

**QUARTERLY STATEMENT**

**OF THE**

**BLUE CROSS & BLUE SHIELD OF RHODE ISLAND**

---

---

---

---

**of PROVIDENCE COUNTY**

**in the state of RHODE ISLAND**

**TO THE**

**Insurance Department**

**OF THE**

**STATE OF**

**RHODE ISLAND**

**FOR THE QUARTER ENDED**

**June 30, 2009**

**HEALTH**

**2009**



53473200920100120

# HEALTH QUARTERLY STATEMENT

AS OF JUNE 30, 2009  
OF THE CONDITION AND AFFAIRS OF THE

## BLUE CROSS & BLUE SHIELD OF RHODE ISLAND

**NAIC Group Code** 0000 0000 **NAIC Company Code** 53473 **Employer's ID Number** 05-0158952  
(Current Period) (Prior Period)

**Organized under the Laws of** UNITED STATES, **State of Domicile or Port of Entry** RHODE ISLAND  
**Country of Domicile** UNITED STATES

**Licensed as business type:** **Life, Accident & Health**  **Property/Casualty**  **Hospital, Medical & Dental Service or Indemnity**   
**Dental Service Corporation**  **Vision Service Corporation**  **Health Maintenance Organization**   
**Other**  **Is HMO Federally Qualified?** **Yes**  **No**

**Incorporated/Organized:** February 27, 1939 **Commenced Business:** September 1, 1939

**Statutory Home Office:** 444 WESTMINSTER STREET, PROVIDENCE, RI 02903  
(Street and Number) (City or Town, State and Zip Code)

**Main Administrative Office:** 444 WESTMINSTER STREET  
(Street and Number)  
PROVIDENCE, RI 02903 401-459-1000  
(City or Town, State and Zip Code) (Area Code) (Telephone Number)

**Mail Address:** 444 WESTMINSTER STREET, PROVIDENCE, RI 02903  
(Street and Number or P.O. Box) (City or Town, State and Zip Code)

**Primary Location of Books and Records:** ONE EMPIRE PLAZA, PROVIDENCE, RI 02903 401-459-1000  
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)

**Internet Website Address:** WWW.BCBSRI.COM

**Statutory Statement Contact:** BRIAN M. O'MALLEY, 401-459-1924  
(Name) (Area Code) (Telephone Number) (Extension)  
BRIAN.O'MALLEY@BCBSRI.ORG 401-459-1198  
(E-Mail Address) (Fax Number)

### OFFICERS

	Name	Title
1.	<u>JAMES E. PURCELL</u>	<u>PRESIDENT &amp; CEO</u>
2.	<u>MICHELE B. LEDERBERG ESQ.</u>	<u>EXEC V.P. &amp; GENERAL COUNSEL</u>
3.	<u></u>	<u></u>

### VICE-PRESIDENTS

Name	Title	Name	Title
<u>THOMAS A. BOYD</u>	<u>EXEC. VICE PRESIDENT</u>	<u>THOMAS CAUTHORN</u>	<u>V.P. - SALES</u>
<u>RICHARD P. FARIAS</u>	<u>CHIEF OPERATING OFFICER</u>	<u>ERIC GASBARRO</u>	<u>V.P.- HUMAN RESOURCES</u>
<u>AUGUSTINE A. MANOCCHIA M.D.</u>	<u>V.P. &amp; CHIEF MEDICAL OFFICER</u>	<u>SHANNA C. MARZILLI</u>	<u>V.P.- OPERATIONS &amp; STRAT. PLAN.</u>
<u>LINDA H. NEWTON</u>	<u>V.P.- DIVERSITY &amp; COMM. RELATIONS</u>	<u>HAROLD A. PICKEN M.D.</u>	<u>V.P. - HEALTH OPERATIONS</u>
<u>MICHAEL H. SAMUELSON</u>	<u>SR. V.P.- HEALTH &amp; WELLNESS</u>	<u>MARK D. WAGGONER #</u>	<u>V.P. - PROVIDER CONTRACTING</u>
<u>WILLIAM K. WRAY</u>	<u>EXEC V.P. &amp; CHIEF INFORM. OFFICER</u>	<u></u>	<u></u>

### DIRECTORS OR TRUSTEES

<u>FRANCIS X. BASILE JR. M.D.</u>	<u>FREDRIC V. CHRISTIAN M.D.</u>	<u>JUDGE EDWARD C. CLIFTON</u>	<u>MEREDITH CURREN</u>
<u>MICHAEL V. D'AMBRA #</u>	<u>THOMAS L. FALCONE</u>	<u>CHRISTINE C. FERGUSON #</u>	<u>SAMUEL H. HAVENS</u>
<u>PETER C. HAYES</u>	<u>JUANA I. HORTON</u>	<u>DEBORAH R. JACOBSON</u>	<u>CHUCK LOCURTO</u>
<u>JOHN P. MAGUIRE</u>	<u>CAROL A. MUMFORD</u>	<u>ANNE E. POWERS</u>	<u>EDWIN L. RUSSELL</u>
<u>GARY G. WHARTON M.D.</u>	<u></u>	<u></u>	<u></u>
<u></u>	<u></u>	<u></u>	<u></u>
<u></u>	<u></u>	<u></u>	<u></u>
<u></u>	<u></u>	<u></u>	<u></u>
<u></u>	<u></u>	<u></u>	<u></u>
<u></u>	<u></u>	<u></u>	<u></u>

State of RHODE ISLAND  
 County of PROVIDENCE ss

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

<u>(Signature)</u> JAMES E. PURCELL	<u>(Signature)</u> MICHELE B. LEDERBERG ESQ.	<u>(Signature)</u>
<u>(Printed Name)</u> 1.	<u>(Printed Name)</u> 2.	<u>(Printed Name)</u> 3.
<u>(Title)</u> PRESIDENT & CEO	<u>(Title)</u> EXEC V.P. & GENERAL COUNSEL	<u>(Title)</u>

Subscribed and sworn to before me this \_\_\_\_\_ day of \_\_\_\_\_, 2009

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

## ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	430,191,980		430,191,980	472,371,240
2. Stocks:				
2.1 Preferred stocks	515,258		515,258	515,258
2.2 Common stocks	63,040,265		63,040,265	60,110,119
3. Mortgage loans on real estate:				
3.1 First liens				
3.2 Other than first liens				
4. Real estate:				
4.1 Properties occupied by the company (less \$ 0 encumbrances)				
4.2 Properties held for the production of income (less \$ 74,703,332 encumbrances)	35,576,516		35,576,516	32,641,622
4.3 Properties held for sale (less \$ 0 encumbrances)				
5. Cash (\$ (5,537,216)), cash equivalents (\$ 776,171), and short-term investments (\$ 13,332,060)	8,571,015		8,571,015	19,927,368
6. Contract loans (including \$ 0 premium notes)				
7. Other invested assets	3,762,587		3,762,587	3,956,436
8. Receivables for securities				
9. Aggregate write-ins for invested assets				
10. Subtotals, cash and invested assets (Lines 1 to 9)	541,657,621		541,657,621	589,522,043
11. Title plants less \$ 0 charged off (for Title insurers only)				
12. Investment income due and accrued	4,160,024		4,160,024	4,421,278
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection	51,724,013	292,969	51,431,044	45,666,574
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ 0 earned but unbilled premiums)				
13.3 Accrued retrospective premiums	1,258,725	327,725	931,000	
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers	65,631		65,631	733,267
14.2 Funds held by or deposited with reinsured companies				
14.3 Other amounts receivable under reinsurance contracts				
15. Amounts receivable relating to uninsured plans	17,562,496		17,562,496	26,234,199
16.1 Current federal and foreign income tax recoverable and interest thereon	11,069,135		11,069,135	6,690,329
16.2 Net deferred tax asset	18,674,022	5,720,790	12,953,232	5,875,559
17. Guaranty funds receivable or on deposit				
18. Electronic data processing equipment and software	60,158,953	57,288,161	2,870,792	204,039
19. Furniture and equipment, including health care delivery assets (\$ 0)	6,012,785	6,012,785		
20. Net adjustment in assets and liabilities due to foreign exchange rates				
21. Receivables from parent, subsidiaries and affiliates	379,234		379,234	462,652
22. Health care (\$ 15,117,814) and other amounts receivable	20,637,212	5,519,399	15,117,813	13,824,629
23. Aggregate write-ins for other than invested assets	96,388,018	77,415,119	18,972,899	16,707,731
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23)	829,747,869	152,576,948	677,170,921	710,342,300
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
26. Total (Lines 24 and 25)	829,747,869	152,576,948	677,170,921	710,342,300

DETAILS OF WRITE-IN LINES				
0901.				
0902.				
0903.				
0998. Summary of remaining write-ins for Line 09 from overflow page				
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 09 above)				
2301. PREPAID EXPENSES	73,537,326	73,537,326		
2302. NOTE RECEIVABLE - PEROT SYSTEMS	3,688,804	3,688,804		
2303. OTHER RECEIVABLES	12,643,462		12,643,462	10,096,832
2398. Summary of remaining write-ins for Line 23 from overflow page	6,518,426	188,989	6,329,437	6,610,899
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)	96,388,018	77,415,119	18,972,899	16,707,731

## LIABILITIES, CAPITAL AND SURPLUS

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$ 0 reinsurance ceded)	136,169,710		136,169,710	131,757,388
2. Accrued medical incentive pool and bonus amounts	415,000		415,000	415,000
3. Unpaid claims adjustment expenses	28,474,565		28,474,565	37,680,531
4. Aggregate health policy reserves				
5. Aggregate life policy reserves				
6. Property/casualty unearned premium reserve				
7. Aggregate health claim reserves	31,618,000		31,618,000	1,395,000
8. Premiums received in advance	28,079,728		28,079,728	26,558,469
9. General expenses due or accrued	36,405,566		36,405,566	48,224,019
10.1 Current federal and foreign income tax payable and interest thereon (including \$ 0 on realized gains (losses))				
10.2 Net deferred tax liability				
11. Ceded reinsurance premiums payable				
12. Amounts withheld or retained for the account of others	1,861,414		1,861,414	2,084,685
13. Remittances and items not allocated	858,884		858,884	180,797
14. Borrowed money (including \$ 0 current) and interest thereon \$ 0 (including \$ 0 current)				
15. Amounts due to parent, subsidiaries and affiliates	1,458,212		1,458,212	2,246,608
16. Payable for securities	71,398		71,398	32,948
17. Funds held under reinsurance treaties (with \$ 0 authorized reinsurers and \$ 0 unauthorized reinsurers)				
18. Reinsurance in unauthorized companies				
19. Net adjustments in assets and liabilities due to foreign exchange rates				
20. Liability for amounts held under uninsured plans	22,483,378		22,483,378	23,635,456
21. Aggregate write-ins for other liabilities (including \$ 33,522,961 current)	41,269,463		41,269,463	23,813,630
22. Total liabilities (Lines 1 to 21)	329,165,318		329,165,318	298,024,531
23. Aggregate write-ins for special surplus funds	X X X	X X X		
24. Common capital stock	X X X	X X X		
25. Preferred capital stock	X X X	X X X		
26. Gross paid in and contributed surplus	X X X	X X X		
27. Surplus notes	X X X	X X X		
28. Aggregate write-ins for other than special surplus funds	X X X	X X X		
29. Unassigned funds (surplus)	X X X	X X X	348,005,603	412,317,769
30. Less treasury stock, at cost:				
30.1 0 shares common (value included in Line 24 \$ 0)	X X X	X X X		
30.2 0 shares preferred (value included in Line 25 \$ 0)	X X X	X X X		
31. Total capital and surplus (Lines 23 to 29 minus Line 30)	X X X	X X X	348,005,603	412,317,769
32. Total liabilities, capital and surplus (Lines 22 and 31)	X X X	X X X	677,170,921	710,342,300

DETAILS OF WRITE-IN LINES				
2101. UNFUNDED BENEFIT OBLIG/OTHER CARRIER PAYABLES	742,648		742,648	934,999
2102. LIABILITY FOR DIRECT PAY PREMIUM ASSISTANCE PROGRAM	6,911,045		6,911,045	8,113,791
2103. OTHER ACCOUNTS PAYABLE	12,760,141		12,760,141	8,321,891
2198. Summary of remaining write-ins for Line 21 from overflow page	20,855,629		20,855,629	6,442,949
2199. Totals (Lines 2101 through 2103 plus 2198) (Line 21 above)	41,269,463		41,269,463	23,813,630
2301. ....	X X X	X X X		
2302. ....	X X X	X X X		
2303. ....	X X X	X X X		
2398. Summary of remaining write-ins for Line 23 from overflow page	X X X	X X X		
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)	X X X	X X X		
2801. ....	X X X	X X X		
2802. ....	X X X	X X X		
2803. ....	X X X	X X X		
2898. Summary of remaining write-ins for Line 28 from overflow page	X X X	X X X		
2899. Totals (Lines 2801 through 2803 plus 2898) (Line 28 above)	X X X	X X X		

## STATEMENT OF REVENUE AND EXPENSES

	Current Year		Prior Year	Prior Year Ended
	To Date		To Date	December 31
	1 Uncovered	2 Total	3 Total	4 Total
1. Member Months	X X X	2,668,736	2,982,087	5,979,122
2. Net premium income (including \$ 0 non-health premium income)	X X X	860,472,817	895,535,095	1,755,800,556
3. Change in unearned premium reserves and reserve for rate credits	X X X			
4. Fee-for-service (net of \$ 0 medical expenses)	X X X			
5. Risk revenue	X X X			
6. Aggregate write-ins for other health care related revenues	X X X			
7. Aggregate write-ins for other non-health revenues	X X X			
8. Total revenues (Lines 2 to 7)	X X X	860,472,817	895,535,095	1,755,800,556
<b>Hospital and Medical:</b>				
9. Hospital/medical benefits		542,337,481	550,663,271	1,065,866,570
10. Other professional services		15,397,892	14,257,583	26,398,127
11. Outside referrals				
12. Emergency room and out-of-area		71,769,773	63,208,580	128,411,316
13. Prescription drugs		103,899,811	109,988,468	202,251,613
14. Aggregate write-ins for other hospital and medical		24,984,067	27,351,353	52,633,894
15. Incentive pool, withhold adjustments and bonus amounts				
16. Subtotal (Lines 9 to 15)		758,389,024	765,469,255	1,475,561,520
<b>Less:</b>				
17. Net reinsurance recoveries		201,507	305,335	816,184
18. Total hospital and medical (Lines 16 minus 17)		758,187,517	765,163,920	1,474,745,336
19. Non-health claims (net)				
20. Claims adjustment expenses, including \$ 11,750,329 cost containment expenses		43,543,935	38,155,019	77,527,212
21. General administrative expenses		79,927,066	74,050,058	156,091,304
22. Increase in reserves for life and accident and health contracts (including \$ 0 increase in reserves for life only)		29,914,000		
23. Total underwriting deductions (Lines 18 through 22)		911,572,518	877,368,997	1,708,363,852
24. Net underwriting gain or (loss) (Lines 8 minus 23)	X X X	(51,099,701)	18,166,098	47,436,704
25. Net investment income earned		10,812,332	12,595,402	24,712,879
26. Net realized capital gains (losses) less capital gains tax of \$ 0		(403,711)	(1,024,376)	(19,634,413)
27. Net investment gains (losses) (Lines 25 plus 26)		10,408,621	11,571,026	5,078,466
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$ 0) (amount charged off \$ 0)]				
29. Aggregate write-ins for other income or expenses		1,862,328	643,471	(2,300,080)
30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29)	X X X	(38,828,752)	30,380,595	50,215,090
31. Federal and foreign income taxes incurred	X X X	(3,262,958)	6,632,934	6,676,498
32. Net income (loss) (Lines 30 minus 31)	X X X	(35,565,794)	23,747,661	43,538,592

DETAILS OF WRITE-IN LINES				
0601.	X X X			
0602.	X X X			
0603.	X X X			
0698. Summary of remaining write-ins for Line 06 from overflow page	X X X			
0699. Totals (Lines 0601 through 0603 plus 0698) (Line 06 above)	X X X			
0701.	X X X			
0702.	X X X			
0703.	X X X			
0798. Summary of remaining write-ins for Line 07 from overflow page	X X X			
0799. Totals (Lines 0701 through 0703 plus 0798) (Line 07 above)	X X X			
1401. MENTAL HEALTH		24,984,067	27,351,353	52,633,894
1402.				
1403.				
1498. Summary of remaining write-ins for Line 14 from overflow page				
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above)		24,984,067	27,351,353	52,633,894
2901. ELECTRONIC HEALTH RECORDS		(359,786)	(560,300)	(1,122,100)
2902. REALIZED GAIN ON SALE OF BUILDING		1,672,758	557,586	2,230,344
2903. DIRECT PAY PREMIUM ASSISTANCE				(2,000,000)
2998. Summary of remaining write-ins for Line 29 from overflow page		549,356	646,185	(1,408,324)
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)		1,862,328	643,471	(2,300,080)

**STATEMENT OF REVENUE AND EXPENSES (Continued)**

	1	2	3
	Current Year To Date	Prior Year To Date	Prior Year Ended December 31
<b>CAPITAL &amp; SURPLUS ACCOUNT</b>			
33. Capital and surplus prior reporting year	412,317,769	428,810,355	428,810,355
34. Net income or (loss) from Line 32	(35,565,794)	23,747,661	43,538,592
35. Change in valuation basis of aggregate policy and claim reserves			
36. Change in net unrealized capital gains (losses) less capital gains tax of \$ 0	4,182,999	(4,519,480)	(12,332,448)
37. Change in net unrealized foreign exchange capital gain or (loss)			
38. Change in net deferred income tax	4,542,922	2,258,972	6,591,618
39. Change in nonadmitted assets	(34,688,712)	(5,568,761)	(52,697,449)
40. Change in unauthorized reinsurance			
41. Change in treasury stock			
42. Change in surplus notes			
43. Cumulative effect of changes in accounting principles			
44. Capital Changes:			
44.1 Paid in			
44.2 Transferred from surplus (Stock Dividend)			
44.3 Transferred to surplus			
45. Surplus adjustments:			
45.1 Paid in			
45.2 Transferred to capital (Stock Dividend)			
45.3 Transferred from capital			
46. Dividends to stockholders			
47. Aggregate write-ins for gains or (losses) in surplus	(2,783,581)	(220,408)	(1,592,899)
48. Net change in capital and surplus (Lines 34 to 47)	(64,312,166)	15,697,984	(16,492,586)
49. Capital and surplus end of reporting period (Line 33 plus 48)	348,005,603	444,508,339	412,317,769

<b>DETAILS OF WRITE-IN LINES</b>			
4701. OTHER COMPREHENSIVE INCOME			
4702. CHANGE IN UNRECOGNIZED PRIOR SERVICE COST	(2,783,581)	(220,408)	(440,816)
4703. CHANGE IN PENSION PLAN INTANGIBLE ASSET			(1,152,083)
4798. Summary of remaining write-ins for Line 47 from overflow page			
4799. Totals (Lines 4701 through 4703 plus 4798) (Line 47 above)	(2,783,581)	(220,408)	(1,592,899)

**CASH FLOW**

	1	2
<b>Cash from Operations</b>	Current Year To Date	Prior Year Ended December 31
1. Premiums collected net of reinsurance	863,917,631	1,743,934,302
2. Net investment income	11,535,291	25,374,520
3. Miscellaneous income	659,582	(2,159,863)
4. Total (Lines 1 to 3)	876,112,504	1,767,148,959
5. Benefit and loss related payments	819,223,669	1,582,015,076
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	91,745,519	138,844,667
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) net of \$ 0 tax on capital gains (losses)	1,067,302	14,477,446
10. Total (Lines 5 through 9)	912,036,490	1,735,337,189
11. Net cash from operations (Line 4 minus Line 10)	(35,923,986)	31,811,770
<b>Cash from Investments</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	97,682,343	187,396,373
12.2 Stocks	5,162,493	28,983,304
12.3 Mortgage loans		
12.4 Real estate		24,327,842
12.5 Other invested assets		
12.6 Net gains (or losses) on cash, cash equivalents and short-term investments		
12.7 Miscellaneous proceeds	30,051,386	45,152,646
12.8 Total investment proceeds (Lines 12.1 to 12.7)	132,896,222	285,860,165
13. Cost of investments acquired (long-term only):		
13.1 Bonds	54,232,261	155,965,681
13.2 Stocks	5,852,030	50,634,924
13.3 Mortgage loans		
13.4 Real estate	32,986,280	68,850,449
13.5 Other invested assets		2,122,629
13.6 Miscellaneous applications	27,639,806	44,394,758
13.7 Total investments acquired (Lines 13.1 to 13.6)	120,710,377	321,968,441
14. Net increase (or decrease) in contract loans and premium notes		
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	12,185,845	(36,108,276)
<b>Cash from Financing and Miscellaneous Sources</b>		
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)	12,381,788	(1,533,246)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	12,381,788	(1,533,246)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(11,356,353)	(5,829,752)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	19,927,368	25,757,120
19.2 End of period (Line 18 plus Line 19.1)	8,571,015	19,927,368

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

20.0001		
20.0002		
20.0003		

## EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

	1 Total	Comprehensive (Hospital & Medical)		4 Medicare Supplement	5 Vision Only	6 Dental Only	7 Federal Employees Health Benefit Plan	8 Title XVIII Medicare	9 Title XIX Medicaid	10 Other
		2 Individual	3 Group							
Total Members at end of:										
1. Prior Year	499,151	14,080	231,850	25,337		28,551	23,657	39,836	13,922	121,918
2. First Quarter	443,951	14,144	219,240	25,219		27,771	23,285	39,754	14,092	80,446
3. Second Quarter	442,515	13,974	218,273	25,126		28,290	23,173	39,572	14,002	80,105
4. Third Quarter										
5. Current Year										
6. Current Year Member Months	2,668,736	84,331	1,320,983	151,362		167,758	139,358	238,238	84,112	482,594
Total Member Ambulatory Encounters for Period:										
7. Physician	1,009,140	31,147	670,721					261,977	45,295	
8. Non-Physician	391,378	12,621	288,007					72,290	18,460	
9. Totals	1,400,518	43,768	958,728					334,267	63,755	
10. Hospital Patient Days Incurred	62,946	1,769	25,094					33,794	2,289	
11. Number of Inpatient Admissions	13,685	369	6,472					6,227	617	
12. Health Premiums Written (a)	862,851,447	28,048,764	492,358,231	24,486,213		16,023,585	49,851,899	223,425,834	21,121,663	7,535,258
13. Life Premiums Direct										
14. Property/Casualty Premiums Written										
15. Health Premiums Earned	860,472,817	28,048,764	490,132,104	24,486,213		16,023,585	49,851,899	223,425,834	20,969,160	7,535,258
16. Property/Casualty Premiums Earned										
17. Amount Paid for Provision of Health Care Services	723,552,194	23,363,989	391,106,187	23,872,356		15,360,891	46,737,056	197,832,803	18,483,686	6,795,226
18. Amount Incurred for Provision of Health Care Services	758,187,516	22,503,121	420,925,781	24,422,356		15,397,891	46,149,524	201,518,259	20,345,770	6,924,814

(a) For health premiums written: amount of Medicare Title XVIII exempt from state taxes or fees \$ 0



**UNDERWRITING AND INVESTMENT EXHIBIT**  
**ANALYSIS OF CLAIMS UNPAID - PRIOR YEAR - NET OF REINSURANCE**

Line of Business	Claims Paid Year to Date		Liability End of Current Quarter		5 Claims Incurred in Prior Years (Columns 1 + 3)	6 Estimated Claim Reserve and Claim Liability Dec. 31 of Prior Year
	1 On Claims Incurred Prior to January 1 of Current Year	2 On Claims Incurred During the Year	3 On Claims Unpaid Dec. 31 of Prior Year	4 On Claims Incurred During the Year		
1. Comprehensive (hospital and medical)	74,792,319	339,677,857	2,725,994	110,236,554	77,518,313	83,555,314
2. Medicare Supplement	5,663,387	18,208,969	608,143	5,760,857	6,271,530	5,819,000
3. Dental only	1,837,036	13,523,855	63,248	1,623,752	1,900,284	1,650,000
4. Vision only						
5. Federal Employees Health Benefits Plan	6,198,593	40,538,463	263,058	6,283,339	6,461,651	7,133,929
6. Title XVIII - Medicare	27,231,235	170,601,568	1,887,038	32,584,220	29,118,273	30,785,802
7. Title XIX - Medicaid	2,231,130	16,252,556	256,419	4,945,785	2,487,549	3,340,120
8. Other health	687,333	6,107,893	394,521	154,782	1,081,854	868,223
9. Health subtotal (Lines 1 to 8)	118,641,033	604,911,161	6,198,421	161,589,289	124,839,454	133,152,388
10. Health care receivables (a)						
11. Other non-health						
12. Medical incentive pools and bonus amounts			415,000		415,000	415,000
13. Totals	118,641,033	604,911,161	6,613,421	161,589,289	125,254,454	133,567,388

(a) Excludes \$ ..... loans or advances to providers not yet expensed.

---

## NOTES TO FINANCIAL STATEMENTS

---

1. Summary of Significant Accounting Policies

- no significant change

2. Accounting Changes and Correction of Errors

- no significant change

3. Business Combinations and Goodwill

- no significant change

4. Discontinued Operations

- no significant change

5. Investments

- no significant change

6. Joint Ventures, Partnerships and Limited Liability Companies

- no significant change

7. Investment Income

- no significant change

8. Derivative Instruments

- no significant change

9. Income Taxes

- no significant change

10. Information Concerning Parent, Subsidiaries and Affiliates

- no significant change

11. Debt

- no significant change

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

- no significant change

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

10) The portion of unassigned funds (surplus) represented was reduced by each of the following items:

a) Unrealized gains and losses - \$6,650,522

b) Nonadmitted assets - \$152,576,948

14. Contingencies

- no significant change

15. Leases

---

**NOTES TO FINANCIAL STATEMENTS**


---

- no significant change

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

- no significant change

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

- no significant change

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

A) The Plan is not an ASO Administrator for uninsured A&H Plans and the uninsured portion of partially insured plans.

B) The Plan is an ASC Administrator for uninsured A&H Plans and the uninsured portion of partially insured plans.

The gain from operations from Administrative Services Contract (ASC) uninsured plans and the uninsured portion of partially insured plans was as follows during January 1, - June 30, 2009:

	<u>ASC</u> <u>Uninsured</u> <u>Plans</u>	<u>Uninsured</u> <u>Portion of</u> <u>Partially</u> <u>Insured Plans</u>	<u>Total</u> <u>ASC</u>
a. Gross reimbursement for medical cost incurred	\$403,892,967	--	\$403,892,967
b. Gross administrative fees accrued	24,207,042	--	24,207,042
c. Other income or expenses (including interest paid to or received from plans)	--	--	--
d. Gross expenses incurred (claims and administrative)	443,484,604	--	443,484,604
e. Total net gain or (loss) from operations	(15,384,595)	--	(15,384,595)

C) The Plan did not have a Medicare or similarly structured cost based reimbursement contract during 2009.

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

- no significant change

20. Other Items

The Plan has commenced construction of a new corporate office building. The building is expected to be completed and occupied by January 2010. Total costs net of debt as reported on page 2, line 4.2 is \$35,576,516. As of June 30, 2009 total construction costs have amounted to \$110,279,848 and encumbrances are \$74,703,332.

21. Events Subsequent

- no significant change

---

**NOTES TO FINANCIAL STATEMENTS**

---

**22. Reinsurance**

- no significant change

**23. Retrospectively Rated Contracts & Contracts Subject to Redetermination**

- no significant change

**24. Change in Incurred Claims and Claim Adjustment Expenses**

Reserves as of December 31, 2008 were \$170,833,000. As of June 30, 2009, \$127,290,000 has been paid for incurred claims and claim adjustment expenses attributable to insured events of prior years. Reserves remaining for prior years are now \$7,252,000 as a result of re-estimation of unpaid claims and claim adjustment expenses principally on Comprehensive and Medicare lines of insurance. Therefore, there has been an \$8,790,000 favorable prior-year development since December 31, 2008 to June 30, 2009. The decrease is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased, as additional information becomes known regarding individual claims. The Plan did not experience prior year claim development on retrospectively rated policies.

**25. Intercompany Pooling Arrangements**

- no significant change

**26. Structured Settlements**

- no significant change

**27. Health Care Receivables**

The Plan has a health care receivable of \$2,350,000 issued in the second quarter of 2009 to a participating facility. The agreement stipulates the facility to pay in equal installments the amounts advanced over 24 months commencing March 1, 2010. This amount is a non-admitted asset in accordance with SSAP 84.

**28. Participating Policies**

- no significant change

**29. Premium Deficiency Reserves**

As of June 30, 2009, the Plan had liabilities of \$30,100,000 related to premium deficiency reserves of which \$28,000,000 relates to the comprehensive line of business and \$2,100,000 for its Medicaid contract with the State of Rhode Island. This is an increase of \$29,914,000 compared to December 31, 2008. The Plan did not consider anticipated investment income when calculating its premium deficiency reserves.

**30. Anticipated Salvage and Subrogation**

- 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 [ X ] No [ ]

2.2 If yes, date of change: 06/04/2009

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

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

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

6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2005

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. 12/31/2005

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). 03/29/2007

6.4 By what department or departments?  
RHODE ISLAND DEPARTMENT OF BUSINESS REGULATION - INSURANCE DIVISION  
.....  
.....  
.....

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 ]

## GENERAL INTERROGATORIES

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

.....  
 .....  
 .....

8.3 Is the company affiliated with one or more banks, thrifts or securities firms?

Yes [ ] No [ X ]

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

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

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?

- (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.

Yes [ X ] No [ ]

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 ]

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 [ X ] No [ ]

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:

\$ \_\_\_\_\_

## GENERAL INTERROGATORIES

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

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

14.2 If yes, please complete the following:

	1	2
	Prior Year-End Book/Adjusted Carrying Value	Current Quarter Book/Adjusted Carrying Value
14.21 Bonds .....	\$ _____	\$ _____
14.22 Preferred Stock .....	\$ _____	\$ _____
14.23 Common Stock .....	\$ _____	\$ _____
14.24 Short-Term Investments .....	\$ _____	\$ _____
14.25 Mortgage Loans on Real Estate .....	\$ _____	\$ _____
14.26 All Other .....	\$ 3,956,436	\$ 3,762,587
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26) .....	\$ 3,956,436	\$ 3,762,587
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above .....	\$ _____	\$ _____

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

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  No

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

1 Name of Custodian(s)	2 Custodian Address
STATE STREET BANK .....	200 CLARENDON STREET BOSTON, MA 02111 .....
.....	.....

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

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

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

## GENERAL INTERROGATORIES

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
107423	CONNING ASSET MANAGEMENT	ONE FINANCIAL PLAZA HARTFORD CT 06103
108254	ADVISORY RESEARCH	TWO PRUDENTIAL PLAZA 180 N. STETSON
108254	ADVISORY RESEARCH	SUITE 5780, CHICAGO, IL 60601
145923	GLOBAL CURRENTS INVESTMENT	DELAWARE CORPORATE CENTER II
145923	GLOBAL CURRENTS INVESTMENT	2 RIGHTER PARKWAY
145923	GLOBAL CURRENTS INVESTMENT	WILMINGTON, DE 19803

17.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed?

Yes  No

17.2 If no, list exceptions:

.....  
 .....  
 .....

## SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

1	2	3	4	5	6	7
NAIC Company Cod	Federal ID Number	Effective Date	Name of Reinsurer	Location	Type of Reinsurance Ceded	Is Insurer Authorized? (Yes or No)
<div style="font-size: 48px; font-weight: bold; margin: 0 auto;">NONE</div>						

## SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

### Current Year To Date - Allocated by States and Territories

States, Etc.	Active Status	Direct Business Only								
		2 Accident & Health Premiums	3 Medicare Title XVIII	4 Medicaid Title XIX	5 Federal Employees Health Benefits Program Premiums	6 Life & Annuity Premiums & Other Considerations	7 Property / Casualty Premiums	8 Total Columns 2 Through 7	9 Deposit-Type Contracts	
1. Alabama	AL	N								
2. Alaska	AK	N								
3. Arizona	AZ	N								
4. Arkansas	AR	N								
5. California	CA	N								
6. Colorado	CO	N								
7. Connecticut	CT	N								
8. Delaware	DE	N								
9. District of Columbia	DC	N								
10. Florida	FL	N								
11. Georgia	GA	N								
12. Hawaii	HI	N								
13. Idaho	ID	N								
14. Illinois	IL	N								
15. Indiana	IN	N								
16. Iowa	IA	N								
17. Kansas	KS	N								
18. Kentucky	KY	N								
19. Louisiana	LA	N								
20. Maine	ME	N								
21. Maryland	MD	N								
22. Massachusetts	MA	N								
23. Michigan	MI	N								
24. Minnesota	MN	N								
25. Mississippi	MS	N								
26. Missouri	MO	N								
27. Montana	MT	N								
28. Nebraska	NE	N								
29. Nevada	NV	N								
30. New Hampshire	NH	N								
31. New Jersey	NJ	N								
32. New Mexico	NM	N								
33. New York	NY	N								
34. North Carolina	NC	N								
35. North Dakota	ND	N								
36. Ohio	OH	N								
37. Oklahoma	OK	N								
38. Oregon	OR	N								
39. Pennsylvania	PA	N								
40. Rhode Island	RI	L	567,635,160	223,350,500	21,121,663	49,851,899		861,959,222		
41. South Carolina	SC	N								
42. South Dakota	SD	N								
43. Tennessee	TN	N								
44. Texas	TX	N								
45. Utah	UT	N								
46. Vermont	VT	N								
47. Virginia	VA	N								
48. Washington	WA	N								
49. West Virginia	WV	N								
50. Wisconsin	WI	N								
51. Wyoming	WY	N								
52. American Samoa	AS	N								
53. Guam	GU	N								
54. Puerto Rico	PR	N								
55. U.S. Virgin Islands	VI	N								
56. Northern Mariana Islands	MP	N								
57. Canada	CN	N								
58. Aggregate other alien	OT	X X X								
59. Subtotal		X X X	567,635,160	223,350,500	21,121,663	49,851,899		861,959,222		
60. Reporting entity contributions for Employee Benefit Plans		X X X	816,891	75,334				892,225		
61. Totals (Direct Business)		(a) 1	568,452,051	223,425,834	21,121,663	49,851,899		862,851,447		

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

(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**

NAIC Group Code	Group Name	NAIC Company Code	State of Domicile	Federal ID Number	Company Name
0000 0000	BLUE CROSS & BLUE SHIELD OF RHODE ISLAN HEALTH & WELLNESS INSTITUTE	53473 00000	RI RI	05-0158952 20-4336322	BLUE CROSS & BLUE SHIELD OF RHODE ISLAND HEALTH & WELLNESS INSTITUTE

## 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 Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?

..... YES .....

**OVERFLOW PAGE FOR WRITE-INS**

**Page 2 - Continuation**

**ASSETS**

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
<b>REMAINING WRITE-INS AGGREGATED AT LINE 23 FOR OTHER THAN INVESTED ASSETS</b>				
2304. FEP UNPAID CLAIMS	5,905,000		5,905,000	6,186,000
2305. COLLATERAL FUND HOME & HOST	412,733		412,733	424,899
2306. PNS EQUIPMENT/BLUE CROSS MDSE INVENTORY	28,047	16,343	11,704	
2307. LEASEHOLD IMPROVEMENTS	172,646	172,646		
2308.				
2309.				
2310.				
2311.				
2312.				
2313.				
2314.				
2315.				
2316.				
2317.				
2318.				
2319.				
2320.				
2321.				
2322.				
2323.				
2324.				
2325.				
2397. Totals (Lines 2304 through 2325) (Page 2, Line 2398)	6,518,426	188,989	6,329,437	6,610,899

**OVERFLOW PAGE FOR WRITE-INS**

**Page 3 - Continuation  
LIABILITIES, CAPITAL AND SURPLUS**

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
<b>REMAINING WRITE-INS AGGREGATED AT LINE 21 FOR OTHER LIABILITIES</b>				
2104. PAYABLE FOR ANNUAL EXPERIENCE ACCOUNTING	391,118		391,118	869,707
2105. FEP & MISCELLANEOUS CLAIMS PAYABLES	797,900		797,900	957,248
2106. CAPITAL LEASES	116,837		116,837	155,299
2107. DEFERRED GAIN ON SALE OF BUILDING	2,787,937		2,787,937	4,460,695
2108. ACCRUED CAPITAL EXPENSES	16,761,837		16,761,837	
2109. ....				
2110. ....				
2111. ....				
2112. ....				
2113. ....				
2114. ....				
2115. ....				
2116. ....				
2117. ....				
2118. ....				
2119. ....				
2120. ....				
2121. ....				
2122. ....				
2121. ....				
2124. ....				
2125. ....				
2197. Totals (Lines 2104 through 2125) (Page 3, Line 2198)	20,855,629		20,855,629	6,442,949

**OVERFLOW PAGE FOR WRITE-INS**

**STATEMENT OF REVENUE AND EXPENSES**

	Current Year To Date		Prior Year To Date	Prior Year Ended December 31
	1 Uncovered	2 Total	3 Total	4 Total
<b>REMAINING WRITE-INS AGGREGATED AT LINE 29 FOR GAINS AND LOSSES IN SURPLUS</b>				
2904. BAD DEBT LANDMARK HOSPITAL				(2,526,079)
2905. HEALTH INFORMATION EXCHANGE				(570,000)
2906. INTEREST INCOME (NET OF PENALTIES)		(71,193)	787,780	66,733
2907. STOP-LOSS COMMISSION FEES		28,370	28,786	28,786
2908. OTHER INCOME ( NOTE RECEIVABLE)		92,330	149,507	276,718
2909. BANK SERVICE CHARGES		(145,704)	(151,143)	(301,301)
2910. INVESTMENT EXPENSE (PREMIUM ASSISTANCE PROGRAM)		(166,447)	(168,745)	(330,370)
2911. INTEREST ON SETTLEMENT FROM PBM				918,377
2912. INTEREST ON IRS SETTLEMENT				949,144
2913. OTHER INCOME FROM REFUNDS				79,668
2914. INCOME FROM HISTORIC TAX CREDITS		812,000		
2915.				
2916.				
2917.				
2918.				
2919.				
2920.				
2921.				
2922.				
2923.				
2924.				
2925.				
2997. Totals (Lines 2904 through 2925) (Page 4, Line 2998)		549,356	646,185	(1,408,324)

**SCHEDULE A - VERIFICATION****Real Estate**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	32,641,623	19,652,396
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition	32,986,280	68,850,449
3. Current year change in encumbrances	(30,051,386)	(37,869,389)
4. Total gain (loss) on disposals		6,523,936
5. Deduct amounts received on disposals		24,327,842
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		187,927
9. Book/adjusted carrying value at the end of current period (Lines 1 + 2 + 3 + 4 - 5 + 6 - 7 - 8)	35,576,517	32,641,623
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)	35,576,517	32,641,623

**SCHEDULE B - VERIFICATION****Mortgage Loans**

	1 Year To Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year		
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)		
12. Total valuation allowance		
13. Subtotal (Line 11 plus Line 12)		
14. Deduct total nonadmitted amounts		
15. Statement value at end of current period (Line 13 minus Line 14)		

NONE

**SCHEDULE BA - VERIFICATION****Other Long-Term Invested Assets**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	3,956,436	694,224
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		2,122,629
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)	(193,849)	1,139,583
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)	3,762,587	3,956,436
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)	3,762,587	3,956,436

**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	532,996,617	576,551,430
2. Cost of bonds and stocks acquired	60,084,291	206,600,605
3. Accrual of discount	287,529	797,967
4. Unrealized valuation increase (decrease)	4,376,848	(13,472,032)
5. Total gain (loss) on disposals	1,488,163	(1,820,724)
6. Deduct consideration for bonds and stocks disposed of	102,844,836	216,379,677
7. Deduct amortization of premium	749,235	1,467,263
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized	1,891,874	17,813,689
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	493,747,503	532,996,617
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	493,747,503	532,996,617

## SCHEDULE D - PART 1B

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

	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
<b>BONDS</b>								
1. Class 1 (a)	463,140,902	68,526,330	98,855,384	(279,254)	463,140,902	432,532,594		486,228,396
2. Class 2 (a)	12,987,776			(5,995,013)	12,987,776	6,992,763		9,986,409
3. Class 3 (a)			1,998,520	5,997,206		3,998,686		
4. Class 4 (a)								
5. Class 5 (a)								
6. Class 6 (a)								
7. Total Bonds	476,128,678	68,526,330	100,853,904	(277,061)	476,128,678	443,524,043		496,214,805
<b>PREFERRED STOCK</b>								
8. Class 1								
9. Class 2								
10. Class 3								
11. Class 4								
12. Class 5	515,257				515,257	515,257		515,257
13. Class 6								
14. Total Preferred Stock	515,257				515,257	515,257		515,257
15. Total Bonds & Preferred Stock	476,643,935	68,526,330	100,853,904	(277,061)	476,643,935	444,039,300		496,730,062

(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

### SCHEDULE DA - PART 1

#### Short-Term Investments

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year To Date	Paid for Accrued Interest Year To Date
9199999	13,332,060	X X X	13,332,060	9,235	

### SCHEDULE DA - VERIFICATION

#### Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	23,843,564	24,046,300
2. Cost of short-term investments acquired	122,494,532	1,049,472,175
3. Accrual of discount		
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals		
6. Deduct consideration received on disposals	133,006,035	1,049,674,911
7. Deduct amortization of premium		
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized		
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	13,332,061	23,843,564
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	13,332,061	23,843,564

## SCHEDULE DB - PART F - SECTION 1

### Replicated (Synthetic) Assets Open

Replicated (Synthetic) Asset					Components of the Replicated (Synthetic) Asset						
1	2	3	4	5	Derivative Instruments Open		Cash Instrument(s) Held				
Replication RSAT Number	Description	NAIC Designation or Other Description	Statement Value	Fair Value	6  Description	7  Fair Value	8  CUSIP	9  Description	10  Statement Value	11  Fair Value	12 NAIC Designation or Other Description
					<b>NONE</b>						
9999999	Totals				XXX		XXX	XXX			XXX

S104

## SCHEDULE DB - PART F - SECTION 2

### Reconciliation of Replicated (Synthetic) Assets Open

	First Quarter		Second Quarter		Third Quarter		Fourth Quarter		Year to Date	
	1	2	3	4	5	6	7	8	9	10
	Number of Positions	Total Replicated (Synthetic) Assets Statement Value								
1. Beginning Inventory										
2. Add: Opened or Acquired Transactions										
3. Add: Increases in Replicated Asset Statement Value	X X X		X X X		X X X		X X X		X X X	
4. Less: Closed or Disposed of Transactions				<b>NONE</b>						
5. Less: Positions Disposed of for Failing Effectiveness Criteria										
6. Less: Decreases in Replicated (Synthetic) Asset Statement Value	X X X		X X X		X X X		X X X		X X X	
7. Ending Inventory										

505

**SCHEDULE E - VERIFICATION**

(Cash Equivalents)

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	19,881,669	22,885,145
2. Cost of cash equivalents acquired	578,399,981	3,093,100,591
3. Accrual of discount		
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals		
6. Deduct consideration received on disposals	597,505,479	3,096,104,067
7. Deduct amortization of premium		
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized		
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	776,171	19,881,669
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	776,171	19,881,669

### SCHEDULE A - PART 2

Showing All Real Estate ACQUIRED and Additions Made During the Current Quarter

1 Description of Property	Location		4 Date Acquired	5 Name of Vendor	6 Actual Cost at Time of Acquisition	7 Amount of Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances	9 Additional Investment Made After Acquisition
	2 City	3 State						
Parcel 2 at Capital Center	Providence	RI	06/30/2009	Dimeo Corp				15,033,251
0199999 Acquired by Purchase								15,033,251
0399999 Totals								15,033,251

EOI

### SCHEDULE A - PART 3

Showing All Real Estate DISPOSED During the Quarter, Including Payments During the Final Year on "Sales Under Contract"

1 Description of Property	Location		4 Disposal Date	5 Name of Purchaser	6 Actual Cost	7 Expended for Additions, Permanent Improvements and Changes in Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances Prior Year	Change in Book/Adjusted Carrying Value Less Encumbrances					14 Book/Adjusted Carrying Value Less Encumbrances on Disposal	15 Amounts Received During Year	16 Foreign Exchange Gain (Loss) on Disposal	17 Realized Gain (Loss) on Disposal	18 Total Gain (Loss) on Disposal	19 Gross Income Earned Less Interest Incurred on Encumbrances	20 Taxes, Repairs and Expenses Incurred
	2 City	3 State						9 Current Year's Depreciation	10 Current Year's Other Than Temporary Impairment Recognized	11 Current Year's Change in Encumbrances	12 Total Change in B./A.C.V. (11 - 9 - 10)	13 Total Foreign Exchange Change in B./A.C.V.							
<b>NONE</b>																			
0399999 Total																			



### SCHEDULE BA - PART 2

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

1 CUSIP Ident- ification	2 Name or Description	Location		5 Name of Vendor or General Partner	6 NAIC Desig- nation	7 Date Originally Acquired	8 Type and Strategy	9 Actual Cost at Time of Acquisition	10 Additional Investment Made After Acquisition	11 Amount of Encumbrances	12 Commitment for Additional Investment	13 Percentage of Ownership
		3 City	4 State									
<b>NONE</b>												
4199999 Totals												X X X

EO3

### SCHEDULE BA - PART 3

Showing Other Long-Term Invested Assets DISPOSED, Transferred or Repaid During the Current Quarter

1 CUSIP Ident- ification	2 Name or Description	Location		5 Name of Purchaser or Nature of Disposal	6 Date Originally Acquired	7 Disposal Date	8 Book/Adjusted Carrying Value Less Encumbrances, Prior Year	Change in Book/Adjusted Carrying Value						15 Book/Adjusted Carrying Value Less Encumbrances on Disposal	16 Consideration	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Investment Income
		3 City	4 State					9 Unrealized Valuation Increase (Decrease)	10 Current Year's (Depreciation) or (Amortization)/ Accretion	11 Current Year's Other Than Temporary Impairment Recognized	12 Capitalized Deferred Interest and Other	13 Total Change in B./A.C.V. (9+10-11+12)	14 Total Foreign Exchange Change in B./A.C.V.						
<b>NONE</b>																			
4199999 Totals																			

### SCHEDULE D - PART 3

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

1 CUSIP Ident- ification	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)
02580E-CN-1	AMERICAN EXPRESS BK FSB		05/27/2009	CITIGROUP GLOBAL		1,927,460	2,000,000.00	13,750	1FE
075887-AU-3	BECTON DICKINSON		05/11/2009	GOLDMAN, SACHS & CO		645,762	650,000.00		1FE
34529D-AB-8	FORDL 2009-A A2		06/04/2009	CITIGROUP GLOBAL		999,972	1,000,000.00		1FE
302570-BD-7	FPL GROUP CAPITAL INC		04/08/2009	SUNTRUST		1,663,772	1,620,000.00	9,450	1FE
36962G-4C-5	GENERAL ELEC CAP CORP		06/11/2009	JEFFERIES & CO, INC		2,066,140	2,000,000.00	10,817	1FE
43812U-AC-5	HAROT 2009-2 A3		05/05/2009	JP MORGAN SECURITIES		1,499,951	1,500,000.00		1FE
64952W-AJ-2	NEW YORK LIFE GLOBAL FDG		06/11/2009	MORGAN KEEGAN & CO		1,041,090	1,000,000.00	8,750	1FE
665859-AK-0	NORTHERN TRUST CORP		04/28/2009	MORGAN STANLEY		1,800,000	1,800,000.00		1FE
7425A0-BB-5	PRINCIPAL LIFE GLOBAL		06/02/2009	DEUTSCHE BANK		2,005,680	2,000,000.00	15,644	1FE
89417E-AF-6	TRAVELERS COS INC		05/28/2009	MORGAN STANLEY		796,480	800,000.00		1FE
928664-AA-9	VWALT 2009-A A1		05/05/2009	JP MORGAN SECURITIES		1,000,000	1,000,000.00		1FE
3899999	Total Bonds Industrial and Miscellaneous (Unaffiliated)				X X X	15,446,307	15,370,000.00	58,411	X X X
8399997	Total Bonds Part 3				X X X	15,446,307	15,370,000.00	58,411	X X X
8399998	Summary Item from Part 5 for Bonds				X X X	X X X	X X X	X X X	X X X
8399999	Total Bonds				X X X	15,446,307	15,370,000.00	58,411	X X X
03060R-10-1	AMERICREDIT CORP		06/25/2009	VARIOUS	22,910.000	304.663			L
030710-10-7	AMERON INTERNATIONAL CORP		06/02/2009	VARIOUS	1,590.000	88.511			L
109699-10-8	BRINKS HOME SECURITY HOLDINGS INC		05/05/2009	VARIOUS	4,620.000	119.745			L
127097-10-3	CABOT OIL & GAS CORP		06/25/2009	SANFORD BERNSTEIN	2,310.000	70.899			L
147528-10-3	CASEYS GEN STORES INC		06/19/2009	VARIOUS	5,890.000	159.370			L
201723-10-3	COMMERCIAL METALS CO		04/28/2009	CITATION	2,170.000	31.210			L
344849-10-4	FOOT LOCKER INC		06/29/2009	VARIOUS	19,760.000	211.091			L
387328-10-7	GRANITE CONSTRUCTION INC		05/27/2009	CANTOR FITZGERALD & CO	1,460.000	50.821			L
483007-70-4	KAISER ALUMINUM CORP		06/04/2009	TRADING SERVICES	590.000	20.856			L
729251-10-8	PLUM CREEK TIMBER CO INC		05/27/2009	SANFORD BERNSTEIN	1,820.000	60.059			L
806882-10-6	SCHNITZER STL INDS INC		04/13/2009	KNIGHT SECURITIES	1,700.000	69.588			L
78440X-10-1	SL GREEN REALTY CORP		06/10/2009	CITATION	1,170.000	28.427			L
902788-10-8	UMB FINANCIAL CORPORATION		06/01/2009	CONIFER SECURITIES	1,190.000	49.170			L
91879Q-10-9	VAIL RESORTS INC		04/08/2009	A.G.EDWARDS & SONS	3,330.000	80.370			L
008916-10-8	AGRIUM INC	I	06/01/2009	CANTOR FITZGERALD & CO	1,800.000	90.378			L
03485P-20-1	ANGLO AMERICAN PLC	R	06/01/2009	CANTOR FITZGERALD & CO	11,800.000	185.088			L
054536-10-7	AXA	R	06/01/2009	CANTOR FITZGERALD & CO	2,400.000	46.208			L
05964H-10-5	BANCO SANTANDER SA	R	06/10/2009	VARIOUS	21,900.000	243.183			L
055262-50-5	BASF AG	R	06/01/2009	CANTOR FITZGERALD & CO	3,800.000	170.647			L
055434-20-3	BG GROUP	R	04/02/2009	SG COWEN	1,700.000	139.101			L
05565A-20-2	BNP PARIBAS	R	06/01/2009	CANTOR FITZGERALD & CO	2,800.000	94.552			L

E4

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

### SCHEDULE D - PART 3

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

1 CUSIP Ident- ification	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)
143658-30-0	CARNIVAL CORP	R	06/19/2009	TUDOR PICKERING	4,800.000	126,237			L
D1668R-12-3	DAIMLER AG	R	06/22/2009	VARIOUS	4,600.000	166,506			L
23304Y-10-0	DBS GROUP HOLDINGS	R	06/02/2009	VARIOUS	5,200.000	177,180			L
24872B-10-0	DENSO CORP	R	06/24/2009	CANTOR FITZGERALD & CO	800.000	79,386			L
35177Q-10-5	FRANCE TELECOM	R	06/19/2009	KNIGHT SECURITIES	3,400.000	77,101			L
43731F-10-2	HOME RETAIL GROUP	R	06/23/2009	CANTOR FITZGERALD & CO	5,000.000	83,918			L
50186V-10-2	LG DISPLAY CO	R	06/09/2009	VARIOUS	5,100.000	63,335			L
654902-20-4	NOKIA CORP	R	06/01/2009	MOGAVERO	13,000.000	208,969			L
656531-60-5	NORSK HYDRO AS	R	06/15/2009	KNIGHT SECURITIES	16,700.000	95,424			L
78572M-10-5	SABMILLER PLC	R	04/02/2009	MERRILL LYNCH	9,700.000	157,376			L
881624-20-9	TEVA PHARMACEUTICAL INDS LTD	R	04/01/2009	CAPITAL INSTITUTIONAL SER	1,500.000	67,483			L
988415-10-5	YUE YUEN INDUSTRIAL	R	06/01/2009	KNIGHT SECURITIES	8,200.000	94,156			L
9099999	Total Common Stock Industrial and Miscellaneous (Unaffiliated)				X X X	3,711,008	X X X		X X X
784924-9U-8	SSGA S&P 500 FLAGSHIP FUND CTF		06/30/2009	DIVIDEND REINVESTMENT	1,820.785	72,404			L
9299999	Total Common Stock Mutual Funds				X X X	72,404	X X X		X X X
9799997	Total Common Stock Part 3				X X X	3,783,412	X X X		X X X
9799998	Summary Item from Part 5 for Common Stocks				X X X	X X X	X X X	X X X	X X X
9799999	Total Common Stock				X X X	3,783,412	X X X		X X X
9899999	Total Preferred and Common Stock				X X X	3,783,412	X X X		X X X
9999999	Totals				X X X	19,229,719	X X X	58,411	X X X

E04.1

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

### SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	For e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
3133X0-6Q-7	FEDERAL HOME LOAN BANK		05/29/2009	BANK OF AMERICA		1,560,870	1,500,000.00	1,476,270	1,492,322		1,898		1,898		1,494,220		66,650	66,650	49,156	08/13/2010	1
3134A4-VE-1	FHLMC		05/29/2009	CSFB		3,135,060	3,000,000.00	2,912,505	2,965,900		7,547		7,547		2,973,447		161,613	161,613	76,656	10/18/2010	1
36200Q-YY-4	GNMA I 15 YR #569627		06/15/2009	PRINCIPAL RECEIPT		1,926	1,926.18	1,994	1,978		(2)		(2)		1,976		(50)	(50)	50	02/15/2017	1
36201F-RA-7	GNMA I 15 YR #581981		06/15/2009	PRINCIPAL RECEIPT		1,873	1,873.29	1,904	1,896		(1)		(1)		1,895		(22)	(22)	47	05/15/2017	1
36201B-HY-5	GNMA I 15 YR P/T POOL #578147		06/15/2009	PRINCIPAL RECEIPT		44,547	44,547.16	45,369	45,143		(28)		(28)		45,115		(567)	(567)	1,004	06/15/2017	1
36201J-GM-5	GNMA I 15 YR P/T POOL #584404		06/15/2009	PRINCIPAL RECEIPT		20,210	20,209.64	20,241	20,219		(2)		(2)		20,217		(7)	(7)	420	05/15/2017	1
36200R-KH-4	GNMA I 15YR #570096		06/15/2009	PRINCIPAL RECEIPT		18,335	18,334.66	18,587	18,506		(10)		(10)		18,495		(161)	(161)	509	12/15/2016	1
36200R-LW-0	GNMA I 30-YR #570141		06/15/2009	PRINCIPAL RECEIPT		1,645	1,645.41	1,645	1,645						1,645				39	12/15/2031	1
36213A-CJ-1	GNMA I 30YR #548273		06/15/2009	PRINCIPAL RECEIPT		311	311.16	316	315						315		(4)	(4)	8	03/15/2032	1
36211E-KW-7	GNMA I P/T POOL #510709		06/15/2009	PRINCIPAL RECEIPT		190	189.70	191	190						190				6	11/15/2014	1
36211M-QZ-6	GNMA I P/T POOL #517172		06/15/2009	PRINCIPAL RECEIPT		2,425	2,425.32	2,436	2,430		(1)		(1)		2,429		(4)	(4)	71	11/15/2014	1
36202E-ZF-9	GNMA II POOL #004342		06/22/2009	PRINCIPAL RECEIPT		104,784	104,784.42	106,864			(6)		(6)		106,858		(2,073)	(2,073)	1,265	01/20/2039	1
36202E-ZG-7	GNMA II POOL #004343		06/22/2009	PRINCIPAL RECEIPT		283,961	283,960.65	292,613			(53)		(53)		292,560		(8,599)	(8,599)	3,702	01/20/2039	1
36202E-NA-3	GNMA II POOL #3985		06/22/2009	PRINCIPAL RECEIPT		161,480	161,480.00	162,943	162,931		(23)		(23)		162,908		(1,428)	(1,428)	3,767	05/20/2037	1
36205R-XM-4	GNMA P/T POOL #398584		06/15/2009	PRINCIPAL RECEIPT		48	47.57	46	46						46		1	1	1	06/15/2029	1
36207J-ZF-9	GNMA P/T POOL #433774		06/15/2009	PRINCIPAL RECEIPT		1,364	1,364.15	1,392	1,391						1,390		(26)	(26)	40	05/15/2028	1
36210B-WF-8	GNMA P/T POOL #487646		06/15/2009	PRINCIPAL RECEIPT		2,768	2,768.43	2,720	2,722		47		47		2,768				86	09/15/2029	1
36211E-KG-2	GNMA P/T POOL #510695		06/15/2009	PRINCIPAL RECEIPT		3,365	3,365.42	3,397	3,380		(2)		(2)		3,378		(12)	(12)	112	11/15/2014	1
36211M-Z7-8	GNMA P/T POOL #517466		06/15/2009	PRINCIPAL RECEIPT		239	239.44	242	241						241		(1)	(1)	8	12/15/2014	1
36211R-MX-4	GNMA P/T POOL #520674		06/15/2009	PRINCIPAL RECEIPT		96	96.23	97	97						97				3	04/15/2030	1
36211X-R7-3	GNMA P/T POOL #526210		06/15/2009	PRINCIPAL RECEIPT		2,951	2,951.09	2,979	2,966		(2)		(2)		2,964		(13)	(13)	99	02/15/2015	1
36225A-CA-6	GNMA P/T POOL #780065		06/15/2009	PRINCIPAL RECEIPT		6,458	6,458.06	6,720	6,506		(48)		(48)		6,458				243	02/15/2010	1
36225A-D2-3	GNMA P/T POOL #780121		06/15/2009	PRINCIPAL RECEIPT		2,067	2,066.94	2,223	2,172		(2)		(2)		2,169		(102)	(102)	84	04/15/2025	1
912827-7B-2	US TREASURY N/B		05/13/2009	JP MORGAN SECURIT		818,787	750,000.00	757,031	752,228		(291)		(291)		751,936		66,850	66,850	27,866	08/15/2011	1
912828-BR-0	US TREASURY N/B		05/29/2009	BANQUE PARIBAS		2,174,993	2,000,000.00	1,937,969	1,955,102		3,385		3,385		1,958,487		216,506	216,506	46,427	11/15/2013	1
912828-GK-0	US TREASURY N/B		05/13/2009	JP MORGAN SECURIT		2,736,515	2,500,000.00	2,518,750	2,512,372		(1,328)		(1,328)		2,511,044		225,471	225,471	81,377	02/29/2012	1
912827-5G-3	US TREASURY NOTE		05/15/2009	MATURITY		500,000	500,000.00	545,742	502,821		(2,821)		(2,821)		500,000				13,750	05/15/2009	1
912827-5Z-1	US TREASURY NOTE		05/29/2009	CSFB		208,601	200,000.00	222,172	203,351		(1,191)		(1,191)		202,160		6,441	6,441	10,307	02/15/2010	1
912827-7L-0	US TREASURY NOTE		05/13/2009	JP MORGAN SECURIT		660,795	600,000.00	588,328	595,611		474		474		596,085		64,710	64,710	21,736	02/15/2012	1
912828-CL-2	US TREASURY NOTE		06/15/2009	MATURITY		4,000,000	4,000,000.00	3,952,813	3,989,936		10,064		10,064		4,000,000				80,000	06/15/2009	1
912828-FH-8	US TREASURY NOTE		06/11/2009	JP MORGAN SECURIT		2,137,500	2,000,000.00	2,117,109	2,082,426		(14,664)		(14,664)		2,067,762		69,738	69,738	51,947	05/31/2011	1
912828-BH-2	US TREASURY NOTES		05/29/2009	BANQUE PARIBAS		2,179,993	2,000,000.00	1,999,297	1,999,432		46		46		1,999,477		180,516	180,516	67,390	02/15/2013	1
912828-JD-3	US TREASURY NOTES		05/13/2009	DEUTSCHE BANK		7,487,242	7,000,000.00	7,032,289	7,029,377		(2,221)		(2,221)		7,027,156		460,086	460,086	87,452	06/30/2013	1
0399999	Total - Bonds - U.S. Governments				X X X	28,261,399	26,711,044.9	26,735,194	26,355,652		765		765		26,755,888		1,505,513	1,505,513	625,628	X X X	X X X
312967-4A-7	FEDERAL HOME LOAN GOLD		06/15/2009	PRINCIPAL RECEIPT		17,837	17,837.41	17,885	17,870		(2)		(2)		17,868		(30)	(30)	312	06/01/2019	1
312967-J7-8	FEDERAL HOME LOAN GOLD		06/15/2009	PRINCIPAL RECEIPT		10,532	10,531.70	10,551	10,544		(1)		(1)		10,543		(12)	(12)	198	05/01/2019	1
31335H-3N-1	FGTW PL C90805		06/15/2009	PRINCIPAL RECEIPT		32,393	32,392.61	33,319	33,245		(19)		(19)		33,226		(834)	(834)	728	03/01/2024	1

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

### SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	For e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
3128NH-BR-3	FH 1J0948 5/1 ARM		06/15/2009	PRINCIPAL RECEIPT		65,330	65,330.34	65,228	65,227		(4)		(4)		65,224		107	107	1,359	03/01/2038	1
3128QJ-Q3-3	FHARM 5/1 POOL 1G1374		06/15/2009	PRINCIPAL RECEIPT		58,057	58,056.80	58,052	58,043		(4)		(4)		58,039		18	18	1,209	12/01/2036	1
3128S4-FJ-1	FHLMC ARM 3/1 POOL#1Q0169		06/15/2009	PRINCIPAL RECEIPT		75,809	75,808.76	76,004	75,994		(10)		(10)		75,984		(176)	(176)	1,858	11/01/2036	1
3128KR-3N-2	FHLMC GOLD #A61705		06/15/2009	PRINCIPAL RECEIPT		257,729	257,728.65	254,322	254,325		3,653		3,653		257,978		(249)	(249)	6,276	06/01/2037	1
3128L9-PP-2	FHLMC GOLD #A75830		06/15/2009	PRINCIPAL RECEIPT		96,956	96,955.59	96,940	96,940		(2)		(2)		96,938		18	18	2,213	04/01/2038	1
312926-ZB-7	FHLMC GOLD #A80738		06/15/2009	PRINCIPAL RECEIPT		428,964	428,964.37	430,372	430,377		(21)		(21)		430,355		(1,391)	(1,391)	10,725	08/01/2038	1
312966-W5-9	FHLMC GOLD #B14268		06/15/2009	PRINCIPAL RECEIPT		83,813	83,813.26	83,708	83,699		(2)		(2)		83,697		116	116	1,803	10/01/2019	1
3128M5-UZ-1	FHLMC GOLD #G03900		06/15/2009	PRINCIPAL RECEIPT		179,217	179,217.33	178,209	178,216		4		4		178,219		998	998	4,061	02/01/2038	1
3128GW-2X-5	FHLMC GOLD 15 YR #E92590		06/15/2009	PRINCIPAL RECEIPT		15,354	15,354.40	15,654	15,571		(10)		(10)		15,562		(207)	(207)	316	11/01/2017	1
31294J-5N-4	FHLMC GOLD 15-YR #E00853		06/15/2009	PRINCIPAL RECEIPT		356	355.89	356	407		(3)		(3)		404		(48)	(48)	10	04/01/2015	1
3128GH-JZ-5	FHLMC GOLD 15YR #E81180		06/15/2009	PRINCIPAL RECEIPT		5,025	5,025.36	5,137	5,106		(5)		(5)		5,101		(76)	(76)	135	08/01/2015	1
3128GW-2U-1	FHLMC GOLD 15YR #E92587		06/15/2009	PRINCIPAL RECEIPT		2,212	2,211.93	2,255	2,243		(1)		(1)		2,242		(30)	(30)	44	11/01/2017	1
3128LX-R4-4	FHLMC GOLD G02307		06/15/2009	PRINCIPAL RECEIPT		298,414	298,413.57	283,819	283,875		115		115		283,989		14,424	14,424	6,196	08/01/2036	1
31292H-BB-9	FHLMC GOLD P/T POOL #C00934		06/15/2009	PRINCIPAL RECEIPT		636	635.65	636	635						635				20	03/01/2030	1
31294J-NS-3	FHLMC GOLD P/T POOL#E00401		06/15/2009	PRINCIPAL RECEIPT		5,040	5,040.07	5,224	5,038		(4)		(4)		5,035		5	5	157	09/01/2010	1
31395L-GG-0	FHR 2912 MP		06/15/2009	PRINCIPAL RECEIPT		357,120	357,120.36	356,060	357,358		(273)		(273)		357,085		35	35	6,691	10/15/2026	1
31395U-E3-1	FHR 2980 LG		06/15/2009	PRINCIPAL RECEIPT		178,838	178,837.69	178,810	178,627		(43)		(43)		178,583		254	254	3,351	04/15/2025	1
31395V-G4-5	FHR 2989 TE		06/15/2009	PRINCIPAL RECEIPT		80,981	80,980.55	81,430	81,134		(41)		(41)		81,093		(113)	(113)	1,685	12/15/2022	1
31396G-LP-4	FHR 3101 UA		06/15/2009	PRINCIPAL RECEIPT		158,409	158,408.92	158,706	158,445		(98)		(98)		158,346		63	63	3,679	11/15/2031	1
31396N-6W-1	FHR 3138 PA		06/15/2009	PRINCIPAL RECEIPT		105,944	105,944.32	105,696	105,707		2		2		105,709		235	235	2,426	02/15/2027	1
31397T-SN-3	FHRR R016 AM		06/15/2009	PRINCIPAL RECEIPT		193,034	193,033.56	192,709	192,703		(11)		(11)		192,692		341	341	3,939	06/15/2018	1
31403D-XF-1	FNARM 5/1 POOL 745978		06/25/2009	PRINCIPAL RECEIPT		115,271	115,271.20	115,830	115,811		(13)		(13)		115,798		(527)	(527)	2,595	10/01/2036	1
31411G-SF-0	FNARM 5/1 POOL 907818		06/25/2009	PRINCIPAL RECEIPT		143,539	143,539.17	144,795	144,756		(21)		(21)		144,735		(1,195)	(1,195)	3,215	01/01/2037	1
31411S-3C-8	FNARM 5/1 POOL 914395		06/25/2009	PRINCIPAL RECEIPT		33,917	33,917.32	34,154	34,147		(230)		(230)		33,917				634	03/01/2037	1
31385Y-N3-5	FNMA 15 YR #556710		06/25/2009	PRINCIPAL RECEIPT		788	788.08	812	804		(1)		(1)		803		(15)	(15)	25	11/01/2015	1
31388V-MM-7	FNMA 15-YR #616064		06/25/2009	PRINCIPAL RECEIPT		5,798	5,797.84	5,821	5,810		(2)		(2)		5,808		(10)	(10)	104	11/01/2016	1
31371H-DT-2	FNMA 15YR P/T POOL #252214		06/25/2009	PRINCIPAL RECEIPT		2,914	2,913.72	2,960	2,916		(1)		(1)		2,914		(1)	(1)	75	01/01/2014	1
31385P-5Q-3	FNMA 15YR P/T POOL #549055		06/25/2009	PRINCIPAL RECEIPT		10,804	10,803.74	10,910	10,868		(8)		(8)		10,859		(56)	(56)	388	07/01/2015	1
31409G-SV-9	FNMA 5/1 ARM #870932		06/25/2009	PRINCIPAL RECEIPT		277,162	277,161.93	279,187	279,175		(46)		(46)		279,129		(1,967)	(1,967)	5,575	10/01/2037	1
31411F-UW-2	FNMA 7/1 ARM #906997		06/25/2009	PRINCIPAL RECEIPT		60,349	60,348.50	60,018	60,020						60,021		328	328	1,380	05/01/2037	1
31380S-3Z-4	FNMA DWARF P/T POOL #449116		06/25/2009	PRINCIPAL RECEIPT		3,809	3,809.22	3,882	3,797		(1)		(1)		3,796		13	13	104	11/01/2013	1
31371H-FA-1	FNMA P/T POOL #252261		06/25/2009	PRINCIPAL RECEIPT		4,837	4,837.30	4,907	4,848		(3)		(3)		4,845		(8)	(8)	134	02/01/2014	1
31371H-X4-5	FNMA P/T POOL #252799		06/25/2009	PRINCIPAL RECEIPT		6,981	6,981.16	6,907	6,921		2		2		6,923		58	58	196	10/01/2014	1
31371J-S7-0	FNMA P/T POOL #253542		06/25/2009	PRINCIPAL RECEIPT		2,786	2,786.02	2,811	2,802		(2)		(2)		2,800		(14)	(14)	74	12/01/2015	1
31379R-EM-6	FNMA P/T POOL #426840		06/25/2009	PRINCIPAL RECEIPT		1,147	1,147.14	1,255	1,183		(1)		(1)		1,182		(35)	(35)	42	01/01/2025	1
31379X-H3-2	FNMA P/T POOL #432350		06/25/2009	PRINCIPAL RECEIPT		5,978	5,978.40	6,056	6,001		(5)		(5)		5,996		(18)	(18)	148	06/01/2013	1
31383H-PW-8	FNMA P/T POOL #503637		06/25/2009	PRINCIPAL RECEIPT		1,823	1,823.40	1,825	1,820						1,820		4	4	46	06/01/2014	1
31403C-6L-0	FNMA POOL #745275		06/25/2009	PRINCIPAL RECEIPT		167,176	167,176.10	162,840	162,867		41		41		162,907		4,269	4,269	3,320	02/01/2036	1
31407X-XZ-9	FNMA POOL #844096		06/25/2009	PRINCIPAL RECEIPT		78,889	78,888.64	79,382	79,365		(11)		(11)		79,354		(466)	(466)	1,515	11/01/2035	1
3128JR-P7-5	FREDDIE MAC 7/1 ARM POOL 847646		06/15/2009	PRINCIPAL RECEIPT		419,540	419,539.65	418,687	418,702		(29)		(29)		418,673		867	867	10,110	11/01/2036	1

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

### SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	For eign Disposal Date	Name of Purchaser	Number of Shares of Stock	Consi-deration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amort-ization)/ Accretion	Current 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 Design-ation or Market Indicator (a)	
3199999	U.S. Total - Bonds - Special Revenue and Special Assessment Non-Guaranteed Obl				X X X		4,051,508	4,051,507.62	4,034,121	4,033,942		2,889		2,889	4,036,827		14,675	14,675	89,071	X X X	X X X
048312-AB-8	ACETF 2002-1 A2	04/20/2009	PRINCIPAL RECEIPT		161,804	161,803.88	159,073	160,734		44		44		160,778		1,026	1,026	3,406	04/20/2013	1FE	
03061N-JN-0	AMCAR 2005-CF A4	06/08/2009	PRINCIPAL RECEIPT		137,081	137,080.60	135,126	136,618		34		34		136,653		428	428	2,610	06/06/2012	1FE	
025816-AT-6	AMERICAN EXPRESS	05/27/2009	JEFFERIES & CO, INC		1,000,750	1,000,000.00	1,030,860	1,003,200		(2,808)		(2,808)		1,000,392		358	358	21,639	06/17/2009	1FE	
07383F-GE-2	BSCMS 2001-TOP4 A1	06/15/2009	PRINCIPAL RECEIPT		87,999	87,998.52	87,583	87,707		22		22		87,729		270	270	1,856	11/15/2016	1FE	
07383F-QT-8	BSCMS 2003 -T10 A1	06/15/2009	PRINCIPAL RECEIPT		9,681	9,680.68	8,912			70		70		8,982		699	699	129	03/13/2040	1FE	
14911X-AC-0	CFAT 2007-A-A3A	06/25/2009	PRINCIPAL RECEIPT		200,732	200,732.43	200,689	200,860		(11)		(11)		200,849		(116)	(116)	4,140	06/25/2012	1FE	
125581-AQ-1	CIT GROUP INC	04/27/2009	JP MORGAN SECURIT		1,640,000	2,000,000.00	1,991,102	1,997,910		610		610		1,998,520		(358,520)	(358,520)	63,514	02/01/2010	2FE	
12613X-DD-0	CNH 2006-A A4	06/15/2009	PRINCIPAL RECEIPT		593,104	593,104.38	591,869	591,692		45		45		591,736		1,368	1,368	12,744	09/15/2011	1FE	
12620H-AD-9	CNH 2007-C-A3A	06/15/2009	PRINCIPAL RECEIPT		223,746	223,745.93	223,724	223,784		(14)		(14)		223,769		(24)	(24)	5,432	12/15/2011	1FE	
209111-EG-4	CONS EDISON CO OF NY	06/15/2009	MATURITY		1,000,000	1,000,000.00	1,005,390	1,001,651		(1,651)		(1,651)		1,000,000				23,500	06/15/2009	1FE	
302570-AJ-5	FPL GROUP CAP INC	06/01/2009	MATURITY		1,000,000	1,000,000.00	1,145,140	1,013,726		(13,726)		(13,726)		1,000,000				36,875	06/01/2009	1FE	
36158Y-GZ-6	GECCM 2002-3A A1	06/10/2009	PRINCIPAL RECEIPT		165,438	165,438.35	161,535	163,182		316		316		163,498		1,940	1,940	3,408	12/10/2037	1FE	
36159M-AJ-3	GEEST SER 2005-2A-A4	06/22/2009	PRINCIPAL RECEIPT		162,265	162,264.70	162,252	162,261						162,262		3	3	3,204	06/22/2015	1FE	
369550-AL-2	GENERAL DYNAMICS CORP	05/29/2009	JEFFERIES & CO, INC		2,080,000	2,000,000.00	2,015,080	2,005,106		(1,259)		(1,259)		2,003,847		76,153	76,153	72,000	08/15/2010	1FE	
36962G-R4-8	GENERAL ELEC CAP CORP	06/11/2009	JEFFERIES & CO, INC		2,014,620	2,000,000.00	1,944,660	1,986,938		8,637		8,637		1,995,575		19,045	19,045	65,313	09/01/2009	1FE	
361849-M6-6	GMACC 2005-C1 A2	06/10/2009	PRINCIPAL RECEIPT		5,367	5,366.98	5,394	5,370		(3)		(3)		5,367				100	05/10/2043	1FE	
41283A-BP-3	HDMOT 2004-3 A2	06/15/2009	PRINCIPAL RECEIPT		454,946	454,946.43	454,854	454,954						454,953		(7)	(7)	7,056	05/15/2012	1FE	
41283A-BV-0	HDMOT2005-2 A2	06/15/2009	PRINCIPAL RECEIPT		127,081	127,080.71	125,879	126,903		23		23		126,926		154	154	2,129	02/15/2012	1FE	
477876-AC-0	JDOT 2007-A A3	06/15/2009	PRINCIPAL RECEIPT		228,241	228,240.94	230,969	230,356		(117)		(117)		230,238		(1,997)	(1,997)	4,569	07/15/2011	1FE	
466247-TW-3	JPMMT 2005-A6 3A2	06/25/2009	PRINCIPAL RECEIPT		52,625	52,624.58	52,462	52,445		(1)		(1)		52,444		181	181	734	09/25/2035	1FE	
52108H-RA-4	LBUBS 2003-C3 A2	04/15/2009	PRINCIPAL RECEIPT		11,738	11,738.00	11,309	11,718		20		20		11,738				121	05/15/2027	1FE	
52108H-UK-8	LBUBS 2003-C7 A2	06/17/2009	PRINCIPAL RECEIPT		13,630	13,630.24	13,289	13,469		51		51		13,520		111	111	231	09/15/2027	1FE	
52108H-E2-6	LBUBS 2004-C4 A2	06/17/2009	PRINCIPAL RECEIPT		101,823	101,823.33	104,476	101,889		(90,703)		(90,703)		11,186		90,637	90,637	1,925	06/15/2029	1FE	
52108H-J4-7	LBUBS 2004-C6 A1	06/17/2009	PRINCIPAL RECEIPT		302,207	302,206.52	303,709	302,092		101		101		302,193		14	14	5,706	08/15/2029	1FE	
52108H-J5-4	LBUBS 2004-C6 A2	06/17/2009	PRINCIPAL RECEIPT		1,053,621	1,053,620.68	1,013,986	1,046,012		5,450		5,450		1,051,462		2,158	2,158	22,058	08/15/2029	1FE	
59018Y-UH-2	MERRILL LYNCH MTN	06/01/2009	JEFFERIES & CO, INC		2,007,640	2,000,000.00	1,993,300	1,998,988		605		605		1,999,593		8,047	8,047	60,500	09/10/2009	1FE	
61745M-6B-4	MSC 2005-HQ6 A1	06/15/2009	PRINCIPAL RECEIPT		63,823	63,822.72	63,982	63,889		(39)		(39)		63,850		(27)	(27)	1,173	08/13/2042	1FE	
61746W-XM-7	MSDWC 2002 - IQ3 A3	06/15/2009	PRINCIPAL RECEIPT		87,089	87,089.16	89,588	87,916		(142)		(142)		87,774		(685)	(685)	1,814	09/15/2037	1FE	
57164R-AW-2	MVCOT 2005-2 A	06/22/2009	PRINCIPAL RECEIPT		35,630	35,630.19	35,630	35,767		(5)		(5)		35,762		(132)	(132)	698	10/20/2027	1FE	
655356-JF-1	NASC 1998-D6 A1B	06/17/2009	PRINCIPAL RECEIPT		13,710	13,710.39	13,991	13,717		(6)		(6)		13,711				376	03/15/2030	1FE	
63937E-AD-7	NAVOT 2004-B A4	04/15/2009	PRINCIPAL RECEIPT		681,952	681,951.94	656,698	678,627		907		907		679,534		2,418	2,418	8,024	10/15/2012	1FE	
693401-AB-7	PERF SER 2005-1-A2	06/26/2009	PRINCIPAL RECEIPT		15,846	15,846.00	15,843	15,847		(1)		(1)		15,846				307	06/25/2011	1FE	
913017-BQ-1	UNITED TECHNOLOGIES CORP	06/11/2009	CITIGROUP GLOBAL		1,089,070	1,000,000.00	1,086,000			(2,092)		(2,092)		1,083,908		5,162	5,162	30,285	02/01/2019	1FE	
90327A-AB-0	USAOT 2008-2 A2	06/15/2009	PRINCIPAL RECEIPT		313,443	313,442.76	313,434	313,535		(31)		(31)		313,504		(61)	(61)	5,061	01/15/2011	1FE	
92866X-AM-9	VALET 2005-1 A4	04/20/2009	PRINCIPAL RECEIPT		937,120	937,119.90	934,037	937,242		(18)		(18)		937,223		(103)	(103)	15,181	04/20/2012	1FE	
928664-AA-9	VWALT 2009-A A1	06/15/2009	PRINCIPAL RECEIPT		259,606	259,605.98	259,606							259,606				356	05/17/2010	1FE	

E05.2

(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	For eign 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's (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	NAIC Design-ation or Market Indicator (a)	
962215-AE-9 98153B-AE-4	WESTO 2005-3 A4 WORLD SAVINGS BANK FSB	06/17/2009 06/15/2009	PRINCIPAL RECEIPT MATURITY		473,874 1,000,000	473,874.28 1,000,000.00	466,581 996,600	473,469 998,956		179 1,044		179 1,044		473,648 1,000,000		226	226	8,581 22,500	05/17/2013 06/15/2009	1FE 1FE	
3899999	Total - Bonds - Industrial and Miscellaneous (Unaffiliated)				X X X	19,807,302	19,975,221.2	20,104,612	18,698,530		(94,469)		(94,469)	19,958,576		(151,274)	(151,274)	519,255	X X X	X X X	
8399997	Total - Bonds - Part 4				X X X	52,120,209	50,737,773.7	50,873,927	49,088,124		(90,815)		(90,815)	50,751,291		1,368,914	1,368,914	1,233,954	X X X	X X X	
8399998	Summary Item from Part 5 for Bonds				X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X
8399999	Total Bonds				X X X	52,120,209	50,737,773.7	50,873,927	49,088,124		(90,815)		(90,815)	50,751,291		1,368,914	1,368,914	1,233,954	X X X	X X X	
E053 023586-10-0	AMERCO INC	04/03/2009	TRADING SERVICES	950.00	36,675		47,323	32,804	14,520			14,520		47,323		(10,648)	(10,648)			L	
12618H-30-9	CNX GAS CORP	04/03/2009	TRADING SERVICES	1,530.00	39,394		34,042	41,769	(7,727)			(7,727)		34,042		5,352	5,352			L	
25470F-10-4	DISCOVERY COMMUNICATIONS INC	04/17/2009	VARIOUS	12,075.00	211,812		209,635	170,982	38,653			38,653		209,635		2,176	2,176			L	
292562-10-5	ENCORE WIRE CORP	04/03/2009	TRADING SERVICES	4,860.00	111,354		78,117	92,146	(14,028)			(14,028)		78,117		33,236	33,236	194		L	
387328-10-7	GRANITE CONSTRUCTION INC	04/06/2009	CITATION	690.00	27,637		21,706	30,312	(8,605)			(8,605)		21,706		5,931	5,931	179		L	
391164-10-0	GREAT PLAINS ENERGY INC	05/08/2009	VARIOUS	23,073.00	335,610		478,063	325,382	79,677			79,677		478,063		(142,454)	(142,454)	3,493		L	
472319-10-2	JEFFERIES GROUP INC	04/03/2009	TRADING SERVICES	4,350.00	64,993		86,655	61,161	25,494			25,494		86,655		(21,663)	(21,663)			L	
74837R-10-4	QUICKSILVER RESOURCES INC	05/08/2009	CITATION	15,670.00	146,334		82,884	87,282	(4,398)			(4,398)		82,884		63,450	63,450			L	
90262T-30-8	UCBH HOLDINGS INC	06/09/2009	VARIOUS	45,510.00	69,831		68,720	313,109	(48,588)		195,800	(244,388)		68,720		1,111	1,111	2,885		L	
950587-10-5	WENDYS/ARBYS GROUP INC	05/01/2009	A.G.EDWARDS & SON	23,380.00	109,556		115,497	115,497						115,497		(5,941)	(5,941)	351		L	
974280-30-7	WINN DIXIE STORES INC	06/10/2009	CONIFER SECURITIE	27,450.00	403,716		431,364	441,945	(10,581)			(10,581)		431,364		(27,648)	(27,648)			L	
559222-40-1	MAGNA INTL INC CL A	06/19/2009	KNIGHT SECURITIES	4,500.00	175,613		149,230	134,685	14,545			14,545		149,230		26,383	26,383	689		L	
00444E-10-3	ACERINOX SA	06/19/2009	KNIGHT SECURITIES	8,700.00	78,298		55,936	68,747	(12,812)			(12,812)		55,936		22,362	22,362	961		L	
072743-20-6	BAYERISCHE MOTOREN WERKE	06/11/2009	CANTOR FITZGERALD	3,300.00	45,374		30,161	34,815	(4,654)			(4,654)		30,161		15,213	15,213	329		L	
G25343-10-7	COSAN LTD	05/08/2009	CLEAR VIEW TRADIN	24,500.00	109,752		84,770	84,770						84,770		24,982	24,982			L	
249506-10-6	DENWAY MOTORS LTD	06/25/2009	CANTOR FITZGERALD	5,500.00	129,510		85,830	85,514	316			316		85,830		43,680	43,680			L	
251542-10-6	DEUTSCHE BOERSE AG	06/11/2009	CANTOR FITZGERALD	9,500.00	79,058		70,348	71,725	(1,377)			(1,377)		70,348		8,710	8,710	2,042		L	
251566-10-5	DEUTSCHE TELEKOM AG	06/12/2009	KNIGHT SECURITIES	10,100.00	114,036		154,530	154,530						154,530		(40,494)	(40,494)	10,463		L	
29372W-10-8	ENTERPRISE INNS	06/11/2009	CANTOR FITZGERALD	6,500.00	32,499		17,896	10,374	7,522			7,522		17,896		14,603	14,603	1,848		L	
30215C-10-1	EXPERIAN GROUP PLC	06/12/2009	CANTOR FITZGERALD	6,300.00	48,106		36,282	39,129	(2,848)			(2,848)		36,282		11,824	11,824	425		L	
307305-10-2	FANUC LTD	06/25/2009	CANTOR FITZGERALD	3,800.00	154,650		112,248	131,860	(19,612)			(19,612)		112,248		42,402	42,402			L	
37636P-10-8	GIVAUDAN	05/01/2009	ROC		516		516	516						516						L	
38059T-10-6	GOLD FIELDS	06/15/2009	EASTSHORE PARTNE	2,000.00	22,542		28,086	19,860	8,226			8,226		28,086		(5,544)	(5,544)	59		L	
42550U-10-9	HENKEL LTD	05/11/2009	CANTOR FITZGERALD	8,200.00	222,340		216,570	216,570						216,570		5,770	5,770	3,972		L	
404280-40-6	HSBC HOLDINGS PLC	05/08/2009	FRACTION OF SHARE	1.59	50		38	45	29		48	(19)		38		12	12	1		L	
74463M-10-6	PUBLICIS GROUPE	06/19/2009	KNIGHT SECURITIES	1,100.00	32,526		36,732	28,127	8,605			8,605		36,732		(4,206)	(4,206)			L	

(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 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	22 NAIC Desig- nation or Market Indicator (a)	
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (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.								
813107-10-9	SECHE ENVIRONMENT	R	06/25/2009	CANTOR FITZGERALD	5,700.00	65,380		66,188	31,770	(1,321)			(1,321)		66,188		(808)	(808)				L
81783H-10-5	SEVEN & I HOLDINGS	R	05/08/2009	CANTOR FITZGERALD	1,600.00	73,246		103,218	107,667	(4,449)			(4,449)		103,218		(29,972)	(29,972)	896			L
83364L-10-9	SOCIETE GENERALE	R	05/08/2009	CANTOR FITZGERALD	2,000.00	21,459		20,016	20,016						20,016		1,443	1,443				L
874039-10-0	TAIWAN SEMICONDUCTOR	R	06/01/2009	CANTOR FITZGERALD	20,703.00	232,986		210,850	163,554	47,296			47,296		210,850		22,136	22,136				L
98951A-10-0	ZHEJIANG EXPRESSWAY	R	06/01/2009	KNIGHT SECURITIES	7,900.00	187,205		150,152	68,687	2,948			2,948		150,152		37,053	37,053	7,485			L
9099999	Total - Common Stock - Industrial and Miscellaneous (Unaffiliated)				X X X	3,382,058		3,283,603	3,185,350	106,831			195,848	(89,017)	3,283,603		98,451	98,451	36,272	X X X		X X X
9799997	Total - Common Stock - Part 4				X X X	3,382,058	X X X	3,283,603	3,185,350	106,831			195,848	(89,017)	3,283,603		98,451	98,451	36,272	X X X		X X X
9799998	Summary Item from Part 5 for Common Stocks				X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X
9799999	Total Common Stocks				X X X	3,382,058	X X X	3,283,603	3,185,350	106,831			195,848	(89,017)	3,283,603		98,451	98,451	36,272	X X X		X X X
9899999	Total Preferred and Common Stocks				X X X	3,382,058	X X X	3,283,603	3,185,350	106,831			195,848	(89,017)	3,283,603		98,451	98,451	36,272	X X X		X X X
9999999	Totals					55,502,267	X X X	54,157,530	52,273,474	106,831	(90,815)	195,848	(179,832)		54,034,894		1,467,365	1,467,365	1,270,226	X X X		X X X

E054

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

### SCHEDULE DB - PART A - SECTION 1

Showing all Options, Caps, Floors and Insurance Futures Options Owned at Current Statement Date

1 Description	2 Number of Contracts or Notional Amount	3 Date of Maturity, Expiry, or Settlement	4 Strike Price, Rate or Index	5 Date of Acquisition	6 Exchange or Counterparty	7 Cost/ Option Premium	8 Book Value	9 *	10 Statement Value	11 Fair Value	12 Year to Date Increase/ (Decrease) by Adjustment	13 Used to Adjust Basis of Hedged Item	14 Other Investment/ Miscellaneous Income
<b>NONE</b>													
9999999 Totals								XXX					

EOB

### SCHEDULE DB - PART B - SECTION 1

Showing all Options, Caps, Floors and Insurance Futures Options Written and In-Force at Current Statement Date

1 Description	2 Number of Contracts or Notional Amount	3 Date of Maturity, Expiry, or Settlement	4 Strike Price, Rate or Index	5 Date of Issuance/ Purchase	6 Exchange or Counterparty	7 Consideration Received	8 Book Value	9 *	10 Statement Value	11 Fair Value	12 Year to Date Increase/ (Decrease) by Adjustment	13 Used to Adjust Basis	14 Other Investment/ Miscellaneous Income
<b>NONE</b>													
9999999 Totals								XXX					

### SCHEDULE DB - PART C - SECTION 1

Showing all Collar, Swap and Forwards Open at Current Statement Date

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Description	Notional Amount	Date of Maturity, Expiry, or Settlement	Strike Price, Rate or Index Rec (Pay)	Date of Opening Position or Agreement	Exchange or Counterparty	Cost or (Consideration Received)	Book Value	*	Statement Value	Fair Value	Year to Date Increase/ (Decrease) by Adjustment	Used to Adjust Basis of Hedged Item	Other Investment/ Miscellaneous Income	Potential Exposure
<b>NONE</b>														
999999 Totals														

E07

### SCHEDULE DB - PART D - SECTION 1

Showing all Futures Contracts and Insurance Futures Open at Current Statement Date

1	2	3	4	5	6	7	8	9	Variation Margin Information			13
									10	11	12	
Description	Number of Contracts	Maturity Date	Original Value	Current Value	Variation Margin	Date of Opening Position	Exchange or Counterparty	Cash Deposit	Recognized	Used to Adjust Basis of Hedged Item	Deferred	Potential Exposure
<b>NONE</b>												
999999 Totals												







53473200936500102

## MEDICARE PART D COVERAGE SUPPLEMENT

(Net of Reinsurance)

NAIC Group Code 0000

NAIC Company Code 53473

	Individual Coverage		Group Coverage		5 Total Cash
	1 Insured	2 Uninsured	3 Insured	4 Uninsured	
1. Premiums Collected	5,921,710	XXX	650,794	XXX	6,572,504
2. Earned Premiums	4,896,561	XXX	1,347,820	XXX	XXX
3. Claims Paid	6,253,260	XXX	1,450,870	XXX	7,704,130
4. Claims Incurred	5,026,763	XXX	1,206,518	XXX	XXX
5. Reinsurance Coverage and Low Income Cost Sharing - Claims Paid Net of Reimbursements Applied (a)	XXX		XXX		
6. Aggregate Policy Reserves - Change		XXX		XXX	XXX
7. Expenses Paid	114,472	XXX	14,810	XXX	129,282
8. Expenses Incurred	392,500	XXX	70,025	XXX	XXX
9. Underwriting Gain or Loss	(522,702)	XXX	71,277	XXX	XXX
10. Cash Flow Result	XXX	XXX	XXX	XXX	(1,260,908)

(a) Uninsured Receivable/Payable with CMS at End of Quarter: \$ due from CMS or \$ 416,330 due to CMS