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QUARTERLY STATEMENT

As of June 30, 2009

of the Condition and Affairs of the

Appalachian Insurance Company

NAIC Group Code.....65, 65 (Current Period) (Prior Period) NAIC Company Code..... 10316 Employer's ID Number..... 05-0284861

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

Incorporated/Organized..... April 14, 1941 Commenced Business..... January 1, 1942

Statutory Home Office	1301 Atwood Avenue….. Johnston ..... RI ..... 02919-4908 *(Street and Number) (City or Town, State and Zip Code)*	
Main Administrative Office	1301 Atwood Avenue….. Johnston ..... RI ..... 02919-4908 *(Street and Number) (City or Town, State and Zip Code)*	401-275-3000 *(Area Code) (Telephone Number)*
Mail Address	P.O. Box 7500….. Johnston ..... RI ..... 02919-0500 *(Street and Number or P. O. Box) (City or Town, State and Zip Code)*	
Primary Location of Books and Records	1301 Atwood Avenue….. Johnston ..... RI ..... 02919-4908 *(Street and Number) (City or Town, State and Zip Code)*	401-275-3000 *(Area Code) (Telephone Number)*
Internet Web Site Address	www.fmglobal.com	
Statutory Statement Contact	Jeffrey Black *(Name)*	401-275-3000-1559 *(Area Code) (Telephone Number) (Extension)*
	jeffrey.black@fmglobal.com *(E-Mail Address)*	401-946-8306 *(Fax Number)*

OFFICERS

Name	Title	Name	Title
1. Shivan Sivaswamy Subramaniam	President and CEO	2. John James Pomeroy	Secretary and Sr. Vice President
3. William Alfred Mekrut	Treasurer		

OTHER

Antonius Rudolfus Henricus Bosman	Vice Chairman	Jeffrey Alfred Burchill	Senior Vice President
Jonathan William Hall #	Executive Vice President	Paul Edward LaFleche	Senior Vice President
Thomas Alan Lawson #	Executive Vice President	Jeanne Ruth Lieb	Senior Vice President
John James Pomeroy	Senior Vice President	Enzo Rebula	Senior Vice President

DIRECTORS OR TRUSTEES

Antonius Rudolfus Henricus Bosman #	Walter Joseph Galvin	Mary Lynch Howell	John Anderson Luke, Jr.
Gracia Catherine Martore	Robert Joseph O'Toole	David Pulman	Edward Joseph Rapp #
Elisabeth Struckell	Shivan Sivaswamy Subramaniam	James Conrad Thyen	Alfred Joseph Verrecchia

State of Rhode Island
County of Providence

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

(Signature)	(Signature)	(Signature)
Shivan Sivaswamy Subramaniam	John James Pomeroy	Theresa Ann Molloy
1. (Printed Name)	2. (Printed Name)	3. (Printed Name)
President and CEO	Secretary and Sr. Vice President	VP Controller
(Title)	(Title)	(Title)

Subscribed and sworn to before me
This 3rd day of August 2009

John A. Soares III Notary Public

Expires July 5, 2013

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

ASSETS

	Current Statement Date 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 December 31 Prior Year Net Admitted Assets
1. Bonds	169,780,260		169,780,260	150,244,374
2. Stocks:				
2.1 Preferred stocks	2,500,000		2,500,000	2,500,000
2.2 Common stocks			0	
3. Mortgage loans on real estate:				
3.1 First liens			0	
3.2 Other than first liens			0	
4. Real estate:				
4.1 Properties occupied by the company (less $.....0 encumbrances)			0	
4.2 Properties held for the production of income (less $.....0 encumbrances)			0	
4.3 Properties held for sale (less $.....0 encumbrances)			0	
5. Cash ($.....172,901), cash equivalents ($.....0) and short-term investments ($.....0)	172,901		172,901	7,775,156
6. Contract loans (including $.....0 premium notes)			0	
7. Other invested assets			0	
8. Receivables for securities			0	
9. Aggregate write-ins for invested assets	0	0	0	0
10. Subtotals, cash and invested assets (Lines 1 to 9)	172,453,161	0	172,453,161	160,519,530
11. Title plants less $.....0 charged off (for Title insurers only)			0	
12. Investment income due and accrued	2,088,570		2,088,570	1,913,297
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection	14,837,615		14,837,615	13,317,151
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $.....0 earned but unbilled premiums)			0	
13.3 Accrued retrospective premiums			0	
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers	8,316,017		8,316,017	7,034,307
14.2 Funds held by or deposited with reinsured companies			0	
14.3 Other amounts receivable under reinsurance contracts			0	
15. Amounts receivable relating to uninsured plans			0	
16.1 Current federal and foreign income tax recoverable and interest thereon			0	
16.2 Net deferred tax asset	709,000	374,000	335,000	347,000
17. Guaranty funds receivable or on deposit	30		30	45
18. Electronic data processing equipment and software			0	
19. Furniture and equipment, including health care delivery assets ($.....0)			0	
20. Net adjustment in assets and liabilities due to foreign exchange rates			0	
21. Receivables from parent, subsidiaries and affiliates			0	1,867,251
22. Health care ($.....0) and other amounts receivable			0	
23. Aggregate write-ins for other than invested assets	21,106	0	21,106	4,085,198
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 through 23)	198,425,499	374,000	198,051,499	189,083,780
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	
26. Total (Lines 24 and 25)	198,425,499	374,000	198,051,499	189,083,780

DETAILS OF WRITE-INS

0901.			0	
0902.			0	
0903.			0	
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above)	0	0	0	0
2301. Loss Clearing	20,707		20,707	4,084,269
2302. Miscellaneous Recievable	399		399	929
2303.			0	
2398. Summary of remaining write-ins for Line 23 from overflow page	0	0	0	0
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above)	21,106	0	21,106	4,085,198

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Statement Date	2 December 31 Prior Year
1.	Losses (current accident year $.....0)	42,231,929	44,118,351
2.	Reinsurance payable on paid losses and loss adjustment expenses	4,208,155	7,018,457
3.	Loss adjustment expenses	7,103,233	7,416,939
4.	Commissions payable, contingent commissions and other similar charges		
5.	Other expenses (excluding taxes, licenses and fees)		
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)	88,705	215,522
7.1	Current federal and foreign income taxes (including $.....790,000 on realized capital gains (losses))	8,747,641	2,750,641
7.2	Net deferred tax liability		
8.	Borrowed money $.....0 and interest thereon $.....0		
9.	Unearned premiums (after deducting unearned premiums for ceded reinsurance of $.....9,194,344 and including warranty reserves of $.....0)	172,396	1,119
10.	Advance premium		
11.	Dividends declared and unpaid:		
	11.1 Stockholders		
	11.2 Policyholders		
12.	Ceded reinsurance premiums payable (net of ceding commissions)	116,302	119,679
13.	Funds held by company under reinsurance treaties		
14.	Amounts withheld or retained by company for account of others		
15.	Remittances and items not allocated		
16.	Provision for reinsurance	1,259,492	1,259,492
17.	Net adjustments in assets and liabilities due to foreign exchange rates		
18.	Drafts outstanding		
19.	Payable to parent, subsidiaries and affiliates	794,816	
20.	Payable for securities		
21.	Liability for amounts held under uninsured plans		
22.	Capital notes $.....0 and interest thereon $.....0		
23.	Aggregate write-ins for liabilities	0	4,072,130
24.	Total liabilities excluding protected cell liabilities (Lines 1 through 23)	64,722,670	66,972,329
25.	Protected cell liabilities		
26.	Total liabilities (Lines 24 and 25)	64,722,670	66,972,329
27.	Aggregate write-ins for special surplus funds	0	0
28.	Common capital stock	3,525,000	3,525,000
29.	Preferred capital stock		
30.	Aggregate write-ins for other than special surplus funds	0	0
31.	Surplus notes		
32.	Gross paid in and contributed surplus	7,577,528	7,577,528
33.	Unassigned funds (surplus)	122,226,302	111,008,923
34.	Less treasury stock, at cost:		
	34.1 .....0.000 shares common (value included in Line 28 $.....0)		
	34.2 .....0.000 shares preferred (value included in Line 29 $.....0)		
35.	Surplus as regards policyholders (Lines 27 to 33, less 34)	133,328,830	122,111,451
36.	Totals	198,051,499	189,083,780

DETAILS OF WRITE-INS

2301.	Misc. Accounts Payable		4,072,130
2302.			
2303.			
2398.	Summary of remaining write-ins for Line 23 from overflow page	0	0
2399.	Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above)	0	4,072,130
2701.			
2702.			
2703.			
2798.	Summary of remaining write-ins for Line 27 from overflow page	0	0
2799.	Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	0	0
3001.			
3002.			
3003.			
3098.	Summary of remaining write-ins for Line 30 from overflow page	0	0
3099.	Totals (Lines 3001 thru 3003 plus 3098) (Line 30 above)	0	0

STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written $.....18,480,326)	9,174,383	11,376,323	22,567,767
1.2 Assumed (written $.....29,392,445)	29,392,445	26,601,127	53,418,408
1.3 Ceded (written $.....18,143,747)	9,009,081	10,937,130	21,931,338
1.4 Net (written $.....29,729,024)	29,557,747	27,040,320	54,054,837
DEDUCTIONS:			
2. Losses incurred (current accident year $.....9,392,870):			
2.1 Direct	21,369	26,698	(73,318)
2.2 Assumed	9,392,870	25,478,500	39,049,848
2.3 Ceded		13,820	12,789
2.4 Net	9,414,239	25,491,378	38,963,741
3. Loss adjustment expenses incurred	703,496	1,064,166	2,960,010
4. Other underwriting expenses incurred	8,411,099	7,275,196	11,400,562
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	18,528,835	33,830,740	53,324,312
7. Net income of protected cells			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	11,028,912	(6,790,420)	730,525
INVESTMENT INCOME			
9. Net investment income earned	4,017,462	4,349,530	8,490,946
10. Net realized capital gains (losses) less capital gains tax of $.....790,000	1,468,056	562,496	(1,187,899)
11. Net investment gain (loss) (Lines 9 + 10)	5,485,518	4,912,026	7,303,047
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered $.....0 amount charged off $.....0)	0	540	540
13. Finance and service charges not included in premiums			
14. Aggregate write-ins for miscellaneous income	(383)	(25,705)	(29,374)
15. Total other income (Lines 12 through 14)	(383)	(25,165)	(28,834)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	16,514,046	(1,903,559)	8,004,738
17. Dividends to policyholders			
18. Net income after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	16,514,046	(1,903,559)	8,004,738
19. Federal and foreign income taxes incurred	5,207,000	(905,000)	3,351,000
20. Net income (Line 18 minus Line 19) (to Line 22)	11,307,046	(998,559)	4,653,738
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	122,111,451	117,083,069	117,083,069
22. Net income (from Line 20)	11,307,046	(998,559)	4,653,738
23. Net transfers (to) from Protected Cell accounts			
24. Change in net unrealized capital gains or (losses) less capital gains tax of $.....0	(77,667)		
25. Change in net unrealized foreign exchange capital gain (loss)			
26. Change in net deferred income tax	(60,000)	(25,000)	134,000
27. Change in nonadmitted assets	48,000	(6,345)	137,000
28. Change in provision for reinsurance	(0)	0	103,643
29. Change in surplus notes			
30. Surplus (contributed to) withdrawn from protected cells			
31. Cumulative effect of changes in accounting principles			
32. Capital changes:			
32.1 Paid in			
32.2 Transferred from surplus (Stock Dividend)			
32.3 Transferred to surplus			
33. Surplus adjustments:			
33.1 Paid in			
33.2 Transferred to capital (Stock Dividend)			
33.3 Transferred from capital			
34. Net remittances from or (to) Home Office			
35. Dividends to stockholders			
36. Change in treasury stock			
37. Aggregate write-ins for gains and losses in surplus	0	0	0
38. Change in surplus as regards policyholders (Lines 22 through 37)	11,217,379	(1,029,904)	5,028,381
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	133,328,830	116,053,165	122,111,451

DETAILS OF WRITE-INS

0501.			
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above)	0	0	0
1401. Miscellaneous balances (charged off) / recovered	(383)	(25,705)	(29,374)
1402.			
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above)	(383)	(25,705)	(29,374)
3701.			
3702.			
3703.			
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798) (Line 37 above)	0	0	0

CASH FLOW

	1 Current Year to Date	2 Prior Year Ended December 31
CASH FROM OPERATIONS		
1. Premiums collected net of reinsurance	28,205,183	43,466,747
2. Net investment income	3,842,503	9,110,127
3. Miscellaneous income	(383)	(28,835)
4. Total (Lines 1 through 3)	32,047,303	52,548,039
5. Benefit and loss related payments	11,329,112	55,014,302
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	9,555,103	14,879,391
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) net of $.....0 tax on capital gains (losses)		8,566,545
10. Total (Lines 5 through 9)	20,884,215	78,460,238
11. Net cash from operations (Line 4 minus Line 10)	11,163,088	(25,912,199)
CASH FROM INVESTMENTS		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	32,645,991	38,633,962
12.2 Stocks		
12.3 Mortgage loans		
12.4 Real estate		
12.5 Other invested assets		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments		
12.7 Miscellaneous proceeds		
12.8 Total investment proceeds (Lines 12.1 to 12.7)	32,645,991	38,633,962
13. Cost of investments acquired (long-term only):		
13.1 Bonds	50,001,802	11,344,929
13.2 Stocks		
13.3 Mortgage loans		
13.4 Real estate		
13.5 Other invested assets		
13.6 Miscellaneous applications		
13.7 Total investments acquired (Lines 13.1 to 13.6)	50,001,802	11,344,929
14. Net increase (decrease) in contract loans and premium notes		
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(17,355,811)	27,289,033
CASH FROM FINANCING AND MISCELLANEOUS SOURCES		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes		
16.2 Capital and paid in surplus, less treasury stock		
16.3 Borrowed funds		
16.4 Net deposits on deposit-type contracts and other insurance liabilities		
16.5 Dividends to stockholders		
16.6 Other cash provided (applied)	(1,409,533)	9,264,317
17. Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6)	(1,409,533)	9,264,317
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17)	(7,602,255)	10,641,152
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	7,775,156	(2,865,996)
19.2 End of period (Line 18 plus Line 19.1)	172,901	7,775,156

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

20.0001		

NOTES TO FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies

No signficant change.

Note 2 - Accounting Changes and Corrections of Errors

No significant change.

Note 3 - Business Combinations and Goodwill

No significant change.

Note 4 - Discontinued Operations

No significant change.

Note 5 - Investments

No significant change.

Note 6 - Joint Ventures, Partnerships and Limited Liability Companies

No significant change.

Note 7 - Investment Income

No significant change.

Note 8 - Derivative Instruments

No significant change.

Note 9 - Income Taxes

No significant change.

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

No significant change.

Note 11 - Debt

No significant change.

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

No significant change.

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

No significant change.

Note 14 - Contingencies

No significant change.

Note 15 - Leases

No significant change.

NOTES TO FINANCIAL STATEMENTS

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

No significant change.

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

No significant change.

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

No significant change.

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

No significant change.

Note 20 - Other Items

No significant change.

Note 21 - Events Subsequent

No significant change.

Note 22 - Reinsurance

No significant change.

Note 23 - Retrospectively Rated Contracts & Contracts Subject to Redetermination

No significant change.

Note 24 - Change in Incurred Losses and Loss Adjustment Expenses

No significant change.

Note 25 - Intercompany Pooling Arrangements

No significant change.

Note 26 - Structured Settlements

No significant change.

Note 27 - Health Care Receivables

No significant change.

Note 28 - Participating Policies

No significant change.

Note 29 - Premium Deficiency Reserves

No significant change.

Note 30 - High Deductibles

No significant change.

NOTES TO FINANCIAL STATEMENTS

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

No significant change.

Note 32 - Asbestos/Environmental Reserves

No significant change.

Note 33 - Subscriber Savings Accounts

No significant change.

Note 34 - Multiple Peril Crop Insurance

No significant change.

GENERAL INTERROGATORIES

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

PART 1 - COMMON INTERROGATORIES

GENERAL

1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [ ] No [X]

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

2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [ ] No [X]

2.2 If yes, date of change: .....

3. Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [ ] No [X]
If yes, complete the Schedule Y-Part 1 - Organizational chart.

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

4.2 If yes, provide name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

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

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

6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2008.....

6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2004.....

6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 4/28/2006.....

6.4 By what department or departments?
Rhode Island Department of Insurance

6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [X] No [ ] N/A [ ]

6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [X] No [ ] N/A [ ]

7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [ ] No [X]

7.2 If yes, give full information:

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

8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

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

8.4 If the response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator].

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

9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No [ ]
(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
(c) Compliance with applicable governmental laws, rules and regulations;
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
(e) Accountability for adherence to the code.

9.11 If the response to 9.1 is No, please explain:

9.2 Has the code of ethics for senior managers been amended? Yes [ ] No [X]

9.21 If the response to 9.2 is Yes, provide information related to amendment(s).

9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [ ] No [X]

GENERAL INTERROGATORIES

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

PART 1 - COMMON INTERROGATORIES

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

FINANCIAL

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

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

INVESTMENT

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

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

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

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

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

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	$ 0	$ 0
14.22 Preferred Stock	$ 2,500,000	$ 2,500,000
14.23 Common Stock	$ 0	$ 0
14.24 Short-Term Investments	$ 0	$ 0
14.25 Mortgage Loans on Real Estate	$ 0	$ 0
14.26 All Other	$ 0	$ 0
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)	$ 2,500,000	$ 2,500,000
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	$ 0	$ 0

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

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

16. Excluding items in Schedule E-Part 3-Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 3, III. Conducting Examinations, F-Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [X] No [ ]

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

1 Name of Custodian(s)	2 Custodian Address
JP Morgan Worldwide Securities Services	1 Chase Manhattan Plaza New York, NY 10005-1489

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

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

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

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

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

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

1 Central Registration Depository	2 Name(s)	3 Address

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

17.2 If no, list exceptions:

GENERAL INTERROGATORIES (continued)

PART 2
PROPERTY & CASUALTY INTERROGATORIES

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

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

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

3.2 If yes, give full and complete information thereto:

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

4.2 If yes, complete the following schedule:

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

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

1 NAIC Company Code	2 Federal ID Number	3 Name of Reinsurer	4 Location	5 Is Insurer Authorized? (YES or NO)
U.S. Insurers				
		Ethanol Risk Managment SPC LTC	Denver, CO	No
11835	04-1590940	Paris Re America Insurance Co	Miami, FL	Yes
22314	16-0366830	RSUI Idemnity Co	Atlanta, GA	Yes
All Other Insurers				
	AA-1080011	Garlan Ins Ltd	St Peter Port, Guernsey	No
	AA-1320034	Paris Re SA	Paris, France	No
		Musang Re Limited	Hamilton, Bermuda HM CX	No
		Alin Insurance Pte LTd	Singapore	No
	AA-1120103	W.R. Berkley	London, England	Yes
	AA-1120104	Arch Underwriting at Lloyd's	London, England	Yes
	AA1120048	Junilee Managing Agency Limited	London, England	Yes

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

		1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
	States, Etc.	Active Status	2 Current Year to Date	3 Prior Year to Date	4 Current Year to Date	5 Prior Year to Date	6 Current Year to Date	7 Prior Year to Date
1.	Alabama AL	E	559,547	672,958				
2.	Alaska AK	E						
3.	Arizona AZ	E	806,533	1,627,865				
4.	Arkansas AR	E	690					
5.	California CA	E	2,981,482	3,234,460	77,598	17,697	1,770,546	2,031,681
6.	Colorado CO	E	340,578	406,298				
7.	Connecticut CT	E					19,550,914	14,086,794
8.	Delaware DE	E	18,329	40,194				4
9.	District of Columbia DC	E					54	
10.	Florida FL	E	6,053,278	8,060,626			423,883	305,416
11.	Georgia GA	E	645,528	883,375		4,199,690	64	46
12.	Hawaii HI	E						
13.	Idaho ID	E						
14.	Illinois IL	E	1,814				743	215
15.	Indiana IN	E	96,816	114,016		49,996		
16.	Iowa IA	E	24,431	26,955				
17.	Kansas KS	E						
18.	Kentucky KY	E	804,624	929,469				
19.	Louisiana LA	E	33,772	46,001			244,386	176,085
20.	Maine ME	E						
21.	Maryland MD	E	84,051	131,261				
22.	Massachusetts MA	E	6,278	13,491			5	4
23.	Michigan MI	E	56					
24.	Minnesota MN	E						
25.	Mississippi MS	E	294				34	25
26.	Missouri MO	E	36,181	17,976			303	218
27.	Montana MT	E						
28.	Nebraska NE	E	49,689	83,039				
29.	Nevada NV	E	397,359	561,822				
30.	New Hampshire NH	E						(8,000)
31.	New Jersey NJ	E	494					
32.	New Mexico NM	E	141,532	148,238				
33.	New York NY	E	36,306		1,179		76,815,077	62,675,209
34.	North Carolina NC	E	356,531	309,606				
35.	North Dakota ND	E						
36.	Ohio OH	E	492,543	552,405				
37.	Oklahoma OK	E	20,410	36,663				
38.	Oregon OR	E	47,428	69,224				
39.	Pennsylvania PA	E	490,798	544,710	8,101,447	11,715,656	9,959,602	35,707,541
40.	Rhode Island RI	L			1,163		2,302	1,659
41.	South Carolina SC	E	199,134	159,125			196	141
42.	South Dakota SD	E						
43.	Tennessee TN	E	511,442	956,004				
44.	Texas TX	E	3,032,026	247,581	1,649,951	1,649,829	7,454	5,815,818
45.	Utah UT	E	36,801	2,225,035				
46.	Vermont VT	E						
47.	Virginia VA	E		43,972				
48.	Washington WA	E	157,512	25,599			75,437	52,945
49.	West Virginia WV	E	3,713	3,233			1,000	(4,000)
50.	Wisconsin WI	E		41,301	(5,973)			
51.	Wyoming WY	E	12,326	19,937				
52.	American Samoa AS	N						
53.	Guam GU	E						
54.	Puerto Rico PR	E						
55.	US Virgin Islands VI	E						
56.	Northern Mariana Islands MP	N						
57.	Canada CN	E						
58.	Aggregate Other Alien OT	XXX	0	0	0	0	0	0
59.	Totals	(a) 1	18,480,326	22,232,439	9,825,365	17,632,868	108,851,999	120,841,799

DETAILS OF WRITE-INS

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

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

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

PART 1 – ORGANIZATIONAL CHART

NO CHANGE

PART 1 - LOSS EXPERIENCE

Lines of Business	Current Year to Date 1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	4 Prior Year to Date Direct Loss Percentage
1. Fire	1,323,238	(3,631)	(0.3)	(0.1)
2. Allied lines	1,993,676		0.0	
3. Farmowners multiple peril			0.0	
4. Homeowners multiple peril			0.0	
5. Commercial multiple peril			0.0	
6. Mortgage guaranty			0.0	
8. Ocean marine	1,549,439		0.0	
9. Inland marine	4,308,030	25,000	0.6	(1.3)
10. Financial guaranty			0.0	
11.1. Medical professional liability - occurrence			0.0	
11.2. Medical professional liability - claims made			0.0	
12. Earthquake			0.0	
13. Group accident and health			0.0	
14. Credit accident and health			0.0	
15. Other accident and health			0.0	
16. Workers' compensation			0.0	
17.1 Other liability-occurrence			0.0	
17.2 Other liability-claims made			0.0	
18.1 Products liability-occurrence			0.0	
18.2 Products liability-claims made			0.0	
19.1, 19.2 Private passenger auto liability			0.0	
19.3, 19.4 Commercial auto liability			0.0	
21. Auto physical damage			0.0	
22. Aircraft (all perils)			0.0	
23. Fidelity			0.0	
24. Surety			0.0	
26. Burglary and theft			0.0	
27. Boiler and machinery			0.0	
28. Credit			0.0	
29. International			0.0	
30. Warranty			0.0	
31. Reinsurance-nonproportional assumed property	XXX	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed liability	XXX	XXX	XXX	XXX
33. Reinsurance-nonproportional assumed financial lines	XXX	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business	0	0	0.0	
35. Totals	9,174,383	21,369	0.2	0.2
DETAILS OF WRITE-INS				
3401.			0.0	
3402.			0.0	
3403.			0.0	
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0.0	XXX
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34)	0	0	0.0	

PART 2 - DIRECT PREMIUMS WRITTEN

Lines of Business	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1. Fire		2,668,392	2,684,986
2. Allied lines		4,013,008	5,378,111
3. Farmowners multiple peril			
4. Homeowners multiple peril			
5. Commercial multiple peril			
6. Mortgage guaranty			
8. Ocean marine		3,121,092	3,748,503
9. Inland marine		8,677,834	10,420,839
10. Financial guaranty			
11.1. Medical professional liability - occurrence			
11.2. Medical professional liability - claims made			
12. Earthquake			
13. Group accident and health			
14. Credit accident and health			
15. Other accident and health			
16. Workers' compensation			
17.1. Other liability-occurrence			
17.2. Other liability-claims made			
18.1. Products liability-occurrence			
18.2. Products liability-claims made			
19.1, 19.2 Private passenger auto liability			
19.3, 19.4 Commercial auto liability			
21. Auto physical damage			
22. Aircraft (all perils)			
23. Fidelity			
24. Surety			
26. Burglary and theft			
27. Boiler and machinery			
28. Credit			
29. International			
30. Warranty			
31. Reinsurance-nonproportional assumed property	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed liability	XXX	XXX	XXX
33. Reinsurance-nonproportional assumed financial lines	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business	0	0	0
35. Totals	0	18,480,326	22,232,439
DETAILS OF WRITE-INS			
3401.			
3402.			
3403.			
3498. Sum. of remaining write-ins for Line 34 from overflow page	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34)	0	0	0

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

Years in Which Losses Occurred	1 Prior Year-End Known Case Loss and LAE Reserves	2 Prior Year-End IBNR Loss and LAE Reserves	3 Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	4 2009 Loss and LAE Payments on Claims Reported as of Prior Year-End	5 2009 Loss and LAE Payments on Claims Unreported as of Prior Year-End	6 Total 2009 Loss and LAE Payments (Cols. 4 + 5)	7 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	8 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	9 Q.S. Date IBNR Loss and LAE Reserves	10 Total Q.S. Loss and LAE Reserves (Cols. 7 + 8 + 9)	11 Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 4 + 7 minus Col. 1)	12 Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	13 Prior Year-End Total Loss and LAE Reserve Developed (Savings)/Deficiency (Cols. 11 + 12)
1. 2006 + Prior	12,603	38,932	51,535	2,200		2,200	9,019		40,317	49,336	(1,384)	1,384	0
2. 2007			0			0				0	0	0	0
3. Subtotals 2007 + Prior	12,603	38,932	51,535	2,200	0	2,200	9,019	0	40,317	49,336	(1,384)	1,384	0
4. 2008			0			0				0	0	0	0
5. Subtotals 2008 + Prior	12,603	38,932	51,535	2,200	0	2,200	9,019	0	40,317	49,336	(1,384)	1,384	0
6. 2009	XXX	XXX	XXX	XXX	10,118	10,118	XXX			0	XXX	XXX	XXX
7. Totals	12,603	38,932	51,535	2,200	10,118	12,318	9,019	0	40,317	49,336	(1,384)	1,384	0
8. Prior Year-End's Surplus As Regards Policyholders	122,111										Col. 11, Line 7 As % of Col. 1, Line 7	Col. 12, Line 7 As % of Col. 2, Line 7	Col. 13, Line 7 As % of Col. 3, Line 7
											1. (11.0)%	2. 3.6 %	3. 0.0 %
													Col. 13, Line 7 Line 8
													4. 0.0 %

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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

		Response
1.	Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?	NO
2.	Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement?	NO
3.	Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	NO

Explanation:

1.
2.
3.

Bar Code:

10316200949000002

10316200945500002

10316200936500002

Overflow Page for Write-Ins

Additional Write-ins for Liabilities:

	1 Current Statement Date	2 December 31, Prior Year
2704.		
2705.		
2797. Summary of remaining write-ins for Line 27	0	0

Additional Write-ins for Liabilities:

	1 Current Statement Date	2 December 31, Prior Year
3004.		
3005.		
3097. Summary of remaining write-ins for Line 30	0	0

SCHEDULE A - VERIFICATION

Real Estate

NONE

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	0	
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Current year change in encumbrances		
4. Total gain (loss) on disposals		
5. Deduct amounts received on disposals		
6. Total foreign exchange change in book/adjusted carrying value		
7. Deduct current year's other than temporary impairment recognized		
8. Deduct current year's depreciation		
9. Book/adjusted carrying value at end of current period (Lines 1+2+3+4-5+6-7-8)	0	0
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)	0	0

SCHEDULE B - VERIFICATION

Mortgage Loans

NONE

	1 Year to Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year	0	
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)		
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		
8. Deduct amortization of premium and mortgage interest points and commitment fees		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest		
10. Deduct current year's other than temporary impairment recognized		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	0	0
12. Total valuation allowance		
13. Subtotal (Line 11 plus Line 12)	0	0
14. Deduct total nonadmitted amounts		
15. Statement value at end of current period (Line 13 minus Line 14)	0	0

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

NONE

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	0	
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)		
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		
8. Deduct amortization of premium and depreciation		
9. Total foreign exchange change in book/adjusted carrying value		
10. Deduct current year's other than temporary impairment recognized		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	0	0
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)	0	0

SCHEDULE D - VERIFICATION

Bonds and Stocks

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	152,744,374	182,007,747
2. Cost of bonds and stocks acquired	50,001,802	11,344,929
3. Accrual of discount	312,804	342,185
4. Unrealized valuation increase (decrease)	(77,668)	
5. Total gain (loss) on disposals	2,258,056	(977,038)
6. Deduct consideration for bonds and stocks disposed of	32,645,991	38,633,962
7. Deduct amortization of premium	313,118	488,625
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized		850,862
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	172,280,260	152,744,374
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	172,280,260	152,744,374

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity

During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. Class 1 (a)	121,859,520	21,899,069	1,533,988	71,851	121,859,520	142,296,452		120,316,098
2. Class 2 (a)	23,895,887	2,987,585	2,245,000	1,935,126	23,895,887	26,573,598		29,928,276
3. Class 3 (a)	784,950			125,260	784,950	910,210		
4. Class 4 (a)								
5. Class 5 (a)								
6. Class 6 (a)	2,000,000			(2,000,000)	2,000,000			
7. Total Bonds	148,540,357	24,886,654	3,778,988	132,237	148,540,357	169,780,260	0	150,244,374
PREFERRED STOCK								
8. Class 1	2,500,000				2,500,000	2,500,000		2,500,000
9. Class 2								
10. Class 3								
11. Class 4								
12. Class 5								
13. Class 6								
14. Total Preferred Stock	2,500,000	0	0	0	2,500,000	2,500,000	0	2,500,000
15. Total Bonds and Preferred Stock	151,040,357	24,886,654	3,778,988	132,237	151,040,357	172,280,260	0	152,744,374

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation:
NAIC 1 $.....0; NAIC 2 $.....0; NAIC 3 $.....0; NAIC 4 $.....0; NAIC 5 $.....0; NAIC 6 $.....0.

Sch. DA-Part 1
NONE

Sch. DA-Verification
NONE

Sch. DB-Part F-Section 1
NONE

Sch. DB-Part F-Section 2
NONE

Sch. E-Verification
NONE

Sch. A-Part 2
NONE

Sch. A-Part 3
NONE

Sch. B-Part 2
NONE

Sch. B-Part 3
NONE

Sch. BA-Part 2
NONE

Sch. BA-Part 3
NONE

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
Bonds - U.S. Government									
912828 KD 1	UNITED STATES TREAS NTS		06/10/2009	BANC OF AMERICA		1,806,250	2,000,000	17,624	1
912828 KR 0	UNITED STATES TREAS NTS		04/30/2009	BANC OF AMERICA		12,936,016	13,000,000	3,709	1
0399999.	Total - Bonds - U.S. Government					14,742,266	15,000,000	21,333	XXX
Bonds - Industrial and Miscellaneous									
025816 BB 4	AMERICAN EXPRESS CO		05/13/2009	BANC OF AMERICA		1,495,125	1,500,000		2FE
172967 EV 9	CITIGROUP INC		06/12/2009	CITIGROUP		1,551,105	1,500,000	8,854	1FE
25156P AN 3	DEUTSCHE TELEKOM INTL		06/15/2009	BARCLAYS US FUND		993,710	1,000,000		2FE
494368 BD 4	KIMBERLY CLARK CORP		05/01/2009	STIFFEL NICOLAUS		2,363,060	2,000,000	2,083	1FE
59156R AU 2	METLIFE INC		05/27/2009	BARCLAYS US FUND		249,408	250,000		1FE
655844 BC 1	NORFOLK SOUTHERN CORP		05/27/2009	BANC OF AMERICA		498,750	500,000		2FE
693476 BF 9	PNC FUNDING CORP		06/04/2009	JP MORGAN		1,995,820	2,000,000		1FE
92857W AS 9	VODAFONE GROUP PLC		06/03/2009	MORGAN STANLEY		997,410	1,000,000		1FE
3899999.	Total - Bonds - Industrial & Miscellaneous					10,144,388	9,750,000	10,937	XXX
8399997.	Total - Bonds - Part 3					24,886,654	24,750,000	32,270	XXX
8399999.	Total - Bonds					24,886,654	24,750,000	32,270	XXX
9999999.	Total - Bonds, Preferred and Common Stocks					24,886,654	XXX	32,270	XXX

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

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Government																					
36200Q 2T 0	GNMA PASS-THRU X		.06/01/2009	MORTGAGE PAYDOWN		462	462	472	463				0		462			0	13	02/01/2032	1
0399999.	Total - Bonds - U.S. Government					462	462	472	463	0	0	0	0	0	462	0	0	0	13	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment																					
3128K6 VR 8	FHLMC PC		.06/01/2009	MORTGAGE PAYDOWN		163,022	163,022	156,272	162,524		498		498		163,022			0	3,594	07/01/2035	1
31294K M4 4	FHLMC PC		.06/01/2009	MORTGAGE PAYDOWN		86,837	86,837	90,106	87,105		(268)		(268)		86,837			0	2,002	01/01/2018	1
31296S M5 2	FHLMC		.06/01/2009	MORTGAGE PAYDOWN		261,483	261,483	270,880	262,085		(603)		(603)		261,483			0	6,195	01/01/2034	1
31297P WK 3	FHLMC PC		.06/01/2009	MORTGAGE PAYDOWN		2,642	2,642	2,748	2,647		(6)		(6)		2,642			0	74	04/01/2035	1
31297T WF 6	FHLMC PC		.06/01/2009	MORTGAGE PAYDOWN		161,559	161,559	154,465	160,931		628		628		161,559			0	3,525	09/01/2035	1
31298N UG 8	FHLMC		.06/01/2009	MORTGAGE PAYDOWN		352	352	363	352				0		352			0	11	05/01/2031	1
31383V S6 1	FEDERAL NATL MG		.04/01/2009	MORTGAGE PAYDOWN		1,576	1,576	1,542	1,575		1		1		1,576			0	43	10/01/2014	1
31389K WT 4	FNMA PASS-THRU		.05/01/2009	MORTGAGE PAYDOWN		13,531	13,531	14,328	13,565		(34)		(34)		13,531			0	395	02/01/2017	1
31411A JG 1	FEDERAL NATL MG		.05/01/2009	MORTGAGE PAYDOWN		166,190	166,190	167,268	166,220		(30)		(30)		166,190			0	3,989	11/01/2036	1
3199999.	Total - Bonds - U.S. Special Revenue & Assessment					857,192	857,192	857,972	857,004	0	186	0	186	0	857,192	0	0	0	19,828	XXX	XXX
Bonds - Industrial and Miscellaneous																					
073902 CE 6	BEAR STEARNS COS INC		.05/14/2009	BANC OF AMERICA		511,800	500,000	488,965	494,275		1,157		1,157		495,432		16,368	16,368	12,563	10/28/2010	1FE
361856 DA 2	GMAC MORTGAGE CORPORATION		.05/26/2009	MORTGAGE PAYDOWN		164,534	164,534	120,137	132,963		31,572		31,572		164,534			0	2,820	10/25/2033	1FE
91913Y AJ 9	VALERO ENERGY CORP		.04/01/2009	MATURITY		2,000,000	2,000,000	1,922,400	1,995,498		4,502		4,502		2,000,000			0	35,000	04/01/2009	2FE
962166 BP 8	WEYERHAEUSER CO		.05/18/2009	MESEROW		245,000	250,000	270,125	258,622		(967)		(967)		257,655		(12,655)	(12,655)	11,531	03/15/2012	2FE
3899999.	Total - Bonds - Industrial & Miscellaneous					2,921,334	2,914,534	2,801,627	2,881,358	0	36,264	0	36,264	0	2,917,621	0	3,713	3,713	61,914	XXX	XXX
8399997.	Total - Bonds - Part 4					3,778,988	3,772,188	3,660,071	3,738,825	0	36,450	0	36,450	0	3,775,275	0	3,713	3,713	81,755	XXX	XXX
8399999.	Total - Bonds					3,778,988	3,772,188	3,660,071	3,738,825	0	36,450	0	36,450	0	3,775,275	0	3,713	3,713	81,755	XXX	XXX
9999999.	Total - Bonds, Preferred and Common Stocks					3,778,988	XXX	3,660,071	3,738,825	0	36,450	0	36,450	0	3,775,275	0	3,713	3,713	81,755	XXX	XXX

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

Sch. DB-Part A-Section 1
NONE

Sch. DB-Part B-Section 1
NONE

Sch. DB-Part C-Section 1
NONE

Sch. DB-Part D-Section 1
NONE

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1	2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
					6	7	8	
Depository	Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	First Month	Second Month	Third Month	*
Open Depositories								
BANK OF AMERICA (LOSS PAYMENT) HARTFORD, CT					(13,714)	(9,969)	(18,784)	XXX
BANK OF AMERICA (A/P CDR) HARTFORD, CT					(128,390)	(24)	(12,187)	XXX
JP MORGAN/CHASE NEW YORK, NY		VARIOUS.	2,850		6,504,957	254,132	203,872	XXX
0199999. Total Open Depositories	XXX	XXX	2,850	0	6,362,853	244,139	172,901	XXX
0399999. Total Cash on Deposit	XXX	XXX	2,850	0	6,362,853	244,139	172,901	XXX
0599999. Total Cash	XXX	XXX	2,850	0	6,362,853	244,139	172,901	XXX

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year

NONE