462		17		17			(29,360)	(29,360)	17,038	1,392
6099998	Subtotal - Bonds							84,055,000.000	75,409,847	76,818,825	75,520,388		110,542		110,542			1,298,434	1,298,434	1,679,231	837,998
17311U-20-0	Citigroup Cap XIX		08/08/2007	A.G. Edwards & Son	11/08/2007	Lehman Brothers	16,000.000	400,000	386,104	400,000							(13,896)	(13,896)			
6399999	Subtotal - Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)							X X X	400,000	386,104	400,000							(13,896)	(13,896)		
6599998	Total - Preferred Stocks							X X X	400,000	386,104	400,000							(13,896)	(13,896)		
929903-10-2	Wachovia Corp 2nd New		05/02/2007	VARIOUS	06/22/2007	Lehman Brothers	3,155.000	182,068	165,481	182,068							(16,587)	(16,587)	3,058		
6799999	Subtotal - Common Stock - Banks, Trust and Insurance Companies (Unaffiliated)							X X X	182,068	165,481	182,068							(16,587)	(16,587)	3,058	
G1150G-11-1	Accenture Ltd		02/06/2007	VARIOUS	04/05/2007	VARIOUS	2,700.000	100,956	104,174	100,956							3,218	3,218			
013904-30-5	Alcatel-Lucent		05/02/2007	VARIOUS	08/06/2007	VARIOUS	6,265.000	83,162	69,979	83,162							(13,183)	(13,183)	1,014		
020039-10-3	Alltel Corp		05/02/2007	VARIOUS	11/16/2007	Morgan Stanley & C	910.000	56,499	65,065	56,499							8,566	8,566	228		
026874-10-7	American International		05/10/2007	VARIOUS	10/12/2007	VARIOUS	9,655.000	669,635	654,922	669,635							(14,712)	(14,712)	3,123		
031162-10-0	Amgen Inc		01/29/2007	Lehman Brothers	04/12/2007	Lehman Brothers	950.000	66,985	54,460	66,985							(12,525)	(12,525)			
N07059-18-6	Asml Hldgs N V NY Reg Shs		10/03/2007	Fleet Equity	12/10/2007	VARIOUS	635.560	15,570	22,332	15,570							6,762	6,762			

**SCHEDULE D - PART 5**

Showing all Long-Term Bonds and Stocks ACQUIRED During Year and Fully DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	11	Change in Book/Adjusted Carrying Value					17	18	19	20	21
											12	13	14	15	16					
CUSIP Identi- fication	Description	For e i g n	Date Acquired	Name of Vendor	Disposal Date	Name of Purchaser	Par Value (Bonds) or Number of Shares (Stock)	Actual Cost	Consid- eration	Book/ Adjusted Carrying Value At Disposal Date	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amort- ization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (12+13-14)	Total Foreign Exchange Change in B./A.C.V.	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest and Dividends Received During Year	Paid for Accrued Interest and Dividends
N070ES-99-4	Asml Holding Nv		05/02/2007	Universal Network	10/03/2007	Morgan Stanley & C	60.000	1,635	1,376	1,635							(259)	(259)	172	
G0692U-10-9	Axis Cap Hlgs Ltd		05/02/2007	VARIOUS	07/20/2007	Bernstein Sanford	1,165.000	39,898	44,231	39,898							4,333	4,333	337	
054937-10-7	BB&T Corp		07/16/2007	VARIOUS	12/10/2007	Pacific Crest Secu	3,660.000	151,235	134,758	151,235							(16,476)	(16,476)	2,489	
110122-10-8	Bristol Myers Squibb Co		06/25/2007	Standard & Poors	09/06/2007	Stifel Nicolaus &	6,450.000	205,298	185,578	205,298							(19,720)	(19,720)	1,806	
138006-30-9	Canon Inc		08/06/2007	Morgan Stanley & C	08/28/2007	Lehman Brothers	1,310.000	70,494	72,852	70,494							2,358	2,358		
141705-10-3	Caremark Rx Inc		01/09/2007	Merrill Lynch Pier	03/26/2007	VARIOUS	1,020.000	56,641	51,626	56,641							(5,015)	(5,015)		
20449H-10-9	Compass Bancshares Inc.		02/15/2007	Lehman Brothers	02/26/2007	Friedman Billings	1,080.000	69,267	75,769	69,267							6,502	6,502		
222816-10-0	Covance Inc		05/02/2007	VARIOUS	06/25/2007	E Trade Securities	1,160.000	69,998	77,351	69,998							7,354	7,354		
229899-10-9	Cullen Frost Bankers Inc.		05/02/2007	VARIOUS	06/22/2007	Lehman Brothers	740.000	37,614	38,810	37,614							1,196	1,196	296	
126650-10-0	CVS/Caremark Corp		05/02/2007	VARIOUS	12/10/2007	VARIOUS	6,375.450	164,582	254,356	164,582							89,774	89,774	1,070	
232946-10-3	Cytec Corp.		05/02/2007	VARIOUS	10/22/2007	VARIOUS	2,820.000	81,369	127,899	81,369							46,530	46,530		
235851-10-2	Danaher Corp		03/12/2007	Lehman Brothers	04/25/2007	Lehman Brothers	1,640.000	116,742	115,435	116,742							(1,307)	(1,307)	33	
24702R-10-1	Dell Inc		07/27/2007	Lehman Brothers	09/04/2007	Friedman Billings	3,540.000	100,557	100,818	100,557							260	260		
260003-10-8	Dover Corp		07/31/2007	Knight Equity Mark	10/26/2007	Jonestrading Inst	1,435.000	74,565	65,587	74,565							(8,978)	(8,978)	287	
260543-10-3	Dow Chem Co		05/02/2007	Universal Network	12/03/2007	Knight Equity Mark	55.000	2,437	2,295	2,437							(142)	(142)	46	
263534-10-9	Dupont E I De Nemours & Co		07/26/2007	Keybanc Capital Ma	12/20/2007	CIBC World Mkts Co	1,800.000	86,404	77,575	86,404							(8,829)	(8,829)	1,404	
278762-10-9	Echostar Communications New		05/02/2007	Lehman Brothers	11/16/2007	Jefferies & Co	70.000	3,406	2,784	3,406							(622)	(622)		
281760-10-8	Edwards A G Inc.		05/02/2007	Universal Network	06/22/2007	Lehman Brothers	70.000	5,188	6,000	5,188							812	812	14	
294429-10-5	Equifax Inc.		05/02/2007	Universal Network	10/22/2007	Bernstein Sanford	165.000	6,654	5,916	6,654							(737)	(737)	13	
314211-10-3	Federated Invs Inc PA		06/22/2007	Lehman Brothers	09/10/2007	Friedman Billings	1,825.000	72,940	64,483	72,940							(8,457)	(8,457)	383	
G3930E-10-1	Globalsantafe Corp		06/22/2007	Lehman Brothers	12/03/2007	Lehman Brothers	2,410.000	173,796	207,545	173,796							33,749	33,749	542	
38141G-10-4	Goldman Sachs Group		09/27/2007	Lehman Brothers	10/10/2007	VARIOUS	1,690.000	356,394	389,776	356,394							33,381	33,381	224	
416515-10-4	Hartford Finl Svcs Group Inc		08/16/2007	VARIOUS	12/10/2007	Knight Equity Mark	650.000	56,662	60,793	56,662							4,130	4,130	363	
418056-10-7	Hasbro Inc		05/02/2007	Lehman Brothers	09/06/2007	VARIOUS	2,350.000	69,456	64,024	69,456							(5,431)	(5,431)	742	
42809H-10-7	Hess Corp		05/02/2007	VARIOUS	06/19/2007	Lehman Brothers	1,800.000	87,215	107,923	87,215							20,708	20,708	344	
500255-10-4	Kohls Corp		07/27/2007	VARIOUS	11/27/2007	VARIOUS	610.000	39,949	29,298	39,949							(10,651)	(10,651)		
50075N-10-4	Kraft Foods Inc.		05/02/2007	Lehman Brothers	05/31/2007	VARIOUS	4,902.050	156,327	163,269	156,327							6,943	6,943	799	
502424-10-4	L- 3 Communications Hldgs		05/02/2007	Lehman Brothers	12/10/2007	VARIOUS	925.000	83,156	101,531	83,156							18,375	18,375	694	
548661-10-7	Lowes Cos Inc.		05/18/2007	Lehman Brothers	09/17/2007	Keybanc Capital Ma	3,245.000	104,648	100,020	104,648							(4,628)	(4,628)	260	
55616P-10-4	Macy's Inc		05/02/2007	VARIOUS	10/11/2007	VARIOUS	1,505.000	57,104	51,710	57,104							(5,394)	(5,394)	560	
564055-10-1	Manor Care Inc. New		05/02/2007	Universal Network	10/22/2007	Cantor Fitzgerald	115.000	7,502	7,635	7,502							133	133	20	
580645-10-9	McGraw Hill Companies Inc		07/27/2007	Lehman Brothers	09/10/2007	Friedman Billings	1,895.000	115,315	92,860	115,315							(22,454)	(22,454)	388	
585055-10-6	Medtronic Inc		09/06/2007	Stifel Nicolaus &	10/29/2007	VARIOUS	3,505.000	189,200	167,466	189,200							(21,734)	(21,734)	438	
590188-10-8	Merrill Lynch Company		05/02/2007	VARIOUS	06/11/2007	VARIOUS	420.000	39,428	37,403	39,428							(2,025)	(2,025)	264	
60467R-10-0	Mirant Corp		08/07/2007	VARIOUS	11/27/2007	VARIOUS	2,995.000	119,948	110,491	119,948							(9,457)	(9,457)		
611742-10-7	Monster Monster Worldwide Inc		05/21/2007	Merrill Lynch Prof	08/08/2007	Jefferies & Co	1,170.000	58,270	40,583	58,270							(17,687)	(17,687)		
617446-44-8	Morgan Stanley		08/24/2007	VARIOUS	09/27/2007	VARIOUS	4,945.000	404,736	372,517	404,736							(32,219)	(32,219)	1,127	
704326-10-7	Paychex Inc.		01/05/2007	Deutsche Bank Secu	04/25/2007	Cowen & Co.	2,575.000	102,958	94,698	102,958							(8,260)	(8,260)	541	
69331C-10-8	Pg & E Corp		05/02/2007	Universal Network	07/17/2007	Keybanc Capital Ma	110.000	5,671	4,904	5,671							(767)	(767)	40	
69344M-10-1	PMI Group Inc.		05/02/2007	Lehman Brothers	08/10/2007	VARIOUS	2,945.000	146,581	101,318	146,581							(45,263)	(45,263)	183	
731572-10-3	Polo Ralph Lauren Corp		08/10/2007	VARIOUS	10/24/2007	Lehman Brothers	2,130.000	173,274	146,645	173,274							(26,629)	(26,629)	244	

**SCHEDULE D - PART 5**

Showing all Long-Term Bonds and Stocks ACQUIRED During Year and Fully DISPOSED OF During Current Year

E 1 3 . 2

1 CUSIP Identi- fication	2 Description	3 F o r e i g n	4 Date Acquired	5 Name of Vendor	6 Disposal Date	7 Name of Purchaser	8 Par Value (Bonds) or Number of Shares (Stock)	9 Actual Cost	10 Consid- eration	11 Book/ Adjusted Carrying Value At Disposal Date	Change in Book/Adjusted Carrying Value					17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Interest and Dividends Received During Year	21 Paid for Accrued Interest and Dividends
											12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amort- ization)/ Accretion	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Change in B./A.C.V. (12+13-14)	16 Total Foreign Exchange Change in B./A.C.V.					
740189-10-5	Precision Castparts Corp		05/02/2007	Lehman Brothers	06/22/2007	Lehman Brothers	130,000	13,898	15,353	13,898							1,454	1,454	4	
742718-10-9	Procter & Gamble Co.		01/25/2007	Merrill Lynch Prof	07/25/2007	VARIOUS	2,005,000	130,596	125,293	130,596							(5,303)	(5,303)	849	
744320-10-2	Prudential Finl Inc.		05/02/2007	Lehman Brothers	08/16/2007	Merrill Lynch Prof	55,000	5,326	4,559	5,326							(767)	(767)		
747277-10-1	Qlogic Corp		01/25/2007	Merrill Lynch Prof	04/26/2007	Keybanc Capital Ma	2,230,000	42,895	40,249	42,895							(2,646)	(2,646)		
852061-10-0	Sprint Nextel Corp		05/02/2007	Lehman Brothers	09/17/2007	Jefferies & Co	125,000	2,578	2,171	2,578							(407)	(407)	6	
887319-10-1	Time Warner Telecom Inc.		05/02/2007	Universal Network	10/25/2007	Weeden & Co	165,000	3,392	3,701	3,392							309	309		
92532F-10-0	Vertex Pharmaceuticals Inc.		05/02/2007	Lehman Brothers	10/19/2007	Raymond James & A	665,000	21,092	20,623	21,092							(470)	(470)		
929160-10-9	Vulcan Materials Co		05/02/2007	Universal Network	05/15/2007	Lehman Brothers	30,000	3,511	3,372	3,511							(139)	(139)		
939322-10-3	Washington Mut Inc		08/24/2007	VARIOUS	11/01/2007	VARIOUS	4,275,000	158,436	109,894	158,436							(48,542)	(48,542)	2,394	
G95089-10-1	Weatherford Intl Ltd		05/02/2007	VARIOUS	06/22/2007	Lehman Brothers	2,930,000	133,088	167,138	133,088							34,050	34,050		
962166-10-4	Weyerhaeuser Co		06/22/2007	Lehman Brothers	08/21/2007	Keybanc Capital Ma	1,445,000	117,755	86,750	117,755							(31,005)	(31,005)	867	
98956P-10-2	Zimmer Hldgs Inc.		07/27/2007	Lehman Brothers	10/31/2007	VARIOUS	2,330,000	190,231	160,856	190,231							(29,375)	(29,375)		
6899999	Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)						X X X	5,780,119	5,668,799	5,780,119							(111,318)	(111,318)	24,608	
7299998	Total - Common Stocks						X X X	5,962,187	5,834,280	5,962,187							(127,905)	(127,905)	27,666	
7399999	Subtotal-Stocks						X X X	6,362,187	6,220,384	6,362,187							(141,801)	(141,801)	27,666	
7499999	Totals						X X X	81,772,034	83,039,209	81,882,575			110,542				1,156,633	1,156,633	1,706,897	837,998

**SCHEDULE D - PART 6 - SECTION 1**  
**Valuation of Shares of Subsidiary, Controlled or Affiliated Companies**

1 CUSIP Identifi- cation	2 Description Name of Subsidiary, Controlled or Affiliated Company	3 F o r e i g n	4 NAIC Company Code or Alien Insurer Identification Number	5 NAIC Valuation Method (See SVO Purposes and Procedures Manual)	6 Do Insurer's Assets Include Intangible Assets Connected with Holding of Such Company's Stock?	7 Total Amount of Such Intangible Assets	8 Book/ Adjusted Carrying Value	Stock of Such Company Owned by Insurer on Statement Date	
								9 Number of Shares	10 % of Outstanding
14845#-11-4	Castle Hill Insurance Company		11837	3aiiF	NO		15,000,000	15,000,000	100.000
0299999	Subtotal - Preferred Stock - U.S. Property & Casualty Insurer						15,000,000	X X X	X X X
0999999	Subtotal - Preferred Stocks						15,000,000	X X X	X X X
14845#-10-6	Castle Hill Insurance Company		11837	3aiiA	NO		7,029,329	5,000,000	100.000
1199999	Subtotal - Common Stock - U.S. Property & Casualty Insurer						7,029,329	X X X	X X X
05568#-10-9	BMIC Service Corp		NONE	3aiiC	NO			100,000	100.000
1799999	Subtotal - Common Stock - Other Affiliates							X X X	X X X
1899999	Subtotal - Common Stocks						7,029,329	X X X	X X X
1999999	Totals						22,029,329	X X X	X X X

1. Amount of insurer's capital and surplus from the prior period's statutory statement reduced by any admitted EDP, goodwill and net deferred tax assets included therein: \$ 137,455,412
2. Total amount of intangible assets nonadmitted \$ 0

**SCHEDULE D - PART 6 - SECTION 2**

1 CUSIP Identifi- cation	2 Name of Lower-Tier Company	3 Name of Company Listed in Section 1 Which Controls Lower-Tier Company	4 Total Amount of Intangible Assets Included in Amount Shown in Column 7, Section 1	Stock in Lower-Tier Company Owned Indirectly by Insurer on Statement Date	
				5 Number of Shares	6 % of Outstanding
<b>NONE</b>					

**SCHEDULE DA - PART 1**

Showing all SHORT-TERM INVESTMENTS Owned December 31 of Current Year

1 Description	Codes		4 Date Acquired	5 Name of Vendor	6 Maturity Date	7 Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value				12 Par Value	13 Actual Cost	Interest					20 Paid for Accrued Interest			
	2 Code	3 F o r e i g n					8 Unrealized Valuation Increase/ (Decrease)	9 Current Year's (Amort- ization)/ Accretion	10 Current Year's Other Than Temporary Impairment Recognized	11 Total Foreign Exchange Change in B./A.C.V.			14 Amount Due and Accrued Dec. 31 of Current Year on Bond Not in Default	15 Non-Admitted Due and Accrued	16 Rate of	17 Effective Rate of	18 How Paid		19 Gross Amount Received		
United States Treas Nts			12/26/2007	A.G. Edwards & Sons	09/15/2008	5,987,172		297			6,000,000	5,986,875	55,721			3.130	3.469	MS		53,056	
0199999 Subtotal - Issuer Obligations						5,987,172		297			6,000,000	5,986,875	55,721			X X X	X X X	X X X		53,056	
0399999 Subtotals - U.S. Governments Bonds						5,987,172		297			6,000,000	5,986,875	55,721			X X X	X X X	X X X		53,056	
5499999 Subtotal - Bonds - Issuer Obligations						5,987,172		297			6,000,000	5,986,875	55,721			X X X	X X X	X X X		53,056	
6099999 Subtotal - Bonds						5,987,172		297			6,000,000	5,986,875	55,721			X X X	X X X	X X X		53,056	
Columbia Government Plus Reserves			12/31/2007	VARIOUS	12/31/2008	19,489,070						19,489,070									
Columbia Government Plus Reserves			12/31/2007	VARIOUS	12/31/2008	8,033,504						8,033,504								3,504	
7999999 Subtotal - Exempt Money Market Mutual Funds						27,522,574					X X X	27,522,574				X X X	X X X	X X X		3,504	
8299999 Totals						33,509,746		297			X X X	33,509,449	55,721			X X X	X X X	X X X		3,504	53,056

E 1 5

**NONE**      **Schedule DB - Part A - Section 1 and 2**

**NONE**      **Schedule DB - Part A - Section 3 and Part B - Section 1**

**NONE**      **Schedule DB - Part B - Section 2 and 3**

**NONE**      **Schedule DB - Part C - Section 1 and 2**

**NONE**      **Schedule DB - Part C - Section 3 and Part D - Section 1**

**NONE**      **Schedule DB - Part D - Section 2 and 3**

**NONE**      **Schedule DB - Part E - Section 1**



**NONE**

**Schedule E - Part 2**

**SCHEDULE E - PART 3 - SPECIAL DEPOSITS**

States, Etc.	1 Type of Deposit	2 Purpose of Deposit	Deposits For the Benefit of All Policyholders		All Other Special Deposits	
			3 Book/Adjusted Carrying Value	4 Fair Value	5 Book/Adjusted Carrying Value	6 Fair Value
1. Alabama	AL					
2. Alaska	AK					
3. Arizona	AZ					
4. Arkansas	AR					
5. California	CA					
6. Colorado	CO					
7. Connecticut	CT					
8. Delaware	DE					
9. District of Columbia	DC					
10. Florida	FL					
11. Georgia	GA					
12. Hawaii	HI					
13. Idaho	ID					
14. Illinois	IL					
15. Indiana	IN					
16. Iowa	IA					
17. Kansas	KS					
18. Kentucky	KY					
19. Louisiana	LA					
20. Maine	ME					
21. Maryland	MD					
22. Massachusetts	MA	B	Multiple Purposes		1,055,608	1,184,367
23. Michigan	MI					
24. Minnesota	MN					
25. Mississippi	MS					
26. Missouri	MO					
27. Montana	MT					
28. Nebraska	NE					
29. Nevada	NV					
30. New Hampshire	NH					
31. New Jersey	NJ					
32. New Mexico	NM					
33. New York	NY					
34. North Carolina	NC					
35. North Dakota	ND					
36. Ohio	OH					
37. Oklahoma	OK					
38. Oregon	OR					
39. Pennsylvania	PA					
40. Rhode Island	RI	B	Multiple Purposes		26,948,261	28,523,390
41. South Carolina	SC					
42. South Dakota	SD					
43. Tennessee	TN					
44. Texas	TX					
45. Utah	UT					
46. Vermont	VT					
47. Virginia	VA					
48. Washington	WA					
49. West Virginia	WV					
50. Wisconsin	WI					
51. Wyoming	WY					
52. American Samoa	AS					
53. Guam	GU					
54. Puerto Rico	PR					
55. US Virgin Islands	VI					
56. Northern Mariana Islands	MP					
57. Canada	CN					
58. Aggregate Alien and Other	OT	X X X	X X X			
59. Total	X X X	X X X			28,003,869	29,707,757

DETAILS OF WRITE-INS						
5801.						
5802.						
5803.						
5898. Summary of remaining write-ins for Line 58 from overflow page	X X X	X X X				
5899. Totals (Lines 5801 through 5803 + 5898) (Line 58 above)	X X X	X X X				

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