



LIFE AND ACCIDENT AND HEALTH COMPANIES — ASSOCIATION EDITION

ANNUAL STATEMENT
For the Year Ended December 31, 2010
OF THE CONDITION AND AFFAIRS OF THE
INDEPENDENCE LIFE AND ANNUITY COMPANY

NAIC Group Code 0549, 0549 NAIC Company Code 64602 Employer's ID Number 61-0403075
Organized under the Laws of Rhode Island, State of Domicile or Port of Entry Rhode Island
Country of Domicile United States
Incorporated/Organized 10/11/1945 Commenced Business 11/23/1945
Statutory Home Office 1130 Ten Rod Road, Suite 302 D North Kingstown, RI 02852-4161
Main Administrative Office One Sun Life Executive Park Wellesley Hills, MA 02481 781-237-6030
Mail Address One Sun Life Executive Park Wellesley Hills, MA 02481
Primary Location of Books and Records 1130 Ten Rod Road, Suite 302 D North Kingstown, RI 02852-4161 781-446-1523
Internet Web Site Address www.sunlife.com/us
Statutory Statement Contact Lynn Marie Kelley 781-446-1523
lynn.kelley@sunlife.com 781-239-1682

OFFICERS

Name Title Name Title
JANET VEAL WHITEHOUSE, President MICHAEL SCOTT BLOOM, AVP and Senior Counsel and Secretary
RONALD HIEBERT FRIESEN, Sr. VP and Chief Financial Officer and Treasurer LARRY RICHARD MADGE, Sr. VP and Chief Actuary

OTHER OFFICERS

PRISCILLA SIMS BROWN, Sr. VP and Head of U.S. Marketing Sr. VP and General Counsel
Sr. VP and General Manager, Sr. VP, Sun Life Financial U.S.
STEPHEN LUKE DESCHENES, Annuities Operations
SEAN NIGEL WOODROFFE, Vice President, Human Resources

DIRECTORS OR TRUSTEES

SCOTT MICHAEL DAVIS, STEPHEN LUKE DESCHENES, RONALD HIEBERT FRIESEN, LARRY RICHARD MADGE
JANET VEAL WHITEHOUSE

State of Massachusetts
County of Norfolk

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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.

JANET VEAL WHITEHOUSE
President

MICHAEL SCOTT BLOOM
AVP and Senior Counsel and Secretary

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

Subscribed and sworn to before me this
day of

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

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement	
	1 Amount	2 Percentage	3 Amount	4 Percentage
1. Bonds:				
1.1 U.S. treasury securities	16,590,275	20.190	16,590,275	20.190
1.2 U.S. government agency obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies		0.000		0.000
1.22 Issued by U.S. government sponsored agencies		0.000		0.000
1.3 Non-U.S. government (including Canada, excluding mortgage-backed securities)	506,607	0.617	506,607	0.617
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:				
1.41 States, territories and possessions general obligations		0.000		0.000
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations		0.000		0.000
1.43 Revenue and assessment obligations		0.000		0.000
1.44 Industrial development and similar obligations		0.000		0.000
1.5 Mortgage-backed securities (includes residential and commercial MBS):				
1.51 Pass-through securities:				
1.511 Issued or guaranteed by GNMA	44,157	0.054	44,157	0.054
1.512 Issued or guaranteed by FNMA and FHLMC	122,015	0.148	122,015	0.148
1.513 All other		0.000		0.000
1.52 CMOs and REMICs:				
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA		0.000		0.000
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521		0.000		0.000
1.523 All other	1,497,792	1.823	1,497,792	1.823
2. Other debt and other fixed income securities (excluding short term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities)	26,077,132	31.735	26,077,132	31.735
2.2 Unaffiliated non-U.S. securities (including Canada)	6,845,722	8.331	6,845,722	8.331
2.3 Affiliated securities		0.000		0.000
3. Equity interests:				
3.1 Investments in mutual funds		0.000		0.000
3.2 Preferred stocks:				
3.21 Affiliated		0.000		0.000
3.22 Unaffiliated		0.000		0.000
3.3 Publicly traded equity securities (excluding preferred stocks):				
3.31 Affiliated		0.000		0.000
3.32 Unaffiliated		0.000		0.000
3.4 Other equity securities:				
3.41 Affiliated		0.000		0.000
3.42 Unaffiliated		0.000		0.000
3.5 Other equity interests including tangible personal property under lease:				
3.51 Affiliated		0.000		0.000
3.52 Unaffiliated		0.000		0.000
4. Mortgage loans:				
4.1 Construction and land development		0.000		0.000
4.2 Agricultural		0.000		0.000
4.3 Single family residential properties		0.000		0.000
4.4 Multifamily residential properties		0.000		0.000
4.5 Commercial loans		0.000		0.000
4.6 Mezzanine real estate loans		0.000		0.000
5. Real estate investments:				
5.1 Property occupied by company		0.000	0	0.000
5.2 Property held for production of income (including \$ of property acquired in satisfaction of debt)		0.000	0	0.000
5.3 Property held for sale (including \$ property acquired in satisfaction of debt)		0.000	0	0.000
6. Contract loans	20,583,733	25.049	20,583,733	25.049
7. Receivables for securities	0	0.000	0	0.000
8. Cash, cash equivalents and short-term investments	9,904,835	12.054	9,904,835	12.054
9. Other invested assets		0.000		0.000
10. Total invested assets	82,172,268	100.000	82,172,268	100.000

SCHEDULE A – VERIFICATION BETWEEN YEARS

Real Estate

1. Book/adjusted carrying value, December 31 of prior year.....		0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition (Part 2, Column 6).....	0	
2.2 Additional investment made after acquisition (Part 2, Column 9).....	0	0
3. Current year change in encumbrances:		
3.1 Totals, Part 1, Column 13.....	0	
3.2 Totals, Part 3, Column 11.....	0	0
4. Total gain (loss) on disposals, Part 3, Column 18.....		0
5. Deduct amounts received on disposals, Part 3, Column 15.....		0
6. Total foreign exchange change in book/adjusted carrying value:		
6.1 Totals, Part 1, Column 15.....	0	
6.2 Totals, Part 3, Column 13.....	0	0
7. Deduct current year's other than temporary impairment recognized:		
7.1 Totals, Part 1, Column 12.....	0	
7.2 Totals, Part 3, Column 10.....	0	0
8. Deduct current year's depreciation:		
8.1 Totals, Part 1, Column 11.....	0	
8.2 Totals, Part 3, Column 9.....	0	0
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8).....		0
10. Deduct total nonadmitted amounts.....		0
11. Statement value at end of current period (Line 9 minus Line 10).....		0

NONE

SCHEDULE B – VERIFICATION BETWEEN YEARS

Mortgage Loans

1. Book value/recorded investment excluding accrued interest, December 31 of prior year.....		0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition (Part 2, Column 7).....	0	
2.2 Additional investment made after acquisition (Part 2, Column 8).....	0	0
3. Capitalized deferred interest and other:		
3.1 Totals, Part 1, Column 12.....	0	
3.2 Totals, Part 3, Column 11.....	0	0
4. Accrual of discount.....		0
5. Unrealized valuation increase (decrease):		
5.1 Totals, Part 1, Column 9.....	0	
5.2 Totals, Part 3, Column 8.....	0	0
6. Total gain (loss) on disposals, Part 3, Column 18.....		0
7. Deduct amounts received on disposals, Part 3, Column 15.....		0
8. Deduct amortization of premium and mortgage interest points and commitment fees.....		0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest:		
9.1 Totals, Part 1, Column 13.....	0	
9.2 Totals, Part 3, Column 13.....	0	0
10. Deduct current year's other than temporary impairment recognized:		
10.1 Totals, Part 1, Column 11.....	0	
10.2 Totals, Part 3, Column 10.....	0	0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....		0
12. Total valuation allowance.....		0
13. Subtotal (Line 11 plus Line 12).....		0
14. Deduct total nonadmitted amounts.....		0
15. Statement value of mortgages owned at end of current period (Line 13 minus Line 14).....		0

NONE

SCHEDULE BA – VERIFICATION BETWEEN YEARS

Other Long-Term Invested Assets

1. Book/adjusted carrying value, December 31 of prior year.....		0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition (Part 2, Column 8).....	.0	
2.2 Additional investment made after acquisition (Part 2, Column 9).....	.0	0
3. Capitalized deferred interest and other:		
3.1 Totals, Part 1, Column 16.....	.0	
3.2 Totals, Part 3, Column 12.....	.0	0
4. Accrual of discount.....		
5. Unrealized valuation increase (decrease):		
5.1 Totals, Part 1, Column 13.....	.0	
5.2 Totals, Part 3, Column 9.....	.0	0
6. Total gain (loss) on disposals, Part 3, Column 19.....		0
7. Deduct amounts received on disposals, Part 3, Column 16.....		0
8. Deduct amortization of premium and depreciation.....		0
9. Total foreign exchange change in book/adjusted carrying value:		
9.1 Totals, Part 1, Column 17.....	.0	
9.2 Totals, Part 3, Column 14.....	.0	0
10. Deduct current year's other than temporary impairment recognized:		
10.1 Totals, Part 1, Column 15.....	.0	
10.2 Totals, Part 3, Column 11.....	.0	0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....		0
12. Deduct total nonadmitted amounts.....		0
13. Statement value at end of current period (Line 11 minus Line 12).....		0

NONE

SCHEDULE D – VERIFICATION BETWEEN YEARS

Bonds and Stocks

1. Book/adjusted carrying value, December 31 of prior year.....		51,094,914
2. Cost of bonds and stocks acquired, Part 3, Column 7.....		17,195,014
3. Accrual of discount.....		103,080
4. Unrealized valuation increase (decrease):		
4.1 Part 1, Column 12.....	.0	
4.2 Part 2, Section 1, Column 15.....	.0	
4.3 Part 2, Section 2, Column 13.....	.0	
4.4 Part 4, Column 11.....	69,693	69,693
5. Total gain (loss) on disposals, Part 4, Column 19.....		553,659
6. Deduction consideration for bonds and stocks disposed of, Part 4, Column 7.....		17,149,783
7. Deduct amortization of premium.....		182,877
8. Total foreign exchange change in book/adjusted carrying value:		
8.1 Part 1, Column 15.....	.0	
8.2 Part 2, Section 1, Column 19.....	.0	
8.3 Part 2, Section 2, Column 16.....	.0	
8.4 Part 4, Column 15.....	.0	0
9. Deduct current year's other than temporary impairment recognized:		
9.1 Part 1, Column 14.....	.0	
9.2 Part 2, Section 1, Column 17.....	.0	
9.3 Part 2, Section 2, Column 14.....	.0	
9.4 Part 4, Column 13.....	.0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....		51,683,700
11. Deduct total nonadmitted amounts.....		0
12. Statement value at end of current period (Line 10 minus Line 11).....		51,683,700

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE INDEPENDENCE LIFE AND ANNUITY COMPANY

SCHEDULE D - SUMMARY BY COUNTRY

Long-Term Bonds and Stocks **OWNED** December 31 of Current Year

Description		1 Book/Adjusted Carrying Value	2 Fair Value	3 Actual Cost	4 Par Value of Bonds
BONDS					
Governments (Including all obligations guaranteed by governments)	1. United States	16,634,433	17,254,206	16,760,926	15,658,172
	2. Canada	0	0	0	0
	3. Other Countries	506,607	562,500	515,835	500,000
	4. Totals	17,141,040	17,816,706	17,276,761	16,158,172
U.S. States, Territories and Possessions (Direct and guaranteed)					
	5. Totals	0	0	0	0
U.S. Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)					
	6. Totals	0	0	0	0
U.S. Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions					
	7. Totals	122,015	131,179	122,587	119,544
Industrial and Miscellaneous, Credit Tenant Loans and Hybrid Securities (unaffiliated)	8. United States	27,574,924	30,136,537	27,712,850	28,986,530
	9. Canada	2,514,346	2,554,310	2,640,020	2,500,000
	10. Other Countries	4,331,376	4,464,942	4,331,887	4,180,000
	11. Totals	34,420,646	37,155,789	34,684,757	35,666,530
Parent, Subsidiaries and Affiliates					
	12. Totals	0	0	0	0
		13. Total Bonds	51,683,701	52,084,105	51,944,246
PREFERRED STOCKS					
Industrial and Miscellaneous (unaffiliated)	14. United States	0	0	0	0
	15. Canada	0	0	0	0
	16. Other Countries	0	0	0	0
	17. Totals	0	0	0	0
Parent, Subsidiaries and Affiliates					
	18. Totals	0	0	0	0
		19. Total Preferred Stocks	0	0	0
COMMON STOCKS					
Industrial and Miscellaneous (unaffiliated)	20. United States	0	0	0	0
	21. Canada	0	0	0	0
	22. Other Countries	0	0	0	0
	23. Totals	0	0	0	0
Parent, Subsidiaries and Affiliates					
	24. Totals	0	0	0	0
		25. Total Common Stocks	0	0	0
		26. Total Stocks	0	0	0
		27. Total Bonds and Stocks	51,683,701	52,084,105	51,944,246

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE INDEPENDENCE LIFE AND ANNUITY COMPANY

SCHEDULE D - PART 1A - SECTION 1

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
1. U.S. Governments											
1.1 Class 1	12,223	9,404,559	4,382	7,213,269		16,634,433	27.2	10,710,249	18.2	16,634,433	
1.2 Class 2						0	0.0	0	0.0		
1.3 Class 3						0	0.0	0	0.0		
1.4 Class 4						0	0.0	0	0.0		
1.5 Class 5						0	0.0	0	0.0		
1.6 Class 6						0	0.0	0	0.0		
1.7 Totals	12,223	9,404,559	4,382	7,213,269	0	16,634,433	27.2	10,710,249	18.2	16,634,433	0
2. All Other Governments											
2.1 Class 1						0	0.0	0	0.0		
2.2 Class 2		506,607				506,607	0.8	508,298	0.9	506,607	
2.3 Class 3						0	0.0	0	0.0		
2.4 Class 4						0	0.0	0	0.0		
2.5 Class 5						0	0.0	0	0.0		
2.6 Class 6						0	0.0	0	0.0		
2.7 Totals	0	506,607	0	0	0	506,607	0.8	508,298	0.9	506,607	0
3. U.S. States, Territories and Possessions, etc., Guaranteed											
3.1 Class 1						0	0.0	0	0.0		
3.2 Class 2						0	0.0	0	0.0		
3.3 Class 3						0	0.0	0	0.0		
3.4 Class 4						0	0.0	0	0.0		
3.5 Class 5						0	0.0	0	0.0		
3.6 Class 6						0	0.0	0	0.0		
3.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed											
4.1 Class 1						0	0.0	0	0.0		
4.2 Class 2						0	0.0	0	0.0		
4.3 Class 3						0	0.0	0	0.0		
4.4 Class 4						0	0.0	0	0.0		
4.5 Class 5						0	0.0	0	0.0		
4.6 Class 6						0	0.0	0	0.0		
4.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
5. U.S. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed											
5.1 Class 1	38,131	68,657	13,043	2,184		122,015	0.2	154,112	0.3	122,015	
5.2 Class 2						0	0.0	0	0.0		
5.3 Class 3						0	0.0	0	0.0		
5.4 Class 4						0	0.0	0	0.0		
5.5 Class 5						0	0.0	0	0.0		
5.6 Class 6						0	0.0	0	0.0		
5.7 Totals	38,131	68,657	13,043	2,184	0	122,015	0.2	154,112	0.3	122,015	0

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE INDEPENDENCE LIFE AND ANNUITY COMPANY

SCHEDULE D - PART 1A - SECTION 1 (Continued)

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
6. Industrial and Miscellaneous (unaffiliated)											
6.1 Class 1	10,324,376	6,314,993	2,034,823	132,198	497,038	19,303,428	31.5	20,020,756	34.1	18,303,880	999,548
6.2 Class 2	1,015,737	10,426,528	6,870,511	663,286	1,739,359	20,715,421	33.8	21,931,585	37.3	20,217,695	497,727
6.3 Class 3		1,000,569	1,628,889			2,629,458	4.3	3,851,103	6.6	2,629,458	
6.4 Class 4						0	0.0	0	0.0		
6.5 Class 5						0	0.0	0	0.0		
6.6 Class 6		339,562				339,562	0.6	265,273	0.5	339,562	
6.7 Totals	11,340,113	18,081,652	10,534,223	795,484	2,236,397	42,987,869	70.2	46,068,717	78.4	41,490,595	1,497,275
7. Credit Tenant Loans											
7.1 Class 1						0	0.0	0	0.0		
7.2 Class 2						0	0.0	0	0.0		
7.3 Class 3						0	0.0	0	0.0		
7.4 Class 4						0	0.0	0	0.0		
7.5 Class 5						0	0.0	0	0.0		
7.6 Class 6						0	0.0	0	0.0		
7.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
8. Hybrid Securities											
8.1 Class 1	500,003					500,003	0.8	0	0.0		500,003
8.2 Class 2					499,025	499,025	0.8	999,035	1.7	499,025	
8.3 Class 3						0	0.0	0	0.0		
8.4 Class 4						0	0.0	0	0.0		
8.5 Class 5						0	0.0	0	0.0		
8.6 Class 6						0	0.0	300,000	0.5		
8.7 Totals	500,003	0	0	0	499,025	999,028	1.6	1,299,035	2.2	499,025	500,003
9. Parent, Subsidiaries and Affiliates											
9.1 Class 1						0	0.0	0	0.0		
9.2 Class 2						0	0.0	0	0.0		
9.3 Class 3						0	0.0	0	0.0		
9.4 Class 4						0	0.0	0	0.0		
9.5 Class 5						0	0.0	0	0.0		
9.6 Class 6						0	0.0	0	0.0		
9.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE INDEPENDENCE LIFE AND ANNUITY COMPANY

SCHEDULE D - PART 1A - SECTION 1 (Continued)

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
10. Total Bonds Current Year											
10.1 Class 1	(d) 10,874,733	15,788,209	2,052,248	7,347,651	497,038	36,559,879	59.7	XXX	XXX	35,060,328	1,499,551
10.2 Class 2	(d) 1,015,737	10,933,135	6,870,511	663,286	2,238,384	21,721,053	35.5	XXX	XXX	21,223,327	497,727
10.3 Class 3	(d) 0	1,000,569	1,628,889	0	0	2,629,458	4.3	XXX	XXX	2,629,458	0
10.4 Class 4	(d) 0	0	0	0	0	0	0.0	XXX	XXX	0	0
10.5 Class 5	(d) 0	0	0	0	0	0	0.0	XXX	XXX	0	0
10.6 Class 6	(d) 0	339,562	0	0	0	339,562	0.6	XXX	XXX	339,562	0
10.7 Totals	11,890,470	28,061,475	10,551,648	8,010,937	2,735,422	61,249,952	100.0	XXX	XXX	59,252,675	1,997,278
10.8 Line 10.7 as a % of Col. 6	19.4	45.8	17.2	13.1	4.5	100.0	XXX	XXX	XXX	96.7	3.3
11. Total Bonds Prior Year											
11.1 Class 1	9,751,943	6,276,197	6,477,458	7,882,526	496,993	XXX	XXX	30,885,117	52.6	30,368,336	516,782
11.2 Class 2	0	12,641,491	8,146,020	0	2,651,407	XXX	XXX	23,438,918	39.9	22,441,809	997,109
11.3 Class 3	0	910,454	2,940,649	0	0	XXX	XXX	3,851,103	6.6	3,851,103	0
11.4 Class 4	0	0	0	0	0	XXX	XXX	0	0.0	0	0
11.5 Class 5	0	0	0	0	0	XXX	XXX	0	0.0	0	0
11.6 Class 6	0	0	265,273	0	300,000	XXX	XXX	565,273	1.0	265,273	300,000
11.7 Totals	9,751,943	19,828,142	17,829,400	7,882,526	3,448,400	XXX	XXX	58,740,411	100.0	56,926,521	1,813,891
11.8 Line 11.7 as a % of Col. 8	16.6	33.8	30.4	13.4	5.9	XXX	XXX	100.0	XXX	96.9	3.1
12. Total Publicly Traded Bonds											
12.1 Class 1	10,374,730	14,788,661	2,052,248	7,347,651	497,038	35,060,328	57.2	30,368,336	51.7	35,060,328	XXX
12.2 Class 2	1,015,737	10,435,408	6,870,511	663,286	2,238,384	21,223,326	34.7	22,441,809	38.2	21,223,326	XXX
12.3 Class 3	0	1,000,569	1,628,889	0	0	2,629,458	4.3	3,851,103	6.6	2,629,458	XXX
12.4 Class 4	0	0	0	0	0	0	0.0	0	0.0	0	XXX
12.5 Class 5	0	0	0	0	0	0	0.0	0	0.0	0	XXX
12.6 Class 6	0	339,562	0	0	0	339,562	0.6	265,273	0.5	339,562	XXX
12.7 Totals	11,390,467	26,564,200	10,551,648	8,010,937	2,735,422	59,252,674	96.7	56,926,521	96.9	59,252,674	XXX
12.8 Line 12.7 as a % of Col. 6	19.2	44.8	17.8	13.5	4.6	100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10	18.6	43.4	17.2	13.1	4.5	96.7	XXX	XXX	XXX	96.7	XXX
13. Total Privately Placed Bonds											
13.1 Class 1	500,003	999,548	0	0	0	1,499,551	2.4	516,782	0.9	XXX	1,499,551
13.2 Class 2	0	497,727	0	0	0	497,727	0.8	997,109	1.7	XXX	497,727
13.3 Class 3	0	0	0	0	0	0	0.0	0	0.0	XXX	0
13.4 Class 4	0	0	0	0	0	0	0.0	0	0.0	XXX	0
13.5 Class 5	0	0	0	0	0	0	0.0	0	0.0	XXX	0
13.6 Class 6	0	0	0	0	0	0	0.0	300,000	0.5	XXX	0
13.7 Totals	500,003	1,497,275	0	0	0	1,997,278	3.3	1,813,891	3.1	XXX	1,997,278
13.8 Line 13.7 as a % of Col. 6	25.0	75.0	0.0	0.0	0.0	100.0	XXX	XXX	XXX	XXX	100.0
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10	0.8	2.4	0.0	0.0	0.0	3.3	XXX	XXX	XXX	XXX	3.3

(a) Includes \$ 1,997,278 freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.
 (b) Includes \$ current year, \$ prior year of bonds with Z designations and \$ 1,497,791 current year, \$ prior year of bonds with Z* designations. The letter "Z" means the NAIC designation was not assigned by the Securities Valuation Office (SVO) at the date of the statement. "Z*" means the SVO could not evaluate the obligation because valuation procedures for the security class is under regulatory review.
 (c) Includes \$ current year, \$ prior year of bonds with 5* designations and \$ current year, \$ prior year of bonds with 6* designations. "5*" means the NAIC designation was assigned by the SVO in reliance on the insurer's certification that the issuer is current in all principal and interest payments. "6*" means the NAIC designation was assigned by the SVO due to inadequate certification of principal and interest payments.
 (d) Includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$; NAIC 2 \$; NAIC 3 \$; NAIC 4 \$; NAIC 5 \$; NAIC 6 \$

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE INDEPENDENCE LIFE AND ANNUITY COMPANY

SCHEDULE D - PART 1A - SECTION 2

Maturity Distribution of All Bonds Owned December 31, At Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
1. U.S. Governments											
1.1 Issuer Obligations		9,377,190		7,213,086		16,590,276	27.1	10,658,691	18.1	16,590,276	
1.2 Single Class Mortgage-Backed/Asset-Backed Securities	12,223	27,369	4,382	183		44,157	0.1	51,558	0.1	44,157	
1.7 Totals	12,223	9,404,559	4,382	7,213,269	0	16,634,433	27.2	10,710,249	18.2	16,634,433	0
2. All Other Governments											
2.1 Issuer Obligations		506,607				506,607	0.8	508,298	0.9	506,607	
2.2 Single Class Mortgage-Backed/Asset-Backed Securities						0	0.0	0	0.0		
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
2.3 Defined						0	0.0	0	0.0		
2.4 Other						0	0.0	0	0.0		
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
2.5 Defined						0	0.0	0	0.0		
2.6 Other						0	0.0	0	0.0		
2.7 Totals	0	506,607	0	0	0	506,607	0.8	508,298	0.9	506,607	0
3. U.S. States, Territories and Possessions, Guaranteed											
3.1 Issuer Obligations						0	0.0	0	0.0		
3.2 Single Class Mortgage-Backed/Asset-Backed Securities						0	0.0	0	0.0		
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
3.3 Defined						0	0.0	0	0.0		
3.4 Other						0	0.0	0	0.0		
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
3.5 Defined						0	0.0	0	0.0		
3.6 Other						0	0.0	0	0.0		
3.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed											
4.1 Issuer Obligations						0	0.0	0	0.0		
4.2 Single Class Mortgage-Backed/Asset-Backed Securities						0	0.0	0	0.0		
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
4.3 Defined						0	0.0	0	0.0		
4.4 Other						0	0.0	0	0.0		
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
4.5 Defined						0	0.0	0	0.0		
4.6 Other						0	0.0	0	0.0		
4.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
5. U.S. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed											
5.1 Issuer Obligations						0	0.0	0	0.0		
5.2 Single Class Mortgage-Backed/Asset-Backed Securities	38,131	68,657	13,043	2,184		122,015	0.2	154,112	0.3	122,015	
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
5.3 Defined						0	0.0	0	0.0		
5.4 Other						0	0.0	0	0.0		
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
5.5 Defined						0	0.0	0	0.0		
5.6 Other						0	0.0	0	0.0		
5.7 Totals	38,131	68,657	13,043	2,184	0	122,015	0.2	154,112	0.3	122,015	0

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE INDEPENDENCE LIFE AND ANNUITY COMPANY

SCHEDULE D - PART 1A - SECTION 2 (Continued)

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
6. Industrial and Miscellaneous											
6.1 Issuer Obligations	11,096,665	16,827,309	10,534,223	795,484	2,236,397	41,490,078	67.7	44,570,404	75.9	39,992,803	1,497,275
6.2 Single Class Mortgage-Backed/Asset-Backed Securities						0	0.0	0	0.0		
MULTI-CLASS RESIDENTIAL MORTGAGE- BACKED SECURITIES:											
6.3 Defined						0	0.0	0	0.0		
6.4 Other						0	0.0	0	0.0		
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES:											
6.5 Defined						0	0.0	1,498,314	2.6		
6.6 Other	243,448	1,254,343				1,497,791	2.4	0	0.0	1,497,792	
6.7 Totals	11,340,113	18,081,652	10,534,223	795,484	2,236,397	42,987,869	70.2	46,068,718	78.4	41,490,595	1,497,275
7. Credit Tenant Loans											
7.1 Issuer Obligations						0	0.0	0	0.0		
7.2 Single Class Mortgage-Backed/Asset-Backed Securities						0	0.0	0	0.0		
7.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0
8. Hybrid Securities											
8.1 Issuer Obligations	500,003				499,025	999,028	1.6	1,299,035	2.2	499,025	500,003
8.2 Single Class Mortgage-Backed/Asset-Backed Securities						0	0.0	0	0.0		
MULTI-CLASS RESIDENTIAL MORTGAGE- BACKED SECURITIES:											
8.3 Defined						0	0.0	0	0.0		
8.4 Other						0	0.0	0	0.0		
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES:											
8.5 Defined						0	0.0	0	0.0		
8.6 Other						0	0.0	0	0.0		
8.7 Totals	500,003	0	0	0	499,025	999,028	1.6	1,299,035	2.2	499,025	500,003
9. Parent, Subsidiaries and Affiliates											
9.1 Issuer Obligations						0	0.0	0	0.0		
9.2 Single Class Mortgage-Backed/Asset-Backed Securities						0	0.0	0	0.0		
MULTI-CLASS RESIDENTIAL MORTGAGE- BACKED SECURITIES:											
9.3 Defined						0	0.0	0	0.0		
9.4 Other						0	0.0	0	0.0		
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES:											
9.5 Defined						0	0.0	0	0.0		
9.6 Other						0	0.0	0	0.0		
9.7 Totals	0	0	0	0	0	0	0.0	0	0.0	0	0

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE INDEPENDENCE LIFE AND ANNUITY COMPANY

SCHEDULE D - PART 1A - SECTION 2 (Continued)

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total From Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
10. Total Bonds Current Year											
10.1 Issuer Obligations	11,596,668	26,711,106	10,534,223	8,008,570	2,735,422	59,585,989	97.3	XXX	XXX	57,588,711	1,997,278
10.2 Single Class Mortgage-Backed/Asset-Backed Securities	50,354	96,026	17,425	2,367	0	166,172	0.3	XXX	XXX	166,172	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
10.3 Defined	0	0	0	0	0	0	0.0	XXX	XXX	0	0
10.4 Other	0	0	0	0	0	0	0.0	XXX	XXX	0	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
10.5 Defined	0	0	0	0	0	0	0.0	XXX	XXX	0	0
10.6 Other	243,448	1,254,343	0	0	0	1,497,791	2.4	XXX	XXX	1,497,792	0
10.7 Totals	11,890,470	28,061,475	10,551,648	8,010,937	2,735,422	61,249,952	100.0	XXX	XXX	59,252,675	1,997,278
10.8 Lines 10.7 as a % of Col. 6	19.4	45.8	17.2	13.1	4.5	100.0	XXX	XXX	XXX	96.7	3.3
11. Total Bonds Prior Year											
11.1 Issuer Obligations	9,689,473	18,711,680	17,307,346	7,879,531	3,448,398	XXX	XXX	57,036,428	97.1	55,222,537	1,813,891
11.2 Single Class Mortgage-Backed/Asset-Backed Securities	62,470	115,275	24,927	2,995	3	XXX	XXX	205,670	0.4	205,670	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
11.3 Defined	0	0	0	0	0	XXX	XXX	0	0.0	0	0
11.4 Other	0	0	0	0	0	XXX	XXX	0	0.0	0	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
11.5 Defined	0	1,001,187	497,127	0	0	XXX	XXX	1,498,314	2.6	1,498,314	0
11.6 Other	0	0	0	0	0	XXX	XXX	0	0.0	0	0
11.7 Totals	9,751,943	19,828,142	17,829,400	7,882,526	3,448,401	XXX	XXX	58,740,412	100.0	56,926,521	1,813,891
11.8 Line 11.7 as a % of Col. 8	16.6	33.8	30.4	13.4	5.9	XXX	XXX	100.0	XXX	96.9	3.1
12. Total Publicly Traded Bonds											
12.1 Issuer Obligations	11,096,665	25,213,830	10,534,223	8,008,570	2,735,422	57,588,710	94.0	55,222,538	94.0	57,588,710	XXX
12.2 Single Class Mortgage-Backed/Asset-Backed Securities	50,354	96,027	17,425	2,366	0	166,172	0.3	205,671	0.4	166,172	XXX
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
12.3 Defined	0	0	0	0	0	0	0.0	0	0.0	0	XXX
12.4 Other	0	0	0	0	0	0	0.0	0	0.0	0	XXX
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
12.5 Defined	0	0	0	0	0	0	0.0	1,498,314	2.6	0	XXX
12.6 Other	243,448	1,254,343	0	0	0	1,497,791	2.4	0	0.0	1,497,791	XXX
12.7 Totals	11,390,467	26,564,200	10,551,648	8,010,936	2,735,422	59,252,673	96.7	56,926,523	96.9	59,252,673	XXX
12.8 Line 12.7 as a % of Col. 6	19.2	44.8	17.8	13.5	4.6	100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10	18.6	43.4	17.2	13.1	4.5	96.7	XXX	XXX	XXX	96.7	XXX
13. Total Privately Placed Bonds											
13.1 Issuer Obligations	500,003	1,497,275	0	0	0	1,997,278	3.3	1,813,891	3.1	XXX	1,997,278
13.2 Single Class Mortgage-Backed/Asset-Backed Securities	0	0	0	0	0	0	0.0	0	0.0	XXX	0
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES:											
13.3 Defined	0	0	0	0	0	0	0.0	0	0.0	XXX	0
13.4 Other	0	0	0	0	0	0	0.0	0	0.0	XXX	0
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES:											
13.5 Defined	0	0	0	0	0	0	0.0	0	0.0	XXX	0
13.6 Other	0	0	0	0	0	0	0.0	0	0.0	XXX	0
13.7 Totals	500,003	1,497,275	0	0	0	1,997,278	3.3	1,813,891	3.1	XXX	1,997,278
13.8 Line 13.7 as a % of Col. 6	25.0	75.0	0.0	0.0	0.0	100.0	XXX	XXX	XXX	XXX	100.0
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10	0.8	2.4	0.0	0.0	0.0	3.3	XXX	XXX	XXX	XXX	3.3

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE INDEPENDENCE LIFE AND ANNUITY COMPANY

SCHEDULE DA - VERIFICATION BETWEEN YEARS

Short-Term Investments

	1	2	3	4	5
	Total	Bonds	Mortgage Loans	Other Short-term Investment Assets(a)	Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, December 31 of prior year	6,114,345	6,114,345	0	0	0
2. Cost of short-term investments acquired	24,682,988	24,682,988			
3. Accrual of discount	455	455			
4. Unrealized valuation increase (decrease)	0	0			
5. Total gain (loss) on disposals	0	0			
6. Deduct consideration received on disposals	21,231,534	21,231,534			
7. Deduct amortization of premium	0	0			
8. Total foreign exchange change in book/adjusted carrying value	0	0			
9. Deduct current year's other than temporary impairment recognized	0	0			
10. Book adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	9,566,253	9,566,253	0	0	0
11. Deduct total nonadmitted amounts	0	0			
12. Statement value at end of current period (Line 10 minus Line 11)	9,566,253	9,566,253	0	0	0

(a) Indicate the category of such assets, for example, joint ventures, transportation equipment:

Schedule DB - Part A - Verification

NONE

Schedule DB - Part B - Verification

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2

NONE

Schedule DB - Verification

NONE

SCHEDULE E - VERIFICATION BETWEEN YEARS

(Cash Equivalents)

	1	2	3
	Total	Bonds	Other (a)
1. Book/adjusted carrying value, December 31 of prior year.....	1,999,924	1,999,924	0
2. Cost of cash equivalents acquired.....	4,929,541	4,929,541	
3. Accrual of discount.....	1,267	1,267	
4. Unrealized valuation increase (decrease).....	0	0	
5. Total gain (loss) on disposals.....	0	0	
6. Deduct consideration received on disposals.....	6,930,732	6,930,732	
7. Deduct amortization of premium.....	0	0	
8. Total foreign exchange change in book/adjusted carrying value.....	0	0	
9. Deduct current year's other than temporary impairment recognized.....	0	0	
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	0	0	0
11. Deduct total nonadmitted amounts.....	0	0	
12. Statement value at end of current period (Line 10 minus Line 11)	0	0	0

(a) Indicate the category of such investments, for example, joint ventures, transportation equipment

Schedule A - Part 1

NONE

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 1

NONE

Schedule B - Part 2

NONE

Schedule B - Part 3

NONE

Schedule BA - Part 1

NONE

Schedule BA - Part 2

NONE

Schedule BA - Part 3

NONE

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE INDEPENDENCE LIFE AND ANNUITY COMPANY

SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest				Dates		
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	For orig n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Maturity
Bonds: U.S. Governments - Issuer Obligations																					
912810-FJ-2	US Government Treasury Bond (State Depos.)	SD			1	7,324,822		126,4840	7,862,270	6,216,000		(32,923)			6.125	4.806	FA	143,808	380,730	01/22/2008	08/15/2029
912828-CJ-7	US Government Treasury Note				1	1,425,375		111,6950	1,563,734	1,400,000		(2,704)			4.750	4.518	MN	8,634	66,500	07/30/2004	05/15/2014
912828-NV-8	US Government Notes				1	7,965,313		97,2580	7,780,624	8,000,000		1,824			1.250	1.341	FA	33,978		09/24/2010	08/31/2015
0199999	Bonds: U.S. Governments - Issuer Obligations					16,715,510	xxx	17,206,628	15,616,000	16,590,276	0	(33,803)	0	0	xxx	xxx	xxx	186,420	447,230	xxx	xxx
Bonds: U.S. Government - Single Class Mortgage-Backed/Asset-Backed Securities																					
362000-FR-0	GNMA Pool 569076		2		1	11,177		111,1920	11,925	10,724		(2)			6.000	4.121	MON	54	644	01/14/2004	11/15/2033
362176-MT-3	GNMA Pool 213770		2		1	34,239		113,3710	35,653	31,448		(187)			9.500	7.123	MON	249	2,988	03/12/1999	12/15/2016
0299999	Bonds: U.S. Governments - Single Class Mortgage-Backed/Asset-Backed Securities					45,416	xxx	47,578	42,172	44,157	0	(189)	0	0	xxx	xxx	xxx	303	3,632	xxx	xxx
0399999	Bonds: Subtotals - U.S. Governments					16,760,926	xxx	17,254,206	15,658,172	16,634,433	0	(33,992)	0	0	xxx	xxx	xxx	186,723	450,862	xxx	xxx
Bonds: All Other Governments - Issuer Obligations																					
836205-AJ-3	South Africa, Republic of Foreign Govern.		F		2FE	515,835		112,5000	562,500	500,000		(1,692)			6.500	6.066	JD	2,618	32,500	07/30/2004	06/02/2014
0499999	Bonds: All Other Governments - Issuer Obligations					515,835	xxx	562,500	500,000	506,607	0	(1,692)	0	0	xxx	xxx	xxx	2,618	32,500	xxx	xxx
1099999	Bonds: Subtotals - All Other Governments					515,835	xxx	562,500	500,000	506,607	0	(1,692)	0	0	xxx	xxx	xxx	2,618	32,500	xxx	xxx
Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Single Class Mortgage-Backed/Asset-Backed Securities																					
31283H-QG-3	FHLBC GOLD Pool 601355		2		1	69,594		112,4420	75,643	67,273		(12)			6.500	4.865	MON	364	4,373	10/10/2002	02/01/2032
31373T-T8-3	FNMA Pool 303075		2		1	26,513		111,8270	29,686	26,546		(2)			6.500	6.499	MON	144	1,726	03/12/1999	11/01/2024
31374L-WA-0	FNMA Pool 317541		2		1	26,480		100,4870	25,850	25,725		(73)			7.500	6.601	MON	161	1,929	03/12/1999	08/01/2015
2699999	Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Single Class Mortgage-Backed/Asset-Backed Securities					122,587	xxx	131,179	119,544	122,015	0	(87)	0	0	xxx	xxx	xxx	669	8,028	xxx	xxx
3199999	Bonds: Subtotals - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies of Governments and Their Political Subdivisions					122,587	xxx	131,179	119,544	122,015	0	(87)	0	0	xxx	xxx	xxx	669	8,028	xxx	xxx
Bonds: Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations																					
025816-AX-7	American Express Co Basic				1FE	498,710		112,7210	563,606	500,000		285			6.150	6.185	FA	10,506	30,750	08/22/2007	08/28/2017
04621X-AC-2	Assurant Inc Senior Unsecured				2FE	1,525,314		105,1390	1,577,090	1,500,000		(2,778)			5.625	5.397	FA	31,875	84,375	07/19/2004	02/15/2014
126117-AQ-3	CNA Financial Corp Basic				2FE	513,070		99,5670	497,837	500,000		(202)			5.875	5.526	FA	11,505		10/05/2010	08/15/2020
126408-BL-6	CSX Corporation Debenture				2FE	214,219		121,7260	221,542	182,000		(2,406)			7.900	5.904	MN	2,396	14,378	07/22/2004	05/01/2017
126408-GS-6	CSX Corporation W/CenterPoint Energy Resources				2FE	253,427		108,5640	274,666	253,000					6.220	6.206	AO	2,666	9,442	07/15/2010	04/30/2040
15189W-AB-6	CenterPoint Energy Resources Senior Unse				2FE	510,390		108,8370	544,183	500,000		(1,161)			5.950	5.663	JJ	13,718	29,750	07/22/2004	01/15/2014
15189Y-AC-0	CenterPoint Energy Resources Basic, Clear Channel Communications				2FE	498,220		111,3180	556,589	500,000		169			6.150	6.199	MN	5,125	30,750	05/15/2006	05/01/2016
184502-AS-1	Senior Unse				6FE	220,000		77,0000	1,540,000	2,000,000		74,289			4.900	47,006	MN	12,522	98,000	05/16/2003	05/15/2015
186108-CD-6	Cleveland Electric Illum				2FE	517,120		109,3490	546,743	500,000		(2,113)			5.650	5.140	JD	1,256	28,250	08/01/2005	12/15/2013
195891-AJ-5	Colonial Realty LP Basic				3FE	496,885		99,8050	499,027	500,000		303			5.500	5.582	AO	6,875	27,500	09/21/2005	10/01/2015
202218-AH-6	Commercial Net Lease Realty Basic, Consumers Energy Company Senior				2FE	498,700		105,8950	529,476	500,000		120			6.150	6.184	JD	1,367	30,750	11/14/2005	12/15/2015
210518-CE-4	Unsecure				2FE	497,696		112,3740	561,870	500,000		192			5.500	5.554	FA	10,389	27,500	03/17/2005	08/15/2016
237194-AE-5	Darden Restaurants Inc Basic				2FE	494,575		94,4780	472,390	500,000		86			6.000	6.079	FA	11,333	30,000	08/09/2005	08/15/2035
25459H-AV-7	DirectTV Holdings LLC Basic				2FE	499,675		98,6670	493,333	500,000		20			3.125	3.138	FA	5,816		08/10/2010	02/15/2016
293791-AD-1	Enterprise Products Oper Basic				2FE	497,165		109,0230	545,115	500,000		435			6.375	6.479	FA	13,281	31,875	05/31/2006	02/01/2013
431282-AK-8	Highwoods Realty LP Basic				2FE	498,509		102,9500	514,751	500,000		134			5.850	5.890	MS	8,613	29,250	07/27/2007	03/15/2017
437076-AS-1	Home Depot Inc Basic				2FE	990,375		104,0150	1,040,149	1,000,000		144			5.875	5.944	JD	2,448	58,750	02/20/2007	12/16/2036
438516-AT-3	Honeywell International Inc Basic				1FE	496,870		109,5310	547,656	500,000		48			5.700	5.744	MS	8,392	28,500	03/12/2007	03/15/2037
444859-AV-4	Humana Inc Basic				2FE	498,545		109,3900	546,950	500,000		135			6.450	6.490	JD	2,688	32,250	05/25/2006	06/01/2016
461202-AB-9	Intuit Inc Basic				2FE	495,390		109,0200	545,098	500,000		411			5.750	5.873	MS	8,465	28,750	03/22/2007	03/15/2017
46625H-DF-4	JP Morgan Chase & Co Basic				1FE	497,920		105,7620	528,810	500,000		204			5.150	5.204	AO	6,438	25,750	09/27/2005	10/01/2015
472319-AD-4	Jefferies Group Inc Basic				2FE	498,385		107,5120	537,559	500,000		223			5.875	5.932	JD	1,877	29,375	06/04/2007	06/08/2014
521070-AE-5	Lazard Group Basic				2FE	498,525		104,6120	523,061	500,000		124			6.850	6.890	JD	1,522	34,250	08/22/2007	06/15/2017
53079E-AC-8	Liberty Mutual Group				2FE	494,215		104,0100	520,052	500,000		628			5.750	5.908	MS	8,465	28,750	07/19/2004	03/15/2014
546268-AF-0	Louisiana Land & Exploration Debentures				1FE	188,916		111,1270	166,690	150,000		(4,317)			7.625	4.346	AO	2,415	11,438	06/20/2003	04/15/2013
577778-BS-1	May Department Stores Co				3FE	505,199		105,7500	528,750	500,000		(562)			5.750	5.607	JJ	13,257	28,750	12/23/2004	07/15/2014

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE INDEPENDENCE LIFE AND ANNUITY COMPANY

SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest				Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21
CUSIP Identification	Description	Code	Foreign Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	When Paid	Admitted Amount Due & Accrued	Amount Rec. During Year	Acquired	Maturity
581557-AV-7	Mckesson HBOC Inc Basic.....			1FE	499,175		111,0670	500,000	499,435		75			5.700	5.722	MS	9,500	28,500	02/28/2007	03/01/2017
58405U-AF-9	Medco Health Solutions Basic.....			2FE	1,999,340		99,2140	2,000,000	1,999,381		41			2.750	2.757	MS	16,958		09/07/2010	09/15/2015
61747Y-CL-7	Morgan Stanley Basic.....			1FE	476,245		101,4520	500,000	478,988		2,743			4.100	5.261	JJ	8,826	10,250	05/25/2010	01/26/2015
652478-AH-1	News America Holdings Senior Unsecured N.....			2FE	656,122		115,2500	500,000	540,233		(17,855)			9.250	5.128	FA	19,271	46,250	05/07/2003	02/01/2013
652478-BX-5	News America Holdings Senior Unsecured N.....			2FE	727,968		123,0020	600,000	668,588		(9,762)			8.000	5.657	AO	9,867	48,000	10/22/2003	10/17/2016
718172-AB-5	Philip Morris International Basic.....			1FE	498,620		108,2550	500,000	499,303		270			4.875	4.938	MN	3,047	24,375	05/13/2008	05/16/2013
72925P-AB-1	Plum Creek Timber Co Inc Basic.....			2FE	498,655		107,6500	500,000	499,249		130			5.875	5.911	MN	3,753	29,375	11/08/2005	11/15/2015
74153Q-AG-7	Pride International Inc Basic.....			3FE	1,135,000		113,7500	1,000,000	1,127,587		(7,413)			8.500	6.513	JD	3,778	85,000	04/23/2010	06/15/2019
74254P-IH-2	Principal Life Inc Fdg Basic.....			1FE	499,140		101,7790	500,000	499,915		187			5.700	5.740	JD	1,742	28,500	06/02/2006	06/09/2011
743263-AL-9	Progress Energy Inc Basic.....			2FE	499,050		112,0120	500,000	499,457		91			5.625	5.650	JJ	12,969	28,125	01/10/2006	01/15/2016
75884R-AP-8	Regency Centers LP Basic.....			2FE	499,311		104,3460	500,000	499,662		64			5.250	5.267	FA	10,938	26,250	11/01/2005	08/01/2015
786514-BF-5	Safeway Inc Medium Term Note.....			2FE	372,267		107,6220	365,000	366,732		(995)			5.800	5.490	FA	7,998	21,170	07/22/2004	08/15/2012
792860-AH-1	St Paul Travelers Cos Inc Basic Union Pacific Corp Pass Through Cert.....		2	1FE	499,025		112,2450	500,000	499,425		99			5.500	5.527	JD	2,292	27,500	01/18/2007	12/01/2015
90783T-AA-8	Unitrin Inc Basic.....			2FE	436,530		110,3370	436,530	436,530					5.404	5.405	JJ	11,730	23,590	07/22/2004	07/02/2025
913275-AD-5	Wellpoint Inc Basic.....			2FE	999,980		101,1350	1,000,000	999,983		3			6.000	6.000	MN	6,167		11/19/2010	11/30/2015
94973V-AK-3	Westar Energy Inc.....			2FE	498,150		109,9530	500,000	498,952		177			5.250	5.298	JJ	12,104	26,250	01/05/2006	01/15/2016
95709T-AA-8	Westar Energy Inc.....			2FE	519,755		111,3370	500,000	508,211		(2,074)			6.000	5.478	JJ	15,000	30,000	07/19/2004	07/01/2014
98310W-AB-4	Xerox Corporation Basic.....			3FE	501,887		104,6440	500,000	501,302		(179)			6.000	5.947	JD	2,500	30,000	06/08/2007	12/01/2018
984121-BW-2	Brookfield Asset Management Basic.....		A	2FE	499,280		112,7240	500,000	499,450		57			6.350	6.369	MN	4,057	31,750	04/23/2008	05/15/2018
112585-AB-0	Caisse Centrale Desjardn 144A.....		A	1FE	498,650		102,1580	500,000	499,060		120			5.800	5.836	AO	5,317	29,000	04/20/2007	04/25/2017
12800U-AD-2	Devon Financing Corp ULC Corporate Bond.....		A	2FE	999,500		99,8810	1,000,000	999,548		48			1.700	1.717	MS	4,958		09/09/2010	09/16/2013
25179S-AC-4	America Movil SAB de CV.....		F	1FE	1,141,870		104,4710	1,000,000	1,015,737		(20,381)			6.875	4.691	MS	17,378	68,750	11/21/2003	09/30/2011
02364W-AF-2	British Telecommunications Plc Corporate.....		F	2FE	473,620		108,3770	500,000	489,344		2,961			5.500	6.253	MS	9,167	27,500	11/01/2004	03/01/2014
111021-AE-1	Telefonica Emisiones Sau Basic.....		F	1FE	680,365		133,2830	500,000	663,286		(3,395)			9.875	6.063	JD	2,194	48,750	09/27/2005	12/15/2030
87938W-AB-9	Telefonica Emisiones Sau Basic.....		F	1FE	380,000		109,2990	380,000	380,000					6.421	6.421	JD	746	24,400	06/09/2006	06/20/2016
87938W-AL-7	Telefonica Emisiones Sau Basic.....		F	1FE	1,800,000		99,2020	1,800,000	1,800,000					3.729	3.729	AO	11,933	33,747	04/12/2010	04/27/2015
92857W-AP-5	Vodafone Group plc Basic.....		F	1FE	498,150		111,6350	500,000	498,742		167			5.625	5.674	FA	9,688	28,125	02/20/2007	02/27/2017
3299999	Bonds: Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations				32,185,670	xxx	34,753,929	33,166,530	31,923,826	0	9,590	0	0	xxx	xxx	xxx	429,088	1,614,290	xxx	xxx
Bonds: Industrial and Miscellaneous (Unaffiliated) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities																				
05947U-4B-1	Banc of America Commercial Mtg CMBS Ser.....		2	12*	501,719		103,2610	500,000	499,793		(450)			5.195	5.158	MON	2,165	26,267	12/16/2005	12/10/2012
12513E-AK-0	Citigroup/deutsche Bank Commer CMBS Ser.....		2	22*	496,112		97,3340	500,000	497,408		282			5.222	5.355	MON	2,176	26,478	10/27/2005	07/15/2044
46625Y-EY-5	JP Morgan Chase Comm Mtg Sec CMBS Ser 20.....		2	12*	502,480		104,2780	500,000	500,590		(353)			4.878	4.839	MON	2,033	24,390	12/16/2004	12/15/2014
3799999	Bonds: Industrial and Miscellaneous (Unaffiliated) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities				1,500,311	xxx	1,524,368	1,500,000	1,497,791	0	(521)	0	0	xxx	xxx	xxx	6,374	77,135	xxx	xxx
3899999	Bonds: Subtotals - Industrial and Miscellaneous (Unaffiliated)				33,685,981	xxx	36,278,297	34,666,530	33,421,617	0	9,069	0	0	xxx	xxx	xxx	435,462	1,691,425	xxx	xxx
Bonds: Hybrid Securities - Issuer Obligations																				
04622D-AA-9	Assured Guaranty Us Hldg Basic.....		1	2FE	499,025		76,0000	500,000	499,025					6.400	6.413	JD	1,422	32,000	12/13/2006	12/15/2066
06738C-AE-9	Barclays Bank Plc Fix-to-Float Perpetual.....		F	1FE	499,753		99,5000	500,000	500,003		(7)			8.550	8.548	JD	1,900	42,750	09/13/2000	06/15/2011
4299999	Bonds: Hybrid Securities - Issuer Obligations				998,778	xxx	877,500	1,000,000	999,028	0	(7)	0	0	xxx	xxx	xxx	3,322	74,750	xxx	xxx
4899999	Bonds: Subtotals - Hybrid Securities				998,778	xxx	877,500	1,000,000	999,028	0	(7)	0	0	xxx	xxx	xxx	3,322	74,750	xxx	xxx
7799999	Total Bonds: Subtotals - Issuer Obligations				50,415,793	xxx	53,400,557	50,282,530	50,019,737	0	(25,912)	0	0	xxx	xxx	xxx	621,448	2,168,770	xxx	xxx
7899999	Total Bonds: Subtotals - Single Class Mortgage-Backed/Asset-Backed Securities				168,003	xxx	178,757	161,716	166,172	0	(276)	0	0	xxx	xxx	xxx	972	11,660	xxx	xxx
8299999	Total Bonds: Subtotals - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities				1,500,311	xxx	1,524,368	1,500,000	1,497,791	0	(521)	0	0	xxx	xxx	xxx	6,374	77,135	xxx	xxx
8399999	Total Bonds				52,084,107	xxx	55,103,682	51,944,246	51,683,700	0	(26,709)	0	0	xxx	xxx	xxx	628,794	2,257,565	xxx	xxx

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Schedule D - Part 2 - Section 1

NONE

Schedule D - Part 2 - Section 2

NONE

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE INDEPENDENCE LIFE AND ANNUITY COMPANY

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year (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	
Bonds - U.S. Governments																					
362000-FR-0	GNMA Pool 569076 6.000% 11/15/33		12/01/2010	Paydown		198	198.00	207	207				(8)	(8)	198				6	11/15/2033	
362176-MT-3	GNMA Pool 213770 9.500% 12/15/16		12/01/2010	Paydown		6,639	6,639.00	7,228	7,005				(367)	(367)	6,639				397	12/15/2016	
0399999 - Bonds - U.S. Governments																					
						6,837	6,837.00	7,435	7,212	0	(375)	0	(375)	0	6,837	0	0	0	403	XXX	
Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																					
31283H-06-3	FHLMC GOLD Pool G01355		12/01/2010	Paydown		19,084	19,084.00	19,743	19,712		(627)		(627)		19,084				629	02/01/2032	
31373T-T8-3	FNMA Pool 303075 6.500% 11/01/24		12/01/2010	Paydown		7,777	7,777.00	7,767	7,764		13		13		7,777				273	11/01/2024	
31374L-WA-0	FNMA Pool 317541 7.500% 08/01/15		12/01/2010	Paydown		4,466	4,466.00	4,598	4,534		(68)		(68)		4,466				184	08/01/2015	
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																					
						31,327	31,327.00	32,108	32,010	0	(682)	0	(682)	0	31,327	0	0	0	1,086	XXX	
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
02635P-TB-9	American General Finance Corp Basic		03/16/2010	Deutschebank Securities		451,250	500,000.00	407,553	407,554				6,758	6,758	414,311		36,939	36,939	16,521	07/15/2012	
12189P-AA-0	Burlington Northern & Santa Fe Series 19		03/23/2010	Redemption	100,000	26,846	26,846.00	27,970	26,902		(55)		(55)		26,846				996	03/23/2010	
126408-BL-6	CSX Corporation Debenture		03/19/2010	Taxable Exchange		307,425	253,000.00	297,789	282,696		(739)		(739)		281,957		25,468	25,468	7,939	05/01/2017	
222372-AJ-3	Countrywide Financial Corp Basic		01/04/2010	Citigroup		515,975	500,000.00	498,645	499,042		2		2		499,044		16,931	16,931	4,514	05/15/2016	
23331A-AV-1	DR Horton Inc Basic 5.625% 01/15/16		09/21/2010	Greenwich Capital Corp		495,625	500,000.00	469,635	479,662		2,072		2,072		481,734		13,891	13,891	33,516	01/15/2016	
40426W-AR-2	HRPT Properties Trust Senior Unsecured N		03/09/2010	Bank of America		500,130	500,000.00	494,295	496,348		85		85		496,433		3,697	3,697	17,969	08/15/2016	
441812-GM-0	Household Finance Corp Medium Term Note		07/15/2010	Maturity		1,500,000	1,500,000.00	1,893,885	1,533,722		(33,722)		(33,722)		1,500,000				120,000	07/15/2010	
55263E-CJ-2	MBNA Corporation Senior Unsecured Note		09/29/2010	Bank of America		529,795	500,000.00	472,290	484,040		1,937		1,937		485,976		43,819	43,819	20,069	06/15/2015	
61748A-AE-6	Morgan Stanley 4.750% 04/01/14		05/25/2010	Morgan Stanley & Co		491,180	500,000.00	488,715	493,899		525		525		494,424		(3,244)	(3,244)	15,635	04/01/2014	
708160-BJ-4	JC Penney Company Basic		08/25/2010	Bank of America		547,500	500,000.00	558,550	541,446		(3,442)		(3,442)		538,003		9,497	9,497	39,844	08/15/2016	
713291-AG-7	Pepco Holdings Inc Senior Unsecured Note		07/02/2010	Corporate Actions		556,730	500,000.00	549,815	518,860		(3,420)		(3,420)		515,439		41,291	41,291	28,398	08/15/2012	
78442F-CJ-5	SLM Corp Basic 5.375% 05/15/14		09/20/2010	Bank of America		486,250	500,000.00	484,715	489,849		1,514		1,514		491,363		(5,113)	(5,113)	22,993	05/15/2014	
786514-BF-5	Safeway Inc Medium Term Note		12/10/2010	Morgan Stanley & Co		145,063	135,000.00	137,688	136,008		(351)		(351)		135,658		9,405	9,405	10,440	08/15/2012	
828807-BF-3	Simon Property Group LP Senior Unsecured		08/16/2010	Corporate Actions		568,300	500,000.00	498,166	499,014		119		119		499,133		69,167	69,167	28,281	08/15/2014	
852060-AG-7	Sprint Capital Corp Corporate Bond		04/13/2010	BNP Paribas		925,500	1,000,000.00	920,000	920,052		1,816		1,816		921,868		3,632	3,632	31,625	05/01/2019	
88947E-AE-0	Toll Brothers Finance Corp Senior Unsec		09/01/2010	Various		2,014,813	2,000,000.00	1,990,540	1,995,427		651		651		1,996,079		18,734	18,734	94,400	03/15/2014	
90783T-AA-8	Union Pacific Corp Pass Through Cert		07/02/2010	Redemption	100,000	14,003	14,003.00	14,003	14,003		0		0		14,003				757	07/02/2025	
91913Y-AG-5	Valero Energy Corp Senior Unsecured Note		08/25/2010	Morgan Keegan & Co, Inc		1,064,700	1,000,000.00	995,800	998,331		299		299		998,630		66,070	66,070	33,646	06/15/2013	
35177P-AK-3	France Telecom SA Medium Term Note	F	10/08/2010	Call	102,8783	1,028,783	1,000,000.00	1,196,200	1,035,708		(23,299)		(23,299)		1,012,409		16,374	16,374	85,465	03/01/2011	
78440P-AC-2	SK Telecom Co Ltd Senior Unsecured Notes	F	03/05/2010	Morgan Stanley & Co		523,220	500,000.00	517,695	516,782		(100)		(100)		516,682		6,538	6,538	21,163	07/20/2027	
87927V-AE-8	Telecom Italia Capital Senior Unsecured	F	11/17/2010	J.P. Morgan Securities, Inc		1,074,660	1,000,000.00	1,002,720	1,001,338		(284)		(284)		1,001,054		73,606	73,606	53,521	11/15/2013	
92857W-AD-2	Vodafone Group plc Senior Unsecured Note	F	04/12/2010	First Boston Corporation		1,934,688	1,800,000.00	1,894,032	1,847,380		(2,378)		(2,378)		1,844,918		89,686	89,686	68,531	01/30/2015	
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)																					
						15,702,436	15,228,849.00	15,810,701	15,218,063	0	(52,012)	0	(52,012)	0	15,165,964	0	536,388	536,388	756,223	XXX	
Bonds - Hybrid Securities																					
539439-AC-3	Lloyds Banking Group PLC Perpetual Serie	F	12/07/2010	Transfer to Preferred Stock		300,000	500,000.00	500,000	300,000		0		0		0		0	0	0	01/01/9999	
4899999 - Bonds - Hybrid Securities																					
						300,000	500,000.00	500,000	300,000	0	0	0	0	0	0	0	0	0	0	0	XXX
8399997 - Subtotals - Bonds - Part 4																					
						16,040,600	15,767,013.00	16,350,244	15,557,285	0	(53,069)	0	(53,069)	0	15,204,128	0	536,388	536,388	757,712	XXX	
8399998 - Summary Item from Part 5 for Bonds																					
						253,427	253,000.00	253,445	253,445	0	(19)	0	(19)	0	253,427	0	0	0	5,027	XXX	
8399999 - Subtotals - Bonds																					
						16,294,027	16,020,013.00	16,603,689	15,557,285	0	(53,088)	0	(53,088)	0	15,457,555	0	536,388	536,388	762,739	XXX	
Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)																					
539439-AC-3	Lloyds Banking Group PLC Perpetual Serie	F	12/09/2010	Various		500,000.000	354,000	0	500,000	300,000	200,000	0	200,000	0	500,000	0	(146,000)	(146,000)	0	0	
8499999 - Preferred Stocks - Industrial and Miscellaneous (Unaffiliated)																					
						354,000	XXX	500,000	300,000	200,000	0	0	200,000	0	500,000	0	(146,000)	(146,000)	0	XXX	
8999997 - Subtotals - Preferred Stocks - Part 4																					
						354,000	XXX	500,000	300,000	200,000	0	0	200,000	0	500,000	0	(146,000)	(146,000)	0	XXX	
8999999 - Subtotals - Preferred Stocks																					
						354,000	XXX	500,000	300,000	200,000	0	0	200,000	0	500,000	0	(146,000)	(146,000)	0	XXX	
Common Stocks - Industrial and Miscellaneous (Unaffiliated)																					
521865-11-3	Lear Corporation Warrant		03/18/2010	Corporate Actions		1,907,890		120,579	120,579				(120,578)		0				0	XXX	
521865-20-4	Lear Corporation Common Stock		03/17/2010	Various		5,147,760	366,060	338,465	348,194				(9,729)		338,465		27,594	27,594	0	XXX	

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ANNUAL STATEMENT FOR THE YEAR 2010 OF THE INDEPENDENCE LIFE AND ANNUITY COMPANY

SCHEDULE D - PART 4

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

1 CUSIP Identifi- cation	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/Stock Dividends Received During Year	21 Maturity Date
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B/A. C.V. (11+12-13)	15 Total Foreign Exchange Change in B/A. C.V.						
9099999	- Common Stocks - Industrial and Miscellaneous (Unaffiliated)					366,060	XXX	338,465	468,773	(130,307)	0	0	(130,307)	0	338,465	0	27,594	27,594	0	XXX
9799997	- Subtotals - Common Stocks - Part 4					366,060	XXX	338,465	468,773	(130,307)	0	0	(130,307)	0	338,465	0	27,594	27,594	0	XXX
9799998	- Summary item from Part 5 for Common Stocks					135,696	XXX	19		0	0	0	0	19	0	135,677	135,677	0	XXX	
9799999	- Subtotals - Common Stocks					501,756	XXX	338,484	468,773	(130,307)	0	0	(130,307)	0	338,484	0	163,271	163,271	0	XXX
9899999	- Subtotals - Preferred and Common Stocks					855,756	XXX	838,484	768,773	69,693	0	0	69,693	0	838,484	0	17,271	17,271	0	XXX
9999999 Totals						17,149,783	XXX	17,442,173	16,326,058	69,693	(53,088)	0	16,605	0	16,296,039	0	553,659	553,659	762,739	XXX

E14.1

SCHEDULE D - PART 6 - SECTION 1

Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

1 CUSIP Identification	2 Description Name of Subsidiary, Controlled or Affiliated Company	3 Foreign	4 NAIC Company Code or Alien Insurer Identification Number	5 NAIC Valuation Method (See SVO Purposes and Procedures Manual)	6 Do Insurer's Assets Include Intangible Assets Connected with Holding of Such Company's Stock?	7 Total Amount of Such Intangible Assets	8 Book / Adjusted Carrying Value	Stock of Such Company Owned by Insurer on Statement Date		
								9 Number of Shares	10 % of Outstanding	
NONE										
1999999 Totals							0	0	XXX	XXX

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

SCHEDULE D - PART 6 - SECTION 2

1 CUSIP Identification	2 Name of Lower-Tier Company	3 Name of Company Listed in Section 1 Which Controls Lower-Tier Company	4 Total Amount of Intangible Assets Included in Amount Shown in Column 7, Section 1	Stock in Lower-Tier Company Owned Indirectly by Insurer on Statement Date	
				5 Number of Shares	6 % of Outstanding
NONE					
0399999 Total				XXX	XXX

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE INDEPENDENCE LIFE AND ANNUITY COMPANY

SCHEDULE DA - PART 1

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

1 CUSIP Identification	2 Description	Codes		5 Date Acquired	6 Name of Vendor	7 Maturity Date	8 Book/ Adjusted Carrying Value	Change In Book/Adjusted Carrying Value				13 Par Value	14 Actual Cost	Interest					21 Paid for Accrued Interest	
		3 Code	4 Fo rei gn					9 Unrealized Valuation Increase/ (Decrease)	10 Current Year's (Amortization) / Accretion	11 Current Year's Other Than Temporary Impairment Recognized	12 Total Foreign Exchange Change in B./A.C.V.			15 Amount Due And Accrued Dec. 31 of Current Year On Bond Not In Default	16 Non-Admitted Due and Accrued	17 Rate of	18 Effective Rate of	19 When Paid		20 Amount Received During Year
Class One Money Market Mutual Funds																				
26188J-20-6	Dreyfus Cash Management Money Market Mut.			12/27/2010	Various		9,566,253	0	0	0	0	9,566,253	9,566,253	0	0	0.000	0.000	MON	12,906	0
8999999	Class One Money Market Mutual Funds																			
							9,566,253	0	0	0	0	xxx	9,566,253	0	0	xxx	xxx	xxx	12,906	0
9199999 TOTALS							9,566,253	0	0	0	0	xxx	9,566,253	0	0	xxx	xxx	xxx	12,906	0

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part A - Section 2

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part B - Section 2

NONE

Schedule DB - Part D

NONE

Schedule DL - Part 1

NONE

Schedule DL - Part 2

NONE

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE INDEPENDENCE LIFE AND ANNUITY COMPANY

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned December 31 of Current Year

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
NONE							
8699999 Total Cash Equivalents					0	0	0

ANNUAL STATEMENT FOR THE YEAR 2010 OF THE INDEPENDENCE LIFE AND ANNUITY COMPANY

SCHEDULE E PART 3 - SPECIAL DEPOSITS

States, etc.	1 Type of Deposits	2 Purpose of Deposits	Deposits For the Benefit of All Policyholders		All Other Special Deposits	
			3 Book/Adjusted Carrying Value	4 Fair Value	5 Book/Adjusted Carrying Value	6 Fair Value
1. Alabama	AL					
2. Alaska	AK					
3. Arizona	AZ	.B State deposit			348,122	379,453
4. Arkansas	AR	.B State deposit			116,041	126,484
5. California	CA					
6. Colorado	CO					
7. Connecticut	CT					
8. Delaware	DE					
9. District of Columbia	DC					
10. Florida	FL					
11. Georgia	GA	.B State deposit			40,614	44,270
12. Hawaii	HI					
13. Idaho	ID					
14. Illinois	IL					
15. Indiana	IN					
16. Iowa	IA					
17. Kansas	KS					
18. Kentucky	KY					
19. Louisiana	LA					
20. Maine	ME					
21. Maryland	MD					
22. Massachusetts	MA					
23. Michigan	MI					
24. Minnesota	MN					
25. Mississippi	MS					
26. Missouri	MO					
27. Montana	MT					
28. Nebraska	NE					
29. Nevada	NV					
30. New Hampshire	NH					
31. New Jersey	NJ					
32. New Mexico	NM	.B State deposit			174,061	189,727
33. New York	NY					
34. North Carolina	NC	.B State deposit			464,163	505,938
35. North Dakota	ND					
36. Ohio	OH					
37. Oklahoma	OK					
38. Oregon	OR					
39. Pennsylvania	PA					
40. Rhode Island	RI	.B State deposit	5,802,032	6,324,220		
41. South Carolina	SC	.B State deposit			145,051	158,105
42. South Dakota	SD					
43. Tennessee	TN					
44. Texas	TX					
45. Utah	UT					
46. Vermont	VT					
47. Virginia	VA	.B State deposit			123,003	134,073
48. Washington	WA					
49. West Virginia	WV					
50. Wisconsin	WI					
51. Wyoming	WY					
52. American Samoa	AS					
53. Guam	GU					
54. Puerto Rico	PR					
55. US Virgin Islands	VI					
56. Northern Mariana Islands	MP					
57. Canada	CN					
58. Aggregate Other Alien	OT	XXX	XXX	0	0	0
59. Total	XXX	XXX	5,802,032	6,324,220	1,411,054	1,538,050
DETAILS OF WRITE-INS						
5801.						
5802.						
5803.						
5898. Sum of remaining write-ins for Line 58 from overflow page	XXX	XXX	0	0	0	0
5899. Totals (Lines 5801 - 5803 + 5898) (Line 58 above)	XXX	XXX	0	0	0	0

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