# ANNUAL STATEMENT

**OF THE**

# NATIONAL PUBLIC FINANCE GUARANTEE CORPORATION

OF

ARMONK

IN THE

STATE OF NEW YORK

TO THE

# INSURANCE DEPARTMENT

OF THE

STATE OF

_____

FOR THE YEAR ENDED

DECEMBER 31, 2010

**PROPERTY AND CASUALTY**

**2010**

PROPERTY AND CASUALTY COMPANIES - ASSOCIATION EDITION

# ANNUAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2010

OF THE CONDITION AND AFFAIRS OF THE

# National Public Finance Guarantee Corporation

NAIC Group Code 0528 , 0528 (Current Period) (Prior Period) NAIC Company Code 23825 Employer's ID Number 37-6025608

Organized under the Laws of New York State of Domicile or Port of Entry New York Country of Domicile United States

Incorporated December 28, 1959 Commenced Business March 9, 1960

Statutory Home Office 113 King Street Armonk, NY 10504-1610
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office 113 King Street Armonk, NY 10504-1610 (914) 765-3333
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address 113 King Street Armonk, NY 10504-1610
(Street and Number or P. O. Box) (City or Town, State and Zip Code)

Primary Location of Books and Records 113 King Street Armonk, NY 10504-1610 (914) 765-3333
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.nationalpfg.com

Statutory Statement Contact Christopher Harris Young (914) 765-3333
(Name) (Area Code) (Telephone Number)
Christopher.Young@NationalPFG.com (914) 765-3665
(E-mail Address) (Fax Number)

## OFFICERS

| | | | |
|---|---|---|---|
| President and Chief Executive Officer | William Charles Fallon # | Managing Director, Chief Financial Officer and Treasurer | Christopher Harris Young # |
| Managing Director, General Counsel and Secretary | Daniel Eugene McManus, Jr. | Managing Director and Chief Risk Officer | Adam Thomas Bergonzi # |

## DIRECTORS OR TRUSTEES

| | | |
|---|---|---|
| William Charles Fallon # | Sandra Polk Guthman | Douglas Charles Hamilton # |
| Lester Harvey McKeever, Jr. | Andrea Eileen Randolph # | Ram David Wertheim |
| Ernest Roger Wish | | |

State of New York
County of Westchester

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.

William Charles Fallon #
President and Chief Executive Officer

Daniel Eugene McManus Jr.
Managing Director, General Counsel and Secretary

Christopher Harris Young #
Managing Director, Chief Financial Officer and Treasurer

Subscribed and sworn to before me this
25th day of February, 2011

Loretta Rivera

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

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

LORETTA RIVERA
NOTARY PUBLIC - STATE OF NEW YORK
NO. 01RI6198849
QUALIFIED IN WESTCHESTER COUNTY
COMMISSION EXPIRES JANUARY 5, 2013

# ASSETS

| | | Current Year | | | Prior Year |
|---|---|---|---|---|---|
| | | 1 | 2 | 3 | 4 |
| | | Assets | Nonadmitted Assets | Net Admitted Assets (Cols. 1 - 2) | Net Admitted Assets |
| 1. | Bonds (Schedule D) | 5,275,074,714 | 0 | 5,275,074,714 | 5,055,585,180 |
| 2. | Stocks (Schedule D): | | | | |
| | 2.1 Preferred stocks | 2,673,650 | 0 | 2,673,650 | 0 |
| | 2.2 Common stocks | 0 | 0 | 0 | 0 |
| 3. | Mortgage loans on real estate (Schedule B): | | | | |
| | 3.1 First liens | 0 | 0 | 0 | 0 |
| | 3.2 Other than first liens | 0 | 0 | 0 | 0 |
| 4. | Real estate (Schedule A): | | | | |
| | 4.1 Properties occupied by the company (less $ 0 encumbrances) | 0 | 0 | 0 | 0 |
| | 4.2 Properties held for the production of income (less $ 0 encumbrances) | 0 | 0 | 0 | 0 |
| | 4.3 Properties held for sale (less $ 0 encumbrances) | 0 | 0 | 0 | 0 |
| 5. | Cash ($ 9,071,812 , Schedule E-Part 1), cash equivalents ($ 2,762 , Schedule E-Part 2) and short-term investments ($ 1,872,731,777 , Schedule DA) | 1,881,806,351 | 0 | 1,881,806,351 | 1,824,255,995 |
| 6. | Contract loans (including $ 0 premium notes) | 0 | 0 | 0 | 0 |
| 7. | Derivatives | 0 | 0 | 0 | 0 |
| 8. | Other invested assets (Schedule BA) | 61,510,341 | 0 | 61,510,341 | 0 |
| 9. | Receivables for securities | 342,491 | 52,812 | 289,679 | 529,472 |
| 10. | Securities lending reinvested collateral assets | 0 | 0 | 0 | 0 |
| 11. | Aggregate write-ins for invested assets | 0 | 0 | 0 | 0 |
| 12. | Subtotals, cash and invested assets (Lines 1 to 11) | 7,221,407,547 | 52,812 | 7,221,354,735 | 6,880,370,647 |
| 13. | Title plants less $ 0 charged off (for Title insurers only) | 0 | 0 | 0 | 0 |
| 14. | Investment income due and accrued | 60,070,758 | 0 | 60,070,758 | 64,854,506 |
| 15. | Premiums and considerations: | | | | |
| | 15.1 Uncollected premiums and agents' balances in the course of collection | 0 | 0 | 0 | 0 |
| | 15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $ 0 earned but unbilled premiums) | 0 | 0 | 0 | 0 |
| | 15.3 Accrued retrospective premiums | 0 | 0 | 0 | 0 |
| 16. | Reinsurance: | | | | |
| | 16.1 Amounts recoverable from reinsurers | 0 | 0 | 0 | 0 |
| | 16.2 Funds held by or deposited with reinsured companies | 0 | 0 | 0 | 0 |
| | 16.3 Other amounts receivable under reinsurance contracts | 0 | 0 | 0 | 0 |
| 17. | Amounts receivable relating to uninsured plans | 0 | 0 | 0 | 0 |
| 18.1 | Current federal and foreign income tax recoverable and interest thereon | 0 | 0 | 0 | 3,297,168 |
| 18.2 | Net deferred tax asset | 612,317,027 | 604,158,880 | 8,158,147 | 39,948,540 |
| 19. | Guaranty funds receivable or on deposit | 0 | 0 | 0 | 0 |
| 20. | Electronic data processing equipment and software | 1,106 | 1,106 | 0 | 0 |
| 21. | Furniture and equipment, including health care delivery assets ($ 0 ) | 0 | 0 | 0 | 0 |
| 22. | Net adjustment in assets and liabilities due to foreign exchange rates | 0 | 0 | 0 | 0 |
| 23. | Receivables from parent, subsidiaries and affiliates | 571,334 | 294,752 | 276,582 | 0 |
| 24. | Health care ($ 0 ) and other amounts receivable | 0 | 0 | 0 | 0 |
| 25. | Aggregate write-ins for other than invested assets | 813,671 | 718,365 | 95,306 | 130,311 |
| 26. | Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) | 7,895,181,443 | 605,225,915 | 7,289,955,528 | 6,988,601,172 |
| 27. | From Separate Accounts, Segregated Accounts and Protected Cell Accounts | 0 | 0 | 0 | 0 |
| 28. | Total (Lines 26 and 27) | 7,895,181,443 | 605,225,915 | 7,289,955,528 | 6,988,601,172 |
| **DETAILS OF WRITE-INS** | | | | | |
| 1101. | | 0 | 0 | 0 | 0 |
| 1102. | | 0 | 0 | 0 | 0 |
| 1103. | | 0 | 0 | 0 | 0 |
| 1198. | Summary of remaining write-ins for Line 11 from overflow page | 0 | 0 | 0 | 0 |
| 1199. | Totals (Lines 1101 through 1103 plus 1198) (Line 11 above) | 0 | 0 | 0 | 0 |
| 2501. | Prepaid expenses | 695,694 | 695,694 | 0 | 0 |
| 2502. | Premium tax receivable | 95,306 | 0 | 95,306 | 130,311 |
| 2503. | Leasehold improvements | 22,671 | 22,671 | 0 | 0 |
| 2598. | Summary of remaining write-ins for Line 25 from overflow page | 0 | 0 | 0 | 0 |
| 2599. | Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) | 813,671 | 718,365 | 95,306 | 130,311 |

# LIABILITIES, SURPLUS AND OTHER FUNDS

| | | 1<br>Current Year | 2<br>Prior Year |
|---|---|---|---|
| 1. | Losses (Part 2A, Line 35, Column 8) | 127,226,439 | 163,604,140 |
| 2. | Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6) | 0 | 0 |
| 3. | Loss adjustment expenses (Part 2A, Line 35, Column 9) | (31,277,913) | (27,580,000) |
| 4. | Commissions payable, contingent commissions and other similar charges | 0 | 0 |
| 5. | Other expenses (excluding taxes, licenses and fees) | 8,119,627 | 8,235,886 |
| 6. | Taxes, licenses and fees (excluding federal and foreign income taxes) | 0 | 0 |
| 7.1 | Current federal and foreign income taxes (including $ 16,259,856 on realized capital gains (losses)) | 114,076,619 | 0 |
| 7.2 | Net deferred tax liability | 0 | 0 |
| 8. | Borrowed money $ 0 and interest thereon $ 0 | 0 | 0 |
| 9. | Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of $ 40,476 and including warranty reserves of $ 0 ) | 2,872,590,379 | 3,125,504,490 |
| 10. | Advance premium | 0 | 0 |
| 11. | Dividends declared and unpaid: | | |
| | 11.1 Stockholders | 0 | 0 |
| | 11.2 Policyholders | 0 | 0 |
| 12. | Ceded reinsurance premiums payable (net of ceding commissions) | 17 | 7 |
| 13. | Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19) | 0 | 0 |
| 14. | Amounts withheld or retained by company for account of others | 859,331 | 838,346 |
| 15. | Remittances and items not allocated | 0 | 0 |
| 16. | Provision for reinsurance (Schedule F, Part 7) | 0 | 0 |
| 17. | Net adjustments in assets and liabilities due to foreign exchange rates | 0 | 0 |
| 18. | Drafts outstanding | 0 | 0 |
| 19. | Payable to parent, subsidiaries and affiliates | 36,529,157 | 6,871,480 |
| 20. | Derivatives | 0 | 0 |
| 21. | Payable for securities | 4,261,438 | 25,453,467 |
| 22. | Payable for securities lending | 0 | 0 |
| 23. | Liability for amounts held under uninsured plans | 0 | 0 |
| 24. | Capital notes $ 0 and interest thereon $ 0 | 0 | 0 |
| 25. | Aggregate write-ins for liabilities | 3,249,850,890 | 3,032,243,804 |
| 26. | Total liabilities excluding protected cell liabilities (Lines 1 through 25) | 6,382,235,984 | 6,335,171,620 |
| 27. | Protected cell liabilities | 0 | 0 |
| 28. | Total liabilities (Lines 26 and 27) | 6,382,235,984 | 6,335,171,620 |
| 29. | Aggregate write-ins for special surplus funds | 0 | 13,000,931 |
| 30. | Common capital stock | 15,000,000 | 15,000,000 |
| 31. | Preferred capital stock | 0 | 0 |
| 32. | Aggregate write-ins for other than special surplus funds | 0 | 0 |
| 33. | Surplus notes | 0 | 0 |
| 34. | Gross paid in and contributed surplus | 574,441,220 | 2,199,345,228 |
| 35. | Unassigned funds (surplus) | 318,278,324 | (1,573,916,607) |
| 36. | Less treasury stock, at cost: | | |
| | 36.1 0 shares common (value included in Line 30 $ 0 ) | 0 | 0 |
| | 36.2 0 shares preferred (value included in Line 31 $ 0 ) | 0 | 0 |
| 37. | Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39) | 907,719,544 | 653,429,552 |
| 38. | Totals (Page 2, Line 28, Col. 3) | 7,289,955,528 | 6,988,601,172 |
| **DETAILS OF WRITE-INS** | | | |
| 2501. | Contingency reserves | 1,473,494,321 | 1,355,959,639 |
| 2502. | Securities sold under agreement to repurchase | 1,776,356,569 | 1,676,284,165 |
| 2503. | | 0 | 0 |
| 2598. | Summary of remaining write-ins for Line 25 from overflow page | 0 | 0 |
| 2599. | Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) | 3,249,850,890 | 3,032,243,804 |
| 2901. | Admissibility of deferred tax asset | 0 | 13,000,931 |
| 2902. | | 0 | 0 |
| 2903. | | 0 | 0 |
| 2998. | Summary of remaining write-ins for Line 29 from overflow page | 0 | 0 |
| 2999. | Totals (Lines 2901 through 2903 plus 2998) (Line 29 above) | 0 | 13,000,931 |
| 3201. | | 0 | 0 |
| 3202. | | 0 | 0 |
| 3203. | | 0 | 0 |
| 3298. | Summary of remaining write-ins for Line 32 from overflow page | 0 | 0 |
| 3299. | Totals (Lines 3201 through 3203 plus 3298) (Line 32 above) | 0 | 0 |

# STATEMENT OF INCOME

| | 1<br>Current Year | 2<br>Prior Year |
|---|---|---|
| **UNDERWRITING INCOME** | | |
| 1. Premiums earned (Part 1, Line 35, Column 4) | 362,514,126 | 385,410,574 |
| DEDUCTIONS: | | |
| 2. Losses incurred (Part 2, Line 35, Column 7) | 36,802,627 | 5,666,242 |
| 3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1) | 15,617,097 | 89,434,410 |
| 4. Other underwriting expenses incurred (Part 3, Line 25, Column 2) | 75,207,001 | 828,360,084 |
| 5. Aggregate write-ins for underwriting deductions | (13,363,298) | (14,462,327) |
| 6. Total underwriting deductions (Lines 2 through 5) | 114,263,427 | 908,998,409 |
| 7. Net income of protected cells | 0 | 0 |
| 8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7) | 248,250,699 | (523,587,835) |
| **INVESTMENT INCOME** | | |
| 9. Net investment income earned (Exhibit of Net Investment Income, Line 17) | 221,692,947 | 205,452,921 |
| 10. Net realized capital gains (losses) less capital gains tax of $ 16,259,856 (Exhibit of Capital Gains (Losses)) | 35,295,945 | 10,353,258 |
| 11. Net investment gain (loss) (Lines 9 + 10) | 256,988,892 | 215,806,179 |
| **OTHER INCOME** | | |
| 12. Net gain (loss) from agents' or premium balances charged off (amount recovered $ 0 amount charged off $ 0 ) | 0 | 0 |
| 13. Finance and service charges not included in premiums | 0 | 0 |
| 14. Aggregate write-ins for miscellaneous income | (25,137) | (8,758) |
| 15. Total other income (Lines 12 through 14) | (25,137) | (8,758) |
| 16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15) | 505,214,454 | (307,790,414) |
| 17. Dividends to policyholders | 0 | 0 |
| 18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17) | 505,214,454 | (307,790,414) |
| 19. Federal and foreign income taxes incurred | 96,411,549 | (8,672,215) |
| 20. Net income (Line 18 minus Line 19) (to Line 22) | 408,802,905 | (299,118,199) |
| **CAPITAL AND SURPLUS ACCOUNT** | | |
| 21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2) | 653,429,552 | 185,137,664 |
| 22. Net income (from Line 20) | 408,802,905 | (299,118,199) |
| 23. Net transfers (to) from Protected Cell accounts | 0 | 0 |
| 24. Change in net unrealized capital gains or (losses) less capital gains tax of $ (519,166) | (4,331,703) | (122,120) |
| 25. Change in net unrealized foreign exchange capital gain (loss) | 0 | 0 |
| 26. Change in net deferred income tax | 11,476,656 | 600,838,577 |
| 27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Col. 3) | (29,364,225) | (575,861,688) |
| 28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1) | 0 | 0 |
| 29. Change in surplus notes | 0 | 0 |
| 30. Surplus (contributed to) withdrawn from protected cells | 0 | 0 |
| 31. Cumulative effect of changes in accounting principles | 0 | 0 |
| 32. Capital changes: | | |
| 32.1. Paid in | 0 | 10,000,000 |
| 32.2. Transferred from surplus (Stock Dividend) | 0 | 0 |
| 32.3. Transferred to surplus | 0 | 0 |
| 33. Surplus adjustments: | | |
| 33.1. Paid in | (1,624,904,009) | 2,075,514,026 |
| 33.2. Transferred to capital (Stock Dividend) | 0 | 0 |
| 33.3. Transferred from capital | 0 | 0 |
| 34. Net remittances from or (to) Home Office | 0 | 0 |
| 35. Dividends to stockholders | 0 | 0 |
| 36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1) | 0 | 0 |
| 37. Aggregate write-ins for gains and losses in surplus | 1,492,610,370 | (1,342,958,708) |
| 38. Change in surplus as regards policyholders for the year (Lines 22 through 37) | 254,289,994 | 468,291,888 |
| 39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37) | 907,719,546 | 653,429,552 |
| **DETAILS OF WRITE-INS** | | |
| 0501. Reinsurance commutations received | (13,363,298) | (14,462,327) |
| 0502. | 0 | 0 |
| 0503. | 0 | 0 |
| 0598. Summary of remaining write-ins for Line 5 from overflow page | 0 | 0 |
| 0599. Totals (Lines 0501 through 0503 plus 0598) (Line 5 above) | (13,363,298) | (14,462,327) |
| 1401. Miscellaneous expense | (25,137) | (8,758) |
| 1402. | 0 | 0 |
| 1403. | 0 | 0 |
| 1498. Summary of remaining write-ins for Line 14 from overflow page | 0 | 0 |
| 1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above) | (25,137) | (8,758) |
| 3701. Reset unassigned surplus (see Note 1A) | 1,623,145,983 | 0 |
| 3702. Admissibility of deferred tax asset | (13,000,931) | 13,000,931 |
| 3703. Allocation of surplus to contingency reserves | (117,534,682) | (1,355,959,639) |
| 3798. Summary of remaining write-ins for Line 37 from overflow page | 0 | 0 |
| 3799. Totals (Lines 3701 through 3703 plus 3798) (Line 37 above) | 1,492,610,370 | (1,342,958,708) |

# CASH FLOW

| | 1<br>Current Year | 2<br>Prior Year |
|---|---|---|
| **Cash from Operations** | | |
| 1. Premiums collected net of reinsurance | 109,600,025 | 3,510,915,061 |
| 2. Net investment income | 253,642,090 | 167,676,982 |
| 3. Miscellaneous income | (25,137) | (8,758) |
| 4. Total (Lines 1 through 3) | 363,216,978 | 3,678,583,285 |
| 5. Benefit and loss related payments | 73,180,328 | (155,375,204) |
| 6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts | 0 | 0 |
| 7. Commissions, expenses paid and aggregate write-ins for deductions | 81,274,972 | 922,676,281 |
| 8. Dividends paid to policyholders | 0 | 0 |
| 9. Federal and foreign income taxes paid (recovered) net of $ 0 tax on capital gains (losses) | (16,298,099) | 1,361,734 |
| 10. Total (Lines 5 through 9) | 138,157,201 | 768,662,811 |
| 11. Net cash from operations (Line 4 minus Line 10) | 225,059,777 | 2,909,920,474 |
| **Cash from Investments** | | |
| 12. Proceeds from investments sold, matured or repaid: | | |
| 12.1 Bonds | 2,233,029,278 | 1,750,273,678 |
| 12.2 Stocks | 0 | 0 |
| 12.3 Mortgage loans | 0 | 0 |
| 12.4 Real estate | 0 | 0 |
| 12.5 Other invested assets | 0 | 0 |
| 12.6 Net gains or (losses) on cash, cash equivalents and short-term investments | 3,281 | 0 |
| 12.7 Miscellaneous proceeds | 0 | 24,926,514 |
| 12.8 Total investment proceeds (Lines 12.1 to 12.7) | 2,233,032,559 | 1,775,200,192 |
| 13. Cost of investments acquired (long-term only): | | |
| 13.1 Bonds | 2,428,045,913 | 6,696,848,522 |
| 13.2 Stocks | 2,668,475 | 0 |
| 13.3 Mortgage loans | 0 | 0 |
| 13.4 Real estate | 0 | 0 |
| 13.5 Other invested assets | 65,000,000 | 0 |
| 13.6 Miscellaneous applications | 21,005,048 | 0 |
| 13.7 Total investments acquired (Lines 13.1 to 13.6) | 2,516,719,436 | 6,696,848,522 |
| 14. Net increase (decrease) in contract loans and premium notes | 0 | 0 |
| 15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14) | (283,686,877) | (4,921,648,330) |
| **Cash from Financing and Miscellaneous Sources** | | |
| 16. Cash provided (applied): | | |
| 16.1 Surplus notes, capital notes | 0 | 0 |
| 16.2 Capital and paid in surplus, less treasury stock | (1,758,025) | 2,085,514,026 |
| 16.3 Borrowed funds | 0 | 0 |
| 16.4 Net deposits on deposit-type contracts and other insurance liabilities | 0 | 0 |
| 16.5 Dividends to stockholders | 0 | 0 |
| 16.6 Other cash provided (applied) | 117,935,483 | 1,683,399,496 |
| 17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6) | 116,177,458 | 3,768,913,522 |
| **RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS** | | |
| 18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) | 57,550,358 | 1,757,185,666 |
| 19. Cash, cash equivalents and short-term investments: | | |
| 19.1 Beginning of year | 1,824,255,995 | 67,070,329 |
| 19.2 End of year (Line 18 plus Line 19.1) | 1,881,806,353 | 1,824,255,995 |

# UNDERWRITING AND INVESTMENT EXHIBIT

## PART 1 - PREMIUMS EARNED

| Line of Business | 1<br>Net Premiums Written per Column 6, Part 1B | 2<br>Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1 | 3<br>Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A | 4<br>Premiums Earned During Year (Cols. 1 + 2 - 3) |
|---|---|---|---|---|
| 1. Fire | 0 | 0 | 0 | 0 |
| 2. Allied lines | 0 | 0 | 0 | 0 |
| 3. Farmowners multiple peril | 0 | 0 | 0 | 0 |
| 4. Homeowners multiple peril | 0 | 0 | 0 | 0 |
| 5. Commercial multiple peril | 0 | 0 | 0 | 0 |
| 6. Mortgage guaranty | 0 | 0 | 0 | 0 |
| 8. Ocean marine | 0 | 0 | 0 | 0 |
| 9. Inland marine | 0 | 0 | 0 | 0 |
| 10. Financial guaranty | 109,600,015 | 3,125,504,490 | 2,872,590,379 | 362,514,126 |
| 11.1 Medical professional liability-occurrence | 0 | 0 | 0 | 0 |
| 11.2 Medical professional liability-claims-made | 0 | 0 | 0 | 0 |
| 12. Earthquake | 0 | 0 | 0 | 0 |
| 13. Group accident and health | 0 | 0 | 0 | 0 |
| 14. Credit accident and health (group and individual) | 0 | 0 | 0 | 0 |
| 15. Other accident and health | 0 | 0 | 0 | 0 |
| 16. Workers' compensation | 0 | 0 | 0 | 0 |
| 17.1 Other liability - occurrence | 0 | 0 | 0 | 0 |
| 17.2 Other liability - claims-made | 0 | 0 | 0 | 0 |
| 17.3 Excess workers' Compensation | 0 | 0 | 0 | 0 |
| 18.1 Products liability-occurrence | 0 | 0 | 0 | 0 |
| 18.2 Products liability-claims-made | 0 | 0 | 0 | 0 |
| 19.1,19.2 Private passenger auto liability | 0 | 0 | 0 | 0 |
| 19.3,19.4 Commercial auto liability | 0 | 0 | 0 | 0 |
| 21. Auto physical damage | 0 | 0 | 0 | 0 |
| 22. Aircraft (all perils) | 0 | 0 | 0 | 0 |
| 23. Fidelity | 0 | 0 | 0 | 0 |
| 24. Surety | 0 | 0 | 0 | 0 |
| 26. Burglary and theft | 0 | 0 | 0 | 0 |
| 27. Boiler and machinery | 0 | 0 | 0 | 0 |
| 28. Credit | 0 | 0 | 0 | 0 |
| 29. International | 0 | 0 | 0 | 0 |
| 30. Warranty | 0 | 0 | 0 | 0 |
| 31. Reinsurance-nonproportional assumed property | 0 | 0 | 0 | 0 |
| 32. Reinsurance-nonproportional assumed liability | 0 | 0 | 0 | 0 |
| 33. Reinsurance-nonproportional assumed financial lines | 0 | 0 | 0 | 0 |
| 34. Aggregate write-ins for other lines of business | 0 | 0 | 0 | 0 |
| 35. TOTALS | 109,600,015 | 3,125,504,490 | 2,872,590,379 | 362,514,126 |
| **DETAILS OF WRITE-INS** | | | | |
| 3401. | 0 | 0 | 0 | 0 |
| 3402. | 0 | 0 | 0 | 0 |
| 3403. | 0 | 0 | 0 | 0 |
| 3498. Sum. of remaining write-ins for Line 34 from overflow page | 0 | 0 | 0 | 0 |
| 3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above) | 0 | 0 | 0 | 0 |

# UNDERWRITING AND INVESTMENT EXHIBIT

## PART 1A - RECAPITULATION OF ALL PREMIUMS

| | Line of Business | 1<br>Amount Unearned (Running One Year or Less from Date of Policy) (a) | 2<br>Amount Unearned (Running More Than One Year from Date of Policy) (a) | 3<br>Earned but Unbilled Premium | 4<br>Reserve for Rate Credits and Retrospective Adjustments Based on Experience | 5<br>Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4 |
|---|---|---|---|---|---|---|
| 1. | Fire | 0 | 0 | 0 | 0 | 0 |
| 2. | Allied lines | 0 | 0 | 0 | 0 | 0 |
| 3. | Farmowners multiple peril | 0 | 0 | 0 | 0 | 0 |
| 4. | Homeowners multiple peril | 0 | 0 | 0 | 0 | 0 |
| 5. | Commercial multiple peril | 0 | 0 | 0 | 0 | 0 |
| 6. | Mortgage guaranty | 0 | 0 | 0 | 0 | 0 |
| 8. | Ocean marine | 0 | 0 | 0 | 0 | 0 |
| 9. | Inland marine | 0 | 0 | 0 | 0 | 0 |
| 10. | Financial guaranty | 18,992 | 2,872,571,387 | 0 | 0 | 2,872,590,379 |
| 11.1 | Medical professional liability-occurrence | 0 | 0 | 0 | 0 | 0 |
| 11.2 | Medical professional liability-claims-made | 0 | 0 | 0 | 0 | 0 |
| 12. | Earthquake | 0 | 0 | 0 | 0 | 0 |
| 13. | Group accident and health | 0 | 0 | 0 | 0 | 0 |
| 14. | Credit accident and health (group and individual) | 0 | 0 | 0 | 0 | 0 |
| 15. | Other accident and health | 0 | 0 | 0 | 0 | 0 |
| 16. | Workers' compensation | 0 | 0 | 0 | 0 | 0 |
| 17.1 | Other liability-occurrence | 0 | 0 | 0 | 0 | 0 |
| 17.2 | Other liability-claims-made | 0 | 0 | 0 | 0 | 0 |
| 17.3 | Excess workers' Compensation | 0 | 0 | 0 | 0 | 0 |
| 18.1 | Products liability-occurrence | 0 | 0 | 0 | 0 | 0 |
| 18.2 | Products liability-claims-made | 0 | 0 | 0 | 0 | 0 |
| 19.1,19.2 | Private passenger auto liability | 0 | 0 | 0 | 0 | 0 |
| 19.3,19.4 | Commercial auto liability | 0 | 0 | 0 | 0 | 0 |
| 21. | Auto physical damage | 0 | 0 | 0 | 0 | 0 |
| 22. | Aircraft (all perils) | 0 | 0 | 0 | 0 | 0 |
| 23. | Fidelity | 0 | 0 | 0 | 0 | 0 |
| 24. | Surety | 0 | 0 | 0 | 0 | 0 |
| 26. | Burglary and theft | 0 | 0 | 0 | 0 | 0 |
| 27. | Boiler and machinery | 0 | 0 | 0 | 0 | 0 |
| 28. | Credit | 0 | 0 | 0 | 0 | 0 |
| 29. | International | 0 | 0 | 0 | 0 | 0 |
| 30. | Warranty | 0 | 0 | 0 | 0 | 0 |
| 31. | Reinsurance-nonproportional assumed property | 0 | 0 | 0 | 0 | 0 |
| 32. | Reinsurance-nonproportional assumed liability | 0 | 0 | 0 | 0 | 0 |
| 33. | Reinsurance-nonproportional assumed financial lines | 0 | 0 | 0 | 0 | 0 |
| 34. | Aggregate write-ins for other lines of business | 0 | 0 | 0 | 0 | 0 |
| 35. | TOTALS | 18,992 | 2,872,571,387 | 0 | 0 | 2,872,590,379 |
| 36. | Accrued retrospective premiums based on experience | | | | | 0 |
| 37. | Earned but unbilled premiums | | | | | 0 |
| 38. | Balance (Sum of Lines 35 through 37) | | | | | 2,872,590,379 |
| **DETAILS OF WRITE-INS** | | | | | | |
| 3401. | | 0 | 0 | 0 | 0 | 0 |
| 3402. | | 0 | 0 | 0 | 0 | 0 |
| 3403. | | 0 | 0 | 0 | 0 | 0 |
| 3498. | Sum. of remaining write-ins for Line 34 from overflow page | 0 | 0 | 0 | 0 | 0 |
| 3499. | Totals (Lines 3401 through 3403 plus 3498) (Line 34 above) | 0 | 0 | 0 | 0 | 0 |

(a) State here basis of computation used in each case. Pro rated based on expiration of risks

# UNDERWRITING AND INVESTMENT EXHIBIT

## PART 1B - PREMIUMS WRITTEN

| Line of Business | 1 Direct Business (a) | Reinsurance Assumed 2 From Affiliates | Reinsurance Assumed 3 From Non-Affiliates | Reinsurance Ceded 4 To Affiliates | Reinsurance Ceded 5 To Non-Affiliates | 6 Net Premiums Written Cols. 1 + 2 + 3 - 4 - 5 |
|---|---|---|---|---|---|---|
| 1. Fire | 0 | 0 | 0 | 0 | 0 | 0 |
| 2. Allied lines | 0 | 0 | 0 | 0 | 0 | 0 |
| 3. Farmowners multiple peril | 0 | 0 | 0 | 0 | 0 | 0 |
| 4. Homeowners multiple peril | 0 | 0 | 0 | 0 | 0 | 0 |
| 5. Commercial multiple peril | 0 | 0 | 0 | 0 | 0 | 0 |
| 6. Mortgage guaranty | 0 | 0 | 0 | 0 | 0 | 0 |
| 8. Ocean marine | 0 | 0 | 0 | 0 | 0 | 0 |
| 9. Inland marine | 0 | 0 | 0 | 0 | 0 | 0 |
| 10. Financial guaranty | 22,147 | 113,592,595 | (4,014,695) | 0 | 32 | 109,600,015 |
| 11.1 Medical professional liability-occurrence | 0 | 0 | 0 | 0 | 0 | 0 |
| 11.2 Medical professional liability-claims-made | 0 | 0 | 0 | 0 | 0 | 0 |
| 12. Earthquake | 0 | 0 | 0 | 0 | 0 | 0 |
| 13. Group accident and health | 0 | 0 | 0 | 0 | 0 | 0 |
| 14. Credit accident and health (group and individual) | 0 | 0 | 0 | 0 | 0 | 0 |
| 15. Other accident and health | 0 | 0 | 0 | 0 | 0 | 0 |
| 16. Workers' compensation | 0 | 0 | 0 | 0 | 0 | 0 |
| 17.1 Other liability-occurrence | 0 | 0 | 0 | 0 | 0 | 0 |
| 17.2 Other liability-claims-made | 0 | 0 | 0 | 0 | 0 | 0 |
| 17.3 Excess workers' Compensation | 0 | 0 | 0 | 0 | 0 | 0 |
| 18.1 Products liability-occurrence | 0 | 0 | 0 | 0 | 0 | 0 |
| 18.2 Products liability-claims-made | 0 | 0 | 0 | 0 | 0 | 0 |
| 19.1,19.2 Private passenger auto liability | 0 | 0 | 0 | 0 | 0 | 0 |
| 19.3,19.4 Commercial auto liability | 0 | 0 | 0 | 0 | 0 | 0 |
| 21. Auto physical damage | 0 | 0 | 0 | 0 | 0 | 0 |
| 22. Aircraft (all perils) | 0 | 0 | 0 | 0 | 0 | 0 |
| 23. Fidelity | 0 | 0 | 0 | 0 | 0 | 0 |
| 24. Surety | 0 | 0 | 0 | 0 | 0 | 0 |
| 26. Burglary and theft | 0 | 0 | 0 | 0 | 0 | 0 |
| 27. Boiler and machinery | 0 | 0 | 0 | 0 | 0 | 0 |
| 28. Credit | 0 | 0 | 0 | 0 | 0 | 0 |
| 29. International | 0 | 0 | 0 | 0 | 0 | 0 |
| 30. Warranty | 0 | 0 | 0 | 0 | 0 | 0 |
| 31. Reinsurance-nonproportional assumed property | XXX | 0 | 0 | 0 | 0 | 0 |
| 32. Reinsurance-nonproportional assumed liability | XXX | 0 | 0 | 0 | 0 | 0 |
| 33. Reinsurance-nonproportional assumed financial lines | XXX | 0 | 0 | 0 | 0 | 0 |
| 34. Aggregate write-ins for other lines of business | 0 | 0 | 0 | 0 | 0 | 0 |
| 35. TOTALS | 22,147 | 113,592,595 | (4,014,695) | 0 | 32 | 109,600,015 |
| **DETAILS OF WRITE-INS** | | | | | | |
| 3401. | 0 | 0 | 0 | 0 | 0 | 0 |
| 3402. | 0 | 0 | 0 | 0 | 0 | 0 |
| 3403. | 0 | 0 | 0 | 0 | 0 | 0 |
| 3498. Sum. of remaining write-ins for Line 34 from overflow page | 0 | 0 | 0 | 0 | 0 | 0 |
| 3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34 above) | 0 | 0 | 0 | 0 | 0 | 0 |

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes [ X ] No [ ]

If yes: 1. The amount of such installment premiums $ 3,142

2. Amount at which such installment premiums would have been reported had they been reported on an annualized basis $ 3,142

# UNDERWRITING AND INVESTMENT EXHIBIT

## PART 2 - LOSSES PAID AND INCURRED

| Line of Business | Losses Paid Less Salvage | | | | 5 | 6 | 7 | 8 |
|---|---|---|---|---|---|---|---|---|
| | 1 | 2 | 3 | 4 | | | | |
| | Direct Business | Reinsurance Assumed | Reinsurance Recovered | Net Payments (Cols. 1 + 2 - 3) | Net Losses Unpaid Current Year (Part 2A, Col. 8) | Net Losses Unpaid Prior Year | Losses Incurred Current Year (Cols. 4 + 5 - 6) | Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1) |
| 1. Fire | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 2. Allied lines | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 3. Farmowners multiple peril | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 4. Homeowners multiple peril | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 5. Commercial multiple peril | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 6. Mortgage guaranty | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 8. Ocean marine | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 9. Inland marine | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 10. Financial guaranty | 0 | 73,180,328 | 0 | 73,180,328 | 127,226,439 | 163,604,140 | 36,802,627 | 10.2 |
| 11.1 Medical professional liability -occurrence | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 11.2 Medical professional liability -claims-made | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 12. Earthquake | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 13. Group accident and health | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 14. Credit accident and health (group and individual) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 15. Other accident and health | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 16. Workers' compensation | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 17.1 Other liability-occurrence | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 17.2 Other liability-claims-made | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 17.3 Excess workers' compensation | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 18.1 Products liability-occurrence | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 18.2 Products liability-claims-made | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 19.1,19.2 Private passenger auto liability | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 19.3,19.4 Commercial auto liability | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 21. Auto physical damage | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 22. Aircraft (all perils) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 23. Fidelity | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 24. Surety | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 26. Burglary and theft | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 27. Boiler and machinery | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 28. Credit | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 29. International | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 30. Warranty | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 31. Reinsurance-nonproportional assumed property | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 32. Reinsurance-nonproportional assumed liability | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 33. Reinsurance-nonproportional assumed financial lines | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 34. Aggregate write-ins for other lines of business | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 35. TOTALS | 0 | 73,180,328 | 0 | 73,180,328 | 127,226,439 | 163,604,140 | 36,802,627 | 10.2 |
| **DETAILS OF WRITE-INS** | | | | | | | | |
| 3401. | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 3402. | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 3403. | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 3498. Sum. of remaining write-ins for Line 34 from overflow page | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| 3499. Totals (Lines 3401 through 3403 + 3498) (Line 34 above) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |

# UNDERWRITING AND INVESTMENT EXHIBIT

## PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

| Line of Business | Reported Losses | | | | Incurred But Not Reported | | | 8 | 9 |
|---|---|---|---|---|---|---|---|---|---|
| | 1<br>Direct | 2<br>Reinsurance Assumed | 3<br>Deduct Reinsurance Recoverable from Authorized and Unauthorized Companies | 4<br>Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3) | 5<br>Direct | 6<br>Reinsurance Assumed | 7<br>Reinsurance Ceded | Net Losses Unpaid (Cols. 4 +5 + 6 - 7) | Net Unpaid Loss Adjustment Expenses |
| 1. Fire | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2. Allied lines | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3. Farmowners multiple peril | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4. Homeowners multiple peril | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5. Commercial multiple peril | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 6. Mortgage guaranty | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 8. Ocean marine | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 9. Inland marine | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 10. Financial guaranty | 0 | 127,226,439 | 0 | 127,226,439 | 0 | 0 | 0 | 127,226,439 | (31,277,913) |
| 11.1 Medical professional liability-occurrence | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 11.2 Medical professional liability-claims-made | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 12. Earthquake | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 13. Group accident and health | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (a) 0 | 0 |
| 14. Credit accident and health (group and individual) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 15. Other accident and health | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (a) 0 | 0 |
| 16. Workers' compensation | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 17.1 Other liability - occurrence | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 17.2 Other liability - claims-made | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 17.3 Excess workers' Compensation | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 18.1 Products liability - occurrence | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 18.2 Products liability - claims-made | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 19.1,19.2 Private passenger auto liability | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 19.3,19.4 Commercial auto liability | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 21. Auto physical damage | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 22. Aircraft (all perils) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 23. Fidelity | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 24. Surety | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 26. Burglary and theft | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 27. Boiler and machinery | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 28. Credit | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 29. International | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 30. Warranty | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 31. Reinsurance-nonproportional assumed property | XXX | 0 | 0 | 0 | XXX | 0 | 0 | 0 | 0 |
| 32. Reinsurance-nonproportional assumed liability | XXX | 0 | 0 | 0 | XXX | 0 | 0 | 0 | 0 |
| 33. Reinsurance-nonproportional assumed financial lines | XXX | 0 | 0 | 0 | XXX | 0 | 0 | 0 | 0 |
| 34. Aggregate write-ins for other lines of business | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 35. TOTALS | 0 | 127,226,439 | 0 | 127,226,439 | 0 | 0 | 0 | 127,226,439 | (31,277,913) |
| **DETAILS OF WRITE-INS** | | | | | | | | | |
| 3401. | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3402. | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3403. | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3498. Sum. of remaining write-ins for Line 34 from overflow page | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3499. Totals (Lines 3401 thru 3403 + 3498) (Line 34 above) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

(a) Including $ 0 for present value of life indemnity claims.

# UNDERWRITING AND INVESTMENT EXHIBIT

## PART 3 - EXPENSES

| | 1<br>Loss Adjustment Expenses | 2<br>Other Underwriting Expenses | 3<br>Investment Expenses | 4<br>Total |
|---|---|---|---|---|
| 1. Claim adjustment services: | | | | |
| 1.1 Direct | 1,149,000 | 0 | 0 | 1,149,000 |
| 1.2 Reinsurance assumed | 13,175,613 | 0 | 0 | 13,175,613 |
| 1.3 Reinsurance ceded | 0 | 0 | 0 | 0 |
| 1.4 Net claim adjustment services (1.1 + 1.2 - 1.3) | 14,324,613 | 0 | 0 | 14,324,613 |
| 2. Commission and brokerage: | | | | |
| 2.1 Direct, excluding contingent | 0 | 0 | 0 | 0 |
| 2.2 Reinsurance assumed, excluding contingent | 0 | 24,085,790 | 0 | 24,085,790 |
| 2.3 Reinsurance ceded, excluding contingent | 0 | 9 | 0 | 9 |
| 2.4 Contingent-direct | 0 | 0 | 0 | 0 |
| 2.5 Contingent-reinsurance assumed | 0 | 0 | 0 | 0 |
| 2.6 Contingent-reinsurance ceded | 0 | 0 | 0 | 0 |
| 2.7 Policy and membership fees | 0 | 0 | 0 | 0 |
| 2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7) | 0 | 24,085,781 | 0 | 24,085,781 |
| 3. Allowances to manager and agents | 0 | 0 | 0 | 0 |
| 4. Advertising | 50 | 553,349 | 305,288 | 858,687 |
| 5. Boards, bureaus and associations | 0 | 3,647,299 | 0 | 3,647,299 |
| 6. Surveys and underwriting reports | 236 | 204,847 | 645,896 | 850,979 |
| 7. Audit of assureds' records | 0 | 0 | 0 | 0 |
| 8. Salary and related items: | | | | |
| 8.1 Salaries | 846,078 | 23,865,646 | 2,660,347 | 27,372,071 |
| 8.2 Payroll taxes | 56,136 | 1,477,856 | 188,203 | 1,722,195 |
| 9. Employee relations and welfare | 280,839 | 7,499,517 | 969,265 | 8,749,621 |
| 10. Insurance | 0 | 1,266,708 | 0 | 1,266,708 |
| 11. Directors' fees | 0 | 195,000 | 0 | 195,000 |
| 12. Travel and travel items | 2,884 | 545,287 | 801,365 | 1,349,536 |
| 13. Rent and rent items | 0 | 588,121 | 291,311 | 879,432 |
| 14. Equipment | 4,156 | 450,772 | 47,946 | 502,874 |
| 15. Cost or depreciation of EDP equipment and software | 0 | 226,824 | 0 | 226,824 |
| 16. Printing and stationery | 56 | 57,576 | 68,153 | 125,785 |
| 17. Postage, telephone and telegraph, exchange and express | 768 | 134,960 | 13,859 | 149,587 |
| 18. Legal and auditing | 94,198 | 13,315,483 | 408,780 | 13,818,461 |
| 19. Totals (Lines 3 to 18) | 1,285,401 | 54,029,245 | 6,400,413 | 61,715,059 |
| 20. Taxes, licenses and fees: | | | | |
| 20.1 State and local insurance taxes deducting guaranty association credits of $ 0 | 0 | 27,978 | 0 | 27,978 |
| 20.2 Insurance department licenses and fees | 0 | 72,755 | 77,765 | 150,520 |
| 20.3 Gross guaranty association assessments | 0 | 0 | 0 | 0 |
| 20.4 All other (excluding federal and foreign income and real estate) | 0 | 278 | 0 | 278 |
| 20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4) | 0 | 101,011 | 77,765 | 178,776 |
| 21. Real estate expenses | 0 | 12,989 | 0 | 12,989 |
| 22. Real estate taxes | 0 | 0 | 0 | 0 |
| 23. Reimbursements by uninsured plans | 0 | 0 | 0 | 0 |
| 24. Aggregate write-ins for miscellaneous expenses | 7,083 | (3,022,025) | 0 | (3,014,942) |
| 25. Total expenses incurred | 15,617,097 | 75,207,001 | 6,478,178 | (a) 97,302,276 |
| 26. Less unpaid expenses-current year | (31,277,913) | 8,119,627 | 0 | (23,158,286) |
| 27. Add unpaid expenses-prior year | (27,580,000) | 8,235,887 | 0 | (19,344,113) |
| 28. Amounts receivable relating to uninsured plans, prior year | 0 | 0 | 0 | 0 |
| 29. Amounts receivable relating to uninsured plans, current year | 0 | 0 | 0 | 0 |
| 30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29) | 19,315,010 | 75,323,261 | 6,478,178 | 101,116,449 |
| **DETAILS OF WRITE-INS** | | | | |
| 2401. Contributions and other miscellaneous expenses | 0 | 281,879 | 0 | 281,879 |
| 2402. Consulting, temporary help net of reimbursement fees | 7,083 | (3,303,904) | 0 | (3,296,821) |
| 2403. | 0 | 0 | 0 | 0 |
| 2498. Summary of remaining write-ins for Line 24 from overflow page | 0 | 0 | 0 | 0 |
| 2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above) | 7,083 | (3,022,025) | 0 | (3,014,942) |

(a) Includes management fees of $ 21,336,980 to affiliates and $ 0 to non-affiliates.

# EXHIBIT OF NET INVESTMENT INCOME

| | | 1 Collected During Year | 2 Earned During Year |
|---|---|---|---|
| 1. | U.S. Government bonds | (a) 24,974,819 | 23,648,840 |
| 1.1 | Bonds exempt from U.S. tax | (a) 117,510,311 | 119,677,618 |
| 1.2 | Other bonds (unaffiliated) | (a) 76,888,763 | 77,480,290 |
| 1.3 | Bonds of affiliates | (a) 0 | 0 |
| 2.1 | Preferred stocks (unaffiliated) | (b) 54,247 | 58,572 |
| 2.11 | Preferred stocks of affiliates | (b) 0 | 0 |
| 2.2 | Common stocks (unaffiliated) | 0 | 0 |
| 2.21 | Common stocks of affiliates | 0 | 0 |
| 3. | Mortgage loans | (c) 0 | 0 |
| 4. | Real estate | (d) 0 | 0 |
| 5. | Contract loans | 0 | 0 |
| 6. | Cash, cash equivalents and short-term investments | (e) 7,983,210 | 7,305,804 |
| 7. | Derivative instruments | (f) 0 | 0 |
| 8. | Other invested assets | 0 | 0 |
| 9. | Aggregate write-ins for investment income | 0 | 0 |
| 10. | Total gross investment income | 227,411,350 | 228,171,124 |
| 11. | Investment expenses | | (g) 6,478,177 |
| 12. | Investment taxes, licenses and fees, excluding federal income taxes | | (g) 0 |
| 13. | Interest expense | | (h) 0 |
| 14. | Depreciation on real estate and other invested assets | | (i) 0 |
| 15. | Aggregate write-ins for deductions from investment income | | 0 |
| 16. | Total deductions (Lines 11 through 15) | | 6,478,177 |
| 17. | Net investment income (Line 10 minus Line 16) | | 221,692,947 |
| **DETAILS OF WRITE-INS** | | | |
| 0901. | | 0 | 0 |
| 0902. | | 0 | 0 |
| 0903. | | 0 | 0 |
| 0998. | Summary of remaining write-ins for Line 9 from overflow page | 0 | 0 |
| 0999. | Totals (Lines 0901 through 0903) plus 0998 (Line 9 above) | 0 | 0 |
| 1501. | | | 0 |
| 1502. | | | 0 |
| 1503. | | | 0 |
| 1598. | Summary of remaining write-ins for Line 15 from overflow page | | 0 |
| 1599. | Totals (Lines 1501 through 1503) plus 1598 (Line 15 above) | | 0 |

(a) Includes $ 5,170,153 accrual of discount less $ 30,882,082 amortization of premium and less $ 8,296,364 paid for accrued interest on purchases.
(b) Includes $ 505 accrual of discount less $ 1,812 amortization of premium and less $ 40,806 paid for accrued dividends on purchases.
(c) Includes $ 0 accrual of discount less $ 0 amortization of premium and less $ 0 paid for accrued interest on purchases.
(d) Includes $ 0 for company's occupancy of its own buildings; and excludes $ 0 interest on encumbrances.
(e) Includes $ 80,024 accrual of discount less $ 76,366 amortization of premium and less $ 12,561 paid for accrued interest on purchases.
(f) Includes $ 0 accrual of discount less $ 0 amortization of premium.
(g) Includes $ 0 investment expenses and $ 0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
(h) Includes $ 0 interest on surplus notes and $ 0 interest on capital notes.
(i) Includes $ 0 depreciation on real estate and $ 0 depreciation on other invested assets.

# EXHIBIT OF CAPITAL GAINS (LOSSES)

| | | 1 Realized Gain (Loss) On Sales or Maturity | 2 Other Realized Adjustments | 3 Total Realized Capital Gain (Loss) (Columns 1 + 2) | 4 Change in Unrealized Capital Gain (Loss) | 5 Change in Unrealized Foreign Exchange Capital Gain (Loss) |
|---|---|---|---|---|---|---|
| 1. | U.S. Government bonds | 17,863,084 | 0 | 17,863,084 | 0 | 0 |
| 1.1 | Bonds exempt from U.S. tax | 12,649,982 | 0 | 12,649,982 | (1,434,681) | 0 |
| 1.2 | Other bonds (unaffiliated) | 21,039,454 | 0 | 21,039,454 | 66,987 | 0 |
| 1.3 | Bonds of affiliates | 0 | 0 | 0 | 0 | 0 |
| 2.1 | Preferred stocks (unaffiliated) | 0 | 0 | 0 | 6,484 | 0 |
| 2.11 | Preferred stocks of affiliates | 0 | 0 | 0 | 0 | 0 |
| 2.2 | Common stocks (unaffiliated) | 0 | 0 | 0 | 0 | 0 |
| 2.21 | Common stocks of affiliates | 0 | 0 | 0 | 0 | 0 |
| 3. | Mortgage loans | 0 | 0 | 0 | 0 | 0 |
| 4. | Real estate | 0 | 0 | 0 | 0 | 0 |
| 5. | Contract loans | 0 | 0 | 0 | 0 | 0 |
| 6. | Cash, cash equivalents and short-term investments | 3,280 | 0 | 3,280 | 0 | 0 |
| 7. | Derivative instruments | 0 | 0 | 0 | 0 | 0 |
| 8. | Other invested assets | 0 | 0 | 0 | (3,489,659) | 0 |
| 9. | Aggregate write-ins for capital gains (losses) | 0 | 0 | 0 | 0 | 0 |
| 10. | Total capital gains (losses) | 51,555,800 | 0 | 51,555,800 | (4,850,869) | 0 |
| **DETAILS OF WRITE-INS** | | | | | | |
| 0901. | | 0 | 0 | 0 | 0 | 0 |
| 0902. | | 0 | 0 | 0 | 0 | 0 |
| 0903. | | 0 | 0 | 0 | 0 | 0 |
| 0998. | Summary of remaining write-ins for Line 9 from overflow page | 0 | 0 | 0 | 0 | 0 |
| 0999. | Totals (Lines 0901 through 0903) plus 0998 (Line 9 above) | 0 | 0 | 0 | 0 | 0 |

# EXHIBIT OF NONADMITTED ASSETS

| | 1<br>Current Year Total Nonadmitted Assets | 2<br>Prior Year Total Nonadmitted Assets | 3<br>Change in Total Nonadmitted Assets (Col. 2 - Col. 1) |
|---|---|---|---|
| 1. Bonds (Schedule D) | 0 | 0 | 0 |
| 2. Stocks (Schedule D): | | | |
| 2.1 Preferred stocks | 0 | 0 | 0 |
| 2.2 Common stocks | 0 | 0 | 0 |
| 3. Mortgage loans on real estate (Schedule B): | | | |
| 3.1 First liens | 0 | 0 | 0 |
| 3.2 Other than first liens | 0 | 0 | 0 |
| 4. Real estate (Schedule A): | | | |
| 4.1 Properties occupied by the company | 0 | 0 | 0 |
| 4.2 Properties held for the production of income | 0 | 0 | 0 |
| 4.3 Properties held for sale | 0 | 0 | 0 |
| 5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA) | 0 | 0 | 0 |
| 6. Contract loans | 0 | 0 | 0 |
| 7. Derivatives | 0 | 0 | 0 |
| 8. Other invested assets (Schedule BA) | 0 | 0 | 0 |
| 9. Receivables for securities | 52,812 | 0 | (52,812) |
| 10. Securities lending reinvested collateral assets | 0 | 0 | 0 |
| 11. Aggregate write-ins for invested assets | 0 | 0 | 0 |
| 12. Subtotals, cash and invested assets (Lines 1 to 11) | 52,812 | 0 | (52,812) |
| 13. Title plants (for Title insurers only) | 0 | 0 | 0 |
| 14. Investment income due and accrued | 0 | 0 | 0 |
| 15. Premiums and considerations: | | | |
| 15.1 Uncollected premiums and agents' balances in the course of collection | 0 | 0 | 0 |
| 15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due. | 0 | 0 | 0 |
| 15.3 Accrued retrospective premiums | 0 | 0 | 0 |
| 16. Reinsurance: | | | |
| 16.1 Amounts recoverable from reinsurers | 0 | 0 | 0 |
| 16.2 Funds held by or deposited with reinsured companies | 0 | 0 | 0 |
| 16.3 Other amounts receivable under reinsurance contracts | 0 | 0 | 0 |
| 17. Amounts receivable relating to uninsured plans | 0 | 0 | 0 |
| 18.1 Current federal and foreign income tax recoverable and interest thereon | 0 | 0 | 0 |
| 18.2 Net deferred tax asset | 604,158,880 | 560,372,665 | (43,786,215) |
| 19. Guaranty funds receivable or on deposit | 0 | 0 | 0 |
| 20. Electronic data processing equipment and software | 1,106 | 0 | (1,106) |
| 21. Furniture and equipment, including health care delivery assets | 0 | 0 | 0 |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates | 0 | 0 | 0 |
| 23. Receivables from parent, subsidiaries and affiliates | 294,752 | 0 | (294,752) |
| 24. Health care and other amounts receivable | 0 | 0 | 0 |
| 25. Aggregate write-ins for other than invested assets | 718,365 | 2,488,092 | 1,769,727 |
| 26 Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) | 605,225,915 | 562,860,757 | (42,365,158) |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts | 0 | 0 | 0 |
| 28. Total (Lines 26 and 27) | 605,225,915 | 562,860,757 | (42,365,158) |
| **DETAILS OF WRITE-INS** | | | |
| 1101. | 0 | 0 | 0 |
| 1102. | 0 | 0 | 0 |
| 1103. | 0 | 0 | 0 |
| 1198. Summary of remaining write-ins for Line 11 from overflow page | 0 | 0 | 0 |
| 1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above) | 0 | 0 | 0 |
| 2501. Prepaid expenses | 695,694 | 2,488,092 | 1,792,398 |
| 2502. Leasehold Improvement | 22,671 | 0 | (22,671) |
| 2503. | 0 | 0 | 0 |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | 0 | 0 | 0 |
| 2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) | 718,365 | 2,488,092 | 1,769,727 |

# NOTES TO FINANCIAL STATEMENTS

## 1. Summary of Significant Accounting Policies

### A. Accounting Practices

The statutory financial statements of National Public Finance Guarantee Corporation ("National") are presented on the basis of accounting practices prescribed or permitted by the New York State Insurance Department ("NYSID"). The NYSID recognizes only statutory accounting practices prescribed or permitted by the State of New York for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the New York Insurance Law. The National Association of Insurance Commissioners ("NAIC") *Accounting Practices and Procedures Manual* ("NAIC SAP") has been adopted as a component of prescribed or permitted practices by the State of New York. The Commissioner of Insurance has the right to permit other specific practices that deviate from prescribed practices.

Effective January 1, 2010, National was granted a permitted practice by the NYSID to restate its unassigned funds (surplus) to zero by netting its negative unassigned surplus of $1.6 billion against $2.2 billion gross paid-in and contributed surplus as summarized in the table below. Total policyholders' surplus was not impacted by this permitted practice.

| In dollars | | NAIC SAP | | Adjusted for New York State Permitted Practice |
|---|---|---|---|---|
| Common capital stock | $ | 15,000,000 | $ | 15,000,000 |
| Gross paid in and contributed surplus | | 2,199,345,228 | | 576,199,245 |
| Unassigned funds (surplus) | | (1,623,145,983) | | - |
| Total policyholders' surplus (as of December 31, 2009)[1] | $ | 591,199,245 | $ | 591,199,245 |
| | | | | |
| Common capital stock | $ | 15,000,000 | $ | 15,000,000 |
| Gross paid in and contributed surplus | | 2,197,587,203 | | 574,441,220 |
| Unassigned funds (surplus) | | (1,304,867,659) | | 318,278,324 |
| Total policyholders' surplus (as of December 31, 2010) | $ | 907,719,544 | $ | 907,719,544 |

(1) - Refer to "Note 2: Accounting Changes and Corrections of Errors" below for details related to updates to the previously reported amounts in National's unaudited Annual Statement.

### B. Use of Estimates in the Preparation of the Financial Statements

The preparation of financial statements in conformity with Statutory Accounting Principles ("SAP") requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. As additional information becomes available or actual amounts become determinable, the recorded estimates are revised and reflected in operating results. Actual results could differ from those estimates.

### C. Accounting Policy

National's premiums written consist of upfront premiums and installment premiums received and accrued for policies issued in current and prior years.

Upfront premiums are earned proportionately to the scheduled periodic maturity of principal and payment of interest (debt service) to the original total principal and interest insured. Installment premiums are earned on a straight-line basis over each installment period, generally one year or less. Unearned premiums represent the portion of premiums written in prior years that is applicable to the unexpired risk of insured obligations. When an insured obligation is retired early, is called by the issuer, or is in substance paid in advance through a refunding accomplished by placing United States ("U.S.") Government securities in escrow, the remaining unearned premium is earned at that time, since there is no longer risk to National. The amounts earned from refunding were $152 million and $169 million in 2010 and 2009, respectively. As the outstanding principal of an installment-based policy is paid down by the issuer of a National-insured obligation, less premium is collected and recognized by National. Additionally, National may receive premiums upon the early termination of installment-based policies, which are earned when received.

Premiums ceded to reinsurers reduce the amount of earned premium National will recognize from its insurance policies. For both upfront and installment policies, ceded premium is recognized in earnings in proportion to and at the same time the related gross premium revenue is recognized.

Ceding commission income and expense are recognized in earnings at the same time the related premium is written.

Expenses incurred in connection with the acquisition of new insurance business are charged to operations as incurred. Expenses incurred are reduced for ceding commissions received or receivable, to the extent admissible.

In addition, National uses the following accounting policies:

# NOTES TO FINANCIAL STATEMENTS

(1) Short-term investments and cash equivalents are stated at amortized cost, net of any unrealized foreign exchange gains and losses, which approximates fair value. Cash and cash equivalents include cash on hand and demand deposits with banks with an original maturity of less than 90 days. Cash equivalents also include bonds and commercial paper with a maturity of less than 90 days at time of purchase.

(2) Bonds with an NAIC designation of 1 or 2 that are not backed by other loans are reported at amortized cost. Amortized cost is calculated using the effective interest yield method. For bonds purchased at a price below par value, discounts are accreted over the remaining term of the bond. For bonds purchased at a price above par value, which have call features, premiums are amortized to the call date that produces the lowest yield. For premium bonds that do not have call features, such premium is amortized over the remaining term of the bond.

Investments in bonds with an NAIC designation of 3 to 6 that are not backed by other loans are reported at the lower of amortized cost (as described above) or fair value as determined by the NAIC's Securities Valuation Office ("SVO"). In the event the SVO has not determined the fair value of a security, fair value amounts are determined by using independent market sources, when available, and appropriate valuation methodologies when market quotes are not available. In cases where specific market quotes are unavailable, interpreting market data and estimating market values require considerable judgment by management. Accordingly, the estimates presented are not necessarily indicative of the amount National could realize in the market.

The NAIC adopted Statement of Statutory Accounting Principles ("SSAP") 43R, "Loan-backed and Structured Securities," effective September 30, 2009. SSAP 43R establishes principles for investments in loan-backed and structured securities and increased disclosures regarding other-than-temporarily impaired securities.

As per SSAP 43R, National utilizes the retrospective adjustment method to value all loan-backed securities except for interest only securities or securities where the yield has become negative. These securities are valued using the prospective method.

Realized gains and losses on the sale of investments are determined by specific identification and are included in the statement of income as a separate component of revenues. Unrealized gains and losses from the revaluation of bonds and stocks not valued at amortized cost are credited or charged to unassigned surplus.

National's investment portfolio containing all of its securities is reviewed no less than quarterly in order to identify those securities in which fair value is less than amortized cost in order to assess whether such a decline in value is other-than-temporary. An investment is considered for a potential other-than-temporary impairment if it meets any of the following criteria:

1. The security's current fair value is less than current amortized cost by a magnitude of 5% or greater, and the fair value has been less than amortized cost for a period of greater than twelve months; or

2. The security's fair value is less than current amortized cost by a magnitude of 20% or greater.

If any of the above criteria are met, further analysis is performed to determine whether the impairment is other-than-temporary. In assessing whether a decline in value is other-than-temporary, National considers several factors, including but not limited to (a) the magnitude and duration of the decline, (b) credit indicators and reasons for the decline, such as general interest rate or credit spread movements, credit rating downgrades, issuer specific changes in credit spreads, and the financial condition of the issuer, and (c) any guarantees associated with a security such as those provided by investment grade financial guarantee insurance companies. Based on this assessment, if National believes that either (a) the investment's fair value will not recover to an amount equal to its amortized cost or (b) National does not have the ability and intent to hold the investment to maturity or until the fair value recovers to an amount at least equal to amortized cost, it will consider the decline in value to be other-than-temporary. If National determines that a decline in the value of an investment is other-than-temporary, the investment is written down to its fair value and a realized loss is recorded in net income.

For loan-backed and structured securities, National estimates cash flows expected to be collected over the life of the security. If National determines that if, based on current information and events, there is a decrease in cash flows expected to be collected (that is it will be unable to collect all cash flows expected at acquisition plus any additional cash flows expected to be collected arising from changes in estimates after acquisition) an other-than-temporary impairment shall be considered to have occurred. For loan-backed securities that management has no intent to sell and believes that it is more likely than not such securities will not be required to be sold prior to recovery, only the credit loss component of the other-than-temporary impairment is recognized as a net investment loss, while the rest of the fair value loss is recognized as a reduction to unassigned funds (surplus). If management intends to sell the security or if management believes that it is more likely than not such securities will be required to be sold prior to recovery, the entire amount of the unrealized loss is recognized as a realized loss. These assessments require management to exercise judgment as to whether an investment is impaired based on market conditions and trends and the availability of relevant data. National did not recognize any other-than-temporary impairments in 2010 or 2009.

# NOTES TO FINANCIAL STATEMENTS

(3) Common stocks are stated at fair value except for investments in stocks of uncombined subsidiaries and affiliates in which National has an interest of 20% or more are carried on a statutory equity basis. National did not hold any unaffiliated common stock as of December 31, 2010.

(4) Preferred stocks are carried in accordance with the guidance provided in Statement of Statutory Accounting Principles ("SSAP") 32, "Investments in Preferred Stock (including investments in preferred stock of subsidiary, controlled, or affiliated entities)."

(5) National did not hold investments in mortgage loans as of December 31, 2010.

(6) Loan-backed bonds and structured securities with NAIC designation of 1 or 2 are reported at amortized cost using the effective interest method, including anticipated prepayments at the date of purchase. Changes in the estimated cash flows from the original purchase assumptions are accounted for using the retrospective method. However, the prospective method is used to value interest-only securities or securities where the yield has become negative.

Loan-backed bonds and structured securities with NAIC designation of 3 through 6 are reported at the lower of amortized cost or fair value as determined by the SVO. In the event the SVO has not determined the fair value of a security, fair value amounts are determined by using independent market sources, when available, and appropriate valuation methodologies when market quotes are not available. In cases where specific market quotes are unavailable, interpreting market data and estimating market values require considerable judgment by management. Accordingly, the estimates presented are not necessarily indicative of the amount National could realize in the market.

(7) National recorded its investment in its subsidiary, National Real Estate Holdings of Armonk, LLC ("NREHA"), in "Other invested assets" on its balance sheet. Investments in limited liability companies are reported using an equity method as defined in SSAP 97, "Investments in Subsidiary, Controlled and Affiliated Entities." The change in surplus is recorded as a component of unrealized capital gains and losses on investments.

(8) National does not have ownership interests in joint ventures or partnerships. National accounts for its investment in its wholly-owned limited liability company as described above in Section C (7).

(9) National had not entered into any transactions classified as derivative instruments.

(10) National does not utilize anticipated investment income as a factor in the premium deficiency calculation. National did not have a premium deficiency as of December 31, 2010.

(11) National recognizes loss reserves on a contract-by-contract basis where an insured event has occurred (i.e., a payment default on the insured obligation) or an insured event is expected in the future based upon credit deterioration which has already occurred and has been identified. Case reserves are measured based on the probability-weighted present value of expected net cash inflows and outflows to be paid under the contract, discounted using a rate equal to the yield-to-maturity of National's fixed-income investment portfolio, excluding cash and cash equivalents and other investments not intended to defease long-term liabilities. The loss reserve is subsequently remeasured each reporting period for expected increases or decreases due to changes in the likelihood of default and potential recoveries. Subsequent changes to the measurement of the loss reserve are recognized as losses incurred in the period of change. Measurement and recognition of loss reserve is reported net of any reinsurance. National estimates the likelihood of possible claims payments and possible recoveries using probability-weighted expected cash flows based on information available as of the measurement date, including market information. The methods for making such estimates are continually reviewed and any adjustments are reflected in the period determined. Once a case basis reserve is established for an insured obligation, National continues to record premium revenue to the extent premiums have been or are expected to be collected on that obligation.

National does not establish loss reserves for all payments that may be due under an insured obligation. Case basis reserves cover the estimated amount of principal and interest National expects to pay on its insured obligations and the costs of settlement and other loss mitigation expenses, net of expected recoveries. National recognizes potential salvage and subrogation recoveries on paid losses based on a similar probability-weighted net cash flow projection discounted using the same rate discussed above, as of the measurement date. Such recovery amounts are reported within "Losses" or "Loss adjustment expense" ("LAE") on National's balance sheet as a contra liability.

When National becomes entitled to the underlying collateral of an insured obligation under salvage and subrogation rights as a result of a settled claim, it reports this type of salvage and subrogation as a contra liability within "Losses" or "LAE" on its balance sheet.

A number of variables are taken into account in establishing specific case basis reserves for individual policies. These variables include creditworthiness of the underlying issuer of the insured obligation, whether the obligation is secured or unsecured and the expected recovery rates on the insured obligation, the projected cash flow or market value of any assets that support the insured obligation and the historical and projected loss rates on such assets. Factors that may affect the actual ultimate underwriting losses for any policy include the state of the economy, changes in interest rates, rates of inflation and the salvage values of specific collateral. Management believes that National's reserves are adequate to cover the net cost of

## NOTES TO FINANCIAL STATEMENTS

claims. However, because the reserves are based on management's judgment and estimates, there can be no assurance that the ultimate liability will not exceed such estimates.

Contingency Reserves

A contingency reserve is established for the protection of all policyholders by direct charges to unassigned surplus and is established by National for past business and new business, as follows:

- For policies in force prior to July 1, 1989, National establishes and maintains a contingency reserve equal to 50% of the cumulative earned premiums on such policies.

- For policies written on or after July 1, 1989, a contingency reserve, which represents the greater of 50% of premiums written or a stated percentage of the principal guaranteed dependent on the category of obligation insured, is established over a 15 to 20 year period. The stated percentage ranges from 0.55% on municipal general obligation bonds to 2.5% on certain industrial development bonds and non-investment grade obligations.

Contingency reserves are established and maintained net of collateral and reinsurance. The reserves may be released in the same manner in which they were established and withdrawals, to the extent there may be excess, may be made with either the prior written approval of the Superintendent of the NYSID or upon thirty days prior written notice, depending upon the circumstances specified in Article 69, Section 6903 of the New York Insurance Law. Contingency reserves established for policies which are terminated, matured or net of refundings to the extent that the refunded issue is paid off or secured by obligations which are directly payable or guaranteed by the U.S. Government may be released without prior approval or notice. Additionally, as of December 31, 2010 and 2009 contingency reserves have been released upon satisfaction of certain conditions of New York State Insurance Law. National continually assesses its contingency reserves to determine if amounts are excessive in relation to the outstanding insured obligations and could potentially release additional contingency reserves in the future upon demonstrating to the satisfaction of the NYSID that the amounts are excessive. National's contingency reserve as of December 31, 2010 and 2009 was $1.5 billion and $1.4 billion, respectively.

(12) National has not modified its capitalization policy from the prior period.

(13) Not applicable.

**2. Accounting Changes and Correction of Errors**

The amounts presented below reflect updates to amounts previously reported in National's unaudited Annual Statement as of and for the year ended December 31, 2009 filed with the NYSID. The updates correct the recording of a deferred tax asset as an admitted asset under paragraph 10e of SSAP 10R, "Income Taxes," contingency reserves and a *de minimus* adjustment to intercompany balances with affiliates. Please refer to National's website for its audited statutory-basis financial statements for the years ended December 31, 2009 and 2008.

| In dollars | As reported in the 2009 Annual Statement | As reported in the 2009 Audited Financial Statement |
|---|---|---|
| **Statement of Admitted Assets, Liabilities and Policyholders' Surplus:** | | |
| Non-admitted deferred tax asset | $ 560,372,665 | $ 594,615,771 |
| Net deferred tax asset | 39,948,540 | 26,947,609 |
| Total non-admitted assets | 562,860,757 | 598,367,292 |
| Total admitted assets | 6,988,601,172 | 6,975,600,241 |
| Payable to parent, subsidiaries and affiliates | 6,871,480 | 8,134,909 |
| Contingency reserves | 1,355,959,639 | 1,403,925,586 |
| Total liabilities | 6,335,171,620 | 6,384,400,996 |
| Aggregate write-ins for special surplus funds | 13,000,931 | - |
| Unassigned surplus | (1,573,916,607) | (1,623,145,983) |
| Policyholders' surplus | 653,429,552 | 591,199,245 |
| Total liabilities and policyholders' surplus | 6,988,601,172 | 6,975,600,241 |

**3. Business Combinations and Goodwill**

National has not been a party to any business combinations taking the form of a statutory merger in 2010.

**4. Discontinued Operations**

National did not have discontinued operations during 2010.

**5. Investments**

A. National did not hold mortgage loans as investments during 2010.

B. National is not party to any restructured debt transactions during 2010.

## NOTES TO FINANCIAL STATEMENTS

C. National did not hold investments in reverse mortgages during 2010.

D. Loan-Backed Securities

(1) Prepayment assumptions for single class and multi-class mortgage-backed/asset-backed securities were obtained from an independent third-party data service or internal estimates.

(2) National did not have any loan-backed or structured securities with a recognized other-than-temporary impairment as of December 31, 2010 and 2009.

(3) Based on its evaluation, during 2010, National did not recognize an other-than-temporary impairment on any securities. National determined that the unrealized losses on securities in its portfolio were temporary in nature because its impairment analysis, including projected future cash flows, indicated that it would be able to recover the amortized cost of impaired assets. National also concluded that it has both the ability and intent to hold these securities until their fair values recover to an amount at least equal to amortized cost or to maturity.

(4) The following table sets forth the gross unrealized losses of National's loan-backed and structured securities as of December 31, 2010 and 2009 that have been in a continuous unrealized loss position for less than twelve months from those that have been in a continuous unrealized loss position for twelve months or longer.

| | As of December 31, 2010 | | | | | |
|---|---|---|---|---|---|---|
| | Less than 12 Months | | 12 Months or Longer | | Total | |
| In thousands | Fair Value | Unrealized Losses | Fair Value | Unrealized Losses | Fair Value | Unrealized Losses |
| Single class mortgage-backed/asset-backed securities | $ 719,591 | $ (10,825) | $ - | $ - | $ 719,591 | $ (10,825) |
| Multi-class residential mortgage-backed securities | 32,796 | (146) | - | - | 32,796 | (146) |
| Multi-class commercial mortgage-backed/asset-backed/ collateralized mortgage obligation securities | 39,782 | (1,076) | - | - | 39,782 | (1,076) |
| Total loan-backed securities | $ 792,169 | $ (12,047) | $ - | $ - | $ 792,169 | $ (12,047) |

| | As of December 31, 2009 | | | | | |
|---|---|---|---|---|---|---|
| | Less than 12 Months | | 12 Months or Longer | | Total | |
| In thousands | Fair Value | Unrealized Losses | Fair Value | Unrealized Losses | Fair Value | Unrealized Losses |
| Single class mortgage-backed/asset-backed securities | $ 274,654 | $ (2,414) | $ - | $ - | $ 274,654 | $ (2,414) |
| Multi-class residential mortgage-backed securities | 2,169 | (91) | - | - | 2,169 | (91) |
| Total loan-backed securities | $ 276,823 | $ (2,505) | $ - | $ - | $ 276,823 | $ (2,505) |

(5) Refer to "Note 1: Summary of Significant Accounting Policies" Section C (2) above for a description of the general categories of information National considers in determining whether a security is other-than-temporarily impaired.

E. Repurchase Agreements

Securities purchased under agreements to resell and securities sold under agreements to repurchase are accounted for as collateralized transactions and are recorded at book value. It is National's policy to take possession of securities borrowed or purchased under agreements to resell. Repurchase agreements with third parties are primarily entered into for cash management purposes, to invest or obtain cash on a short-term basis, and are only transacted with high quality dealer firms. National's investment guidelines require these repurchase agreements to be fully collateralized, with collateral valued at fair value and additional collateral delivered if there is a shortfall. Cash collateral received is invested in short-term investments and the offsetting collateral liability is included in aggregate write-ins for liabilities.

National maintains an intercompany repurchase agreement with MBIA Inc., which was approved by the NYSID. Under this agreement, National holds securities subject to agreements to resell and transfers securities subject to agreements to repurchase of equal amount. In the event that the value of the securities transferred by either party declines below the amount outstanding under the facility, a transfer of additional securities is required.

National held securities under agreements to resell of $1.8 billion and $1.7 billion as of December 31, 2010 and 2009, respectively. National also transferred securities under agreements to repurchase of $1.8 billion and $1.7 billion as of December 31, 2010 and 2009, respectively. These agreements reset on a quarterly basis. The interest income related to these agreements was $12 million and $29 million, and the interest expense was $5 million and $4 million, respectively, for the years ended December 31, 2010 and 2009. There were no third-party repurchase agreement transactions outstanding as of December 31, 2010.

F. National did not hold investments in real estate, recognize real estate impairments or engage in retail land sales during 2010.

# NOTES TO FINANCIAL STATEMENTS

G. National did not hold low income housing tax credits as investments during 2010.

**6. Joint Ventures, Partnerships and Limited Liability Companies**

A. National has no investments in joint ventures, partnerships or limited liability companies that exceed 10% of its admitted assets.

B. National did not recognize any impairment write-downs of investments in joint ventures, partnerships and limited liability companies due to impairments during 2010.

**7. Investment Income**

A. Due and accrued income was excluded from surplus on the following basis:

All investment income due and accrued with amounts that are over 90 days past due are non-admitted.

B. There were no amounts excluded as of December 31, 2010 or 2009.

**8. Derivative Instruments**

National has not entered into any transactions classified as derivative instruments.

**9. Income Taxes**

As discussed in "Note 2: Accounting Changes and Corrections of Errors" the amounts related to 2009 have been updated to correct the recording of a deferred tax asset ("DTA") under paragraph 10e of SSAP 10R.

A. The components of DTAs and deferred tax liabilities ("DTLs") are as follows. References to paragraphs are those within SSAP 10R, "Income Taxes."

(1)

| | 12/31/2010 | | | 12/31/2009 | | | Change | | |
|---|---|---|---|---|---|---|---|---|---|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 |
| | | | (Col 1 + 2) | | | (Col 4 + 5) | | | (Col 7 + 8) |
| In thousands | Ordinary | Capital | Total | Ordinary | Capital | Total | Ordinary | Capital | Total |
| (a) Gross Deferred Tax Assets | $ 620,666 | $ - | $ 620,666 | $ 621,617 | $ - | $ 621,617 | $ (951) | $ - | $ (951) |
| (b) Statutory Valuation Allowance Adjustment | - | - | - | - | - | - | - | - | - |
| (c) Adjusted Gross Deferred Tax Assets (1a-1b) | 620,666 | - | 620,666 | 621,617 | - | 621,617 | (951) | - | (951) |
| (d) Deferred Tax Liabilities | (8,349) | - | (8,349) | (54) | - | (54) | (8,295) | - | (8,295) |
| (e) Subtotal (Net Deferred Tax Assets) (1c-1d) | 612,317 | - | 612,317 | 621,563 | - | 621,563 | (9,246) | - | (9,246) |
| (f) Deferred Tax Assets Nonadmitted | 604,159 | - | 604,159 | 595,007 | (392) | 594,615 | 9,152 | 392 | 9,544 |
| (g) Net Admitted Deferred Tax Assets (1e-1f) | $ 8,158 | $ - | $ 8,158 | $ 26,556 | $ 392 | $ 26,948 | $ (18,398) | $ (392) | $ (18,790) |

(2) National has not admitted additional DTAs pursuant to paragraph 10e of SSAP 10R, as financial guarantee companies are not permitted to do so.

(3) National has not recorded an increase in admitted DTAs as a result of the election to employ the provisions of paragraph 10e.

(4) Not applicable.

# NOTES TO FINANCIAL STATEMENTS

(5)

| | 12/31/2010 | | | 12/31/2009 | | | Change | | |
|---|---|---|---|---|---|---|---|---|---|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 |
| | | | (Col 1 + 2) | | | (Col 4 + 5) | | | (Col 7 + 8) |
| In thousands | Ordinary | Capital | Total | Ordinary | Capital | Total | Ordinary | Capital | Total |
| SSAP No. 10R, Paragraphs 10.a., 10.b., and 10.c.: | | | | | | | | | |
| (a) Admitted Deferred Tax Assets | $ 8,158 | $ - | $ 8,158 | $ 1,118 | $ 392 | $ 1,510 | $ 7,040 | $ (392) | $ 6,648 |
| (b) Admitted Assets | - | - | - | 25,438 | - | 25,438 | (25,438) | - | (25,438) |
| (c) Adjusted Statutory Surplus * | 8,349 | - | 8,349 | 54 | - | 54 | 8,295 | - | 8,295 |
| (d) Total Adjusted Capital from DTAs | 16,507 | - | 16,507 | 26,610 | 392 | 27,002 | (10,103) | (392) | (10,495) |
| Increase due to SSAP No. 10R, Paragraph 10.e. | | | | | | | | | |
| (e) Admitted Deferred Tax Assets | - | - | - | - | - | - | - | - | - |
| (f) Admitted Assets | - | - | - | - | - | - | - | - | - |
| (g) Statutory Surplus | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |

* As reported on the statutory balance sheet for the most recently filed statement with the domiciliary state commissioner adjusted in accordance with SSAP 10R, Paragraph 10bii

(6) Not applicable.

B. National has no unrecognized DTLs for amounts described in SSAP 10R paragraph 6d and paragraph 31 of accounting principles for income taxes.

C. Income tax expense differs from the amount obtained by applying the federal statutory rate of 35%. Current income taxes incurred consist of the following major components:

| | In thousands | 1<br>12/31/2010 | 2<br>12/31/2009 | 3<br>(Col 1 -2)<br>Change |
|---|---|---|---|---|
| (1) | Current Income Tax: | | | |
| | (a) Federal | $ 96,412 | $ (3,444) | $ 99,856 |
| | (b) Foreign | - | - | - |
| | (c) Subtotal | 96,412 | (3,444) | 99,856 |
| | (d) Federal income tax on net capital gains | 16,260 | - | 16,260 |
| | (e) Utilization of capital loss carry-forwards | - | - | - |
| | (f) Other | - | 347 | (347) |
| | (g) Federal and foreign income taxes incurred | $ 112,672 | $ (3,097) | 115,769 |

# NOTES TO FINANCIAL STATEMENTS

The tax effects of temporary difference that gives rise to significant portions of DTAs and DTLs are as follows:

| In thousands | 1<br>12/31/2010 | 2<br>12/31/2009 | 3<br>(Col 1 -2)<br>Change |
|---|---|---|---|
| (2) Deferred Tax Assets: | | | |
| (a) Ordinary | | | |
| (1) Loss reserves | $ - | $ - | $ - |
| (2) Unearned premium reserve | 101,560 | 110,364 | (8,804) |
| (3) Contingency reserve | 515,723 | 491,374 | 24,349 |
| (4) Investments | 519 | - | 519 |
| (5) Deferred acquisition costs | - | - | - |
| (6) Policyholder dividends accrual | - | - | - |
| (7) Fixed assets | - | - | - |
| (8) Compensation and benefits accrual | 534 | 369 | 165 |
| (9) Foreign exchange | - | - | - |
| (10) Receivables - nonadmitted | - | - | - |
| (11) Net operating loss carry-forward | - | 19,365 | (19,365) |
| (12) Tax credit carry-forward | - | - | - |
| (13) Other (including items <5% of total ordinary tax assets) | 2,304 | 91 | 2,213 |
| (99) Subtotal | 620,640 | 621,563 | (923) |
| (b) Statutory valuation allowance adjustment | - | - | - |
| (c) Nonadmitted | 604,159 | 595,007 | 9,152 |
| (d) Admitted ordinary deferred tax assets | 16,481 | 26,556 | (10,075) |
| (e) Capital: | | | |
| (1) Investments | - | - | - |
| (2) Net capital loss carry-forward | - | - | - |
| (3) Real estate | - | - | - |
| (4) Other (including items <5% of total capital tax assets) | - | - | - |
| (99) Subtotal | - | - | - |
| (f) Statutory valuation allowance adjustment | - | - | - |
| (g) Nonadmitted | - | (392) | 392 |
| (h) Admitted capital deferred tax assets (2e99-2f-2g) | - | 392 | (392) |
| (i) Admitted deferred tax assets (2d+2h) | 16,481 | 26,948 | (10,467) |
| (3) Deferred Tax Liabilities: | | | |
| (a) Ordinary | | | |
| (1) Investments | - | - | - |
| (2) Fixed assets | - | - | - |
| (3) International operations | - | - | - |
| (4) Deferral of COD Income | - | - | - |
| (5) Loss Reserve - Accounting Method | - | - | - |
| (6) Other (including items <5% of total ordinary tax liabilities) | 8,323 | - | 8,323 |
| (99) Subtotal | 8,323 | - | 8,323 |
| (b) Capital | | | |
| (1) Investments | - | - | - |
| (2) Real estate | - | - | - |
| (3) Other (including items <5% of total capital tax liabilities) | - | - | - |
| (99) Subtotal | - | - | - |
| (c) Deferred tax liabilities (3a99+3b99) | 8,323 | - | 8,323 |
| (4) Net deferred tax assets/liabilities (2i-3c) | $ 8,158 | $ 26,948 | $ (18,790) |

Please note that the contingency reserve balance as of December 31, 2009 reflects an audit adjustment. For further detail, refer to “Note 2: Accounting Changes and Corrections of Errors.”

In 2010 and 2009, National recorded a deferred tax asset related to contingency reserves. Deferred taxes on contingency reserves must be established to the extent corresponding tax and loss bonds are not purchased.

# NOTES TO FINANCIAL STATEMENTS

D. The provision for federal income taxes incurred is different from that which would be obtained by applying the statutory federal income tax rate to income before income taxes. The significant items causing this difference are as follows:

| In thousands | Amount | Tax Effect | Effective Tax Rate |
|---|---|---|---|
| Income before taxes | $ 521,474 | $ 182,516 | 35% |
| Tax exempt interest and dividend received deduction | (104,984) | (36,744) | -7% |
| Meals and entertainment | 23 | 8 | 0% |
| Nondeductible transaction costs | 2,500 | 875 | 0% |
| Excessive remuneration | - | - | 0% |
| Other | - | - | 0% |
| Taxable income | 419,013 | 146,655 | 28% |
| | | | |
| Prior year adjustment | | 131 | 0% |
| Foreign tax credit | | - | 0% |
| Foreign tax | | - | 0% |
| Contingency reserve | | (24,349) | -5% |
| Other items | | (0) | 0% |
| Taxable income | | 122,437 | 23% |
| | | | |
| Federal income tax incurred | | 112,672 | 22% |
| Change in net deferred income tax | | 9,765 | 2% |
| Total statutory income tax | | $ 122,437 | 23% |

E. Operating Loss and Tax Credit Carryforward and Protective Tax Deposits

(1) As of December 31, 2010, National did not have any net operating loss, capital loss or alternative minimum tax carry forwards.

(2) The following table presents income tax expense for 2008, 2009 and 2010 that is available for the recoupment in the event of future net losses:

| In thousands<br>Year | Ordinary | Capital | Total |
|---|---|---|---|
| 2008 | $ - | $ - | $ - |
| 2009 | - | - | - |
| 2010 | 96,412 | 16,260 | 112,672 |
| Total | $ 96,412 | $ 16,260 | $ 112,672 |

(3) National does not have any deposits admitted under Section 6603 of the Internal Revenue Service Code.

F. Consolidated Federal Income Tax Return

(1) As of December 31, 2010, National's federal income tax return was consolidated with the following entities:

MBIA Inc.
CAH Asset Holdings, Inc.
Capital Markets Assurance Corporation
Capmac Holdings, Inc.
Capmac Investment Management
Cutwater Colorado Investor Services Corporation
MBIA Capital Corporation
Cutwater Asset Management Corporation
MBIA Insurance Corporation
MBIA Investment Management Corporation
Cutwater Investors Service Corporation
MBIA Services Company
Municipal Issuers Service Corporation
Municipal Tax Collection Bureau, Inc.
National Public Finance Guarantee Holdings, Inc.
Optinuity Alliance Resource Corporation
LatAm Capital Advisors, Inc.
Triple-A One Funding Corporation

(2) National is included in the consolidated tax return of MBIA Inc. its parent company. The method of allocation between the companies is subject to written agreement, and is approved by the members of the consolidated group. Allocation is generally based upon separate return calculations. However, to the extent

## NOTES TO FINANCIAL STATEMENTS

that the consolidated tax liability of the parent company and its subsidiaries is less than National's tax liability on a separate company basis, the difference would be held in escrow for two years in the event National were to incur a tax loss which could be carried back. Intercompany tax balances are settled annually following the parent company's filing of its federal income tax return.

**10. Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties**

A. National is a wholly owned subsidiary of MBIA Inc. through an intermediary holding company, National Public Finance Guarantee Holdings, Inc. (National Holdings").

B. Transactions with Affiliates (Greater than ½% of Admitted Assets)

(1) On March 1, 2010, National established NREHA, a wholly owned subsidiary of National as a result of purchasing MBIA Corp.'s interest in real estate. NREHA purchased the real estate for purpose of conducting National's business and leasing to certain affiliates and third-party tenants. Refer to "Note 1: Summary of Significant Accounting Policies" Section C (7) for a description of National's accounting policy for its investment in this subsidiary.

(2) The purchase price of the above mentioned property of $65 million was based on the fair value of the real estate at the time of purchase as determined, in part, through assessments made by independent third parties. Concurrent to the purchase, NREHA entered into lease arrangements with MBIA Corp. and certain other affiliates. The lease rates are based on market rates a third-party would charge for similar arrangements as determined, in part, through assessments made by independent third parties. The purchase by NREHA and sale by MBIA Corp., as well as the lease arrangements, were non-disapproved by the NYSID.

(3) During the first quarter of 2010, National received $13 million in excess of payments which were contractually due to National upon the termination of a reinsurance agreement between MBIA Corp. and Mitsui Sumitomo Insurance Co. Ltd. The excess of payment was recognized as a realized gain and reported as a component of "Aggregate write-ins for underwriting deductions" in the statement of income.

(4) National entered into an agreement with MBIA Inc. whereby National held securities under agreements to resell and under agreements to repurchase. Refer to "Note 5: Investments" Section E for further information about repurchase agreements.

(5) On February 18, 2009, MBIA Inc. announced the establishment of a new U.S. public finance financial guarantee insurance company using MBIA Insurance Corp. of Illinois ("MBIA Illinois"), an existing public finance financial guarantee insurance company wholly-owned by MBIA Corp. As part of the restructuring, the stock of National was transferred to a newly established intermediate holding company (National Holdings), which is wholly-owned by MBIA Inc. Additionally, National was further capitalized with approximately $2.1 billion from funds distributed by MBIA Corp. to MBIA Inc. as a dividend and return of capital, which MBIA Inc. contributed to National through National Holdings.

MBIA Corp. entered into a quota share reinsurance agreement with National effective January 1, 2009 pursuant to which MBIA Corp. ceded all of its U.S. public finance exposure to National, including assigning its rights and obligations with respect to the U.S. public finance business that MBIA Corp. assumed from Financial Guaranty Insurance Company ("FGIC"). The exposure transferred to National under the reinsurance and assignment agreements totaled $553.7 billion of net par outstanding. The reinsurance and assignment enables covered policyholders and certain ceding reinsurers to make claims for payment directly against National in accordance with the terms of these agreements.

In connection with the reinsurance and assignment agreements, MBIA Corp. paid to National approximately $2.9 billion, which is equal to the statutory net unearned premium and loss and loss adjustment expense reserves, net of a ceding commission, as premium to reinsure the policies covered by these agreements. The ceding commission paid to MBIA Corp. equaled 22% of the net unearned premium reserve ceded.

To provide additional protection to its policyholders, National has also issued second-to-pay policies for the benefit of the policyholders covered by the above reinsurance and assignment agreements. These second-to-pay policies, which are direct obligations of National, are held by a trustee and provide that if MBIA Corp. or FGIC, as applicable, do not pay valid claims of their policyholders, the policyholders will then be able to make claims directly against National.

C. There have been no changes in the method of establishing terms with respect to any related parties as of December 31, 2010.

D. As of December 31, 2010, National reported $37 million as amounts due to its affiliates, $0.1 million as amounts due to MBIA Inc. its ultimate parent and $0.5 million as amounts due from affiliates. The terms of the settlement require that these amounts be settled within 90 days. As of December 31, 2009, National reported $9 million as amounts due to its affiliates and $0.7 million as amounts due from MBIA Inc.

E. Effective January 1 2009, National has reinsured the entire U.S. public finance portfolio of MBIA Corp. The total par outstanding (net of reinsurance and pledged collateral) as of December 31, 2010 was approximately 67% of National's total outstanding net par value.

## NOTES TO FINANCIAL STATEMENTS

During July 2010, MBIA Corp. commuted all reinsurance arrangements with Channel Reinsurance Ltd. ("Channel Re"). Simultaneously, MBIA Corp. ceded to National all of the U.S. public finance exposure commuted from Channel Re, which totaled $7.8 billion of par outstanding.

F. In the first quarter of 2010, National entered into a Master Services Agreement ("MSA") with a newly formed affiliate service company, Optinuity Alliance Resources Corporation ("Optinuity"), dated January 1, 2010, which was approved by the NYSID. As a result of the MSA, Optinuity provides various support services including management, legal, accounting, treasury, information technology, among others, on a fee-for-service basis, to National. The fee for the year ended December 31, 2010 was $21 million.

National's investment portfolio is managed by Cutwater Asset Management Corp ("Cutwater-AMC"), a wholly owned subsidiary of Cutwater Holdings, LLC. Cutwater-AMC provides bond management services for MBIA Inc. and its affiliates, as well as third-party institutional clients. For the year ended December 31, 2010 and 2009, Cutwater-AMC charged fees of $6 million and $5 million, respectively, to National based on the average market value of its investment portfolio in each period. These fees are reported as investment expense within "Net investment income" on National's Statutory-Basis Statements of Income. Effective January 1, 2011, Cutwater-AMC assigned the agreement to its affiliate Cutwater Investors Service Corp. in accordance with the terms of the above mentioned agreement.

G. As of December 31, 2010, all outstanding shares of National an entity domiciled in New York are owned by its parent company, National Public Finance Guarantee Holdings, Inc. an intermediate holding company domiciled in the state of Delaware. All outstanding common shares of National Holdings are owned by its parent company, MBIA Inc., a holding company domiciled in the State of Connecticut and located in the State of New York. The organization chart is included in Schedule Y.

H. National owns no shares, directly or indirectly, of an upstream intermediate entity or ultimate parent.

I. National has no investment in subsidiary, controlled or affiliated companies that exceed 10% of its admitted assets as of December 31, 2010.

J. National did not recognize any impairment write-down for its investment in subsidiary, controlled or affiliated companies during the year ended December 31, 2010.

K. National does not have foreign insurance subsidiaries.

L. As mentioned in Section B above, on March 1, 2010, National established NREHA, a wholly owned subsidiary of National as a result of purchasing MBIA Corp.'s interest in real estate. Refer to "Note 1: Summary of Significant Accounting Policies" Section C (7) for further information on the accounting policy used to report National's investment in NREHA.

**11. Debt**

A. National has no capital note obligations or any other debt outstanding as of December 31, 2010.

B. National has no funding agreements with Federal Home Loan Banks ("FHLB").

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

A. National does not sponsor a defined benefit plan.

B. National participates in its parent company's defined contribution plan.

C. National does not have any multiemployer plans.

D. Consolidated/Holding Company Plans

National participates in its parent company's pension plan, which covers substantially all employees. The pension plan is a qualified non-contributory defined contribution plan to which National contributes 10% of each eligible employee's annual compensation. Annual compensation for determining such contributions consists of base salary, bonus and commissions, as applicable. Pension benefits vest over a five-year period with 20% vested after two years, 60% vested after three years, 80% vested after four years and 100% vested after five years. Gross pension expense related to the qualified pension plan for the years ended December 31, 2010 and 2009 was $871 thousand and $635 thousand, respectively.

National's parent company has a qualified profit sharing/401(k) plan in which it participates. The plan is a voluntary contributory plan that allows eligible employees to defer compensation for federal income tax purposes under Section 401(k) of the Internal Revenue Code of 1986, as amended. Employees may contribute, through payroll deductions, up to 25% of eligible compensation. National matches employee contributions up to the first 5% of such compensation and are made in the form of cash, whereby participants may direct the match to an investment of their choice. The benefit of National's contributions vest over a five-year period with 20% vested after two years, 60% vested after three years, 80% vested after four years and 100% vested after five years. Generally, a participating employee is entitled to distributions from the plan upon termination of employment, retirement, death or disability. Participants who qualify for distribution may receive a single lump sum, transfer assets to another qualified plan or individual retirement account, or receive a series of specified

## NOTES TO FINANCIAL STATEMENTS

installment payments. Profit sharing/401(k) expense related to the qualified profit-sharing/401(k) plan for the years ended December 31, 2010 and 2009 was $345 thousand and $306 thousand, respectively.

In addition to the above two plans, National also participates in its parent company's non-qualified deferred compensation plan. Contributions to the above plans that exceed limitations established by federal regulations are then contributed to the non-qualified deferred compensation plan. The non-qualified pension expense for the years ended December 31, 2010 and 2009 was $194 thousand and $214 thousand, respectively. The non-qualified profit-sharing/401(k) expense for the years ended December 31, 2010 and 2009 was $77 thousand and $120 thousand, respectively.

National participates in its parent company's 2005 Omnibus Incentive Plan (the "Omnibus Plan"), as amended on May 7, 2009. The Omnibus Plan may grant any type of award including stock options, performance shares, performance units, restricted stock, restricted stock units and dividend equivalents. Following the effective date of the Omnibus Plan, no new options or awards were granted under any of the prior plans authorized by the MBIA Inc. shareholders.

The stock option component of the Omnibus Plan enables key employees to acquire shares of MBIA Inc. common stock. The stock option grants, which may be awarded every year, provide the right to purchase shares of MBIA Inc. common stock at the fair value of the stock on the date of grant. Options are exercisable as specified at the time of grant depending on the level of the recipient (generally four or five years) and expire either seven or ten years from the date of grant (or shorter if specified or following termination of employment).

Under the restricted stock component of the Omnibus Plan, certain employees are granted restricted shares of MBIA Inc.'s common stock. These awards have a restriction period lasting three, four or five years depending on the type of award, after which time the awards fully vest. During the vesting period these shares may not be sold. Restricted stock may be granted to all employees. The majority of restricted stock is granted to employees from the vice-president level up to and including the chief executive officer.

MBIA Inc. maintains voluntary retirement benefits, which provide certain benefits to all of National's eligible employees upon retirement. A description of these benefits is included in MBIA Inc.'s proxy statement. One of the components of the retirement program, for those employees that are retirement eligible is to continue to vest all outstanding stock options and restricted share awards linked to growth in modified book value beyond the retirement date in accordance with the original vesting terms and to immediately vest all outstanding time-based restricted share grants.

National's proportionate share of compensation cost for its participation in its parent company's stock option program for the year ended December 31, 2010 was a negative expense of $353 thousand. The negative expense was due to the cancellation and expense reversal of forfeited stock option awards. National's proportionate share of compensation cost related to the stock option program for the year ended December 31, 2009 was $284 thousand. National's proportionate share of compensation cost related to the restricted stock program for the years ended December 31, 2010 and 2009 was $122 thousand and $298 thousand, respectively.

National has no obligations under these plans.

During 2010 and 2009, National granted deferred cash-based long-term incentive awards. These grants have a vesting period of either three or five years, after which time the award fully vests. Payment is generally contingent upon the employee's continuous employment with National through the payment date. The deferred cash awards are granted to employees from the vice-president level up. Compensation expense related to the deferred cash awards was $619 thousand and $803 thousand for the years ended December 31, 2010 and 2009, respectively.

E. Postemployment Benefit and Compensated Absences

National does not have a post employment benefit plan. National does have an obligation for compensation related to earned vacation.

F. Impact of Medicare Modernization Act on Postretirement Benefits

National does not have a postretirement benefit plan.

**13. Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations**

A. As of December 31, 2010 National had 500,000 common shares authorized, issued and outstanding, with a par value of $30 per share.

B. National had no preferred stock outstanding as of December 31, 2010.

C. and D. New York State insurance law regulates the payment of dividends by financial guarantee insurance companies and provides that such companies may not declare or distribute dividends except out of statutory earned surplus. Under New York State insurance law, the sum of (i) the amount of dividends declared or distributed during the preceding 12-month period and (ii) the dividend to be declared may not exceed the lesser of (a) 10% of policyholders' surplus, as shown by the most recent statutory financial statement on file with the NYSID, or (b) 100% of adjusted net investment income for such 12-month period (the net investment income for such 12-month period plus the excess, if any, of net investment income over dividends declared or distributed during the two-year period preceding such 12-month period), unless the New York Superintendent of Insurance

## NOTES TO FINANCIAL STATEMENTS

approves a greater dividend distribution based upon a finding that the insurer will retain sufficient surplus to support its obligations.

E. In accordance with such restrictions in Section C above, during the second quarter of 2010, National received approval from the NYSID to reset its unassigned surplus to zero as of January 1, 2010. Previously, National had an unassigned surplus deficit principally as a result of the 2009 reinsurance transaction between National and MBIA Corp. whereby National reinsured MBIA Corp.'s U.S. public finance business. Under New York State insurance law, without prior approval of the Superintendent of the NYSID, financial guarantee insurance companies can pay dividends from earned surplus, which is a component of unassigned surplus, subject to meeting minimum capital requirements. The reset provides National with dividend capacity of $91 million as of December 31, 2010. National did not declare or pay any dividends in 2010 or 2009. At the current time, National does not intend to declare dividends. In October 2010, the plaintiffs in the Transformation litigation initiated a court proceeding challenging the approval of the surplus reset. Refer to "Note 14: Contingencies" for further information on the Transformation litigation.

F. National has no restrictions on unassigned surplus as of December 31, 2010.

G. National is not a mutual company; as such, there were no mutual surplus advances for the year ended December 31, 2010.

H. National owns no common stock in affiliates or for special purposes as of December 31, 2010.

I. Refer to "Note 2: Accounting Changes and Corrections of Errors" for changes in the balances of special surplus funds related to the implementation of SSAP 10R.

J. The portion of unassigned fund (surplus) represented by cumulative net unrealized capital gains and losses is $5 million after deducting applicable deferred taxes of $519 thousand. Additionally, the portion of unassigned funds (surplus) represented by non-admitted assets is $605 million.

K. National did not issue any surplus debentures or similar obligations during 2010.

L. and M. National has not undergone a reorganization or quasi-reorganization.

**14. Contingencies**

A. In the normal course of operating its business, National may be involved in various legal proceedings. Additionally, MBIA Inc. together with its subsidiaries ("MBIA") may be involved in various legal proceedings that directly or indirectly impact National.

MBIA has received subpoenas or informal inquiries from a variety of regulators regarding a variety of subjects. MBIA has cooperated fully with each of these regulators and has or is in the process of satisfying all such requests. MBIA may receive additional inquiries from these or other regulators and expects to provide additional information to such regulators regarding their inquiries in the future.

On July 23, 2008, the City of Los Angeles filed a complaint in the Superior Court of the State of California, County of Los Angeles, against a number of financial guarantee insurers, including MBIA. At the same time and subsequently, additional complaints against MBIA and nearly all of the same co-defendants were filed by the City of Stockton, the City of Oakland, the City and County of San Francisco, the County of San Mateo, the County of Alameda, the City of Los Angeles Department of Water and Power, the Sacramento Municipal Utility District, the City of Sacramento, the City of Riverside, the Los Angeles World Airports, the City of Richmond, Redwood City, the East Bay Municipal Utility District, the Sacramento Suburban Water District, the City of San Jose, the County of Tulare, the Regents of the University of California, Contra Costa County, the Redevelopment Agency of the City of Riverside, and the Public Financing Authority of the City of Riverside, The Olympic Club, the Jewish Community Center of San Francisco and the Redevelopment Agency of San Jose. These cases are, or are expected to become, part of a coordination proceeding in Superior Court, San Francisco County, before Judge Richard A. Kramer, referred to as the Ambac Bond Insurance Cases, which names as defendants MBIA, AMBAC Assurance Corp., Syncora Guarantee, Inc. f/k/a XL Capital Assurance Inc., Financial Security Assurance, Inc., Assured Guaranty Corp., Financial Guaranty Insurance Company, and CIFG Assurance North America, Inc., Fitch Inc., Fitch Ratings, Ltd., Fitch Group, Inc., Moody's Corporation, Moody's Investors Service, Inc., The McGraw-Hill Companies, Inc., and Standard & Poor's Corporation.

The claims as they now stand allege participation by all defendants in a conspiracy in violation of California's antitrust laws to maintain a dual credit rating scale that misstated the credit default risk of municipal bond issuers and not-for-profit issuers and thus created market demand for bond insurance. Plaintiffs also allege that the individual bond insurers participated in risky financial transactions in other lines of business that damaged each bond insurer's financial condition (thereby undermining the value of each of their guaranties), and each failed adequately to disclose the impact of those transactions on their financial condition. In addition to the statutory antitrust claim, plaintiffs asserts common law theories in breach of contract, breach of the covenant of good faith and fair dealing, fraud, negligent misrepresentation, negligence, and unjust enrichment. The non-municipal plaintiffs also allege a California unfair competition cause of action. Defendants' demurrers were filed on September 17, 2010 and plaintiffs' opposition to demurrers were filed on October 22, 2010. On November 30, 2010, prior to the hearing on the demurrers, the credit rating agency defendants removed the seven actions in which they were named to the United States District Court for the Northern District of California. On December 8, 2010, defendant Ambac Assurance Corp. removed the remaining actions. On January 31, 2011, the district court granted plaintiffs motion to remand the cases back to San Francisco Superior Court.

## NOTES TO FINANCIAL STATEMENTS

On July 23, 2008, the City of Los Angeles filed a separate complaint in the Superior Court, County of Los Angeles, naming as defendants MBIA and other financial institutions, and alleging fraud and violations of California's antitrust laws through bid-rigging in the sale of guaranteed investment contracts and what plaintiff calls "municipal derivatives" to municipal bond issuers. The case was removed to federal court and transferred by order dated November 26, 2008, to the Southern District of New York for inclusion in the multidistrict litigation In re Municipal Derivatives Antitrust Litigation, M.D.L. No. 1950. Complaints making the same allegations against MBIA and nearly all of the same co-defendants were then, or subsequently, filed by the County of San Diego, the City of Stockton, the County of San Mateo, the County of Contra Costa, Los Angeles World Airports, the Redevelopment Agency of the City of Stockton, the Public Financing Authority of the City of Stockton, the County of Tulare, the Sacramento Suburban Water District, Sacramento Municipal Utility District, the City of Riverside, the Redevelopment Agency of the City of Riverside, the Public Financing Authority of the City of Riverside, Redwood City, the East Bay Municipal Utility District, the Redevelopment Agency of the City and County of San Francisco, the City of Richmond, the City of San Jose, the San Jose Redevelopment Agency, the State of West Virginia, Los Angeles Unified School District and three not-for-profit retirement community operators, Active Retirement Community, Inc. d/b/a Jefferson's Ferry, Kendal on Hudson, Inc. and Paconic Landing at Southhold Inc. These cases have all been added to the multidistrict litigation. Plaintiffs in all of the cases assert federal and either California or New York state antitrust claims. In February, 2010, MBIA moved to dismiss the then-existing complaints and, on April 28, 2010, Judge Victor Marrero denied the motion. MBIA's motion for reconsideration was denied on May 3, 2010. MBIA has answered some of the complaints, denying the material allegations, and is preparing to answer the others. MBIA is also preparing to answer amended versions of some of the complaints.

On March 12, 2010, the City of Phoenix, Arizona filed a complaint in the United States District Court for the District of Arizona against MBIA Inc., Ambac Assurance Corp. and Financial Guaranty Insurance Company relating to insurance premiums charged on municipal bonds issued by the City of Phoenix between 2004 and 2007. Plaintiff's complaint alleges pricing discrimination under Arizona insurance law and unjust enrichment. MBIA Inc. filed its answer on May 28, 2010.

On April 5, 2010, Tri-City Healthcare District, a California public healthcare legislative district, filed a complaint in the Superior Court of California, County of San Francisco, against MBIA Inc., MBIA Corp., National, certain MBIA Inc. employees (collectively for this paragraph, "MBIA"), various financial institutions and law firms. Tri-City subsequently filed three amended complaints. The Third Amendment Complaint, filed on January 26, 2011, purports to state 10 causes of action against MBIA for, among other things, fraud, negligent misrepresentation, breach of contract, breach of the implied covenant of good faith and fair dealing, and violation of the California False Claims Act arising from Tri-City Healthcare District's investment in auction rate securities. On February 17, 2011, MBIA filed its demurrer to the Third Amended Complaint.

On March 11, 2009, a complaint was filed in the United States District Court of the Southern District of New York against MBIA Inc. and its subsidiaries, MBIA Corp. and National, entitled Aurelius Capital Master, Ltd. et al. v. MBIA Inc. et al., 09-cv-2242 (S.D.N.Y.). The lead plaintiffs, Aurelius Capital Master, Ltd., Aurelius Capital Partners, LP, Fir Tree Value Master Fund, L.P., Fir Tree Capital Opportunity Master Fund, L.P., and Fir Tree Mortgage Opportunity Master Fund, L.P. (the "Aurelius Plaintiffs"), purport to be acting as representatives for a class consisting of all holders of securities, instruments, or other obligations for which MBIA Corp., before February 18, 2009, issued financial guarantee insurance other than United States municipal/governmental bond securities. The complaint alleges that certain of the terms of the transactions entered into by MBIA Inc. and its subsidiaries, which were approved by the New York State Department of Insurance, constituted fraudulent conveyances under §§ 273, 274 and 276 of New York Debtor and Creditor Law and a breach of the implied covenant of good faith and fair dealing under New York common law. The Complaint seeks, inter alia, (a) a declaration that the alleged fraudulent conveyances are null and void and set aside, (b) a declaration that National is responsible for the insurance policies issued by MBIA Corp. up to February 17, 2009, and (c) an award of damages in an unspecified amount together with costs, expenses and attorneys' fees in connection with the action. On February 11, 2010, Judge Sullivan entered an order denying MBIA's motion to dismiss. On January 20, 2011, in light of the Appellate Division of the New York State Supreme Court's order dismissing the ABN AMRO Bank N.V. et al. v. MBIA Inc. et al. discussed below, Judge Sullivan stayed this action pending plaintiffs appeal to the New York State Court of Appeals.

On April 6, 2009, a complaint was filed in the Court of Chancery for the State of Delaware entitled Third Avenue Trust and Third Avenue Variable Series Trust v. MBIA Insurance Corp. and MBIA Insurance Corp. of Illinois, CA 4486-UCL. Plaintiffs allege that they are holders of approximately $400 million of surplus notes issued by MBIA Corp. (for purposes of this section, the "Notes") in January 2008. The complaint alleges (Count I) that certain of the Transactions breached the terms of the Notes and the Fiscal Agency Agreement dated January 16, 2008 pursuant to which the Notes were issued. The complaint also alleges that certain transfers under the Transactions were fraudulent in that they allegedly left MBIA Corp. with "unreasonably small capital" (Count II), "insolvent" (Count III), and were made with an "actual intent to defraud" (Count IV). The complaint seeks a judgment (a) ordering the defendants to unwind the Transactions (b) declaring that the Transactions constituted a fraudulent conveyance, and (c) damages in an unspecified amount. On October 28, 2009, Vice Chancellor Strine entered an order dismissing the case without prejudice. On December 21, 2009, plaintiffs re-commenced the action in New York State Supreme Court. On February 10, 2011, the New York County Commercial Division announced that Hon. O Peter Sherwood has been assigned to the case to replace Justice Yates, who has resigned.

On May 13, 2009, a complaint was filed in the New York State Supreme Court against MBIA Inc. and its subsidiaries, MBIA Corp. and National, entitled ABN AMRO Bank N.V. et al. v. MBIA Inc. et al. The plaintiffs,

## NOTES TO FINANCIAL STATEMENTS

a group of domestic and international financial institutions, purport to be acting as holders of insurance policies issued by MBIA Corp. directly or indirectly guaranteeing the repayment of structured finance products. The complaint alleges that certain of the terms of the transactions entered into by MBIA Inc. and it subsidiaries, which were approved by the New York State Department of Insurance, constituted fraudulent conveyances and a breach of the implied covenant of good faith and fair dealing under New York law. The complaint seeks a judgment (a) ordering the defendants to unwind the Transactions, (b) declaring that the Transactions constituted a fraudulent conveyance, (c) declaring that MBIA Inc. and National are jointly and severally liable for the insurance policies issued by MBIA Corp., and (d) ordering damages in an unspecified amount. On February 17, 2010, the court denied defendants' motion to dismiss. On January 11, 2011, the Appellate Division of the New York State Supreme Court reversed the lower court's ruling and dismissed the complaint. On January 20, 2011, plaintiffs filed a Notice of Appeal to the New York State Court of Appeals. Argument has been scheduled for May 31, 2011. On February 10, 2011, the New York County Commercial Division announced that Hon. O Peter Sherwood has been assigned to the case to replace Justice Yates, who has resigned. Six of the original nineteen plaintiffs have dismissed their claims.

On June 15, 2009, the same group of domestic and international financial institutions who filed the above described plenary action in New York State Supreme Court filed a proceeding pursuant to Article 78 of New York's Civil Practice Law and Rules in New York State Supreme Court, entitled ABN AMRO Bank N.V. et al. v. Eric Dinallo, in his capacity as Superintendent of the New York Insurance State Department, the New York State Insurance Department, MBIA Inc. et al. In its motions to dismiss the three above-referenced plenary actions, MBIA Inc. argued that an Article 78 proceeding is the exclusive forum in which a plaintiff may raise any challenge to the Transformation approved by the Superintendent of the Department of Insurance. The petition seeks a judgment (a) declaring void and to annul the approval letter of the Superintendent of the Department of Insurance, (b) to recover dividends paid in connection with the Transactions, (c) declaring that the approval letter does not extinguish plaintiffs' direct claims against MBIA Inc. and its subsidiaries in the plenary action described above. MBIA and the New York State Insurance Department filed their answering papers to the Article 78 Petition on November 24, 2009 and argued that based on the record and facts, approval of Transformation and its constituent transactions was neither arbitrary nor capricious nor in violation of New York Insurance Law. Canadian Imperial Bank of Commerce, SMBC Capital Markets Limited and Rabobank withdrew from the proceeding in mid to late 2010. On December 29, 2010, JPMorgan Chase Bank N.A. and Barclays Bank PLC withdrew from the proceeding. On December 30, 2010, Royal Bank of Canada withdrew from the proceeding. Submission of all papers relating to the original petition is scheduled to be completed by May 30, 2011. On February 10, 2011, the New York County Commercial Division announced that Hon. O Peter Sherwood has been assigned to the case to replace Justice Yates, who has resigned.

On October 22, 2010, a similar group of domestic and international financial institutions who filed the above described Article 78 proceeding and related plenary action in New York State Supreme Court filed an additional proceeding pursuant to Article 78 of New York's Civil Practice Law & Rules in New York State Supreme Court, entitled Barclays Bank PLC et. al. v. James Wrynn, in his capacity as Superintendent of the New York State Insurance Department, the New York State Insurance Department, MBIA Inc. et al. This petition challenges the New York State Insurance Department's June 22, 2010 approval of National's restatement of earned surplus. On February 10, 2011, the New York County Commercial Division announced that Hon. O Peter Sherwood has been assigned to the case to replace Justice Yates, who has resigned. The proceeding is currently stayed.

There are no other material lawsuits pending or, to the knowledge of National, threatened, to which National is a party.

B. National does not issue life insurance policies and therefore is not subject to guaranty fund assessments.

C. National has not recognized any gain contingencies subsequent to the balance sheet date.

D. National does not have any claims related extra contractual obligation and bad faith losses stemming from lawsuits.

E. National has no other contingencies that would have a material effect on the financial statements.

**15. Leases**

A. National has no lessee leasing arrangements.

B. National has no lessor leasing arrangements.

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

The financial guarantees issued by National provide unconditional and irrevocable guarantees of the payment of the principal of, and interest or other amounts owing on, insured obligations when due or, in the event National has the right at its discretion to accelerate insured obligations upon default or otherwise, upon National's acceleration. National's guarantees insure municipal bonds, including tax-exempt and taxable indebtedness of U.S. political subdivisions, as well as utility districts, airports, health care institutions, higher educational facilities, student loan issuers, housing authorities and other similar agencies and obligations issued by private entities which finance projects that serve a substantial public purpose. Municipal bonds and privately issued bonds used for the financing of public purpose projects are generally supported by taxes, assessments, fees or tariffs related to the use of these projects, lease payments or other similar types of revenue streams. As of December 31, 2010 and 2009, National's gross par amount outstanding for its public finance credits was $482.7 billion and $533.2 billion, respectively.

# NOTES TO FINANCIAL STATEMENTS

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

A. National has not sold or transferred any receivables during 2010.

B. National has not transferred or serviced any financial assets during 2010.

C. National did not engage in any wash sale transactions during 2010.

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

A. National does not serve as an Administrative Services Only ("ASO") provider.

B. National does not serve as an Administrative Services Contract ("ASC") provider.

C. National has no Medicare or similarly structured cost based reimbursement contracts.

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

National did not write direct premiums through managing general agents or third-party administrators during 2010.

**20. Fair Value Measurements**

A. Inputs for Assets and Liabilities Measured at Fair Value

1. Fair Value Measurements by Levels 1, 2 and 3

For assets and liabilities recorded on the balance sheet at fair value, SSAP 100, "Fair Value Measurements" establishes a disclosure hierarchy for inputs used in measuring fair value. Observable inputs are those National believes that market participants would use in pricing the asset or liability developed based on market data. Unobservable inputs are those that reflect National's beliefs about the assumptions market participants would use in pricing the asset or liability developed based on the best information available. The fair value hierarchy is broken down into three levels based on the observability and reliability of inputs as follows:

- Level 1 - Valuations based on quoted prices (unadjusted) in active markets for identical assets or liabilities that National has the ability to access at the measurement date.
- Level 2 - Valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly. If the asset or liability has a specified (contractual) term, a Level 2 input must be observable for substantially the full term of the asset or liability.
- Level 3 - Valuations based on inputs that are unobservable and supported by little or no market activity and that are significant to the overall fair value measurement.

The following fair value hierarchy table presents information about National's assets measured at fair value as of December 31, 2010. There were no liabilities measured at fair value as of December 31, 2010.

| | Fair Value Measurements at Reporting Date Using | | | |
|---|---|---|---|---|
| In thousands | Quoted Prices in Active Markets for Identical Assets (Level 1) | Significant Other Observable Inputs (Level 2) | Significant Unobservable Inputs (Level 3) | Balance as of December 31, 2010 |
| Assets: | | | | |
| Investments: | | | | |
| Fixed-maturity investments: | | | | |
| Political subdivisions of states, territories and subdivisions | $ - | $ - | $ 21,598 | $ 21,598 |
| Special revenue and special assessment obligations | - | 856 | 9,929 | 10,785 |
| Industrial and miscellaneous | - | 4,961 | - | 4,961 |
| Preferred stock | - | 2,674 | | 2,674 |
| Total assets | $ - | $ 8,491 | $ 31,527 | $ 40,018 |

2. Roll Forward of Level 3 Items

Level 3 assets were $32 million as of December 31, 2010 and represented 79% of totals assets measured at fair value.

# NOTES TO FINANCIAL STATEMENTS

The following table presents information about Level 3 assets measured at fair value for the year ended December 31, 2010. There were no liabilities measured at fair value for the year ended December 31, 2010. There were no Level 3 assets or liabilities in National's portfolio as of December 31, 2009. Gains and losses reported in this table may include changes in fair value that are attributable to both observable and unobservable inputs.

**Fair Value Measurements in (Level 3) of the Fair Value Hierachy for the Year Ended December 31, 2010**

| In thousands | Balance as of December 31, 2009 | Transfers in Level 3 | Transfers (out) of Level 3 | Total Gains and (Losses) Included in Net Income | Purchases, Issuances and Settlements | Balance as of December 31, 2010 |
|---|---|---|---|---|---|---|
| Assets: | | | | | | |
| Fixed-maturity securities | $ - | $ - | $ - | $ (1,409) | $ 32,936 | $ 31,527 |
| Total assets | $ - | $ - | $ - | $ (1,409) | $ 32,936 | $ 31,527 |

3. Policy on Transfers Into and Out of Level 3

   There were no assets transferred between Level 1, 2 or 3 as of December 31, 2010.

4. Inputs and Techniques Used for Level 2 and Level 3 Fair Value

   ***Valuation Techniques***

   Valuation techniques for financial instruments measured at fair value are described below. National's assets and liabilities recorded at fair value have been categorized according to the fair value hierarchy based on the lowest level input that is significant to the fair value measurement in its entirety.

   Fixed-maturity securities and Short-term investments - Fixed-maturity securities and short-term investments with an NAIC designation of 1 and 2 are carried at amortized cost while fixed-maturity securities and short-term investments with an NAIC designation of 3 through 6 are carried at the lower of cost or fair value.

   Fair value of fixed-maturity securities and short-term investments with an NAIC designation of 1 and 2 are generally provided by the NAIC SVO published market prices. If NAIC SVO published market prices are not available, the fair value is determined using an independent third-party pricing service which maximizes observable inputs, including price quotations of recent trades of same or similar securities. When observable price quotations are not available, fair value is determined based on cash flow models with yield curves, bond or single name credit default swap spreads and diversity scores as key inputs. These bonds are generally categorized in Level 2 of the fair value hierarchy; in instances where significant inputs are unobservable, they are categorized in Level 3 of the hierarchy.

   Preferred stock - Perpetual preferred stocks with an NAIC designation of P1 and P2 are carried at fair value while perpetual preferred stocks with an NAIC designation of P3 through P6 are carried at the lower of cost or fair value. Redeemable preferred stocks with an NAIC designation of RP1 and RP2 are carried at amortized cost while redeemable preferred stocks with an NAIC designation of RP3 through RP6 are carried at the lower of amortized cost or fair value. The fair value of perpetual preferred stocks that are disclosed on the balance sheet are based upon the market prices published by the NAIC SVO, if available. If the NAIC SVO published market price is not available, an independent third-party source is used.

   ***Description of Level 3 Securities***

   As of December 31, 2010, fixed-maturity securities carried at fair value primarily consist of a portfolio of municipal lease investments. The portfolio is comprised of investments in lease-related obligations, including lease agreements, financing agreements or debt obligations backed by leases or lease revenues and other similar obligations of U.S. state or local governmental or quasi-governmental authorities (the "Municipal Lease Obligations"). The Municipal Lease Obligations represent an investment grade portfolio with low history of default, short tenor and yield generally higher than that of comparable municipal bonds with similar characteristics.

5. Derivative Fair Value

   National has not entered into any transactions classified as derivative instruments.

**21. Other Items**

A. National had no extraordinary items during 2010.

B. National had no debt restructuring during 2010.

# NOTES TO FINANCIAL STATEMENTS

C. Other Disclosures

(1) Securities on Deposit

National is required to place securities on deposit with various state insurance departments, in accordance with applicable state's insurance regulations. Assets with a book value of $5 million and $7 million at December 31, 2010 and 2009, respectively, were on deposit with government authorities or trustees as required by law.

(2) Credit Ratings

As of December 31, 2010, National was rated BBB with a developing outlook by Standard & Poor's Corporation ("S&P") and Baa1 with a developing outlook by Moody's Investors Service, Inc. ("Moody's").

(3) Risk Limits and Uncertainties

As a result of the establishment of National and the reinsurance of the MBIA Corp. and FGIC portfolios by National, National exceeded as of the closing date certain single and aggregate risk limits under New York insurance law. National obtained a waiver of such limits from the insurance department of its domiciliary state. In connection with the waiver, National submitted a plan to the applicable insurance departments to achieve compliance with the applicable regulatory limits. Under the plan, it agreed not to write new financial guarantee insurance for certain issuers until they were in compliance with their single risk limits and agreed to take commercially reasonable steps, including considering reinsurance, the addition of capital and other risk mitigation strategies, in order to comply with the regulatory single and aggregate risk limits. As a condition to granting the waiver, the NYSID required that, upon written notice from the NYSID, National would cease writing new financial guarantee insurance if it were not in compliance with the risk limitation requirements by December 31, 2009. National did not meet the risk limit requirements as of December 31, 2010 and 2009. To date, National has not received such written notice from the NYSID. National continues to work with the NYSID to achieve compliance with the single and aggregate risk limits.

National has not written any meaningful amount of business since 2008. The lack of insurance writings reflects the insurance financial strength credit ratings assigned to National. In 2008 and 2009, MBIA Inc. pursued and received approval from the NYSID to separate MBIA Corp. into two insurance companies, MBIA Corp. and National to meet the market's demand for municipal bond insurance from municipal-only companies. Along with the NYSID, National is currently vigorously defending litigation seeking to challenge the NYSID's decision. Litigation over the NYSID's approval of National's creation or additional hurdles to achieving high stable ratings may impede National's ability to write new municipal bond insurance for some time, reducing its long-term ability to generate capital from operations. Also, municipal and state fiscal distress could adversely affect National's operations if they result in larger than expected insured losses.

D. At December 31, 2010 and 2009, National had no uncollected premium balances.

E. National had no business interruption insurance recoveries during 2010.

F. National had no state transferable credits as of December 31, 2010.

G. Subprime Exposure Related Risk Exposure

(1) National invests in residential mortgage-backed securities that could potentially be adversely affected by subprime mortgage exposure.

(2) National does not have direct exposure through investments in subprime mortgage loans.

(3) National has direct risk exposure through investments in subprime-mortgage securities as of December 31, 2010. The following table presents the risk exposure as of December 31, 2010:

| In thousands | | 1<br>Actual Cost | 2<br>Book/Adjusted Carrying Value (excluding interest) | 3<br>Fair Value | 4<br>Other Than Temporary Impairment Losses Recognized |
|---|---|---|---|---|---|
| (a) | Residential mortgage-backed securities | $ 2,510 | $ 2,513 | $ 2,500 | $ - |
| (b) | Commercial mortgage-backed securities | - | - | - | - |
| (c) | Collaterized debt obligations | - | - | - | - |
| (d) | Structured securities | - | - | - | - |
| (e) | Equity investment in SCA's | - | - | - | - |
| (f) | Other assets | - | - | - | - |
| (g) | Total | $ 2,510 | $ 2,513 | $ 2,500 | $ - |

# NOTES TO FINANCIAL STATEMENTS

(4) National does not have underwriting exposure to subprime mortgage risk through financial guaranty insurance coverage.

## 22. Events Subsequent

Subsequent events have been considered through March 1, 2011, the date upon which the statutory financial statements were available to be issued. Refer to "Note 14: Contingencies" for information about legal proceedings that commenced after December 31, 2010.

## 23. Reinsurance

A. Unsecured Reinsurance Recoverables

National does not have an unsecured aggregate reinsurance recoverable for paid and unpaid losses, loss adjustment expenses and unearned premiums from any individual reinsurer, authorized or unauthorized that exceeds 3% of policyholders' surplus.

B. Reinsurance Recoverable in Dispute

National does not have reinsurance recoverables in dispute for paid losses and loss adjustment expenses that exceed 5% of policyholders' surplus from any individual reinsurer or exceed 10% of policyholders' surplus in aggregate.

Reinsurance Assumed and Ceded

(1) Listed below is the maximum amount of return commission which would have been due reinsurers if they or National had canceled all of National's reinsurance, or if National or a receiver had canceled all of National's insurance assumed as of December 31, 2010.

| In thousands | Assumed Reinsurance | | Ceded Reinsurance | | Net Reinsurance | |
|---|---|---|---|---|---|---|
| | (1) Premium Reserve | (2) Commission Equity | (3) Premium Reserve | (4) Commission Equity | (5) Premium Reserve | (6) Commission Equity |
| Affiliates | $ 2,117,769 | $ 465,909 | $ - | $ - | $ 2,117,769 | $ 465,909 |
| All Other | 754,279 | 158,398 | 40 | 11 | 754,239 | 158,387 |
| Total | $ 2,872,048 | $ 624,307 | $ 40 | $ 11 | $ 2,872,008 | $ 624,296 |
| | Direct Unearned Premium Reserve | | $ 583 | | | |

(2) National has no additional or return commission, which is predicated on loss experience or on any other form of profit sharing arrangements in this annual statement as a result of existing contractual arrangements.

(3) Not applicable.

D. Uncollectible Reinsurance

National did not write off any uncollectible reinsurance in 2010.

E. Commutation of Ceded Reinsurance

During the third quarter of 2010, MBIA Corp. commuted all reinsurance arrangements with Channel Re. Simultaneously, MBIA Corp. ceded to National all of the U.S. public finance exposure commuted from Channel Re, which totaled $7.8 billion of par outstanding.

F. Retroactive Reinsurance

National has not entered into any retroactive reinsurance contracts.

G. Reinsurance Accounted for as a Deposit

National has no reinsurance accounted for as a deposit.

H. Disclosures for the Transfer of Property and Casualty Run-off Agreements

National has not entered into any transfer of property and casualty run-off agreements.

## 24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

National had no retrospectively rated contracts or contracts subject to redetermination in 2010.

# NOTES TO FINANCIAL STATEMENTS

## 25. Changes in Incurred Losses and Loss Adjustment Expenses

Total net loss and loss adjustment expense ("LAE") was $52 million during the year ended December 31, 2010 compared with $95 million during the year ended December 31, 2009. Net loss and LAE during 2010 principally related to a not-for-profit transaction, a health care transaction, a student loan transaction and a housing transaction. These credits primarily represented the $28 million unfavorable development seen during 2010. Net loss and LAE activity during 2009 primarily consisted of loss reserves related to an affordable housing transaction and a student loan transaction. Total loss and LAE reserves were $96 million and $136 million as of December 31, 2010 and December 31, 2009, respectively.

## 26. Intercompany Pooling Arrangements

National has not entered into any intercompany pooling arrangements.

## 27. Structured Settlements

National has not purchased any annuities in 2010.

## 28. Health Care Receivables

National does not have any health care receivables at December 31, 2010.

## 29. Participating Policies

National had no participating accident and health contracts during 2010.

## 30. Premium Deficiency Reserves

National had no premium deficiency reserves during 2010. National does not anticipate investment income as a factor in its premium deficiency calculation.

## 31. High Deductibles

National has not recorded any reserve credits for high deductibles on unpaid claims during 2010.

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

Unpaid losses on claims are discounted on a non-tabular basis by applying a discount rate equal to the yield-to-maturity of National's fixed-income investment portfolio, excluding cash and cash equivalents and other investments not intended to defease long-term liabilities. National does not discount unpaid loss adjustment expenses. The discount rates used at December 31, 2010 and 2009 were 4.19% and 5.09%, respectively. The amount of non-tabular discount as of December 31, 2010 and 2009 was $1 million and $10 million, respectively.

## 33. Asbestos/Environmental Reserves

National has not written any policies which have been identified as having the potential for the existence of a liability due to asbestos or environmental losses.

## 34. Subscriber Savings Accounts

National is not a reciprocal insurance entity and, therefore, does not have subscriber savings accounts.

## 35. Multiple Peril Crop Insurance

National does not write multiple peril crop insurance.

## 36. Financial Guaranty Insurance

Refer to "Note 1: Summary of Significant Accounting Policies" for a description of National's accounting policy for insurance premiums.

National has not recorded unearned premium related to future installment payments nor has it recorded premiums receivable on installment contracts at December 31, 2010. The following table presents a roll forward of National's undiscounted premiums receivable for the year ended December 31, 2010 as if all installment premium contracts were received on an upfront basis.

| In thousands | | | Adjustments | | | |
|---|---|---|---|---|---|---|
| Premiums Receivable as of December 31, 2009 | Premium Payments Received | Premiums from New Business Written | Changes in Expected Term of Policies | Other | Premiums Receivable as of December 31, 2010 | Reinsurance Premiums Payable as of December 31, 2010 |
| $ 492,038 | $ (20,873) | $ - | $ (17,101) | $ 4,080 | $ 458,144 | $ - |

## NOTES TO FINANCIAL STATEMENTS

The following table presents the undiscounted future amount of premiums expected to be collected and the period in which those collections are expected to occur:

| In thousands | Expected Collection of Premiums |
|---|---|
| Three months ended: | |
| March 31, 2011 | $ 2,881 |
| June 30, 2011 | 4,965 |
| September 30, 2011 | 4,997 |
| December 31, 2011 | 7,462 |
| Twelve months ended: | |
| December 31, 2012 | 22,340 |
| December 31, 2013 | 19,722 |
| December 31, 2014 | 19,452 |
| December 31, 2015 | 19,082 |
| Five years ended: | |
| December 31, 2020 | 91,242 |
| December 31, 2025 | 75,763 |
| December 31, 2030 and thereafter | 190,238 |
| Total | $ 458,144 |

The following table presents the unearned premium revenue balance and the future expected premiums earned revenue as of and for the periods presented:

| | | Expected Future Premium Earnings | | | |
|---|---|---|---|---|---|
| In thousands | Unearned Premium Revenue | Upfront | Installments | Estimated Earnings of Future Premium Collections | Total Expected Future Premium Earnings |
| December 31, 2010 | $ 2,872,631 | | | | |
| Three months ended: | | | | | |
| March 31, 2011 | 2,826,654 | 40,671 | 5,306 | 812 | 46,789 |
| June 30, 2011 | 2,783,048 | 39,862 | 3,744 | 1,880 | 45,486 |
| September 30, 2011 | 2,725,403 | 55,312 | 2,333 | 3,166 | 60,811 |
| December 31, 2011 | 2,681,102 | 43,575 | 726 | 4,694 | 48,995 |
| Twelve months ended: | | | | | |
| December 31, 2012 | 2,501,392 | 178,046 | 1,664 | 20,115 | 199,825 |
| December 31, 2013 | 2,329,928 | 170,175 | 1,289 | 19,872 | 191,336 |
| December 31, 2014 | 2,164,002 | 164,611 | 1,315 | 19,609 | 185,535 |
| December 31, 2015 | 2,002,195 | 159,698 | 2,109 | 19,553 | 181,360 |
| Five years ended: | | | | | |
| December 31, 2020 | 1,289,513 | 708,439 | 4,243 | 92,350 | 805,032 |
| December 31, 2025 | 761,979 | 523,835 | 3,699 | 78,041 | 605,575 |
| December 31, 2030 and thereafter | - | 747,930 | 14,049 | 198,052 | 960,031 |
| Total | | $ 2,832,154 | $ 40,477 | $ 458,144 | $ 3,330,775 |

National's Portfolio Surveillance Division ("PSD") monitors National's outstanding insured obligations with the objective of minimizing losses. PSD meets this objective by identifying issuers that, because of deterioration in credit quality or changes in the economic, regulatory or political environment, are at a heightened risk of defaulting on debt service of obligations insured by National. In such cases, PSD works with the issuer, trustee, bond counsel, servicer, underwriter and other interested parties in an attempt to alleviate or remedy the problem and avoid defaults on debt service payments. PSD works closely with National's Risk Management function and the applicable business unit to analyze insured obligation performance and credit risk parameters, both before and after an obligation is insured.

Once an obligation is insured, National typically requires the issuer, servicer (if applicable) and the trustee to furnish periodic financial and asset-related information, including audited financial statements, to PSD for review. PSD also monitors publicly available information related to insured obligations. Potential problems uncovered through this review include poor financial results, low fund balances, covenant violations and trustee or servicer problems or other events that could have an adverse impact on the insured obligation. Any one of these problems may trigger an immediate surveillance review and an evaluation of possible remedial actions. PSD also monitors and evaluates the impact on issuers of general economic conditions, current and proposed legislation and regulations, as well as state and municipal finances and budget developments.

Insured obligations are monitored periodically. The frequency and extent of such monitoring is based on the criteria and categories described below. Insured obligations that are judged to merit more frequent and extensive monitoring

## NOTES TO FINANCIAL STATEMENTS

or remediation activities due to a deterioration in the underlying credit quality of the insured obligation or the occurrence of adverse events related to the underlying credit of the issuer are assigned to a surveillance category ("Caution List-Low," "Caution List-Medium," "Caution List-High," or "Classified List") depending on the extent of credit deterioration or the nature of the adverse events. PSD monitors insured obligations assigned to a surveillance category more frequently and, if needed, develops a remediation plan to address any credit deterioration.

National does not establish any case basis reserves for insured obligations that are assigned to "Caution List-Low," "Caution List-Medium," or "Caution List-High." In the event National expects to pay a claim with respect to an insured transaction, it places the insured transaction on its "Classified List" and establishes a case basis reserve. The following provides a description of each surveillance category:

"Caution List – Low" - Includes issuers where debt service protection is adequate under current and anticipated circumstances. However, debt service protection and other measures of credit support and stability may have declined since the transaction was underwritten and the issuer is less able to withstand further adverse events. Transactions in this category generally require more frequent monitoring than transactions that do not appear within a surveillance category. PSD subjects issuers in this category to heightened scrutiny.

"Caution List – Medium" - Includes issuers where debt service protection is adequate under current and anticipated circumstances, although adverse trends have developed and are more pronounced than for "Caution List – Low." Issuers in this category may have breached one or more covenants or triggers. These issuers are more closely monitored by PSD but generally take remedial action on their own.

"Caution List – High" - Includes issuers where more proactive remedial action is needed but where no defaults on debt service payments are expected. Issuers in this category exhibit more significant weaknesses, such as low debt service coverage, reduced or insufficient collateral protection or inadequate liquidity, which could lead to debt service defaults in the future. Issuers in this category have breached one or more covenants or triggers and have not taken conclusive remedial action. For these issuers, PSD adopts a remediation plan and takes more proactive remedial actions.

"Classified List" - Includes all insured obligations where National has paid a claim or where a claim payment is expected. It also includes insured obligations where a significant LAE payment has been made, or is expected to be made, to mitigate a claim payment. This may include property improvements, bond purchases and commutation payments. Generally, PSD is actively remediating these credits where possible, including restructurings through legal proceedings, usually with the assistance of specialist counsel and advisors.

The following table provides information about the financial guarantees and related claim liability included in each of National's surveillance categories as of December 31, 2010:

| | Surveillance Categories | | | | |
|---|---|---|---|---|---|
| $ in millions | Caution List Low | Caution List Medium | Caution List High | Classified List | Total |
| Number of policies | 159 | 19 | 5 | 39 | 222 |
| Number of issues [1] | 11 | 8 | 5 | 15 | 39 |
| Remaining weighted average contract period (in years) | 14.7 | 9.5 | 14.7 | 13.0 | 13.3 |
| Gross insured contractual payments outstanding: | | | | | |
| Principal | $ 1,188 | $ 371 | $ 46 | $ 1,106 | $ 2,711 |
| Interest | 1,808 | 195 | 38 | 1,128 | 3,169 |
| Total | $ 2,996 | $ 566 | $ 84 | $ 2,234 | $ 5,880 |
| Gross claim liability | $ - | $ - | $ - | $ 933 | $ 933 |
| Less: | | | | | |
| Gross potential recoveries | - | - | - | 805 | 805 |
| Discount, net | - | - | - | 1 | 1 |
| Reinsurance | - | - | - | - | - |
| Plus: | | | | | |
| Loss adjustment expense reserves | - | - | - | (31) | (31) |
| Net claim liability (recoverable) | $ - | $ - | $ - | $ 96 | $ 96 |
| Net unearned premium revenue | $ 27 | $ 8 | $ - | $ 33 | $ 68 |

(1) - An "issue" represents the aggregate of financial guarantee policies that share the same revenue source for purposes of making debt service payments.

## NOTES TO FINANCIAL STATEMENTS

The following table presents changes in National's loss and LAE reserve as of December 31, 2010. Changes in the loss and LAE reserve attributable to the accretion of the discount on the loss reserves, changes in discount rates, and changes in the timing and amounts of estimated payments and recoveries and changes in assumptions are recorded in "Losses and loss adjustment expenses" in National's statement of income. LAE reserves are expected to be settled within a one year period and are not discounted. As of December 31, 2010, and 2009, the rate used to discount the claim liability was 4.19% and 5.09%, respectively.

**In millions**

| Loss and LAE Reserve as of December 31, 2009 | Loss Payments | Accretion of Claim Liability | Changes in Discount Rate | Changes in Timing of Payments | Changes in Amount of Net Payments | Changes in Assumptions | Changes in LAE Reserves | Reinsurance | Loss and LAE Reserve as of December 31, 2010 |
|---|---|---|---|---|---|---|---|---|---|
| $ 136 | $ (73) | $ 7 | $ 2 | $ 3 | $ (3) | $ 28 | $ (4) | $ - | $ 96 |

# GENERAL INTERROGATORIES

## PART 1 - COMMON INTERROGATORIES

## GENERAL

1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [ ] No [ X ]

1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes [ ] No [ ] N/A [ X ]

1.3 State Regulating? New York

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

2.2 If yes, date of change:

3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2007

3.2 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. 12/31/2007

3.3 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). 05/21/2009

3.4 By what department or departments? Illinois Department of Insurance

3.5 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 [ ]

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

4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:

4.11 sales of new business? Yes [ ] No [ X ]

4.12 renewals? Yes [ ] No [ X ]

4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:

4.21 sales of new business? Yes [ ] No [ X ]

4.22 renewals? Yes [ ] No [ X ]

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

5.2 If yes, provide the name of the 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<br>Name of Entity | 2<br>NAIC Company Code | 3<br>State of Domicile |
|---|---|---|
| | | |
| | | |
| | | |
| | | |
| | | |
| | | |

6.1 Has the 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 ]

6.2 If yes, give full information

7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes [ ] No [ X ]

7.2 If yes,

7.21 State the percentage of foreign control 0.0

7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney-in-fact).

| 1<br>Nationality | 2<br>Type of Entity |
|---|---|
| | |
| | |
| | |
| | |
| | |
| | |

# GENERAL INTERROGATORIES

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

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

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

8.4 If response to 8.3 is yes, please provide the names and locations (city and state of the main office) of any affiliates regulated by a federal financial 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<br>Affiliate Name | 2<br>Location<br>(City, State) | 3<br>FRB | 4<br>OCC | 5<br>OTS | 6<br>FDIC | 7<br>SEC |
|---|---|---|---|---|---|---|
| | | | | | | |

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?

PricewaterhouseCoopers LLP, 300 Madison Avenue, New York, NY 10017

10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes [ ] No [ X ]

10.2 If the response to 10.1 is yes, provide information related to this exemption:

10.3 Has the insurer been granted any exemptions to the audit committee requirements as allowed in Section 14H of the Annual Financial Reporting Model Regulation, or substantially similar state law or regulation? Yes [ ] No [ X ]

10.4 If the response to 10.3 is yes, provide information related to this exemption:

10.5 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 17A of the Model Regulation, or substantially similar state law or regulation? Yes [ ] No [ X ]

10.6 If the response to 10.5 is yes, provide information related to this exemption:

10.7 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [ X ] No [ ] N/A [ ]

10.8 If the response to 10.7 is no or n/a, please explain.

11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?

Mark Littmann, Actuary, PricewaterhouseCoopers LLP, 185 Asylum Street, Suite 2400, Hartford, CT 06103

12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [ X ] No [ ]

12.11 Name of real estate holding company National Real Estate Holdings of Armonk, LLC

12.12 Number of parcels involved 1

12.13 Total book/adjusted carrying value $ 61,510,341

12.2 If yes, provide explanation

Refer to Note 10, "Information Concerning Parent, Subsidiary and Other Related Parties."

13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:

13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?

13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [ ] No [ ]

13.3 Have there been any changes made to any of the trust indentures during the year? Yes [ ] No [ ]

13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [ ] No [ ] N/A [ ]

14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [ X ] No [ ]

a. Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;

b. Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;

c. Compliance with applicable governmental laws, rules and regulations;

d. The prompt internal reporting of violations to an appropriate person or persons identified in the code; and

e. Accountability for adherence to the code.

14.11 If the response to 14.1 is no, please explain:

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

14.21 If the response to 14.2 is yes, provide information related to amendment(s).

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

14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).

# GENERAL INTERROGATORIES

## BOARD OF DIRECTORS

15. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? ..... Yes [ X ] No [ ]

16. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? ..... Yes [ X ] No [ ]

17. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person? ..... Yes [ X ] No [ ]

## FINANCIAL

18. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? ..... Yes [ ] No [ X ]

19.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):

| | | |
|---|---|---|
| 19.11 | To directors or other officers | $ 0 |
| 19.12 | To stockholders not officers | $ 0 |
| 19.13 | Trustees, supreme or grand (Fraternal only) | $ 0 |

19.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):

| | | |
|---|---|---|
| 19.21 | To directors or other officers | $ 0 |
| 19.22 | To stockholders not officers | $ 0 |
| 19.23 | Trustees, supreme or grand (Fraternal only) | $ 0 |

20.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? ..... Yes [ ] No [ X ]

20.2 If yes, state the amount thereof at December 31 of the current year:

| | | |
|---|---|---|
| 20.21 | Rented from others | $ 0 |
| 20.22 | Borrowed from others | $ 0 |
| 20.23 | Leased from others | $ 0 |
| 20.24 | Other | $ 0 |

21.1 Does this statement include payments for assessments as described in the *Annual Statement Instructions* other than guaranty fund or guaranty association assessments? ..... Yes [ ] No [ X ]

21.2 If answer is yes:

| | | |
|---|---|---|
| 21.21 | Amount paid as losses or risk adjustment | $ 0 |
| 21.22 | Amount paid as expenses | $ 0 |
| 21.23 | Other amounts paid | $ 0 |

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

22.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: ..... $ (101,820)

## INVESTMENT

23.1 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 23.3) ..... Yes [ ] No [ X ]

23.2 If no, give full and complete information, relating thereto

Securities are held pursuant to a custodial agreement with JP Morgan Chase Bank.

23.3 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)

Refer to Note 5, Section E of the Notes to Financial Statements for a detailed description of security lending programs.

23.4 Does the company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? ..... Yes [ ] No [ ] NA [ X ]

23.5 If answer to 23.4 is yes, report amount of collateral for conforming programs. ..... $ 0

23.6 If answer to 23.4 is no, report amount of collateral for other programs. ..... $ 0

23.7 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? ..... Yes [ ] No [ ] NA [ X ]

23.8 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? ..... Yes [ ] No [ ] NA [ X ]

23.9 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending? ..... Yes [ ] No [ ] NA [ X ]

# GENERAL INTERROGATORIES

24.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 20.1 and 23.3). Yes [ X ] No [ ]

24.2 If yes, state the amount thereof at December 31 of the current year:

| | | |
|---|---|---|
| 24.21 | Subject to repurchase agreements | $ 1,775,000,000 |
| 24.22 | Subject to reverse repurchase agreements | $ 1,775,000,000 |
| 24.23 | Subject to dollar repurchase agreements | $ 0 |
| 24.24 | Subject to reverse dollar repurchase agreements | $ 0 |
| 24.25 | Pledged as collateral | $ 0 |
| 24.26 | Placed under option agreements | $ 0 |
| 24.27 | Letter stock or securities restricted as to sale | $ 0 |
| 24.28 | On deposit with state or other regulatory body | $ 5,471,233 |
| 24.29 | Other | $ 0 |

24.3 For category (24.27) provide the following:

| 1<br>Nature of Restriction | 2<br>Description | 3<br>Amount |
|---|---|---|
| | | |
| | | |
| | | |
| | | |
| | | |

25.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [ ] No [ X ]

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

26.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes [ ] No [ X ]

26.2 If yes, state the amount thereof at December 31 of the current year. $ 0

27. 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 1, III – General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping agreements of the NAIC *Financial Condition Examiners Handbook*? Yes [ X ] No [ ]

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

| 1<br>Name of Custodian(s) | 2<br>Custodian's Address |
|---|---|
| JP Morgan Chase Bank | 1 Chase Manhattan Plaza, New York, NY 10005 |

27.02 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<br>Name(s) | 2<br>Location(s) | 3<br>Complete Explanation(s) |
|---|---|---|
| | | |
| | | |
| | | |
| | | |

27.03 Have there been any changes, including name changes, in the custodian(s) identified in 27.01 during the current year? Yes [ ] No [ X ]

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

| 1<br>Old Custodian | 2<br>New Custodian | 3<br>Date of Change | 4<br>Reason |
|---|---|---|---|
| | | | |
| | | | |
| | | | |
| | | | |

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

| 1<br>Central Registration Depository Number(s) | 2<br>Name | 3<br>Address |
|---|---|---|
| 37214 | Cutwater Asset Management Corp | 113 King Street, Armonk, NY 10504 |

# GENERAL INTERROGATORIES

28.1 Does the reporting entity have any diversified mutual funds reported in Schedule D - Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5 (b) (1)])? Yes [ ] No [ X ]

28.2 If yes, complete the following schedule:

| 1<br>CUSIP # | 2<br>Name of Mutual Fund | 3<br>Book/Adjusted Carrying Value |
|---|---|---|
| | | |
| | | |
| | | |
| 28.2999 TOTAL | | 0 |

28.3 For each mutual fund listed in the table above, complete the following schedule:

| 1<br>Name of Mutual Fund<br>(from above table) | 2<br>Name of Significant Holding<br>of the Mutual Fund | 3<br>Amount of Mutual Fund's<br>Book/Adjusted Carrying Value<br>Attributable to the Holding | 4<br>Date of Valuation |
|---|---|---|---|
| | | | |
| | | | |
| | | | |
| | | | |

29. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

| | 1<br>Statement (Admitted)<br>Value | 2<br>Fair Value | 3<br>Excess of Statement<br>over Fair Value (-),<br>or Fair Value<br>over Statement (+) |
|---|---|---|---|
| 29.1 Bonds | 7,147,809,253 | 7,174,478,760 | 26,669,507 |
| 29.2 Preferred Stocks | 2,673,650 | 2,673,650 | 0 |
| 29.3 Totals | 7,150,482,903 | 7,177,152,410 | 26,669,507 |

29.4 Describe the sources or methods utilized in determining the fair values:

The fair value of bonds is based upon the market prices published by the NAIC Securities Valuation Office ("SVO"), if applicable. If the NAIC SVO published market price is unavailable, fair value is determined by using independent market source or appropriate valuation methodologies.

30.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? Yes [ X ] No [ ]

30.2 If the answer to 30.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? Yes [ ] No [ X ]

30.3 If the answer to 30.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:

Prices are evaluated for reasonableness by comparing current prices to prior month's prices. The portfolio management group reviews the portfolio valuations received from third party valuators and compares the valuations to similar trades in the market or spread levels published in dealer research.

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

31.2 If no, list exceptions:

# GENERAL INTERROGATORIES

## OTHER

32.1 Amount of payments to Trade associations, service organizations and statistical or rating bureaus, if any? $ 47,286

32.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

| 1<br>Name | 2<br>Amount Paid |
|---|---|
| Education Finance Council | $ 18,000 |
| Security Industry & Financial Mrkt Assoc | $ 15,400 |

33.1 Amount of payments for legal expenses, if any? $ 10,280,270

33.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

| 1<br>Name | 2<br>Amount Paid |
|---|---|
| Kasowitz, Benson, Torres & Friedman | $ 5,866,636 |
| | $ 0 |

34.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? $ 187,775

34.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

| 1<br>Name | 2<br>Amount Paid |
|---|---|
| Hillco Partners | $ 67,750 |
| Good Year Peterson LLC | $ 85,025 |

# GENERAL INTERROGATORIES

## PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? ..... Yes [ ] No [ X ]

1.2 If yes, indicate premium earned on U. S. business only ..... $ 0

1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? ..... $ 0

1.31 Reason for excluding

.....

1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. ..... $ 0

1.5 Indicate total incurred claims on all Medicare Supplement insurance. ..... $ 0

1.6 Individual policies:

Most current three years:

1.61 Total premium earned ..... $ 0

1.62 Total incurred claims ..... $ 0

1.63 Number of covered lives ..... 0

All years prior to most current three years:

1.64 Total premium earned ..... $ 0

1.65 Total incurred claims ..... $ 0

1.66 Number of covered lives ..... 0

1.7 Group policies:

Most current three years:

1.71 Total premium earned ..... $ 0

1.72 Total incurred claims ..... $ 0

1.73 Number of covered lives ..... 0

All years prior to most current three years:

1.74 Total premium earned ..... $ 0

1.75 Total incurred claims ..... $ 0

1.76 Number of covered lives ..... 0

2. Health Test:

| | | 1<br>Current Year | 2<br>Prior Year |
|---|---|---|---|
| 2.1 | Premium Numerator | $ 0 | $ 0 |
| 2.2 | Premium Denominator | $ 0 | $ 0 |
| 2.3 | Premium Ratio (2.1/2.2) | 0.000 | 0.000 |
| 2.4 | Reserve Numerator | $ 0 | $ 0 |
| 2.5 | Reserve Denominator | $ 0 | $ 0 |
| 2.6 | Reserve Ratio (2.4/2.5) | 0.000 | 0.000 |

3.1 Does the reporting entity issue both participating and non-participating policies? ..... Yes [ ] No [ X ]

3.2 If yes, state the amount of calendar year premiums written on:

3.21 Participating policies ..... $ 0

3.22 Non-participating policies ..... $ 0

4. For Mutual reporting entities and Reciprocal Exchanges only:

4.1 Does the reporting entity issue assessable policies? ..... Yes [ ] No [ ]

4.2 Does the reporting entity issue non-assessable policies? ..... Yes [ ] No [ ]

4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders? ..... 0.0 %

4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. ..... $ 0

5. For Reciprocal Exchanges Only:

5.1 Does the exchange appoint local agents? ..... Yes [ ] No [ ]

5.2 If yes, is the commission paid:

5.21 Out of Attorney's-in-fact compensation ..... Yes [ ] No [ ] NA [ ]

5.22 As a direct expense of the Exchange ..... Yes [ ] No [ ] NA [ ]

5.3 What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?

.....

5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred? ..... Yes [ ] No [ ]

5.5 If yes, give full information

.....

# GENERAL INTERROGATORIES

## PART 2 - PROPERTY & CASUALTY INTERROGATORIES

6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss.....

Not applicable.....

6.2 Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process: .....

Refer to Note 1, Section C of the Notes to Financial Statements for a detailed description of the method used to estimate losses.....

6.3 What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss?.....

The company has established a contingency reserve which protects all policyholders against excessive loss.....

6.4 Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence?..... Yes [ ] No [ X ]

6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge it s exposure to unreinsured catastrophic loss

Refer to Interrogatory 6.3 related to contingency reserve.....

7.1 Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)?..... Yes [ ] No [ X ]

7.2 If yes, indicate the number of reinsurance contracts containing such provisions.....0

7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)?..... Yes [ ] No [ ]

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

8.2 If yes, give full information

.....

9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:

(a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;

(b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;

(c) Aggregate stop loss reinsurance coverage;

(d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;

(e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or

(f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity..... Yes [ ] No [ X ]

9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:

(a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or

(b) Twenty–five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract. Yes [ ] No [ X ]

9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:

(a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;

(b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and

(c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.

9.4 Except for transactions meeting the requirements of paragraph 32 of SSAP No. 62R, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:

(a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or

(b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP? Yes [ ] No [ X ]

9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.

9.6 The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:

(a) The entity does not utilize reinsurance; or, Yes [ ] No [ X ]

(b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or Yes [ ] No [ X ]

(c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement. Yes [ ] No [ X ]

10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes [X] No [ ] NA [ ]

# GENERAL INTERROGATORIES

## PART 2 - PROPERTY & CASUALTY INTERROGATORIES

11.1 Has the reporting entity guaranteed policies issued by any other entity and now in force: Yes [ ] No [ X ]

11.2 If yes, give full information

12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:

12.11 Unpaid losses $ 0

12.12 Unpaid underwriting expenses (including loss adjustment expenses) $ 0

12.2 Of the amount on Line 15.3, Page 2, state the amount that is secured by letters of credit, collateral and other funds? $ 0

12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes [ ] No [ ] NA [X]

12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:

12.41 From 0.0 %

12.42 To 0.0 %

12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? Yes [ ] No [ X ]

12.6 If yes, state the amount thereof at December 31 of current year:

12.61 Letters of Credit $ 0

12.62 Collateral and other funds $ 0

13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): $ 339,540,769

13.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes [ ] No [ X ]

13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount. 0

14.1 Is the company a cedant in a multiple cedant reinsurance contract? Yes [ ] No [ X ]

14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:

14.3 If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts? Yes [ ] No [ ]

14.4 If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements? Yes [ ] No [ ]

14.5 If the answer to 14.4 is no, please explain:

15.1 Has the reporting entity guaranteed any financed premium accounts? Yes [ ] No [ X ]

15.2 If yes, give full information

16.1 Does the reporting entity write any warranty business? Yes [ ] No [ X ]

If yes, disclose the following information for each of the following types of warranty coverage:

| | 1<br>Direct Losses Incurred | 2<br>Direct Losses Unpaid | 3<br>Direct Written Premium | 4<br>Direct Premium Unearned | 5<br>Direct Premium Earned |
|---|---|---|---|---|---|
| 16.11 Home | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| 16.12 Products | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| 16.13 Automobile | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| 16.14 Other* | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |

* Disclose type of coverage:

# GENERAL INTERROGATORIES

## PART 2 - PROPERTY & CASUALTY INTERROGATORIES

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F – Part 3 that it excludes from Schedule F – Part 5. ..... Yes [ ] No [ X ]

Incurred but not reported losses on contracts in force prior to July 1, 1984 and not subsequently renewed are exempt from inclusion in Schedule F – Part 5. Provide the following information for this exemption:

| | | |
|---|---|---|
| 17.11 | Gross amount of unauthorized reinsurance in Schedule F – Part 3 excluded from Schedule F – Part 5 | $ 0 |
| 17.12 | Unfunded portion of Interrogatory 17.11 | $ 0 |
| 17.13 | Paid losses and loss adjustment expenses portion of Interrogatory 17.11 | $ 0 |
| 17.14 | Case reserves portion of Interrogatory 17.11 | $ 0 |
| 17.15 | Incurred but not reported portion of Interrogatory 17.11 | $ 0 |
| 17.16 | Unearned premium portion of Interrogatory 17.11 | $ 0 |
| 17.17 | Contingent commission portion of Interrogatory 17.11 | $ 0 |

Provide the following information for all other amounts included in Schedule F – Part 3 and excluded from Schedule F – Part 5, not included above.

| | | |
|---|---|---|
| 17.18 | Gross amount of unauthorized reinsurance in Schedule F – Part 3 excluded from Schedule F – Part 5 | $ 0 |
| 17.19 | Unfunded portion of Interrogatory 17.18 | $ 0 |
| 17.20 | Paid losses and loss adjustment expenses portion of Interrogatory 17.18 | $ 0 |
| 17.21 | Case reserves portion of Interrogatory 17.18 | $ 0 |
| 17.22 | Incurred but not reported portion of Interrogatory 17.18 | $ 0 |
| 17.23 | Unearned premium portion of Interrogatory 17.18 | $ 0 |
| 17.24 | Contingent commission portion of Interrogatory 17.18 | $ 0 |

18.1 Do you act as a custodian for health savings accounts? ..... Yes [ ] No [ X ]

18.2 If yes, please provide the amount of custodial funds held as of the reporting date. ..... $ 0

18.3 Do you act as an administrator for health savings accounts? ..... Yes [ ] No [ X ]

18.4 If yes, please provide the balance of the funds administered as of the reporting date. ..... $ 0

# FIVE-YEAR HISTORICAL DATA

**Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.**

| | 1<br>2010 | 2<br>2009 | 3<br>2008 | 4<br>2007 | 5<br>2006 |
|---|---|---|---|---|---|
| **Gross Premiums Written** (Page 8, Part 1B, Cols. 1, 2 & 3) | | | | | |
| 1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4) | 0 | 0 | 0 | 0 | 0 |
| 2. Property lines (Lines 1, 2, 9, 12, 21 & 26) | 0 | 0 | 0 | 0 | 0 |
| 3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) | 0 | 0 | 0 | 0 | 0 |
| 4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) | 109,600,047 | 3,509,495,112 | 5,925 | 8,487 | 11,643 |
| 5. Nonproportional reinsurance lines (Lines 31, 32 & 33) | 0 | 0 | 0 | 0 | 0 |
| 6. Total (Line 35) | 109,600,047 | 3,509,495,112 | 5,925 | 8,487 | 11,643 |
| **Net Premiums Written** (Page 8, Part 1B, Col. 6) | | | | | |
| 7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4) | 0 | 0 | 0 | 0 | 0 |
| 8. Property lines (Lines 1, 2, 9, 12, 21 & 26) | 0 | 0 | 0 | 0 | 0 |
| 9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) | 0 | 0 | 0 | 0 | 0 |
| 10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) | 109,600,015 | 3,510,915,063 | 0 | 0 | 0 |
| 11. Nonproportional reinsurance lines (Lines 31, 32 & 33) | 0 | 0 | 0 | 0 | 0 |
| 12. Total (Line 35) | 109,600,015 | 3,510,915,063 | 0 | 0 | 0 |
| **Statement of Income** (Page 4) | | | | | |
| 13. Net underwriting gain (loss) (Line 8) | 248,250,699 | (523,587,835) | (565,056) | (466,500) | (4,860,004) |
| 14. Net investment gain (loss) (Line 11) | 256,988,892 | 215,806,179 | 8,132,452 | 9,253,689 | 8,944,408 |
| 15. Total other income (Line 15) | (25,137) | (8,758) | (548) | (1,207) | (1,369) |
| 16. Dividends to policyholders (Line 17) | 0 | 0 | 0 | 0 | 0 |
| 17. Federal and foreign income taxes incurred (Line 19) | 96,411,549 | (8,672,215) | 929,821 | 1,282,055 | 22,199 |
| 18. Net income (Line 20) | 408,802,905 | (299,118,199) | 6,637,027 | 7,503,927 | 4,060,836 |
| **Balance Sheet Lines** (Pages 2 and 3) | | | | | |
| 19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3) | 7,289,955,528 | 6,988,601,172 | 187,411,492 | 181,602,136 | 181,949,050 |
| 20. Premiums and considerations (Page 2, Col. 3) | | | | | |
| 20.1 In course of collection (Line 15.1) | 0 | 0 | 0 | 0 | 0 |
| 20.2 Deferred and not yet due (Line 15.2) | 0 | 0 | 0 | 0 | 0 |
| 20.3 Accrued retrospective premiums (Line 15.3) | 0 | 0 | 0 | 0 | 0 |
| 21. Total liabilities excluding protected cell business (Page 3, Line 26) | 6,382,235,984 | 6,335,171,620 | 2,273,826 | 3,409,925 | 1,658,308 |
| 22. Losses (Page 3, Line 1) | 127,226,439 | 163,604,140 | 0 | 0 | 0 |
| 23. Loss adjustment expenses (Page 3, Line 3) | (31,277,913) | (27,580,000) | 0 | 0 | 0 |
| 24. Unearned premiums (Page 3, Line 9) | 2,872,590,379 | 3,125,504,490 | 0 | 0 | 0 |
| 25. Capital paid up (Page 3, Lines 30 & 31) | 15,000,000 | 15,000,000 | 5,000,000 | 5,000,000 | 5,000,000 |
| 26. Surplus as regards policyholders (Page 3, Line 37) | 907,719,544 | 653,429,552 | 185,137,666 | 178,192,211 | 180,290,742 |
| **Cash Flow (Page 5)** | | | | | |
| 27. Net cash from operations (Line 11) | 225,059,777 | 2,909,920,474 | 5,944,142 | 8,114,158 | 3,581,117 |
| **Risk-Based Capital Analysis** | | | | | |
| 28. Total adjusted capital | 0 | 0 | 0 | 0 | 0 |
| 29. Authorized control level risk-based capital | 0 | 0 | 0 | 0 | 0 |
| **Percentage Distribution of Cash, Cash Equivalents and Invested Assets** (Page 2, Col. 3)(Item divided by Page 2, Line 12, Col. 3) x 100.0 | | | | | |
| 30. Bonds (Line 1) | 73.0 | 73.5 | 64.0 | 95.5 | 86.4 |
| 31. Stocks (Lines 2.1 & 2.2) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 32. Mortgage loans on real estate (Lines 3.1 and 3.2) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 33. Real estate (Lines 4.1, 4.2 & 4.3) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 34. Cash, cash equivalents and short-term investments (Line 5) | 26.1 | 26.5 | 36.0 | 4.5 | 13.6 |
| 35. Contract loans (Line 6) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 36. Derivatives (Line 7) | 0.0 | XXX | XXX | XXX | XXX |
| 37. Other invested assets (Line 8) | 0.9 | 0.0 | 0.0 | 0.0 | 0.0 |
| 38. Receivables for securities (Line 9) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 39. Securities lending reinvested collateral assets (Line 10) | 0.0 | XXX | XXX | XXX | XXX |
| 40. Aggregate write-ins for invested assets (Line 11) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 41. Cash, cash equivalents and invested assets (Line 12) | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 |
| **Investments in Parent, Subsidiaries and Affiliates** | | | | | |
| 42. Affiliated bonds, (Sch. D, Summary, Line 12, Col. 1) | 0 | 0 | 0 | 0 | 0 |
| 43. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1) | 0 | 0 | 0 | 0 | 0 |
| 44. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1) | 0 | 0 | 0 | 0 | 0 |
| 45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Col. 5, Line 10) | 0 | 0 | 0 | 0 | 0 |
| 46. Affiliated mortgage loans on real estate | 0 | 0 | 0 | 0 | 0 |
| 47. All other affiliated | 61,510,341 | 0 | 0 | 0 | 0 |
| 48. Total of above Lines 42 to 47 | 61,510,341 | 0 | 0 | 0 | 0 |
| 49. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0) | 6.8 | 0.0 | 0.0 | 0.0 | 0.0 |

# FIVE-YEAR HISTORICAL DATA

(Continued)

| | 1<br>2010 | 2<br>2009 | 3<br>2008 | 4<br>2007 | 5<br>2006 |
|---|---|---|---|---|---|
| **Capital and Surplus Accounts** (Page 4) | | | | | |
| 50. Net unrealized capital gains (losses) (Line 24) | (4,331,703) | (122,120) | 0 | 0 | 0 |
| 51. Dividends to stockholders (Line 35) | 0 | 0 | 0 | (18,000,000) | 0 |
| 52. Change in surplus as regards policyholders for the year (Line 38) | 254,289,994 | 468,291,888 | 6,945,453 | (2,098,531) | 3,957,703 |
| **Gross Losses Paid** (Page 9, Part 2, Cols. 1 & 2) | | | | | |
| 53. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4) | 0 | 0 | 0 | 0 | 0 |
| 54. Property lines (Lines 1, 2, 9, 12, 21 & 26) | 0 | 0 | 0 | 0 | 0 |
| 55. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) | 0 | 0 | 0 | 0 | 0 |
| 56. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) | 73,180,328 | 20,218,928 | (1,032,843) | 0 | 0 |
| 57. Nonproportional reinsurance lines (Lines 31, 32 & 33) | 0 | 0 | 0 | 0 | 0 |
| 58. Total (Line 35) | 73,180,328 | 20,218,928 | (1,032,843) | 0 | 0 |
| **Net Losses Paid** (Page 9, Part 2, Col. 4) | | | | | |
| 59. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4) | 0 | 0 | 0 | 0 | 0 |
| 60. Property lines (Lines 1, 2, 9, 12, 21 & 26) | 0 | 0 | 0 | 0 | 0 |
| 61. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) | 0 | 0 | 0 | 0 | 0 |
| 62. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34) | 73,180,328 | 20,218,928 | 0 | 0 | 0 |
| 63. Nonproportional reinsurance lines (Lines 31, 32 & 33) | 0 | 0 | 0 | 0 | 0 |
| 64. Total (Line 35) | 73,180,328 | 20,218,928 | 0 | 0 | 0 |
| **Operating Percentages** (Page 4)<br>(Item divided by Page 4, Line 1) x 100.0 | | | | | |
| 65. Premiums earned (Line 1) | 100.0 | 100.0 | 100.0 | 100.0 | 100.0 |
| 66. Losses incurred (Line 2) | 10.2 | 1.5 | 0.0 | 0.0 | 0.0 |
| 67. Loss expenses incurred (Line 3) | 4.3 | 23.2 | 0.0 | 0.0 | 0.0 |
| 68. Other underwriting expenses incurred (Line 4) | 20.7 | 214.9 | 0.0 | 0.0 | 0.0 |
| 69. Net underwriting gain (loss) (Line 8) | 68.5 | (135.9) | 0.0 | 0.0 | 0.0 |
| **Other Percentages** | | | | | |
| 70. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0) | 56.4 | 23.2 | 0.0 | 0.0 | 0.0 |
| 71. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0) | 14.5 | 24.7 | 0.0 | 0.0 | 0.0 |
| 72. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35 divided by Page 3, Line 37, Col. 1 x 100.0) | 12.1 | 537.3 | 0.0 | 0.0 | 0.0 |
| **One Year Loss Development (000 omitted)** | | | | | |
| 73. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11) | 28,161 | 194,924 | 0 | 0 | 0 |
| 74. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 73 above divided by Page 4, Line 21, Col. 1 x 100.0) | 4.3 | 105.3 | 0.0 | 0.0 | 0.0 |
| **Two Year Loss Development (000 omitted)** | | | | | |
| 75. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12) | 220,869 | 171,293 | 0 | 0 | 0 |
| 76. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 75 above divided by Page 4, Line 21, Col. 2 x 100.0) | 119.3 | 96.1 | 0.0 | 0.0 | 0.0 |

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of *SSAP No. 3-Accounting Changes and Correction of Errors*? Yes [ ] No [ ]

If no, please explain

# ANNUAL STATEMENT FOR THE YEAR 2010 OF THE National Public Finance Guarantee Corporation

## EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)

**NAIC Group Code 00528** **BUSINESS IN THE STATE OF Consolidated** **DURING THE YEAR 2010** **NAIC Company Code 23825**

| Line of Business | Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies not Taken 1 Direct Premiums Written | 2 Direct Premiums Earned | 3 Dividends Paid or Credited to Policyholders on Direct Business | 4 Direct Unearned Premium Reserves | 5 Direct Losses Paid (deducting salvage) | 6 Direct Losses Incurred | 7 Direct Losses Unpaid | 8 Direct Defense and Cost Containment Expense Paid | 9 Direct Defense and Cost Containment Expense Incurred | 10 Direct Defense and Cost Containment Expense Unpaid | 11 Commissions and Brokerage Expenses | 12 Taxes, Licenses and Fees |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 1. Fire | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2.1 Allied lines | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2.2 Multiple peril crop | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2.3 Federal flood | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3. Farmowners multiple peril | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4. Homeowners multiple peril | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5.1 Commercial multiple peril (non-liability portion) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5.2 Commercial multiple peril (liability portion) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 6. Mortgage guaranty | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 8. Ocean marine | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 9. Inland marine | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 10. Financial guaranty | 22,147 | 291,821 | 0 | 583,248 | 0 | 0 | 0 | 1,292,484 | 2,441,484 | 1,149,000 | 0 | 101,021 |
| 11. Medical professional liability | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 12. Earthquake | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 13. Group accident and health (b) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 14. Credit A & H (group and individual) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 15.1 Collectively renewable A & H (b) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 15.2 Non-cancelable A & H (b) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 15.3 Guaranteed renewable A & H (b) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 15.4 Non-renewable for stated reasons only (b) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 15.5 Other accident only | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 15.6 Medicare Title XVIII exempt from state taxes or fees | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 15.7 All other A & H (b) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 15.8 Federal employees health benefits program premium (b) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 16. Workers' compensation | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 17.1 Other liability - occurrence | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 17.2 Other liability - claims-made | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 17.3 Excess workers' compensation | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 18. Products liability | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 19.1 Private passenger auto no-fault (personal injury protection) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 19.2 Other private passenger auto liability | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 19.3 Commercial auto no-fault (personal injury protection) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 19.4 Other commercial auto liability | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 21.1 Private passenger auto physical damage | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 21.2 Commercial auto physical damage | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 22. Aircraft (all perils) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 23. Fidelity | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 24. Surety | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 26. Burglary and theft | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 27. Boiler and machinery | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 28. Credit | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 30. Warranty | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 34. Aggregate write-ins for other lines of business | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 35. TOTALS (a) | 22,147 | 291,821 | 0 | 583,248 | 0 | 0 | 0 | 1,292,484 | 2,441,484 | 1,149,000 | 0 | 101,021 |
| **DETAILS OF WRITE-INS** | | | | | | | | | | | | |
| 3401. | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3402. | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3403. | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3498. Summary of remaining write-ins for Line 34 from overflow page | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3499. Totals (Lines 3401 through 3403 Plus 3498) (Line 34 above) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

(a) Finance and service charges not included in Lines 1 to 35 $ 0 .

(b) For health business on indicated lines report: Number of persons insured under PPO managed care products 0 and number of persons insured under indemnity only products 0

# SCHEDULE F - PART 1

**Assumed Reinsurance as of December 31, Current Year (000 Omitted)**

| 1 | 2 | 3 | 4 | 5 | Reinsurance On | | | 9 | 10 | 11 | 12 | 13 | 14 | 15 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | 6 | 7 | 8 | | | | | | | |
| Federal ID Number | NAIC Company Code | Name of Reinsured | Domiciliary Jurisdiction | Assumed Premium | Paid Losses and Loss Adjustment Expenses | Known Case Losses and LAE | Cols. 6 +7 | Contingent Commissions Payable | Assumed Premiums Receivable | Unearned Premium | Funds Held By or Deposited With Reinsured Companies | Letters of Credit Posted | Amount of Assets Pledged or Compensating Balances to Secure Letters of Credit | Amount of Assets Pledged or Collateral Held in Trust |
| Affiliates - U.S. Intercompany Pooling | | | | | | | | | | | | | | |
| Affiliates - U.S. Non-Pool | | | | | | | | | | | | | | |
| 43-0899449 | 12041 | MBIA Insurance Corporation | NY | 113,593 | 0 | 94,800 | 94,800 | 0 | 0 | 2,117,769 | 0 | 0 | 0 | 0 |
| 0299999 - Total Affiliates - U.S. Non-Pool | | | | 113,593 | 0 | 94,800 | 94,800 | 0 | 0 | 2,117,769 | 0 | 0 | 0 | 0 |
| Affiliates - Other (Non-U.S.) | | | | | | | | | | | | | | |
| 0499999 - Total Affiliates - Total Affiliates | | | | 113,593 | 0 | 94,800 | 94,800 | 0 | 0 | 2,117,769 | 0 | 0 | 0 | 0 |
| Other U.S. Unaffiliated Insurers | | | | | | | | | | | | | | |
| 13-2710717 | 12815 | Financial Guaranty Insurance Company | NY | (4,015) | 0 | 0 | 0 | 0 | 0 | 754,279 | 0 | 0 | 0 | 0 |
| 0599999 - Total Other U.S. Unaffiliated Insurers | | | | (4,015) | 0 | 0 | 0 | 0 | 0 | 754,279 | 0 | 0 | 0 | 0 |
| Pools and Associations - Mandatory Pools | | | | | | | | | | | | | | |
| Pools and Associations - Voluntary Pools | | | | | | | | | | | | | | |
| Other Non-U.S. Insurers | | | | | | | | | | | | | | |
| 9999999 Totals | | | | 109,578 | 0 | 94,800 | 94,800 | 0 | 0 | 2,872,048 | 0 | 0 | 0 | 0 |

# SCHEDULE F - PART 2

**Premium Portfolio Reinsurance Effected or (Canceled) during Current Year**

| 1<br>Federal ID Number | 2<br>NAIC Company Code | 3<br>Name of Company | 4<br>Date of Contract | 5<br>Original Premium | 6<br>Reinsurance Premium |
|---|---|---|---|---|---|
| 0199999 Total Reinsurance Ceded by Portfolio | | | | 0 | 0 |
| 0299999 Total Reinsurance Assumed by Portfolio | | | | 0 | 0 |

NONE

# SCHEDULE F - PART 3

**Ceded Reinsurance as of December 31, Current Year (000 Omitted)**

| 1 | 2 | 3 | 4 | 5 | 6 | Reinsurance Recoverable On | | | | | | | | | Reinsurance Payable | | 18 | 19 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 | 16 | 17 | | |
| Federal ID Number | NAIC Company Code | Name of Reinsurer | Domiciliary Jurisdiction | Reinsurance Contracts Ceding 75% or More of Direct Premiums Written | Reinsurance Premiums Ceded | Paid Losses | Paid LAE | Known Case Loss Reserves | Known Case LAE Reserves | IBNR Loss Reserves | IBNR LAE Reserves | Unearned Premiums | Contingent Commis-sions | Cols. 7 through 14 Totals | Ceded Balances Payable | Other Amounts Due to Reinsurers | Net Amount Recoverable From Reinsurers Cols. 15 - [16 + 17] | Funds Held By Company Under Reinsurance Treaties |
| Authorized - Affiliates - U.S. Intercompany Pooling | | | | | | | | | | | | | | | | | | |
| Authorized - Affiliates - U.S. Non-Pool | | | | | | | | | | | | | | | | | | |
| Authorized - Affiliates - Other (Non-U.S.) | | | | | | | | | | | | | | | | | | |
| Authorized - Other U. S. Unaffiliated Insurers (Under $100,000) | | | | | | | | | | | | | | | | | | |
| 52-1533088 | 30180 | Assured Guaranty Corporation | MD | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 40 | 0 | 40 | 0 | 0 | 40 | 0 |
| 0599999 - Total Authorized - Other U.S. Unaffiliated Insurers | | | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 40 | 0 | 40 | 0 | 0 | 40 | 0 |
| Authorized - Pools - Mandatory Pools | | | | | | | | | | | | | | | | | | |
| Authorized - Pools - Voluntary Pools | | | | | | | | | | | | | | | | | | |
| Authorized - Other Non-U.S. Insurers (Under $100,000) | | | | | | | | | | | | | | | | | | |
| 0999999 - Total Authorized - Total Authorized | | | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 40 | 0 | 40 | 0 | 0 | 40 | 0 |
| Unauthorized - Affiliates - U.S. Intercompany Pooling | | | | | | | | | | | | | | | | | | |
| Unauthorized - Affiliates - U.S. Non-Pool | | | | | | | | | | | | | | | | | | |
| Unauthorized - Affiliates - Other (Non-U.S.) | | | | | | | | | | | | | | | | | | |
| Unauthorized - Other U.S. Unaffiliated Insurers (Under $100,000) | | | | | | | | | | | | | | | | | | |
| Unauthorized - Pools - Mandatory Pools | | | | | | | | | | | | | | | | | | |
| Unauthorized - Pools - Voluntary Pools | | | | | | | | | | | | | | | | | | |
| Unauthorized - Other non-U.S. Insurers (under $100,000) | | | | | | | | | | | | | | | | | | |
| 1999999 - Total Authorized and Unauthorized | | | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 40 | 0 | 40 | 0 | 0 | 40 | 0 |
| | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | |
| 9999999 Totals | | | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 40 | 0 | 40 | 0 | 0 | 40 | 0 |

NOTE: A. Report the five largest provisional commission rates included in the cedant's reinsurance treaties. The commission rate to be reported is by contract with ceded premium in excess of $50,000:

| | 1<br>Name of Reinsurer | 2<br>Commission Rate | 3<br>Ceded Premium |
|---|---|---|---|
| 1. | | 0.000 | 0 |
| 2. | | 0.000 | 0 |
| 3. | | 0.000 | 0 |
| 4. | | 0.000 | 0 |
| 5. | | 0.000 | 0 |

B. Report the five largest reinsurance recoverables reported in Column 15, due from any one reinsurer (based on-the total recoverables, Line 9999999, Column 15, the amount of ceded premium, and indicate whether the recoverables are due from an affiliated insurer.

| | 1<br>Name of Reinsurer | 2<br>Total Recoverables | 3<br>Ceded Premiums | 4<br>Affiliated |
|---|---|---|---|---|
| 1. | Assured Guaranty Corporation | 40 | 0 | Yes [ ] No [ X ] |
| 2. | | 0 | 0 | Yes [ ] No [ ] |
| 3. | | 0 | 0 | Yes [ ] No [ ] |
| 4. | | 0 | 0 | Yes [ ] No [ ] |
| 5. | | 0 | 0 | Yes [ ] No [ ] |

Schedule F - Part 4

NONE

Schedule F - Part 5

NONE

Schedule F - Part 6

NONE

Schedule F - Part 7

NONE

# SCHEDULE F - PART 8

**Restatement of Balance Sheet to Identify Net Credit for Reinsurance**

| | 1<br>As Reported<br>(Net of Ceded) | 2<br>Restatement<br>Adjustments | 3<br>Restated<br>(Gross of Ceded) |
|---|---|---|---|
| ASSETS (Page 2, Col. 3) | | | |
| 1. Cash and invested assets (Line 12) | 7,221,354,735 | 0 | 7,221,354,735 |
| 2. Premiums and considerations (Line 15) | 0 | 0 | 0 |
| 3. Reinsurance recoverable on loss and loss adjustment expense payments (Line 16.1) | 0 | 0 | 0 |
| 4 Funds held by or deposited with reinsured companies (Line 16.2) | 0 | 0 | 0 |
| 5. Other assets | 68,600,793 | 0 | 68,600,793 |
| 6. Net amount recoverable from reinsurers | 0 | 151,433 | 151,433 |
| 7. Protected cell assets (Line 27) | 0 | 0 | 0 |
| 8. Totals (Line 28) | 7,289,955,528 | 151,433 | 7,290,106,961 |
| LIABILITIES (Page 3) | | | |
| 9. Losses and loss adjustment expenses (Lines 1 through 3) | 95,948,526 | 0 | 95,948,526 |
| 10. Taxes, expenses, and other obligations (Lines 4 through 8) | 122,196,246 | 0 | 122,196,246 |
| 11. Unearned premiums (Line 9) | 2,872,590,379 | 40,475 | 2,872,630,854 |
| 12. Advance premiums (Line 10) | 0 | 0 | 0 |
| 13. Dividends declared and unpaid (Line 11.1 and 11.2) | 0 | 0 | 0 |
| 14. Ceded reinsurance premiums payable (net of ceding commissions) (Line 12) | 17 | (17) | 0 |
| 15. Funds held by company under reinsurance treaties (Line 13) | 0 | 0 | 0 |
| 16. Amounts withheld or retained by company for account of others (Line 14) | 859,331 | 0 | 859,331 |
| 17. Provision for reinsurance (Line 16) | 0 | 0 | 0 |
| 18. Other liabilities | 3,290,641,485 | 110,975 | 3,290,752,460 |
| 19. Total liabilities excluding protected cell business (Line 26) | 6,382,235,984 | 151,433 | 6,382,387,417 |
| 20. Protected cell liabilities (Line 27) | 0 | 0 | 0 |
| 21. Surplus as regards policyholders (Line 37) | 907,719,544 | XXX | 907,719,544 |
| 22. Totals (Line 38) | 7,289,955,528 | 151,433 | 7,290,106,961 |

NOTE: Is the restatement of this exhibit the result of grossing up balances ceded to affiliates under 100 percent reinsurance or pooling arrangements? Yes [ ] No [ X ]

If yes, give full explanation:

Schedule H - Part 1

NONE

Schedule H - Part 2

NONE

Schedule H - Part 3

NONE

Schedule H - Part 4

NONE

Schedule H - Part 5 - Health Claims

NONE

# SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES
# SCHEDULE P - PART 1 - SUMMARY

($000 Omitted)

| Years in Which Premiums Were Earned and Losses Were Incurred | Premiums Earned | | | Loss and Loss Expense Payments | | | | | | | | 12 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | Loss Payments | | Defense and Cost Containment Payments | | Adjusting and Other Payments | | 10 | 11 | |
| | 1 Direct and Assumed | 2 Ceded | 3 Net (Cols. 1 - 2) | 4 Direct and Assumed | 5 Ceded | 6 Direct and Assumed | 7 Ceded | 8 Direct and Assumed | 9 Ceded | Salvage and Subrogation Received | Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9) | Number of Claims Reported Direct and Assumed |
| 1. Prior | XXX | XXX | XXX | 24,046 | 0 | 0 | 0 | 175 | 0 | 146 | 24,221 | XXX |
| 2. 2001 | 8,351 | 8,351 | 0 | 0 | 0 | 0 | 0 | 220 | 0 | 0 | 220 | XXX |
| 3. 2002 | 7,517 | 7,517 | 0 | 0 | 0 | 0 | 0 | 73 | 0 | 0 | 73 | XXX |
| 4. 2003 | 2,619 | 2,619 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX |
| 5. 2004 | 3,659 | 3,659 | 0 | (343) | 0 | 338 | 0 | 147 | 0 | 343 | 141 | XXX |
| 6. 2005 | 666 | 666 | 0 | 0 | 0 | 0 | 0 | 440 | 0 | 0 | 440 | XXX |
| 7. 2006 | 884 | 884 | 0 | 712 | 0 | 17 | 0 | 220 | 0 | 0 | 949 | XXX |
| 8. 2007 | 331 | 331 | 0 | 1,994 | 0 | 60 | 0 | 73 | 0 | 102 | 2,128 | XXX |
| 9. 2008 | 317 | 317 | 0 | 517 | 0 | 1,139 | 0 | 147 | 0 | 5,361 | 1,803 | XXX |
| 10. 2009 | 385,602 | 192 | 385,411 | (5,223) | 0 | 132,377 | 0 | 513 | 0 | 34,340 | 127,667 | XXX |
| 11. 2010 | 362,530 | 16 | 362,514 | 49,894 | 0 | 1,097 | 0 | 245 | 0 | 30,729 | 51,236 | XXX |
| 12. Totals | XXX | XXX | XXX | 71,596 | 0 | 135,029 | 0 | 2,252 | 0 | 71,022 | 208,877 | XXX |

| | Losses Unpaid | | | | Defense and Cost Containment Unpaid | | | | Adjusting and Other Unpaid | | 23 | 24 | 25 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Case Basis | | Bulk + IBNR | | Case Basis | | Bulk + IBNR | | | | | | |
| | 13 Direct and Assumed | 14 Ceded | 15 Direct and Assumed | 16 Ceded | 17 Direct and Assumed | 18 Ceded | 19 Direct and Assumed | 20 Ceded | 21 Direct and Assumed | 22 Ceded | Salvage and Subrog-ation Anticipated | Total Net Losses and Expenses Unpaid | Number of Claims Outstand-ing Direct and Assumed |
| 1. | 142,526 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 155 | 0 | 14,949 | 142,682 | XXX |
| 2. | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 93 | 0 | 0 | 93 | XXX |
| 3. | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 31 | 0 | 0 | 31 | XXX |
| 4. | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX |
| 5. | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 62 | 0 | 0 | 62 | XXX |
| 6. | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 186 | 0 | 0 | 186 | XXX |
| 7. | 6,286 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 93 | 0 | 1,243 | 6,379 | XXX |
| 8. | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 31 | 0 | 0 | 31 | XXX |
| 9. | 21,688 | 0 | 0 | 0 | 69 | 0 | 0 | 0 | 62 | 0 | 0 | 21,819 | XXX |
| 10. | 101 | 0 | 0 | 0 | (36,976) | 0 | 0 | 0 | 217 | 0 | 38,150 | (36,658) | XXX |
| 11. | (42,339) | 0 | 0 | 0 | 4,481 | 0 | 0 | 0 | 217 | 0 | 53,728 | (37,640) | XXX |
| 12. | 128,262 | 0 | 0 | 0 | (32,427) | 0 | 0 | 0 | 1,149 | 0 | 108,070 | 96,985 | XXX |

| | Total Losses and Loss Expenses Incurred | | | Loss and Loss Expense Percentage (Incurred/Premiums Earned) | | | Nontabular Discount | | 34 Inter-Company Pooling Participation Percentage | Net Balance Sheet Reserves After Discount | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | 26 Direct and Assumed | 27 Ceded | 28 Net | 29 Direct and Assumed | 30 Ceded | 31 Net | 32 Loss | 33 Loss Expense | | 35 Losses Unpaid | 36 Loss Expenses Unpaid |
| 1. | XXX | XXX | XXX | XXX | XXX | XXX | 10,471 | 0 | XXX | 132,055 | 155 |
| 2. | 313 | 0 | 313 | 3.7 | 0.0 | 0.0 | 0 | 0 | 0.0 | 0 | 93 |
| 3. | 104 | 0 | 104 | 1.4 | 0.0 | 0.0 | 0 | 0 | 0.0 | 0 | 31 |
| 4. | 0 | 0 | 0 | 0.0 | 0.0 | 0.0 | 0 | 0 | 0.0 | 0 | 0 |
| 5. | 203 | 0 | 203 | 5.6 | 0.0 | 0.0 | 0 | 0 | 0.0 | 0 | 62 |
| 6. | 626 | 0 | 626 | 94.0 | 0.0 | 0.0 | 0 | 0 | 0.0 | 0 | 186 |
| 7. | 7,328 | 0 | 7,328 | 829.0 | 0.0 | 0.0 | 1,289 | 0 | 0.0 | 4,997 | 93 |
| 8. | 2,159 | 0 | 2,159 | 651.9 | 0.0 | 0.0 | 0 | 0 | 0.0 | 0 | 31 |
| 9. | 23,621 | 0 | 23,621 | 7,451.5 | 0.0 | 0.0 | 2,631 | 0 | 0.0 | 19,057 | 131 |
| 10. | 91,009 | 0 | 91,009 | 23.6 | 0.0 | 23.6 | (59) | 0 | 0.0 | 160 | (36,759) |
| 11. | 13,595 | 0 | 13,595 | 3.8 | 0.0 | 3.8 | (13,296) | 0 | 0.0 | (29,043) | 4,698 |
| 12. | XXX | XXX | XXX | XXX | XXX | XXX | 1,036 | 0 | XXX | 127,226 | (31,278) |

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements, which will reconcile Part 1 with Parts 2 and 4.

# SCHEDULE P - PART 2 - SUMMARY

| Years in Which Losses Were Incurred | INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END ($000 OMITTED) | | | | | | | | | | DEVELOPMENT | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 |
| | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | One Year | Two Year |
| 1. Prior | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 168,532 | 188,392 | 19,860 | 188,392 |
| 2. 2001 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3. 2002 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4. 2003 | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5. 2004 | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 371 | (6) | (377) | (6) |
| 6. 2005 | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 7. 2006 | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 336 | 7,015 | 6,680 | 7,015 |
| 8. 2007 | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 2,054 | 2,054 | 0 | 2,054 |
| 9. 2008 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 23,631 | 23,413 | (218) | 23,413 |
| 10. 2009 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 88,062 | 90,278 | 2,217 | XXX |
| 11. 2010 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 13,133 | XXX | XXX |
| | | | | | | | | | | 12. Totals | 28,161 | 220,869 |

# SCHEDULE P - PART 3 - SUMMARY

| Years in Which Losses Were Incurred | CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END ($000 OMITTED) | | | | | | | | | | 11 | 12 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Number of Claims Closed With Loss Payment | Number of Claims Closed Without Loss Payment |
| | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | | |
| 1. Prior | 000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 21,820 | 45,866 | XXX | XXX |
| 2. 2001 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX | XXX |
| 3. 2002 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX | XXX |
| 4. 2003 | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX | XXX |
| 5. 2004 | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 335 | (6) | XXX | XXX |
| 6. 2005 | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | XXX | XXX |
| 7. 2006 | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 418 | 729 | XXX | XXX |
| 8. 2007 | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 2,054 | 2,054 | XXX | XXX |
| 9. 2008 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | (3,114) | 1,656 | XXX | XXX |
| 10. 2009 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 115,728 | 127,154 | XXX | XXX |
| 11. 2010 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 50,991 | XXX | XXX |

# SCHEDULE P - PART 4 - SUMMARY

| Years in Which Losses Were Incurred | BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END ($000 OMITTED) | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
| | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
| 1. Prior | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2. 2001 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3. 2002 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4. 2003 | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5. 2004 | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 6. 2005 | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 |
| 7. 2006 | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 |
| 8. 2007 | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 |
| 9. 2008 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 |
| 10. 2009 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 |
| 11. 2010 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 |

NONE

Schedule P - Part 1A - Home/Farm

NONE

Schedule P - Part 1B - Private Passenger

NONE

Schedule P - Part 1C - Comm Auto/Truck

NONE

Schedule P - Part 1D - Workers' Comp

NONE

Schedule P - Part 1E - Comm Multi Peril

NONE

Schedule P - Part 1F - Med Pro Liab Occ

NONE

Schedule P - Part 1F - Med Pro Liab Clm

NONE

Schedule P - Part 1G - Special Liability

NONE

Schedule P - Part 1H - Other Liab Occur

NONE

Schedule P - Part 1H - Other Liab Claims

NONE

Schedule P - Part 1I - Special Property

NONE

Schedule P - Part 1J - Auto Physical

NONE

Schedule P - Part 1K - Fidelity/Surety

NONE

Schedule P - Part 1L - Other

NONE

Schedule P - Part 1M - International

NONE

Schedule P - Part 1N - Reinsurance

NONE

Schedule P - Part 1O - Reinsurance

NONE

Schedule P - Part 1P - Reinsurance

NONE

Schedule P - Part 1R - Prod Liab Occur

NONE

Schedule P - Part 1R - Prod Liab Claims

NONE

# SCHEDULE P-PART 1S - FINANCIAL GUARANTY/MORTGAGE GUARANTY

**($000 OMITTED)**

| Years in Which Premiums Were Earned and Losses Were Incurred | Premiums Earned | | | Loss and Loss Expense Payments | | | | | | | | 12 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | Loss Payments | | Defense and Cost Containment Payments | | Adjusting and Other Payments | | | | |
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | |
| | Direct and Assumed | Ceded | Net (Cols. 1 - 2) | Direct and Assumed | Ceded | Direct and Assumed | Ceded | Direct and Assumed | Ceded | Salvage and Subrogation Received | Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9) | Number of Claims Reported Direct and Assumed |
| 1. Prior | XXX | XXX | XXX | 28,771 | 0 | 15 | 0 | 803 | 0 | 860 | 29,590 | XXX |
| 2. 2009 | 385,602 | 192 | 385,411 | (5,223) | 0 | 132,377 | 0 | 513 | 0 | 34,340 | 127,667 | XXX |
| 3. 2010 | 362,530 | 16 | 362,514 | 49,894 | 0 | 1,097 | 0 | 245 | 0 | 30,729 | 51,236 | XXX |
| 4. Totals | XXX | XXX | XXX | 73,442 | 0 | 133,489 | 0 | 1,561 | 0 | 65,929 | 208,492 | XXX |

| | Losses Unpaid | | | | Defense and Cost Containment Unpaid | | | | Adjusting and Other Unpaid | | 23 | 24 | 25 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Case Basis | | Bulk + IBNR | | Case Basis | | Bulk + IBNR | | 21 | 22 | | | |
| | 13 | 14 | 15 | 16 | 17 | 18 | 19 | 20 | | | | | |
| | Direct and Assumed | Ceded | Direct and Assumed | Ceded | Direct and Assumed | Ceded | Direct and Assumed | Ceded | Direct and Assumed | Ceded | Salvage and Subrogation Anticipated | Total Net Losses and Expenses Unpaid | Number of Claims Outstanding Direct and Assumed |
| 1. | 170,500 | 0 | 0 | 0 | 69 | 0 | 0 | 0 | 714 | 0 | 16,192 | 171,283 | 0 |
| 2. | 101 | 0 | 0 | 0 | (36,976) | 0 | 0 | 0 | 217 | 0 | 38,150 | (36,658) | 0 |
| 3. | (42,339) | 0 | 0 | 0 | 4,481 | 0 | 0 | 0 | 217 | 0 | 53,728 | (37,640) | 0 |
| 4. | 128,262 | 0 | 0 | 0 | (32,427) | 0 | 0 | 0 | 1,149 | 0 | 108,070 | 96,985 | 0 |

| | Total Losses and Loss Expenses Incurred | | | Loss and Loss Expense Percentage (Incurred/Premiums Earned) | | | Nontabular Discount | | 34 Inter-Company Pooling Participation Percentage | Net Balance Sheet Reserves After Discount | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | 26 | 27 | 28 | 29 | 30 | 31 | 32 | 33 | | 35 | 36 |
| | Direct and Assumed | Ceded | Net | Direct and Assumed | Ceded | Net | Loss | Loss Expense | | Losses Unpaid | Loss Expenses Unpaid |
| 1. | XXX | XXX | XXX | XXX | XXX | XXX | 14,391 | 0 | XXX | 156,109 | 783 |
| 2. | 91,009 | 0 | 91,009 | 23.6 | 0.0 | 23.6 | (59) | 0 | 0.0 | 160 | (36,759) |
| 3. | 13,595 | 0 | 13,595 | 3.8 | 0.0 | 3.8 | (13,296) | 0 | 0.0 | (29,043) | 4,698 |
| 4. | XXX | XXX | XXX | XXX | XXX | XXX | 1,036 | 0 | XXX | 127,226 | (31,278) |

Schedule P - Part 1T - Warranty

NONE

Schedule P - Part 2A

NONE

Schedule P - Part 2B

NONE

Schedule P - Part 2C

NONE

Schedule P - Part 2D

NONE

Schedule P - Part 2E

NONE

Schedule P - Part 2F - Section 1

NONE

Schedule P - Part 2F - Med Pro Liab Clm

NONE

Schedule P - Part 2G

NONE

Schedule P - Part 2H - Other Liab Occur

NONE

Schedule P - Part 2H - Other Liab Claim

NONE

Schedule P - Part 2I

NONE

Schedule P - Part 2J

NONE

Schedule P - Part 2K

NONE

Schedule P - Part 2L

NONE

Schedule P - Part 2M

NONE

Schedule P - Part 2N

NONE

Schedule P - Part 2O

NONE

Schedule P - Part 2P

NONE

## SCHEDULE P - PART 2R - SECTION 1 - PRODUCTS LIABILITY - OCCURRENCE

| | INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END ($000 OMITTED) | | | | | | | | | | DEVELOPMENT | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Years in Which Losses Were Incurred | 1<br>2001 | 2<br>2002 | 3<br>2003 | 4<br>2004 | 5<br>2005 | 6<br>2006 | 7<br>2007 | 8<br>2008 | 9<br>2009 | 10<br>2010 | 11<br>One Year | 12<br>Two Year |
| 1. Prior | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2. 2001 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3. 2002 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4. 2003 | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5. 2004 | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 6. 2005 | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 7. 2006 | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 8. 2007 | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 |
| 9. 2008 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 |
| 10. 2009 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | XXX |
| 11. 2010 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | XXX | XXX |
| | | | | | | | | | | 12. Totals | 0 | 0 |

NONE

## SCHEDULE P - PART 2R - SECTION 2 - PRODUCTS LIABILITY - CLAIMS-MADE

| | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 1. Prior | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2. 2001 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3. 2002 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4. 2003 | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5. 2004 | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 6. 2005 | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 7. 2006 | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 8. 2007 | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 |
| 9. 2008 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 |
| 10. 2009 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | XXX |
| 11. 2010 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | XXX | XXX |
| | | | | | | | | | | 12. Totals | 0 | 0 |

NONE

## SCHEDULE P - PART 2S - FINANCIAL GUARANTY/MORTGAGE GUARANTY

| | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 1. Prior | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 194,924 | 220,869 | 25,945 | 220,869 |
| 2. 2009 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 88,062 | 90,278 | 2,217 | XXX |
| 3. 2010 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 13,133 | XXX | XXX |
| | | | | | | | | | | 4. Totals | 28,161 | 220,869 |

## SCHEDULE P - PART 2T – WARRANTY

| | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 1. Prior | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 |
| 2. 2009 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | XXX |
| 3. 2010 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | XXX | XXX |
| | | | | | | | | | | 4. Totals | 0 | 0 |

NONE

Schedule P - Part 3A

NONE

Schedule P - Part 3B

NONE

Schedule P - Part 3C

NONE

Schedule P - Part 3D

NONE

Schedule P - Part 3E

NONE

Schedule P - Part 3F - Med Pro Liab Occ

NONE

Schedule P - Part 3F - Med Pro Liab Clm

NONE

Schedule P - Part 3G

NONE

Schedule P - Part 3H - Other Liab Occur

NONE

Schedule P - Part 3H - Other Liab Claims

NONE

Schedule P - Part 3I

NONE

Schedule P - Part 3J

NONE

Schedule P - Part 3K

NONE

Schedule P - Part 3L

NONE

Schedule P - Part 3M

NONE

Schedule P - Part 3N

NONE

Schedule P - Part 3O

NONE

Schedule P - Part 3P

NONE

## SCHEDULE P - PART 3R - SECTION 1 - PRODUCTS LIABILITY - OCCURRENCE

| Years in Which Losses Were Incurred | CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END ($000 OMITTED) | | | | | | | | | | 11 | 12 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Number of Claims Closed With Loss Payment | Number of Claims Closed Without Loss Payment |
| | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 | | |
| 1. Prior | 000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2. 2001 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3. 2002 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4. 2003 | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5. 2004 | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 6. 2005 | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 7. 2006 | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 8. 2007 | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 |
| 9. 2008 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 |
| 10. 2009 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 |
| 11. 2010 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 |

NONE

## SCHEDULE P - PART 3R - SECTION 2 - PRODUCTS LIABILITY - CLAIMS-MADE

| | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 1. Prior | 000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2. 2001 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3. 2002 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4. 2003 | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5. 2004 | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 6. 2005 | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 7. 2006 | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 8. 2007 | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 |
| 9. 2008 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 |
| 10. 2009 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 |
| 11. 2010 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 |

NONE

## SCHEDULE P - PART 3S - FINANCIAL GUARANTY/MORTGAGE GUARANTY

| | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 1. Prior | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 000 | 21,513 | 50,300 | XXX | XXX |
| 2. 2009 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 115,728 | 127,154 | XXX | XXX |
| 3. 2010 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 50,991 | XXX | XXX |

## SCHEDULE P - PART 3T - WARRANTY

| | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 1. Prior | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 000 | 0 | 0 | 0 | 0 |
| 2. 2009 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 |
| 3. 2010 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 |

NONE

Schedule P - Part 4A

NONE

Schedule P - Part 4B

NONE

Schedule P - Part 4C

NONE

Schedule P - Part 4D

NONE

Schedule P - Part 4E

NONE

Schedule P - Part 4F - Med Pro Liab Occ

NONE

Schedule P - Part 4F - Med Pro Liab Clm

NONE

Schedule P - Part 4G

NONE

Schedule P - Part 4H - Other Liab Occur

NONE

Schedule P - Part 4H - Other Liab Claims

NONE

Schedule P - Part 4I - Special Property

NONE

Schedule P - Part 4J

NONE

Schedule P - Part 4K

NONE

Schedule P - Part 4L

NONE

Schedule P - Part 4M

NONE

Schedule P - Part 4N

NONE

Schedule P - Part 4O

NONE

Schedule P - Part 4P

NONE

## SCHEDULE P - PART 4R - SECTION 1 - PRODUCTS LIABILITY - OCCURRENCE

| Years in Which Losses Were Incurred | BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END ($000 OMITTED) | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
| | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 | 2010 |
| 1. Prior | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2. 2001 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3. 2002 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4. 2003 | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5. 2004 | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 6. 2005 | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 |
| 7. 2006 | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 |
| 8. 2007 | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 |
| 9. 2008 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 |
| 10. 2009 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 |
| 11. 2010 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 |

NONE

## SCHEDULE P - PART 4R - SECTION 2 - PRODUCTS LIABILITY - CLAIMS-MADE

| | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| 1. Prior | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2. 2001 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3. 2002 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4. 2003 | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5. 2004 | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 6. 2005 | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 | 0 |
| 7. 2006 | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 | 0 |
| 8. 2007 | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 | 0 |
| 9. 2008 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 |
| 10. 2009 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 |
| 11. 2010 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 |

NONE

## SCHEDULE P - PART 4S - FINANCIAL GUARANTY/MORTGAGE GUARANTY

| | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| 1. Prior | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 |
| 2. 2009 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 |
| 3. 2010 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 |

## SCHEDULE P - PART 4T - WARRANTY

| | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| 1. Prior | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 | 0 |
| 2. 2009 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 | 0 |
| 3. 2010 | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | XXX | 0 |

NONE

Schedule P - Part 5A- SN1

NONE

Schedule P - Part 5A- SN2

NONE

Schedule P - Part 5A- SN3

NONE

Schedule P - Part 5B- SN1

NONE

Schedule P - Part 5B- SN2

NONE

Schedule P - Part 5B- SN3

NONE

Schedule P - Part 5C- SN1

NONE

Schedule P - Part 5C- SN2

NONE

Schedule P - Part 5C- SN3

NONE

Schedule P - Part 5D- SN1

NONE

Schedule P - Part 5D- SN2

NONE

Schedule P - Part 5D- SN3

NONE

Schedule P - Part 5E- SN1

NONE

Schedule P - Part 5E- SN2

NONE

Schedule P - Part 5E- SN3

NONE

Schedule P - Part 5F- SN1A

NONE

Schedule P - Part 5F- SN2A

NONE

Schedule P - Part 5F- SN3A

NONE

Schedule P - Part 5F- SN1B

NONE

Schedule P - Part 5F- SN2B

NONE

Schedule P - Part 5F- SN3B

NONE

Schedule P - Part 5H- SN1A

NONE

Schedule P - Part 5H- SN2A

NONE

Schedule P - Part 5H- SN3A

NONE

Schedule P - Part 5H- SN1B

NONE

Schedule P - Part 5H- SN2B

NONE

Schedule P - Part 5H- SN3B

NONE

Schedule P - Part 5R- SN1A

NONE

Schedule P - Part 5R- SN2A

NONE

Schedule P - Part 5R- SN3A

NONE

Schedule P - Part 5R- SN1B

NONE

Schedule P - Part 5R- SN2B

NONE

Schedule P - Part 5R- SN3B

NONE

Schedule P - Part 5T- SN1

NONE

Schedule P - Part 5T- SN2

NONE

Schedule P - Part 5T- SN3

NONE

Schedule P - Part 6C - SN1

NONE

Schedule P - Part 6C - SN2

NONE

Schedule P - Part 6D - SN1

NONE

Schedule P - Part 6D - SN2

NONE

Schedule P - Part 6E - SN1

NONE

Schedule P - Part 6E - SN2

NONE

Schedule P - Part 6H - SN1A

NONE

Schedule P - Part 6H - SN2A

NONE

Schedule P - Part 6H - SN1B

NONE

Schedule P - Part 6H - SN2B

NONE

Schedule P - Part 6M - SN1

NONE

Schedule P - Part 6M - SN2

NONE

Schedule P - Part 6N - SN1

NONE

Schedule P - Part 6N - SN2

NONE

Schedule P - Part 6O - SN1

NONE

Schedule P - Part 6O - SN2

NONE

Schedule P - Part 6R - SN1A

NONE

Schedule P - Part 6R - SN2A

NONE

Schedule P - Part 6R - SN1B

NONE

Schedule P - Part 6R - SN2B

NONE

Schedule P - Part 7A - Section 1

NONE

Schedule P - Part 7A - Section 2

NONE

Schedule P - Part 7A - Section 3

NONE

Schedule P - Part 7A - Section 4

NONE

Schedule P - Part 7A - Section 5

NONE

Schedule P - Part 7B - Section 1

NONE

Schedule P - Part 7B - Section 2

NONE

Schedule P - Part 7B - Section 3

NONE

Schedule P - Part 7B - Section 4

NONE

Schedule P - Part 7B - Section 5

NONE

Schedule P - Part 7B - Section 6

NONE

Schedule P - Part 7B - Section 7

NONE

# SCHEDULE P INTERROGATORIES

1. The following questions relate to yet-to-be-issued Extended Reporting Endorsements (EREs) arising from Death, Disability, or Retirement (DDR) provisions in Medical Professional Liability Claims Made insurance policies. EREs provided for reasons other than DDR are not to be included.

1.1 Does the company issue Medical Professional Liability Claims Made insurance policies that provide tail (also known as an extended reporting endorsement, or "ERE") benefits in the event of Death, Disability, or Retirement (DDR) at a reduced charge or at no additional cost? Yes [ ] No [ X ]
If the answer to question 1.1 is "no", leave the following questions blank. If the answer to question 1.1 is "yes", please answer the following questions:

1.2 What is the total amount of the reserve for that provision (DDR Reserve), as reported, explicitly or not, elsewhere in this statement (in dollars)? 0

1.3 Does the company report any DDR reserve as Unearned Premium Reserve per SSAP #65? Yes [ ] No [ X ]

1.4 Does the company report any DDR reserve as loss or loss adjustment expense reserve? Yes [ ] No [ X ]

1.5 If the company reports DDR reserve as Unearned Premium Reserve, does that amount match the figure on the Underwriting and Investment Exhibit, Part 1A – Recapitulation of all Premiums (Page 7) Column 2, Lines 11.1 plus 11.2? Yes [ ] No [ ] N/A [ X ]

1.6 If the company reports DDR reserve as loss or loss adjustment expense reserve, please complete the following table corresponding to where these reserves are reported in Schedule P:

| Years in Which Premiums Were Earned and Losses Were Incurred | | DDR Reserve Included in Schedule P, Part 1F, Medical Professional Liability Column 24: Total Net Losses and Expenses Unpaid | |
|---|---|---|---|
| | | 1<br>Section 1: Occurrence | 2<br>Section 2: Claims-Made |
| 1.601 | Prior | 0 | 0 |
| 1.602 | 2001 | 0 | 0 |
| 1.603 | 2002 | 0 | 0 |
| 1.604 | 2003 | 0 | 0 |
| 1.605 | 2004 | 0 | 0 |
| 1.606 | 2005 | 0 | 0 |
| 1.607 | 2006 | 0 | 0 |
| 1.608 | 2007 | 0 | 0 |
| 1.609 | 2008 | 0 | 0 |
| 1.610 | 2009 | 0 | 0 |
| 1.611 | 2010 | 0 | 0 |
| 1.612 | Totals | 0 | 0 |

2. The definition of allocated loss adjustment expenses (ALAE) and, therefore, unallocated loss adjustment expenses (ULAE) was changed effective January 1, 1998. This change in definition applies to both paid and unpaid expenses. Are these expenses (now reported as "Defense and Cost Containment" and "Adjusting and Other") reported in compliance with these definitions in this statement? Yes [ X ] No [ ]

3. The Adjusting and Other expense payments and reserves should be allocated to the years in which the losses were incurred based on the number of claims reported, closed and outstanding in those years. When allocating Adjusting and Other expense between companies in a group or a pool, the Adjusting and Other expense should be allocated in the same percentage used for the loss amounts and the claim counts. For reinsurers, Adjusting and Other expense assumed should be reported according to the reinsurance contract. For Adjusting and Other expense incurred by reinsurers, or in those situations where suitable claim count information is not available, Adjusting and Other expense should be allocated by a reasonable method determined by the company and described in Interrogatory 7, below. Are they so reported in this Statement?: Yes [ X ] No [ ]

4. Do any lines in Schedule P include reserves that are reported gross of any discount to present value of future payments, and that are reported net of such discounts on Page 10? Yes [ X ] No [ ]

If Yes, proper disclosure must be made in the Notes to Financial Statements, as specified in the Instructions. Also, the discounts must be reported in Schedule P - Part 1, Columns 32 and 33.

Schedule P must be completed gross of non-tabular discounting. Work papers relating to discount calculations must be available for examination upon request.

Discounting is allowed only if expressly permitted by the state insurance department to which this Annual Statement is being filed.

5. What were the net premiums in force at the end of the year for:
(in thousands of dollars)

5.1 Fidelity 0

5.2 Surety 0

6. Claim count information is reported per claim or per claimant (indicate which) CLAIM
If not the same in all years, explain in Interrogatory 7.

7.1 The information provided in Schedule P will be used by many persons to estimate the adequacy of the current loss and expense reserves, among other things. Are there any especially significant events, coverage, retention or accounting changes that have occurred that must be considered when making such analyses? Yes [ ] No [ X ]

7.2 An extended statement may be attached.
There were no significant events, retention or accounting changes

# SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

**Allocated By States And Territories**

| States, etc. | 1 Active Status | Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken | | 4 Dividends Paid or Credited to Policyholders on Direct Business | 5 Direct Losses Paid (Deducting Salvage) | 6 Direct Losses Incurred | 7 Direct Losses Unpaid | 8 Finance and Service Charges Not Included in Premiums | 9 Direct Premium Written for Federal Purchasing Groups (Included in Col. 2) |
|---|---|---|---|---|---|---|---|---|---|
| | | 2 Direct Premiums Written | 3 Direct Premiums Earned | | | | | | |
| 1. Alabama AL | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2. Alaska AK | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 3. Arizona AZ | L | 0 | 1,687 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4. Arkansas AR | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5. California CA | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 6. Colorado CO | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 7. Connecticut CT | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 8. Delaware DE | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 9. District of Columbia DC | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 10. Florida FL | L | 1,000 | 60 | 0 | 0 | 0 | 0 | 0 | 0 |
| 11. Georgia GA | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 12. Hawaii HI | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 13. Idaho ID | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 14. Illinois IL | L | 18,005 | 195,356 | 0 | 0 | 0 | 0 | 0 | 0 |
| 15. Indiana IN | L | 0 | 7,027 | 0 | 0 | 0 | 0 | 0 | 0 |
| 16. Iowa IA | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 17. Kansas KS | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 18. Kentucky KY | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 19. Louisiana LA | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 20. Maine ME | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 21. Maryland MD | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 22. Massachusetts MA | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 23. Michigan MI | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 24. Minnesota MN | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 25. Mississippi MS | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 26. Missouri MO | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 27. Montana MT | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 28. Nebraska NE | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 29. Nevada NV | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 30. New Hampshire NH | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 31. New Jersey NJ | L | 0 | 3,669 | 0 | 0 | 0 | 0 | 0 | 0 |
| 32. New Mexico NM | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 33. New York NY | L | 3,142 | 42,191 | 0 | 0 | 0 | 0 | 0 | 0 |
| 34. North Carolina NC | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 35. North Dakota ND | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 36. Ohio OH | L | 0 | 3,505 | 0 | 0 | 0 | 0 | 0 | 0 |
| 37. Oklahoma OK | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 38. Oregon OR | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 39. Pennsylvania PA | L | 0 | 26,266 | 0 | 0 | 0 | 0 | 0 | 0 |
| 40. Rhode Island RI | L | 0 | 11,148 | 0 | 0 | 0 | 0 | 0 | 0 |
| 41. South Carolina SC | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 42. South Dakota SD | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 43. Tennessee TN | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 44. Texas TX | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 45. Utah UT | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 46. Vermont VT | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 47. Virginia VA | L | 0 | 912 | 0 | 0 | 0 | 0 | 0 | 0 |
| 48. Washington WA | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 49. West Virginia WV | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 50. Wisconsin WI | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 51. Wyoming WY | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 52. American Samoa AS | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 53. Guam GU | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 54. Puerto Rico PR | L | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 55. U.S. Virgin Islands VI | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 56. Northern Mariana Islands MP | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 57. Canada CN | N | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 58. Aggregate other alien OT | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 59. Totals | (a) 52 | 22,147 | 291,821 | 0 | 0 | 0 | 0 | 0 | 0 |
| **DETAILS OF WRITE-INS** | | | | | | | | | |
| 5801. | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5802. | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5803. | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5898. Sum. of remaining write-ins for Line 58 from overflow page | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 5899. Totals (Lines 5801 through 5803 + 5898) (Line 58 above) | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

**Explanation of basis of allocation of premiums by states, etc.**

All premiums allocated to location of risk or policyholders.

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

# SCHEDULE T – PART 2
# INTERSTATE COMPACT – EXHIBIT OF PREMIUMS WRITTEN

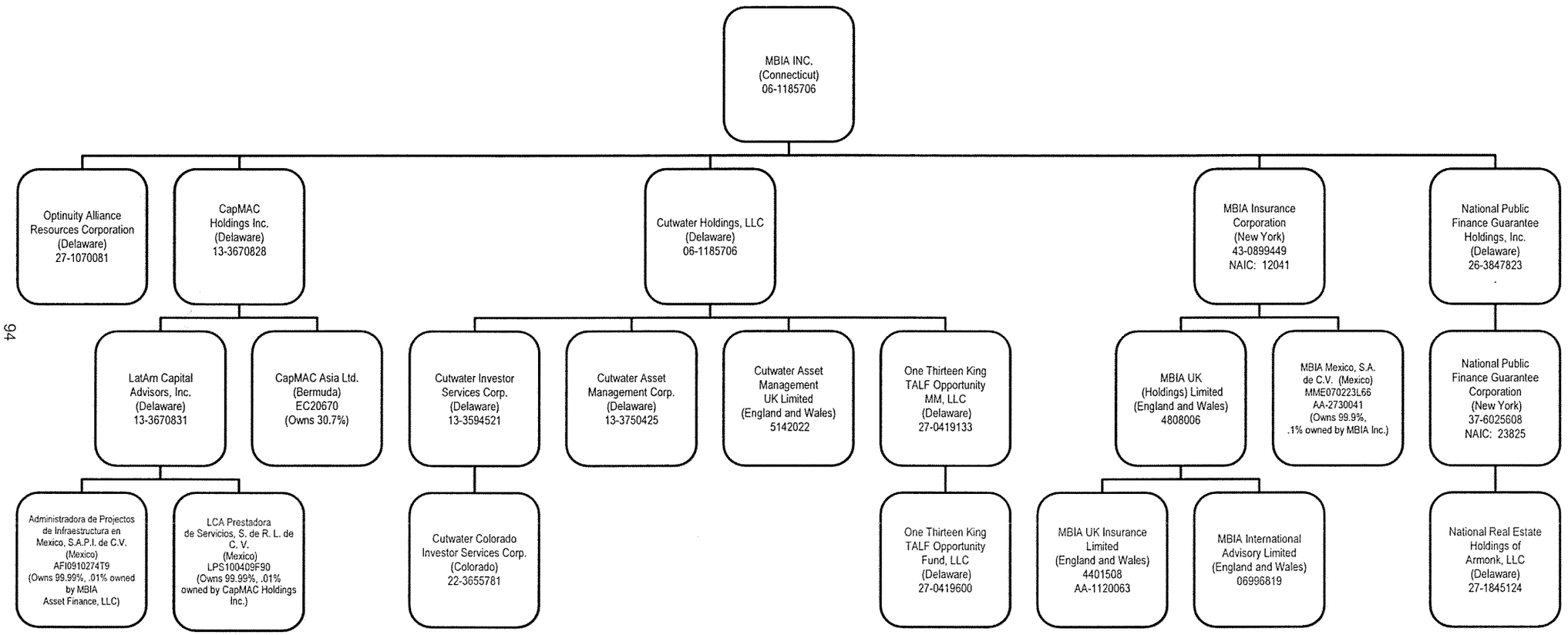
Allocated By States and Territories

| States, Etc. | Direct Business Only | | | | | |
|---|---|---|---|---|---|---|
| | 1<br>Life (Group and individual) | 2<br>Annuities (Group and individual) | 3<br>Disability Income (Group and individual) | 4<br>Long-Term Care (Group and individual) | 5<br>Deposit-Type Contracts | 6<br>Totals |
| 1. Alabama AL | 0 | 0 | 0 | 0 | 0 | 0 |
| 2. Alaska AK | 0 | 0 | 0 | 0 | 0 | 0 |
| 3. Arizona AZ | 0 | 0 | 0 | 0 | 0 | 0 |
| 4. Arkansas AR | 0 | 0 | 0 | 0 | 0 | 0 |
| 5. California CA | 0 | 0 | 0 | 0 | 0 | 0 |
| 6. Colorado CO | 0 | 0 | 0 | 0 | 0 | 0 |
| 7. Connecticut CT | 0 | 0 | 0 | 0 | 0 | 0 |
| 8. Delaware DE | 0 | 0 | 0 | 0 | 0 | 0 |
| 9. District of Columbia DC | 0 | 0 | 0 | 0 | 0 | 0 |
| 10. Florida FL | 0 | 0 | 0 | 0 | 0 | 0 |
| 11. Georgia GA | 0 | 0 | 0 | 0 | 0 | 0 |
| 12. Hawaii HI | 0 | 0 | 0 | 0 | 0 | 0 |
| 13. Idaho ID | 0 | 0 | 0 | 0 | 0 | 0 |
| 14. Illinois IL | 0 | 0 | 0 | 0 | 0 | 0 |
| 15. Indiana IN | 0 | 0 | 0 | 0 | 0 | 0 |
| 16. Iowa IA | 0 | 0 | 0 | 0 | 0 | 0 |
| 17. Kansas KS | 0 | 0 | 0 | 0 | 0 | 0 |
| 18. Kentucky KY | 0 | 0 | 0 | 0 | 0 | 0 |
| 19. Louisiana LA | 0 | 0 | 0 | 0 | 0 | 0 |
| 20. Maine ME | 0 | 0 | 0 | 0 | 0 | 0 |
| 21. Maryland MD | 0 | 0 | 0 | 0 | 0 | 0 |
| 22. Massachusetts MA | 0 | 0 | 0 | 0 | 0 | 0 |
| 23. Michigan MI | 0 | 0 | 0 | 0 | 0 | 0 |
| 24. Minnesota MN | 0 | 0 | 0 | 0 | 0 | 0 |
| 25. Mississippi MS | 0 | 0 | 0 | 0 | 0 | 0 |
| 26. Missouri MO | 0 | 0 | 0 | 0 | 0 | 0 |
| 27. Montana MT | 0 | 0 | 0 | 0 | 0 | 0 |
| 28. Nebraska NE | 0 | 0 | 0 | 0 | 0 | 0 |
| 29. Nevada NV | 0 | 0 | 0 | 0 | 0 | 0 |
| 30. New Hampshire NH | 0 | 0 | 0 | 0 | 0 | 0 |
| 31. New Jersey NJ | 0 | 0 | 0 | 0 | 0 | 0 |
| 32. New Mexico NM | 0 | 0 | 0 | 0 | 0 | 0 |
| 33. New York NY | 0 | 0 | 0 | 0 | 0 | 0 |
| 34. North Carolina NC | 0 | 0 | 0 | 0 | 0 | 0 |
| 35. North Dakota ND | 0 | 0 | 0 | 0 | 0 | 0 |
| 36. Ohio OH | 0 | 0 | 0 | 0 | 0 | 0 |
| 37. Oklahoma OK | 0 | 0 | 0 | 0 | 0 | 0 |
| 38. Oregon OR | 0 | 0 | 0 | 0 | 0 | 0 |
| 39. Pennsylvania PA | 0 | 0 | 0 | 0 | 0 | 0 |
| 40. Rhode Island RI | 0 | 0 | 0 | 0 | 0 | 0 |
| 41. South Carolina SC | 0 | 0 | 0 | 0 | 0 | 0 |
| 42. South Dakota SD | 0 | 0 | 0 | 0 | 0 | 0 |
| 43. Tennessee TN | 0 | 0 | 0 | 0 | 0 | 0 |
| 44. Texas TX | 0 | 0 | 0 | 0 | 0 | 0 |
| 45. Utah UT | 0 | 0 | 0 | 0 | 0 | 0 |
| 46. Vermont VT | 0 | 0 | 0 | 0 | 0 | 0 |
| 47. Virginia VA | 0 | 0 | 0 | 0 | 0 | 0 |
| 48. Washington WA | 0 | 0 | 0 | 0 | 0 | 0 |
| 49. West Virginia WV | 0 | 0 | 0 | 0 | 0 | 0 |
| 50. Wisconsin WI | 0 | 0 | 0 | 0 | 0 | 0 |
| 51. Wyoming WY | 0 | 0 | 0 | 0 | 0 | 0 |
| 52. American Samoa AS | 0 | 0 | 0 | 0 | 0 | 0 |
| 53. Guam GU | 0 | 0 | 0 | 0 | 0 | 0 |
| 54. Puerto Rico PR | 0 | 0 | 0 | 0 | 0 | 0 |
| 55. U.S. Virgin Islands VI | 0 | 0 | 0 | 0 | 0 | 0 |
| 56. Northern Mariana Islands MP | 0 | 0 | 0 | 0 | 0 | 0 |
| 57. Canada CN | 0 | 0 | 0 | 0 | 0 | 0 |
| 58. Aggregate Other Alien OT | 0 | 0 | 0 | 0 | 0 | 0 |
| 59. Totals | 0 | 0 | 0 | 0 | 0 | 0 |

NONE

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

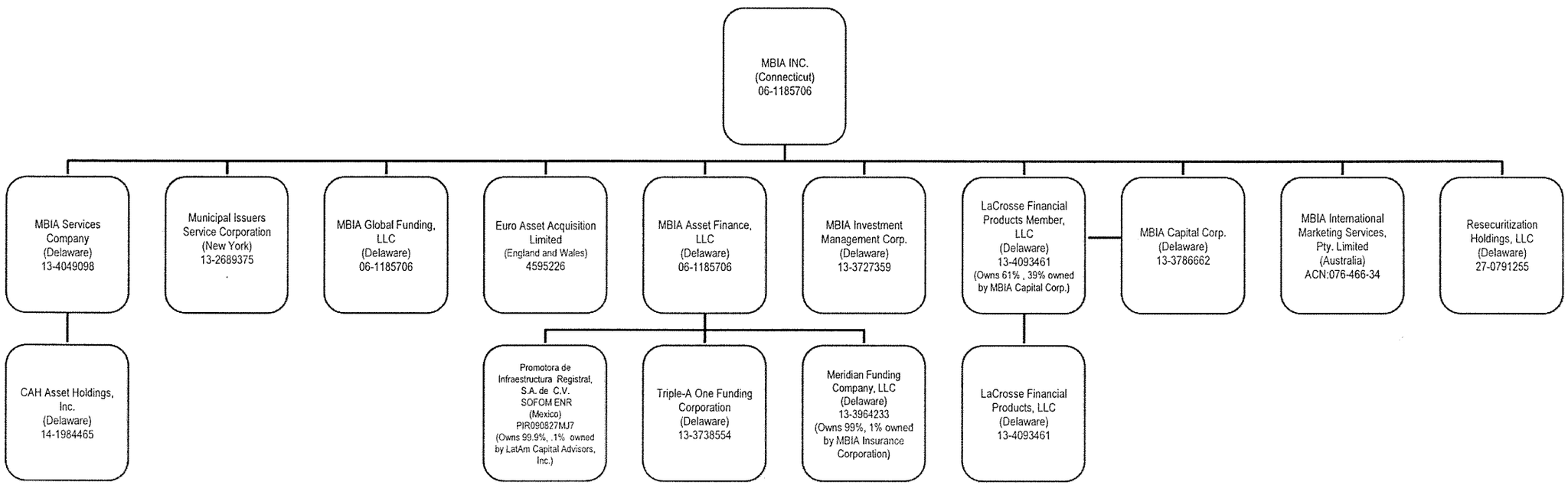
## PART 1 - ORGANIZATIONAL CHART




See next page for additional MBIA Inc. Subsidiaries

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

## PART 1 - ORGANIZATIONAL CHART



# SCHEDULE Y

## PART 2 - SUMMARY OF INSURER'S TRANSACTIONS WITH ANY AFFILIATES

| 1<br>NAIC Company Code | 2<br>Federal ID Number | 3<br>Names of Insurers and Parent, Subsidiaries or Affiliates | 4<br>Shareholder Dividends | 5<br>Capital Contributions | 6<br>Purchases, Sales or Exchanges of Loans, Securities, Real Estate, Mortgage Loans or Other Investments | 7<br>Income/ (Disbursements) Incurred in Connection with Guarantees or Undertakings for the Benefit of any Affiliate(s) | 8<br>Management Agreements and Service Contracts | 9<br>Income/ (Disbursements) Incurred Under Reinsurance Agreements | 10<br>* | 11<br>Any Other Material Activity Not in the Ordinary Course of the Insurer's Business | 12<br>Totals | 13<br>Reinsurance Recoverable/ (Payable) on Losses and/or Reserve Credit Taken/(Liability) |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 23825 | 37-6025608 | National Public Finance Guarantee Corpor | 0 | (66,758,026) | 1,781,993,080 | 0 | 0 | (2,630,770) | | 0 | 1,712,604,284 | (2,212,567,909) |
| | 26-3847823 | National Public Finance Guarantee Holdin | 0 | 1,405,215 | 0 | 0 | 0 | 0 | | 0 | 1,405,215 | 0 |
| | 27-1845124 | National Real Estate Holdings of Armonk | 0 | 65,000,000 | 0 | 0 | 0 | 0 | | 0 | 65,000,000 | 0 |
| | 06-1185706 | MBIA INC | 0 | 352,811 | (1,781,993,080) | 0 | 0 | 0 | | 0 | (1,781,640,269) | 0 |
| 12041 | 43-0899449 | MBIA Insurance Corporation | 0 | 0 | 0 | 0 | 0 | 2,630,770 | | 0 | 2,630,770 | 2,212,567,909 |
| 9999999 Control Totals | | | 0 | 0 | 0 | 0 | 0 | 0 | XXX | 0 | 0 | 0 |

# SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing unless specifically waived by the domiciliary state. However, in the event that your domiciliary state waives the filing requirement, your response of **WAIVED** 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.

| | | RESPONSES |
|---|---|---|
| | **MARCH FILING** | |
| 1. | Will an actuarial opinion be filed by March 1? | YES |
| 2. | Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1? | YES |
| 3. | Will the confidential Risk-based Capital Report be filed with the NAIC by March 1? | WAIVED |
| 4. | Will the confidential Risk-based Capital Report be filed with the state of domicile, if required, by March 1? | WAIVED |
| | **APRIL FILING** | |
| 5. | Will the Insurance Expense Exhibit be filed with the state of domicile and the NAIC by April 1? | YES |
| 6. | Will Management's Discussion and Analysis be filed by April 1? | YES |
| 7. | Will the Supplemental Investment Risk Interrogatories be filed by April 1? | YES |
| | **MAY FILING** | |
| 8. | Will this company be included in a combined annual statement that is filed with the NAIC by May 1? | SEE EXPLANATION |
| | **JUNE FILING** | |
| 9. | Will an audited financial report be filed by June 1? | YES |
| 10. | Will Accountants Letter of Qualifications be filed with the state of domicile and electronically with the NAIC by June 1? | YES |
| | **AUGUST FILING** | |
| 11. | Will Communication of Internal Control Related Matters Noted in Audit be filed with the state of domicile by August 1? | YES |

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.

| | | |
|---|---|---|
| | **MARCH FILING** | |
| 12. | Will Schedule SIS (Stockholder Information Supplement) be filed with the state of domicile by March 1? | NO |
| 13. | Will the Financial Guaranty Insurance Exhibit be filed by March 1? | YES |
| 14. | Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domicile and the NAIC by March 1? | NO |
| 15. | Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed by March 1? | NO |
| 16. | Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC by March 1? | SEE EXPLANATION |
| 17. | Will the Premiums Attributed to Protected Cells Exhibit be filed by March 1? | NO |
| 18. | Will the Reinsurance Summary Supplemental Filing for General Interrogatory 9 be filed with the state of domicile and the NAIC by March 1? | NO |
| 19. | Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC by March 1? | NO |
| 20. | Will the confidential Actuarial Opinion Summary be filed with the state of domicile, if required, by March 15 (or the date otherwise specified)? | YES |
| 21. | Will the Reinsurance Attestation Supplement be filed with the state of domicile and the NAIC by March 1? | YES |
| 22. | Will the Exceptions to the Reinsurance Attestation Supplement be filed with the state of domicile by March 1? | SEE EXPLANATION |
| 23. | Will the Bail Bond Supplement be filed with the state of domicile and the NAIC by March 1? | NO |
| | **APRIL FILING** | |
| 24. | Will the Credit Insurance Experience Exhibit be filed with the state of domicile and the NAIC by April 1? | NO |
| 25. | Will the Long-term Care Experience Reporting Forms be filed with the state of domicile and the NAIC by April 1? | NO |
| 26. | Will the Accident and Health Policy Experience Exhibit be filed by April 1? | NO |
| 27. | Will the Supplemental Health Care Exhibit (Parts 1, 2 and 3) be filed with the state of domicile and the NAIC by April 1? | NO |

# SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

28. Will the regulator only (non-public) Supplemental Health Care Exhibit's Allocation Report be filed with the state of domicile and the NAIC by April 1? .....NO.....

**AUGUST FILING**

29. Will Management's Report of Internal Control Over Financial Reporting be filed with the state of domicile by August 1? .....SEE EXPLANATION.....

**Explanation:**

8. National Public Finance Guarantee Corporation ("National") is a subsidary of the intermediate holding company, National Public Finance Guarantee Holdings, Inc., which is itself a wholly-owned subsidiary of MBIA Inc.

12.

14.

15.

16. National is not a U.S. branch of a non-U.S. insurer.

17.

18.

19.

22. National has no exceptions to the Reinsurance Attestation Supplement.

23.

24.

25.

26.

27.

28.

29 National does not exceed $500,000,000 or more in direct written and assumed premiums for the year ended December 31, 2010 per New York State audit rule Section 8914 "Manangement's report of internal control over financial reporting."

**Bar Code:**

3. 2 3 8 2 5 2 0 1 0 3 9 0 0 0 0 0 0

4. 2 3 8 2 5 2 0 1 0 3 9 0 0 0 0 0 0

12. 2 3 8 2 5 2 0 1 0 4 2 0 0 0 0 0 0

14. 2 3 8 2 5 2 0 1 0 3 6 0 5 9 0 0 0

15. 2 3 8 2 5 2 0 1 0 4 5 5 0 0 0 0 0

17. 2 3 8 2 5 2 0 1 0 3 8 5 0 0 0 0 0

18. 2 3 8 2 5 2 0 1 0 4 0 1 0 0 0 0 0

# SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

19.


23.


24.


25.


26.


27.


28.

# OVERFLOW PAGE FOR WRITE-INS

# 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 | 197,111,327 | 2.730 | 197,111,327 | 2.730 |
| 1.2 U.S. government agency obligations (excluding mortgage-backed securities): | | | | |
| 1.21 Issued by U.S. government agencies | 12,608,805 | 0.175 | 12,608,805 | 0.175 |
| 1.22 Issued by U.S. government sponsored agencies | 0 | 0.000 | 0 | 0.000 |
| 1.3 Non-U.S.government (including Canada, excluding mortgage-backed securities) | 0 | 0.000 | 0 | 0.000 |
| 1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.: | | | | |
| 1.41 States, territories and possessions general obligations | 411,537,264 | 5.699 | 411,537,264 | 5.699 |
| 1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations | 681,747,072 | 9.441 | 681,747,072 | 9.441 |
| 1.43 Revenue and assessment obligations | 2,115,430,650 | 29.294 | 2,115,430,650 | 29.294 |
| 1.44 Industrial development and similar obligations | 49,928,830 | 0.691 | 49,928,830 | 0.691 |
| 1.5 Mortgage-backed securities (includes residential and commercial MBS): | | | | |
| 1.51 Pass-through securities: | | | | |
| 1.511 Issued or guaranteed by GNMA | 384,166,153 | 5.320 | 384,166,153 | 5.320 |
| 1.512 Issued or guaranteed by FNMA and FHLMC | 955,951,717 | 13.238 | 955,951,717 | 13.238 |
| 1.513 All other | 0 | 0.000 | 0 | 0.000 |
| 1.52 CMOs and REMICs: | | | | |
| 1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA | 36,950,501 | 0.512 | 36,950,501 | 0.512 |
| 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 | 14,501,504 | 0.201 | 14,501,504 | 0.201 |
| 1.523 All other | 36,180,373 | 0.501 | 36,180,373 | 0.501 |
| 2. Other debt and other fixed income securities (excluding short term): | | | | |
| 2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities) | 343,651,522 | 4.759 | 343,651,522 | 4.759 |
| 2.2 Unaffiliated non-U.S. securities (including Canada) | 35,308,996 | 0.489 | 35,308,996 | 0.489 |
| 2.3 Affiliated securities | 0 | 0.000 | 0 | 0.000 |
| 3. Equity interests: | | | | |
| 3.1 Investments in mutual funds | 0 | 0.000 | 0 | 0.000 |
| 3.2 Preferred stocks: | | | | |
| 3.21 Affiliated | 0 | 0.000 | 0 | 0.000 |
| 3.22 Unaffiliated | 2,673,650 | 0.037 | 2,673,650 | 0.037 |
| 3.3 Publicly traded equity securities (excluding preferred stocks): | | | | |
| 3.31 Affiliated | 0 | 0.000 | 0 | 0.000 |
| 3.32 Unaffiliated | 0 | 0.000 | 0 | 0.000 |
| 3.4 Other equity securities: | | | | |
| 3.41 Affiliated | 0 | 0.000 | 0 | 0.000 |
| 3.42 Unaffiliated | 0 | 0.000 | 0 | 0.000 |
| 3.5 Other equity interests including tangible personal property under lease: | | | | |
| 3.51 Affiliated | 0 | 0.000 | 0 | 0.000 |
| 3.52 Unaffiliated | 0 | 0.000 | 0 | 0.000 |
| 4. Mortgage loans: | | | | |
| 4.1 Construction and land development | 0 | 0.000 | 0 | 0.000 |
| 4.2 Agricultural | 0 | 0.000 | 0 | 0.000 |
| 4.3 Single family residential properties | 0 | 0.000 | 0 | 0.000 |
| 4.4 Multifamily residential properties | 0 | 0.000 | 0 | 0.000 |
| 4.5 Commercial loans | 0 | 0.000 | 0 | 0.000 |
| 4.6 Mezzanine real estate loans | 0 | 0.000 | 0 | 0.000 |
| 5. Real estate investments: | | | | |
| 5.1 Property occupied by company | 0 | 0.000 | 0 | 0.000 |
| 5.2 Property held for production of income (including $ 0 of property acquired in satisfaction of debt) | 0 | 0.000 | 0 | 0.000 |
| 5.3 Property held for sale (including $ 0 property acquired in satisfaction of debt) | 0 | 0.000 | 0 | 0.000 |
| 6. Contract loans | 0 | 0.000 | 0 | 0.000 |
| 7. Receivables for securities | 342,491 | 0.005 | 289,679 | 0.004 |
| 8. Cash, cash equivalents and short-term investments | 1,881,806,351 | 26.059 | 1,881,806,351 | 26.059 |
| 9. Other invested assets | 61,510,341 | 0.852 | 61,510,341 | 0.852 |
| 10. Total invested assets | 7,221,407,547 | 100.000 | 7,221,354,735 | 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) | 65,000,000 | |
| | 2.2 Additional investment made after acquisition (Part 2, Column 9) | 0 | 65,000,000 |
| 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 | | 0 |
| 5. | Unrealized valuation increase (decrease): | | |
| | 5.1 Totals, Part 1, Column 13 | (3,489,659) | |
| | 5.2 Totals, Part 3, Column 9 | 0 | (3,489,659) |
| 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) | | 61,510,341 |
| 12. | Deduct total nonadmitted amounts | | 0 |
| 13. | Statement value at end of current period (Line 11 minus Line 12) | | 61,510,341 |

# SCHEDULE D – VERIFICATION BETWEEN YEARS

**Bonds and Stocks**

| | | | |
|---|---|---|---|
| 1. | Book/adjusted carrying value, December 31 of prior year | | 5,055,585,180 |
| 2. | Cost of bonds and stocks acquired, Part 3, Column 7 | | 2,430,714,388 |
| 3. | Accrual of discount | | 5,170,658 |
| 4. | Unrealized valuation increase (decrease): | | |
| | 4.1 Part 1, Column 12 | (1,397,705) | |
| | 4.2 Part 2, Section 1, Column 15 | 6,484 | |
| | 4.3 Part 2, Section 2, Column 13 | 0 | |
| | 4.4 Part 4, Column 11 | 30,011 | (1,361,210) |
| 5. | Total gain (loss) on disposals, Part 4, Column 19 | | 51,552,520 |
| 6. | Deduction consideration for bonds and stocks disposed of, Part 4, Column 7 | | 2,233,029,278 |
| 7. | Deduct amortization of premium | | 30,883,894 |
| 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) | | 5,277,748,364 |
| 11. | Deduct total nonadmitted amounts | | 0 |
| 12. | Statement value at end of current period (Line 10 minus Line 11) | | 5,277,748,364 |

# SCHEDULE D - SUMMARY BY COUNTRY

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

| Description | | | 1<br>Book/Adjusted Carrying Value | 2<br>Fair Value | 3<br>Actual Cost | 4<br>Par Value of Bonds |
|---|---|---|---|---|---|---|
| BONDS | 1. | United States | 593,886,287 | 596,183,426 | 594,698,294 | 572,070,320 |
| Governments | 2. | Canada | 0 | 0 | 0 | 0 |
| (Including all obligations guaranteed | 3. | Other Countries | 0 | 0 | 0 | 0 |
| by governments) | 4. | Totals | 593,886,287 | 596,183,426 | 594,698,294 | 572,070,320 |
| U.S. States, Territories and Possessions (Direct and guaranteed) | 5. | Totals | 411,537,264 | 400,013,148 | 416,821,407 | 386,000,000 |
| U.S. Political Subdivisions of States, Territories and Possessions (Direct and guaranteed) | 6. | Totals | 681,747,072 | 670,088,164 | 685,930,071 | 663,802,265 |
| 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 | 3,122,834,372 | 3,152,742,066 | 3,129,302,405 | 3,104,490,465 |
| | 8. | United States | 416,663,925 | 433,547,130 | 415,042,582 | 409,026,771 |
| Industrial and Miscellaneous, Credit Tenant | 9. | Canada | 494,545 | 529,552 | 494,545 | 500,000 |
| Loans and Hybrid Securities (unaffiliated) | 10. | Other Countries | 47,911,249 | 48,643,497 | 47,115,156 | 46,862,319 |
| | 11. | Totals | 465,069,719 | 482,720,179 | 462,652,283 | 456,389,090 |
| Parent, Subsidiaries and Affiliates | 12. | Totals | 0 | 0 | 0 | 0 |
| | **13.** | **Total Bonds** | 5,275,074,714 | 5,301,746,983 | 5,289,404,460 | 5,182,752,140 |
| PREFERRED STOCKS | 14. | United States | 0 | 0 | 0 | |
| Industrial and Miscellaneous (unaffiliated) | 15. | Canada | 0 | 0 | 0 | |
| | 16. | Other Countries | 2,673,650 | 2,673,650 | 2,668,475 | |
| | 17. | Totals | 2,673,650 | 2,673,650 | 2,668,475 | |
| Parent, Subsidiaries and Affiliates | 18. | Totals | 0 | 0 | 0 | |
| | **19.** | **Total Preferred Stocks** | 2,673,650 | 2,673,650 | 2,668,475 | |
| COMMON STOCKS | 20. | United States | 0 | 0 | 0 | |
| Industrial and Miscellaneous (unaffiliated) | 21. | Canada | 0 | 0 | 0 | |
| | 22. | Other Countries | 0 | 0 | 0 | |
| | 23. | Totals | 0 | 0 | 0 | |
| Parent, Subsidiaries and Affiliates | 24. | Totals | 0 | 0 | 0 | |
| | **25.** | **Total Common Stocks** | 0 | 0 | 0 | |
| | 26. | Total Stocks | 2,673,650 | 2,673,650 | 2,668,475 | |
| | 27. | Total Bonds and Stocks | 5,277,748,364 | 5,304,420,633 | 5,292,072,935 | |

# 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<br>1 Year or Less | 2<br>Over 1 Year Through 5 Years | 3<br>Over 5 Years Through 10 Years | 4<br>Over 10 Years Through 20 Years | 5<br>Over 20 Years | 6<br>Total Current Year | 7<br>Col. 6 as a % of Line 10.7 | 8<br>Total from Col. 6 Prior Year | 9<br>% From Col. 7 Prior Year | 10<br>Total Publicly Traded | 11<br>Total Privately Placed (a) |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 1. U.S. Governments | | | | | | | | | | | |
| 1.1 Class 1 | 159,744,527 | 327,470,659 | 68,801,475 | 33,994,802 | 3,874,824 | 593,886,287 | 8.3 | 768,471,774 | 11.2 | 593,886,287 | 0 |
| 1.2 Class 2 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 1.3 Class 3 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 1.4 Class 4 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 1.5 Class 5 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 1.6 Class 6 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 1.7 Totals | 159,744,527 | 327,470,659 | 68,801,475 | 33,994,802 | 3,874,824 | 593,886,287 | 8.3 | 768,471,774 | 11.2 | 593,886,287 | 0 |
| 2. All Other Governments | | | | | | | | | | | |
| 2.1 Class 1 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 2.2 Class 2 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 2.3 Class 3 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 2.4 Class 4 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 2.5 Class 5 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 2.6 Class 6 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 2.7 Totals | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 3. U.S. States, Territories and Possessions, etc., Guaranteed | | | | | | | | | | | |
| 3.1 Class 1 | 37,936,642 | 23,119,694 | 221,303,997 | 82,039,332 | 47,137,599 | 411,537,264 | 5.8 | 342,937,144 | 5 | 411,537,264 | 0 |
| 3.2 Class 2 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 36,047,168 | 1 | 0 | 0 |
| 3.3 Class 3 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 3.4 Class 4 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 3.5 Class 5 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 3.6 Class 6 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 3.7 Totals | 37,936,642 | 23,119,694 | 221,303,997 | 82,039,332 | 47,137,599 | 411,537,264 | 5.8 | 378,984,312 | 6 | 411,537,264 | 0 |
| 4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed | | | | | | | | | | | |
| 4.1 Class 1 | 4,495,399 | 104,418,374 | 307,871,487 | 105,521,465 | 138,848,790 | 661,155,515 | 9.2 | 569,733,186 | 8 | 661,155,515 | 0 |
| 4.2 Class 2 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 4.3 Class 3 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 4.4 Class 4 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 4.5 Class 5 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 4.6 Class 6 | 8,122,568 | 14,295,658 | 167,871 | 0 | 0 | 22,586,097 | 0.3 | 0 | 0 | 22,586,097 | 0 |
| 4.7 Totals | 12,617,967 | 118,714,032 | 308,039,358 | 105,521,465 | 138,848,790 | 683,741,612 | 9.6 | 569,733,186 | 8 | 683,741,612 | 0 |
| 5. U.S. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed | | | | | | | | | | | |
| 5.1 Class 1 | 426,011,581 | 910,555,683 | 732,916,207 | 347,890,220 | 612,712,063 | 3,030,085,754 | 42.4 | 2,944,788,355 | 43.0 | 3,030,085,754 | 0 |
| 5.2 Class 2 | 0 | 3,781,180 | 10,703,438 | 38,390,738 | 29,087,380 | 81,962,736 | 1.1 | 76,775,486 | 1.1 | 81,962,736 | 0 |
| 5.3 Class 3 | 0 | 0 | 856,656 | 0 | 0 | 856,656 | 0.0 | 0 | 0.0 | 856,656 | 0 |
| 5.4 Class 4 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 5.5 Class 5 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 5.6 Class 6 | 1,177,605 | 5,883,747 | 2,867,871 | 0 | 0 | 9,929,223 | 0.1 | 0 | 0.0 | 9,929,223 | 0 |
| 5.7 Totals | 427,189,186 | 920,220,610 | 747,344,172 | 386,280,958 | 641,799,443 | 3,122,834,369 | 43.7 | 3,021,563,841 | 44.1 | 3,122,834,369 | 0 |

# 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<br>1 Year or Less | 2<br>Over 1 Year Through 5 Years | 3<br>Over 5 Years Through 10 Years | 4<br>Over 10 Years Through 20 Years | 5<br>Over 20 Years | 6<br>Total Current Year | 7<br>Col. 6 as a % of Line 10.7 | 8<br>Total from Col. 6 Prior Year | 9<br>% From Col. 7 Prior Year | 10<br>Total Publicly Traded | 11<br>Total Privately Placed (a) |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 6. Industrial and Miscellaneous (unaffiliated) | | | | | | | | | | | |
| 6.1 Class 1 | 1,929,352,520 | 237,145,430 | 40,780,589 | 2,694,627 | 46,321,236 | 2,256,294,402 | 31.6 | 2,045,927,929 | 30 | 2,256,294,402 | 0 |
| 6.2 Class 2 | 8,445,023 | 9,634,415 | 8,496,399 | 2,121,062 | 16,279,563 | 44,976,462 | 0.6 | 38,216,692 | 1 | 44,976,462 | 0 |
| 6.3 Class 3 | 399,204 | 4,116,382 | 1,482,255 | 0 | 0 | 5,997,841 | 0.1 | 1,414,288 | 0 | 5,997,841 | 0 |
| 6.4 Class 4 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 6.5 Class 5 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 6.6 Class 6 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 6.7 Totals | 1,938,196,747 | 250,896,227 | 50,759,243 | 4,815,689 | 62,600,799 | 2,307,268,705 | 32.3 | 2,085,558,909 | 30 | 2,307,268,705 | 0 |
| 7. Credit Tenant Loans | | | | | | | | | | | |
| 7.1 Class 1 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 7.2 Class 2 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 7.3 Class 3 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 7.4 Class 4 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 7.5 Class 5 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 7.6 Class 6 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 7.7 Totals | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 8. Hybrid Securities | | | | | | | | | | | |
| 8.1 Class 1 | 0 | 28,541,016 | 0 | 0 | 0 | 28,541,016 | 0.4 | 27,900,131 | 0 | 23,821,351 | 4,719,665 |
| 8.2 Class 2 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 8.3 Class 3 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 8.4 Class 4 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 8.5 Class 5 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 8.6 Class 6 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 8.7 Totals | 0 | 28,541,016 | 0 | 0 | 0 | 28,541,016 | 0.4 | 27,900,131 | 0 | 23,821,351 | 4,719,665 |
| 9. Parent, Subsidiaries and Affiliates | | | | | | | | | | | |
| 9.1 Class 1 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 9.2 Class 2 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 9.3 Class 3 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 9.4 Class 4 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 9.5 Class 5 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 9.6 Class 6 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 9.7 Totals | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |

# 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<br>1 Year or Less | 2<br>Over 1 Year Through 5 Years | 3<br>Over 5 Years Through 10 Years | 4<br>Over 10 Years Through 20 Years | 5<br>Over 20 Years | 6<br>Total Current Year | 7<br>Col. 6 as a % of Line 10.7 | 8<br>Total from Col. 6 Prior Year | 9<br>% From Col. 7 Prior Year | 10<br>Total Publicly Traded | 11<br>Total Privately Placed (a) |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 10. Total Bonds Current Year | | | | | | | | | | | |
| 10.1 Class 1 | (d) 2,557,540,669 | 1,631,250,856 | 1,371,673,755 | 572,140,446 | 848,894,512 | 6,981,500,238 | 97.7 | XXX | XXX | 6,976,780,573 | 4,719,665 |
| 10.2 Class 2 | (d) 8,445,023 | 13,415,595 | 19,199,837 | 40,511,800 | 45,366,943 | 126,939,198 | 1.8 | XXX | XXX | 126,939,198 | 0 |
| 10.3 Class 3 | (d) 399,204 | 4,116,382 | 2,338,911 | 0 | 0 | 6,854,497 | 0.1 | XXX | XXX | 6,854,497 | 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 | (c) 0 | 0.0 | XXX | XXX | 0 | 0 |
| 10.6 Class 6 | (d) 9,300,173 | 20,179,405 | 3,035,742 | 0 | 0 | (c) 32,515,320 | 0.5 | XXX | XXX | 32,515,320 | 0 |
| 10.7 Totals | 2,575,685,069 | 1,668,962,238 | 1,396,248,245 | 612,652,246 | 894,261,455 | (b) 7,147,809,253 | 100.0 | XXX | XXX | 7,143,089,588 | 4,719,665 |
| 10.8 Line 10.7 as a % of Col. 6 | 36.0 | 23.3 | 19.5 | 8.6 | 12.5 | 100.0 | XXX | XXX | XXX | 99.9 | 0.1 |
| 11. Total Bonds Prior Year | | | | | | | | | | | |
| 11.1 Class 1 | 2,319,818,230 | 1,550,071,843 | 1,389,389,606 | 378,332,771 | 1,062,146,069 | XXX | XXX | 6,699,758,519 | 97.8 | 6,695,092,020 | 4,666,499 |
| 11.2 Class 2 | 42,236,878 | 9,744,316 | 8,850,772 | 54,191,376 | 36,016,004 | XXX | XXX | 151,039,346 | 2.2 | 151,039,346 | 0 |
| 11.3 Class 3 | 347,562 | 1,066,726 | 0 | 0 | 0 | XXX | XXX | 1,414,288 | 0.0 | 1,414,288 | 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 | (c) 0 | 0.0 | 0 | 0 |
| 11.6 Class 6 | 0 | 0 | 0 | 0 | 0 | XXX | XXX | (c) 0 | 0.0 | 0 | 0 |
| 11.7 Totals | 2,362,402,670 | 1,560,882,885 | 1,398,240,378 | 432,524,147 | 1,098,162,073 | XXX | XXX | (b) 6,852,212,153 | 100.0 | 6,847,545,654 | 4,666,499 |
| 11.8 Line 11.7 as a % of Col. 8 | 34.5 | 22.8 | 20.4 | 6.3 | 16.0 | XXX | XXX | 100.0 | XXX | 99.9 | 0.1 |
| 12. Total Publicly Traded Bonds | | | | | | | | | | | |
| 12.1 Class 1 | 2,557,540,670 | 1,626,531,190 | 1,371,673,755 | 572,140,447 | 848,894,516 | 6,976,780,578 | 97.6 | 6,695,092,020 | 97.7 | 6,976,780,578 | XXX |
| 12.2 Class 2 | 8,445,023 | 13,415,595 | 19,199,837 | 40,511,800 | 45,366,943 | 126,939,198 | 1.8 | 151,039,346 | 2.2 | 126,939,198 | XXX |
| 12.3 Class 3 | 399,204 | 4,116,382 | 2,338,911 | 0 | 0 | 6,854,497 | 0.1 | 1,414,288 | 0.0 | 6,854,497 | 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 | 8,941,023 | 19,488,481 | 4,085,811 | 0 | 0 | 32,515,315 | 0.5 | 0 | 0.0 | 32,515,315 | XXX |
| 12.7 Totals | 2,575,325,920 | 1,663,551,648 | 1,397,298,314 | 612,652,247 | 894,261,459 | 7,143,089,588 | 99.9 | 6,847,545,654 | 99.9 | 7,143,089,588 | XXX |
| 12.8 Line 12.7 as a % of Col. 6 | 36.1 | 23.3 | 19.6 | 8.6 | 12.5 | 100.0 | XXX | XXX | XXX | 100.0 | XXX |
| 12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10 | 36.0 | 23.3 | 19.5 | 8.6 | 12.5 | 99.9 | XXX | XXX | XXX | 99.9 | XXX |
| 13. Total Privately Placed Bonds | | | | | | | | | | | |
| 13.1 Class 1 | 0 | 4,719,665 | 0 | 0 | 0 | 4,719,665 | 0.1 | 4,666,499 | 0.1 | XXX | 4,719,665 |
| 13.2 Class 2 | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | XXX | 0 |
| 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 | 0 | 0.0 | XXX | 0 |
| 13.7 Totals | 0 | 4,719,665 | 0 | 0 | 0 | 4,719,665 | 0.1 | 4,666,499 | 0.1 | XXX | 4,719,665 |
| 13.8 Line 13.7 as a % of Col. 6 | 0.0 | 100.0 | 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 | 0.0 | 0.1 | 0.0 | 0.0 | 0.0 | 0.1 | XXX | XXX | XXX | XXX | 0.1 |

(a) Includes $ 0 freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.

(b) Includes $ 0 current year, $ 0 prior year of bonds with Z designations and $ 4,659,091 current year, $ 0 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 $ 0 current year, $ 0 prior year of bonds with 5* designations and $ 0 current year, $ 0 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 $ 1,824,146,336 ; NAIC 2 $ 0 ; NAIC 3 $ 0 ; NAIC 4 $ 0 ; NAIC 5 $ 0 NAIC 6 $ 988,203

# 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<br>1 Year or Less | 2<br>Over 1 Year Through 5 Years | 3<br>Over 5 Years Through 10 Years | 4<br>Over 10 Years Through 20 Years | 5<br>Over 20 Years | 6<br>Total Current Year | 7<br>Col. 6 as a % of Line 10.7 | 8<br>Total from Col 6 Prior Year | 9<br>% From Col. 7 Prior Year | 10<br>Total Publicly Traded | 11<br>Total Privately Placed |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 1. U.S. Governments | | | | | | | | | | | |
| 1.1 Issuer Obligations | 61,258,510 | 136,413,415 | 1,283,328 | 9,671,287 | 1,093,594 | 209,720,134 | 2.9 | 218,078,061 | 3.2 | 209,720,134 | 0 |
| 1.2 Single Class Mortgage-Backed/Asset-Backed Securities | 98,486,017 | 191,057,244 | 67,518,147 | 24,323,515 | 2,781,230 | 384,166,153 | 5.4 | 550,393,713 | 8.0 | 384,166,153 | 0 |
| 1.7 Totals | 159,744,527 | 327,470,659 | 68,801,475 | 33,994,802 | 3,874,824 | 593,886,287 | 8.3 | 768,471,774 | 11.2 | 593,886,287 | 0 |
| 2. All Other Governments | | | | | | | | | | | |
| 2.1 Issuer Obligations | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 2.2 Single Class Mortgage-Backed/Asset-Backed Securities | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES | | | | | | | | | | | |
| 2.3 Defined | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 2.4 Other | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES | | | | | | | | | | | |
| 2.5 Defined | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 2.6 Other | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 2.7 Totals | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 3. U.S. States, Territories and Possessions, Guaranteed | | | | | | | | | | | |
| 3.1 Issuer Obligations | 37,936,642 | 23,119,694 | 221,303,997 | 82,039,332 | 47,137,599 | 411,537,264 | 5.8 | 378,984,312 | 5.5 | 411,537,264 | 0 |
| 3.2 Single Class Mortgage-Backed/Asset-Backed Securities | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES | | | | | | | | | | | |
| 3.3 Defined | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 3.4 Other | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES | | | | | | | | | | | |
| 3.5 Defined | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 3.6 Other | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 3.7 Totals | 37,936,642 | 23,119,694 | 221,303,997 | 82,039,332 | 47,137,599 | 411,537,264 | 5.8 | 378,984,312 | 5.5 | 411,537,264 | 0 |
| 4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed | | | | | | | | | | | |
| 4.1 Issuer Obligations | 12,617,967 | 118,714,032 | 308,039,358 | 105,521,465 | 138,848,790 | 683,741,612 | 9.6 | 569,733,186 | 8.3 | 683,741,612 | 0 |
| 4.2 Single Class Mortgage-Backed/Asset-Backed Securities | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES | | | | | | | | | | | |
| 4.3 Defined | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 4.4 Other | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES | | | | | | | | | | | |
| 4.5 Defined | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 4.6 Other | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 4.7 Totals | 12,617,967 | 118,714,032 | 308,039,358 | 105,521,465 | 138,848,790 | 683,741,612 | 9.6 | 569,733,186 | 8.3 | 683,741,612 | 0 |
| 5. U.S. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed | | | | | | | | | | | |
| 5.1 Issuer Obligations | 79,603,868 | 399,496,747 | 638,628,301 | 362,849,920 | 634,851,811 | 2,115,430,647 | 29.6 | 2,096,944,278 | 30.6 | 2,115,430,647 | 0 |
| 5.2 Single Class Mortgage-Backed/Asset-Backed Securities | 327,123,687 | 496,015,563 | 102,759,111 | 23,105,771 | 6,947,585 | 955,951,717 | 13.4 | 843,004,652 | 12.3 | 955,951,717 | 0 |
| MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES | | | | | | | | | | | |
| 5.3 Defined | 13,406,599 | 17,446,427 | 5,772,160 | 325,267 | 47 | 36,950,500 | 0.5 | 57,944,087 | 0.8 | 36,950,500 | 0 |
| 5.4 Other | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES | | | | | | | | | | | |
| 5.5 Defined | 7,055,032 | 7,261,874 | 184,599 | 0 | 0 | 14,501,505 | 0.2 | 23,670,824 | 0.3 | 14,501,505 | 0 |
| 5.6 Other | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 5.7 Totals | 427,189,186 | 920,220,611 | 747,344,171 | 386,280,958 | 641,799,443 | 3,122,834,369 | 43.7 | 3,021,563,841 | 44.1 | 3,122,834,369 | 0 |

# 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<br>1 Year or Less | 2<br>Over 1 Year Through 5 Years | 3<br>Over 5 Years Through 10 Years | 4<br>Over 10 Years Through 20 Years | 5<br>Over 20 Years | 6<br>Total Current Year | 7<br>Col. 6 as a % of Line 10.7 | 8<br>Total from Col. 6 Prior Year | 9<br>% From Col. 7 Prior Year | 10<br>Total Publicly Traded | 11<br>Total Privately Placed |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 6. Industrial and Miscellaneous | | | | | | | | | | | |
| 6.1 Issuer Obligations | 1,919,722,746 | 211,136,879 | 28,658,597 | 4,815,689 | 62,600,799 | 2,226,934,710 | 31.2 | 2,073,959,323 | 30.3 | 2,226,934,710 | 0 |
| 6.2 Single Class Mortgage-Backed/Asset-Backed Securities | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES: | | | | | | | | | | | |
| 6.3 Defined | 5,621,094 | 14,719,931 | 7,567,238 | 0 | 0 | 27,908,263 | 0.4 | 0 | 0.0 | 27,908,263 | 0 |
| 6.4 Other | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES: | | | | | | | | | | | |
| 6.5 Defined | 997,389 | 3,580,803 | 3,693,917 | 0 | 0 | 8,272,109 | 0.1 | 0 | 0.0 | 8,272,109 | 0 |
| 6.6 Other | 11,855,518 | 21,458,614 | 10,839,491 | 0 | 0 | 44,153,623 | 0.6 | 11,599,586 | 0.2 | 44,153,623 | 0 |
| 6.7 Totals | 1,938,196,747 | 250,896,227 | 50,759,243 | 4,815,689 | 62,600,799 | 2,307,268,705 | 32.3 | 2,085,558,909 | 30.4 | 2,307,268,705 | 0 |
| 7. Credit Tenant Loans | | | | | | | | | | | |
| 7.1 Issuer Obligations | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0 | 0 | 0 |
| 7.2 Single Class Mortgage-Backed/Asset-Backed Securities | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 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 | 0 | 28,541,016 | 0 | 0 | 0 | 28,541,016 | 0.4 | 27,900,131 | 0.4 | 23,821,351 | 4,719,665 |
| 8.2 Single Class Mortgage-Backed/Asset-Backed Securities | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES: | | | | | | | | | | | |
| 8.3 Defined | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 8.4 Other | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES: | | | | | | | | | | | |
| 8.5 Defined | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 8.6 Other | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 8.7 Totals | 0 | 28,541,016 | 0 | 0 | 0 | 28,541,016 | 0.4 | 27,900,131 | 0.4 | 23,821,351 | 4,719,665 |
| 9. Parent, Subsidiaries and Affiliates | | | | | | | | | | | |
| 9.1 Issuer Obligations | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 9.2 Single Class Mortgage-Backed/Asset-Backed Securities | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES: | | | | | | | | | | | |
| 9.3 Defined | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 9.4 Other | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES: | | | | | | | | | | | |
| 9.5 Defined | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 9.6 Other | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |
| 9.7 Totals | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 | 0 | 0.0 | 0 | 0 |

# 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<br>1 Year or Less | 2<br>Over 1 Year Through 5 Years | 3<br>Over 5 Years Through 10 Years | 4<br>Over 10 Years Through 20 Years | 5<br>Over 20 Years | 6<br>Total Current Year | 7<br>Col. 6 as a % of Line 10.7 | 8<br>Total From Col. 6 Prior Year | 9<br>% From Col. 7 Prior Year | 10<br>Total Publicly Traded | 11<br>Total Privately Placed |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 10. Total Bonds Current Year | | | | | | | | | | | |
| 10.1 Issuer Obligations | 2,111,139,733 | 917,421,783 | 1,197,913,581 | 564,897,693 | 884,532,593 | 5,675,905,383 | 79.4 | XXX | XXX | 5,671,185,718 | 4,719,665 |
| 10.2 Single Class Mortgage-Backed/Asset-Backed Securities | 425,609,704 | 687,072,807 | 170,277,258 | 47,429,286 | 9,728,815 | 1,340,117,870 | 18.7 | XXX | XXX | 1,340,117,870 | 0 |
| MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES: | | | | | | | | | | | |
| 10.3 Defined | 19,027,693 | 32,166,358 | 13,339,398 | 325,267 | 47 | 64,858,763 | 0.9 | XXX | XXX | 64,858,763 | 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 | 8,052,421 | 10,842,677 | 3,878,516 | 0 | 0 | 22,773,614 | 0.3 | XXX | XXX | 22,773,614 | 0 |
| 10.6 Other | 11,855,518 | 21,458,614 | 10,839,491 | 0 | 0 | 44,153,623 | 0.6 | XXX | XXX | 44,153,623 | 0 |
| 10.7 Totals | 2,575,685,069 | 1,668,962,239 | 1,396,248,244 | 612,652,246 | 894,261,455 | 7,147,809,253 | 100.0 | XXX | XXX | 7,143,089,588 | 4,719,665 |
| 10.8 Lines 10.7 as a % of Col. 6 | 36.0 | 23.3 | 19.5 | 8.6 | 12.5 | 100.0 | XXX | XXX | XXX | 99.9 | 0.1 |
| 11. Total Bonds Prior Year | | | | | | | | | | | |
| 11.1 Issuer Obligations | 1,969,207,713 | 824,588,761 | 1,151,061,278 | 340,857,619 | 1,079,883,920 | XXX | XXX | 5,365,599,291 | 78.3 | 5,360,932,793 | 4,666,499 |
| 11.2 Single Class Mortgage-Backed/Asset-Backed Securities | 350,325,828 | 690,356,335 | 243,153,929 | 91,284,227 | 18,278,046 | XXX | XXX | 1,393,398,365 | 20.3 | 1,393,398,365 | 0 |
| MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES: | | | | | | | | | | | |
| 11.3 Defined | 31,588,142 | 22,528,733 | 3,444,804 | 382,300 | 108 | XXX | XXX | 57,944,087 | 0.8 | 57,944,088 | 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 | 10,749,772 | 12,340,685 | 580,367 | 0 | 0 | XXX | XXX | 23,670,824 | 0.3 | 23,670,822 | 0 |
| 11.6 Other | 531,215 | 11,068,371 | 0 | 0 | 0 | XXX | XXX | 11,599,586 | 0.2 | 11,599,586 | 0 |
| 11.7 Totals | 2,362,402,670 | 1,560,882,885 | 1,398,240,378 | 432,524,146 | 1,098,162,074 | XXX | XXX | 6,852,212,153 | 100.0 | 6,847,545,654 | 4,666,499 |
| 11.8 Line 11.7 as a % of Col. 8 | 34.5 | 22.8 | 20.4 | 6.3 | 16.0 | XXX | XXX | 100.0 | XXX | 99.9 | 0.1 |
| 12. Total Publicly Traded Bonds | | | | | | | | | | | |
| 12.1 Issuer Obligations | 2,110,780,583 | 912,011,197 | 1,198,963,648 | 564,897,693 | 884,532,598 | 5,671,185,719 | 79.3 | 5,360,932,791 | 78.2 | 5,671,185,719 | XXX |
| 12.2 Single Class Mortgage-Backed/Asset-Backed Securities | 425,609,704 | 687,072,807 | 170,277,259 | 47,429,286 | 9,728,814 | 1,340,117,870 | 18.7 | 1,393,398,367 | 20.3 | 1,340,117,870 | XXX |
| MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES: | | | | | | | | | | | |
| 12.3 Defined | 19,027,693 | 32,166,358 | 13,339,398 | 325,267 | 47 | 64,858,763 | 0.9 | 57,944,087 | 0.8 | 64,858,763 | 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 | 8,052,421 | 10,842,676 | 3,878,516 | 0 | 0 | 22,773,613 | 0.3 | 23,670,822 | 0.3 | 22,773,613 | XXX |
| 12.6 Other | 11,855,518 | 21,458,614 | 10,839,491 | 0 | 0 | 44,153,623 | 0.6 | 11,599,587 | 0.2 | 44,153,623 | XXX |
| 12.7 Totals | 2,575,325,919 | 1,663,551,652 | 1,397,298,312 | 612,652,246 | 894,261,459 | 7,143,089,588 | 99.9 | 6,847,545,654 | 99.9 | 7,143,089,588 | XXX |
| 12.8 Line 12.7 as a % of Col. 6 | 36.1 | 23.3 | 19.6 | 8.6 | 12.5 | 100.0 | XXX | XXX | XXX | 100.0 | XXX |
| 12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10 | 36.0 | 23.3 | 19.5 | 8.6 | 12.5 | 99.9 | XXX | XXX | XXX | 99.9 | XXX |
| 13. Total Privately Placed Bonds | | | | | | | | | | | |
| 13.1 Issuer Obligations | 0 | 4,719,665 | 0 | 0 | 0 | 4,719,665 | 0.1 | 4,666,499 | 0.1 | XXX | 4,719,665 |
| 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 | 0 | 4,719,665 | 0 | 0 | 0 | 4,719,665 | 0.1 | 4,666,499 | 0.1 | XXX | 4,719,665 |
| 13.8 Line 13.7 as a % of Col. 6 | 0.0 | 100.0 | 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 | 0.0 | 0.1 | 0.0 | 0.0 | 0.0 | 0.1 | XXX | XXX | XXX | XXX | 0.1 |

# SCHEDULE DA - VERIFICATION BETWEEN YEARS

Short-Term Investments

| | 1<br>Total | 2<br>Bonds | 3<br>Mortgage Loans | 4<br>Other Short-term Investment Assets(a) | 5<br>Investments in Parent, Subsidiaries and Affiliates |
|---|---|---|---|---|---|
| 1. Book/adjusted carrying value, December 31 of prior year | 1,796,626,973 | 1,796,626,973 | 0 | 0 | 0 |
| 2. Cost of short-term investments acquired | 11,475,034,045 | 11,475,034,045 | 0 | 0 | 0 |
| 3. Accrual of discount | 2,986 | 2,986 | 0 | 0 | 0 |
| 4. Unrealized valuation increase (decrease) | 0 | 0 | 0 | 0 | 0 |
| 5. Total gain (loss) on disposals | 3,281 | 3,281 | 0 | 0 | 0 |
| 6. Deduct consideration received on disposals | 11,398,859,141 | 11,398,859,141 | 0 | 0 | 0 |
| 7. Deduct amortization of premium | 76,367 | 76,367 | 0 | 0 | 0 |
| 8. Total foreign exchange change in book/adjusted carrying value | 0 | 0 | 0 | 0 | 0 |
| 9. Deduct current year's other than temporary impairment recognized | 0 | 0 | 0 | 0 | 0 |
| 10. Book adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) | 1,872,731,777 | 1,872,731,777 | 0 | 0 | 0 |
| 11. Deduct total nonadmitted amounts | 0 | 0 | 0 | 0 | 0 |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 1,872,731,777 | 1,872,731,777 | 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<br>Total | 2<br>Bonds | 3<br>Other (a) |
|---|---|---|---|
| 1. Book/adjusted carrying value, December 31 of prior year | 0 | 0 | 0 |
| 2. Cost of cash equivalents acquired | 10,807,419,726 | 10,807,419,726 | 0 |
| 3. Accrual of discount | 77,038 | 77,038 | 0 |
| 4. Unrealized valuation increase (decrease) | 0 | 0 | 0 |
| 5. Total gain (loss) on disposals | 0 | 0 | 0 |
| 6. Deduct consideration received on disposals | 10,807,494,000 | 10,807,494,000 | 0 |
| 7. Deduct amortization of premium | 2 | 2 | 0 |
| 8. Total foreign exchange change in book/adjusted carrying value | 0 | 0 | 0 |
| 9. Deduct current year's other than temporary impairment recognized | 0 | 0 | 0 |
| 10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) | 2,762 | 2,762 | 0 |
| 11. Deduct total nonadmitted amounts | 0 | 0 | 0 |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 2,762 | 2,762 | 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

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

| 1 | 2 | 3 | Location | | 6 | 7 | 8 | 9 | 10 | 11 | 12 | Change in Book/Adjusted Carrying Value | | | | | 18 | 19 | 20 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | 4 | 5 | | | | | | | | 13 | 14 | 15 | 16 | 17 | | | |
| CUSIP Identification | Name or Description | Code | City | State | Name of Vendor or General Partner | NAIC Desig-nation | Date Originally Acquired | Type and Strategy | Actual Cost | Fair Value | Book / Adjusted Carrying Value Less Encumbrances | Unrealized Valuation Increase (Decrease) | Current Year's (Depreciation) or (Amortization)/ Accretion | Current Year's Other than Temporary Impairment Recognized | Capitalized Deferred Interest and Other | Total Foreign Exchange Change in B./A.C.V. | Investment Income | Commitment for Additional Investment | Percentage of Ownership |
| Oil and Gas Production - Unaffiliated | | | | | | | | | | | | | | | | | | | |
| Oil and Gas Production - Affiliated | | | | | | | | | | | | | | | | | | | |
| Transportation Equipment - Unaffiliated | | | | | | | | | | | | | | | | | | | |
| Transportation Equipment - Affiliated | | | | | | | | | | | | | | | | | | | |
| Mineral Rights - Unaffiliated | | | | | | | | | | | | | | | | | | | |
| Mineral Rights - Affiliated | | | | | | | | | | | | | | | | | | | |
| Fixed or Variable Interest Rate Investments That Have the Underlying Characteristics of: Bonds - Unaffiliated | | | | | | | | | | | | | | | | | | | |
| Fixed or Variable Interest Rate Investments That Have the Underlying Characteristics of: Bonds - Affiliated | | | | | | | | | | | | | | | | | | | |
| Fixed or Variable Interest Rate Investments That Have the Underlying Characteristics of: Mortgage Loans - Unaffiliated | | | | | | | | | | | | | | | | | | | |
| Fixed or Variable Interest Rate Investments That Have the Underlying Characteristics of: Mortgage Loans - Affiliated | | | | | | | | | | | | | | | | | | | |
| Fixed or Variable Interest Rate Investments That Have the Underlying Characteristics of: Other Fixed Income Instruments - Unaffiliated | | | | | | | | | | | | | | | | | | | |
| Fixed or Variable Interest Rate Investments That Have the Underlying Characteristics of: Other Fixed Income Instruments - Affiliated | | | | | | | | | | | | | | | | | | | |
| Joint Venture, Partnership or Limited Liability Company Interests That Have the Underlying Characteristics of: Fixed Income Instruments - Unaffiliated | | | | | | | | | | | | | | | | | | | |
| Joint Venture, Partnership or Limited Liability Company Interests That Have the Underlying Characteristics of: Fixed Income Instruments - Affiliated | | | | | | | | | | | | | | | | | | | |
| Joint Venture, Partnership or Limited Liability Company Interests That Have the Underlying Characteristics of: Common Stocks - Unaffiliated | | | | | | | | | | | | | | | | | | | |
| Joint Venture, Partnership or Limited Liability Company Interests That Have the Underlying Characteristics of: Common Stocks - Affiliated | | | | | | | | | | | | | | | | | | | |
| Joint Venture, Partnership or Limited Liability Company Interests That Have the Underlying Characteristics of: Real Estate - Unaffiliated | | | | | | | | | | | | | | | | | | | |
| Joint Venture, Partnership or Limited Liability Company Interests That Have the Underlying Characteristics of: Real Estate - Affiliated | | | | | | | | | | | | | | | | | | | |
| Joint Venture, Partnership or Limited Liability Company Interests That Have the Underlying Characteristics of: Other - Unaffiliated | | | | | | | | | | | | | | | | | | | |
| Joint Venture, Partnership or Limited Liability Company Interests That Have the Underlying Characteristics of: Other - Affiliated | | | | | | | | | | | | | | | | | | | |
| Surplus Debentures, etc.- Unaffiliated | | | | | | | | | | | | | | | | | | | |
| Surplus Debentures, etc.- Affiliated | | | | | | | | | | | | | | | | | | | |
| Collateral Loans - Unaffiliated | | | | | | | | | | | | | | | | | | | |
| Collateral Loans - Affiliated | | | | | | | | | | | | | | | | | | | |
| Non-collateral Loans - Unaffiliated | | | | | | | | | | | | | | | | | | | |
| Non-Collateral Loans - Affiliated | | | | | | | | | | | | | | | | | | | |
| Capital Notes - Unaffiliated | | | | | | | | | | | | | | | | | | | |
| Capital Notes - Affiliated | | | | | | | | | | | | | | | | | | | |
| Guaranteed Federal Low Income Housing Tax Credit - Unaffiliated | | | | | | | | | | | | | | | | | | | |
| Guaranteed Federal Low Income Housing Tax Credit - Affiliated | | | | | | | | | | | | | | | | | | | |
| Non-Guaranteed Federal Low Income Housing Tax Credit - Unaffiliated | | | | | | | | | | | | | | | | | | | |
| Non-Guaranteed Federal Low Income Housing Tax Credit - Affiliated | | | | | | | | | | | | | | | | | | | |
| State Low Income Housing Tax Credit - Unaffiliated | | | | | | | | | | | | | | | | | | | |
| State Low Income Housing Tax Credit - Affiliated | | | | | | | | | | | | | | | | | | | |
| All Other Low Income Housing Tax Credit - Unaffiliated | | | | | | | | | | | | | | | | | | | |
| All Other Low Income Housing Tax Credit - Affiliated | | | | | | | | | | | | | | | | | | | |
| Any Other Class of Assets - Unaffiliated | | | | | | | | | | | | | | | | | | | |
| Any Other Class of Assets - Affiliated | | | | | | | | | | | | | | | | | | | |
| 000000-00-0 | National Real Estate Holdings, LLC | | Armonk | NY | Direct | | 03/01/2010 | | 65,000,000 | 61,510,341 | 61,510,341 | (3,489,659) | 0 | 0 | 0 | 0 | 0 | 0 | 100.000 |
| 3899999 - Any Other Class of Assets - Affiliated | | | | | | | | | 65,000,000 | 61,510,341 | 61,510,341 | (3,489,659) | 0 | 0 | 0 | 0 | 0 | 0 | XXX |
| 3999999 - Subtotal Unaffiliated | | | | | | | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX |
| 4099999 - Subtotal Affiliated | | | | | | | | | 65,000,000 | 61,510,341 | 61,510,341 | (3,489,659) | 0 | 0 | 0 | 0 | 0 | 0 | XXX |
| 4199999 Totals | | | | | | | | | 65,000,000 | 61,510,341 | 61,510,341 | (3,489,659) | 0 | 0 | 0 | 0 | 0 | 0 | XXX |

# SCHEDULE BA - PART 2

**Showing Other Long-Term Invested Assets ACQUIRED AND ADDITIONS MADE December 31 of Current Year**

| 1 | 2 | Location | | 5 | 6 | 7 | 8 | 9 | 10 | 11 |
|---|---|---|---|---|---|---|---|---|---|---|
| | | 3 | 4 | Name of Vendor or General Partner | Date Originally Acquired | Type and Strategy | Actual Cost at Time of Acquisition | Additional Investment Made After Acquisition | Amount of Encumbrances | Percentage of Ownership |
| CUSIP Identification | Name or Description | City | State | | | | | | | |
| Oil and Gas Production - Unaffiliated | | | | | | | | | | |
| Oil and Gas Production - Affiliated | | | | | | | | | | |
| Transportation Equipment - Unaffiliated | | | | | | | | | | |
| Transportation Equipment - Affiliated | | | | | | | | | | |
| Mineral Rights - Unaffiliated | | | | | | | | | | |
| Mineral Rights - Affiliated | | | | | | | | | | |
| Fixed or Variable Interest Rate Investments That Have the Underlying Characteristics of: Bonds - Unaffiliated | | | | | | | | | | |
| Fixed or Variable Interest Rate Investments That Have the Underlying Characteristics of: Bonds - Affiliated | | | | | | | | | | |
| Fixed or Variable Interest Rate Investments That Have the Underlying Characteristics of: Mortgage Loans - Unaffiliated | | | | | | | | | | |
| Fixed or Variable Interest Rate Investments That Have the Underlying Characteristics of: Mortgage Loans - Affiliated | | | | | | | | | | |
| Fixed or Variable Interest Rate Investments That Have the Underlying Characteristics of: Other Fixed Income Instruments - Unaffiliated | | | | | | | | | | |
| Fixed or Variable Interest Rate Investments That Have the Underlying Characteristics of: Other Fixed Income Instruments - Affiliated | | | | | | | | | | |
| Joint Venture, Partnership or Limited Liability Company Interests that have the Underlying Characteristics of: Fixed Income Instruments - Unaffiliated | | | | | | | | | | |
| Joint Venture, Partnership or Limited Liability Company Interests that have the Underlying Characteristics of: Fixed Income Instruments - Affiliated | | | | | | | | | | |
| Joint Venture, Partnership or Limited Liability Company Interests that have the Underlying Characteristics of: Common Stocks - Unaffiliated | | | | | | | | | | |
| Joint Venture, Partnership or Limited Liability Company Interests that have the Underlying Characteristics of: Common Stocks - Affiliated | | | | | | | | | | |
| Joint Venture, Partnership or Limited Liability Company Interests that have the Underlying Characteristics of: Real Estate - Unaffiliated | | | | | | | | | | |
| Joint Venture, Partnership or Limited Liability Company Interests that have the Underlying Characteristics of: Real Estate - Affiliated | | | | | | | | | | |
| Joint Venture, Partnership or Limited Liability Company Interests that have the Underlying Characteristics of: Other - Unaffiliated | | | | | | | | | | |
| Joint Venture, Partnership or Limited Liability Company Interests that have the Underlying Characteristics of: Other - Affiliated | | | | | | | | | | |
| Surplus Debentures, etc. - Unaffiliated | | | | | | | | | | |
| Surplus Debentures, etc. - Affiliated | | | | | | | | | | |
| Collateral Loans - Unaffiliated | | | | | | | | | | |
| Collateral Loans - Affiliated | | | | | | | | | | |
| Non-collateral Loans - Unaffiliated | | | | | | | | | | |
| Non-collateral Loans - Affiliated | | | | | | | | | | |
| Capital Notes - Unaffiliated | | | | | | | | | | |
| Capital Notes - Affiliated | | | | | | | | | | |
| Guaranteed Federal Low Income Housing Tax Credit - Unaffiliated | | | | | | | | | | |
| Guaranteed Federal Low Income Housing Tax Credit - Affiliated | | | | | | | | | | |
| Non-Guaranteed Federal Low Income Housing Tax Credit - Unaffiliated | | | | | | | | | | |
| Non-Guaranteed Federal Low Income Housing Tax Credit - Affiliated | | | | | | | | | | |
| State Low Income Housing Tax Credit - Unaffiliated | | | | | | | | | | |
| State Low Income Housing Tax Credit - Affiliated | | | | | | | | | | |
| All Other Low Income Housing Tax Credit - Unaffiliated | | | | | | | | | | |
| All Other Low Income Housing Tax Credit - Affiliated | | | | | | | | | | |
| Any Other Class of Assets - Unaffiliated | | | | | | | | | | |
| Any Other Class of Assets - Affiliated | | | | | | | | | | |
| 000000-00-0 | National Real Estate Holdings, LLC | Armonk | NY | Direct | 03/01/2010 | | 65,000,000 | 0 | 0 | 100.000 |
| 3899999 - Any Other Class of Assets - Affiliated | | | | | | | 65,000,000 | 0 | 0 | XXX |
| 3999999 – Subtotal Unaffiliated | | | | | | | 0 | 0 | 0 | XXX |
| 4099999 – Subtotal Affiliated | | | | | | | 65,000,000 | 0 | 0 | XXX |
| 4199999 Totals | | | | | | | 65,000,000 | 0 | 0 | XXX |

# SCHEDULE BA - PART 3

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

| 1 | 2 | Location | | 5 | 6 | 7 | 8 | Change in Book/Adjusted Carrying Value | | | | | | 15 | 16 | 17 | 18 | 19 | 20 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | 3 | 4 | | | | | 9 | 10 | 11 | 12 | 13 | 14 | | | | | | |
| CUSIP Identification | Name or Description | City | State | Name of Purchaser or Nature of Disposal | Date Originally Acquired | Disposal Date | Book/ Adjusted Carrying Value Less Encumbrances Prior Year | Unrealized Valuation Increase (Decrease) | Current Year's (Depreciation) or (Amortization)/ Accretion | Current Year's Other Than Temporary Impairment Recognized | Capitalized Deferred Interest and Other | Total Change in B./A.C.V. (9+10-11+12) | Total Foreign Exchange Change in B./A.C.V. | Book/Adjusted Carrying Value Less Encumbrances on Disposal | Consideration | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Investment Income |
| | | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | | |
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| | | | | | | | | | | | | | | | | | | | |
| 3999999 - Subtotal Unaffiliated | | | | | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4099999 - Subtotal Affiliated | | | | | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4199999 Totals | | | | | | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

NONE

# 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 | 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 |
| Bonds: U.S. Governments - Issuer Obligations | | | | | | | | | | | | | | | | | | | | | |
| 31359M-EU-3 | FANNIE MAE AGY | | | | 1 | 656,116 | 121.5670 | 607,835 | 500,000 | 654,219 | 0 | (1,897) | 0 | 0 | 6.250 | 3.886 | MN | 3,993 | 15,625 | 08/25/2010 | 05/15/2029 |
| 46513E-JX-1 | Israel Government AID Bond | | | | 1FE | 567,395 | 118.6190 | 593,095 | 500,000 | 567,302 | 0 | (93) | 0 | 0 | 5.500 | 4.172 | AO | 4,965 | 0 | 12/17/2010 | 04/26/2024 |
| 83162C-FR-9 | Small Business Administration 94-20 L | | | 2 | 1 | 166,585 | 104.4150 | 174,626 | 167,242 | 166,585 | 0 | 0 | 0 | 0 | 8.400 | 8.433 | JD | 1,171 | 14,048 | 05/31/1996 | 12/01/2014 |
| 911759-EW-4 | Housing Urban Development Series 2001-A | | | 1 | 1 | 5,930,911 | 103.5140 | 5,757,471 | 5,562,000 | 5,652,572 | 0 | (151,040) | 0 | 0 | 6.510 | 3.660 | FA | 150,869 | 362,086 | 02/17/2009 | 08/01/2011 |
| 911759-EZ-7 | Housing Urban Development Series 2001-A | | | 1 | 1 | 5,797,345 | 103.3780 | 5,678,526 | 5,493,000 | 5,568,129 | 0 | (124,721) | 0 | 0 | 6.670 | 4.268 | FA | 152,660 | 366,383 | 02/17/2009 | 08/01/2011 |
| 912810-FG-8 | US Treasury N/B Bonds | | | | 1 | 8,470,906 | 114.7040 | 8,006,339 | 6,980,000 | 8,449,767 | 0 | (21,139) | 0 | 0 | 5.250 | 3.648 | FA | 138,415 | 125,475 | 10/06/2010 | 02/15/2029 |
| 912810-QK-7 | US Treasury N/B Bond | | | | 1 | 1,093,500 | 92.2040 | 1,106,448 | 1,200,000 | 1,093,594 | 0 | 94 | 0 | 0 | 3.875 | 4.414 | FA | 17,564 | 0 | 12/10/2010 | 08/15/2040 |
| 912828-CT-5 | US Treasury N/B Notes | SD | | | 1 | 3,656,436 | 110.3360 | 3,999,680 | 3,625,000 | 3,638,088 | 0 | (3,285) | 0 | 0 | 4.250 | 4.142 | FA | 58,192 | 154,063 | 09/30/2004 | 08/15/2014 |
| 912828-CT-5 | US Treasury N/B Notes | | | | 1 | 1,386,924 | 110.3360 | 1,517,120 | 1,375,000 | 1,379,965 | 0 | (1,246) | 0 | 0 | 4.250 | 4.142 | FA | 22,073 | 58,438 | 09/30/2004 | 08/15/2014 |
| 912828-MM-9 | US Treasury N/B Notes | | | | 1 | 50,064,621 | 100.4110 | 50,205,500 | 50,000,000 | 50,037,810 | 0 | (26,811) | 0 | 0 | 0.750 | 0.667 | MN | 32,967 | 375,000 | 05/06/2010 | 11/30/2011 |
| 912828-MU-1 | US Treasury N/B Notes | | | | 1 | 24,977,623 | 100.7860 | 25,196,500 | 25,000,000 | 24,985,656 | 0 | 8,033 | 0 | 0 | 1.000 | 1.044 | MS | 64,227 | 125,000 | 04/14/2010 | 03/31/2012 |
| 912828-MX-5 | US Treasury N/B Notes | | | | 1 | 25,075,279 | 102.3130 | 25,578,250 | 25,000,000 | 25,057,756 | 0 | (17,523) | 0 | 0 | 1.750 | 1.647 | AO | 93,750 | 218,750 | 04/14/2010 | 04/15/2013 |
| 912828-NB-2 | US Treasury N/B Notes | | | | 1 | 30,326,859 | 100.8210 | 30,498,353 | 30,250,000 | 30,301,708 | 0 | (25,151) | 0 | 0 | 1.000 | 0.870 | AO | 51,809 | 151,250 | 05/05/2010 | 04/30/2012 |
| 912828-NH-9 | US Treasury N/B Notes | | | | 1 | 50,054,855 | 100.8440 | 50,422,000 | 50,000,000 | 50,045,470 | 0 | (9,385) | 0 | 0 | 1.125 | 1.087 | JD | 26,271 | 281,250 | 06/24/2010 | 06/15/2013 |
| 912828-NL-0 | US Treasury N/B Notes | SD | | | 1 | 838,525 | 100.3980 | 838,327 | 835,000 | 838,187 | 0 | (339) | 0 | 0 | 1.875 | 1.786 | JD | 43 | 7,828 | 06/29/2010 | 06/30/2015 |
| 912828-PC-8 | US Treasury N/B Notes | | | | 1 | 1,282,953 | 94.3750 | 1,288,218 | 1,365,001 | 1,283,326 | 0 | 374 | 0 | 0 | 2.625 | 3.341 | MN | 4,651 | 0 | 12/15/2010 | 11/15/2020 |
| 0199999 - Bonds: U.S. Governments - Issuer Obligations | | | | | | 210,346,833 | XXX | 211,468,288 | 207,852,243 | 209,720,134 | 0 | (374,129) | 0 | 0 | XXX | XXX | XXX | 823,620 | 2,255,196 | XXX | XXX |
| Bonds: U.S. Government - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| 36202C-3X-9 | G2SF Pool # 2614 | | | 2 | 1 | 207,109 | 110.2050 | 219,519 | 199,192 | 206,852 | 0 | (74) | 0 | 0 | 6.000 | 4.234 | MON | 996 | 11,952 | 02/17/2009 | 07/20/2028 |
| 36202E-PN-3 | G2SF Pool # 4029 | | | 2 | 1 | 8,010,470 | 112.3830 | 8,312,719 | 7,396,770 | 8,002,593 | 0 | (7,877) | 0 | 0 | 6.500 | 4.319 | MON | 40,066 | 360,592 | 03/09/2010 | 09/20/2037 |
| 36202F-AW-6 | G2SF Pool# 4521 | | | 2 | 1 | 10,236,394 | 107.7070 | 10,376,803 | 9,634,253 | 10,225,022 | 0 | (11,371) | 0 | 0 | 5.500 | 2.397 | MON | 44,157 | 398,034 | 03/09/2010 | 08/20/2039 |
| 36202F-JQ-0 | G2SF Pool #4771 | | | 2 | 1 | 35,643,278 | 103.9580 | 35,148,239 | 33,810,135 | 35,628,764 | 0 | (14,514) | 0 | 0 | 4.500 | 3.080 | MON | 126,788 | 380,364 | 09/10/2010 | 08/20/2040 |
| 36203L-BU-5 | GNSF Pool # 352051 | | | 2 | 1 | 265,241 | 114.6820 | 281,895 | 245,806 | 264,163 | 0 | (481) | 0 | 0 | 7.500 | 4.750 | MON | 1,536 | 18,447 | 02/17/2009 | 10/15/2023 |
| 36203W-2C-1 | GNSF Pool # 361771 | | | 2 | 1 | 16,877 | 113.2280 | 17,610 | 15,553 | 16,808 | 0 | (21) | 0 | 0 | 7.000 | 2.358 | MON | 91 | 1,089 | 02/17/2009 | 02/15/2022 |
| 36204B-QP-1 | GNSF Pool #365062 | | | 2 | 1 | 53,274 | 115.4830 | 57,121 | 49,463 | 53,079 | 0 | (85) | 0 | 0 | 7.500 | 4.849 | MON | 309 | 3,710 | 02/17/2009 | 06/15/2024 |
| 36206G-6W-5 | GNSF Pool # 411385 | | | 2 | 1 | 192,329 | 113.3870 | 207,909 | 183,362 | 191,909 | 0 | (198) | 0 | 0 | 6.500 | 5.041 | MON | 993 | 11,919 | 02/17/2009 | 04/15/2026 |
| 36207X-XU-1 | GNSF Pool # 445391 | | | 2 | 1 | 27,626 | 115.4160 | 29,637 | 25,678 | 27,550 | 0 | (31) | 0 | 0 | 7.500 | 4.986 | MON | 160 | 1,947 | 02/17/2009 | 01/15/2027 |
| 36208X-RG-8 | GNSF Pool # 464087 | | | 2 | 1 | 110,500 | 113.5330 | 119,587 | 105,332 | 110,308 | 0 | (80) | 0 | 0 | 6.500 | 5.088 | MON | 571 | 6,847 | 02/17/2009 | 08/15/2028 |
| 36209E-X4-9 | GNSF Pool # 469699 | | | 2 | 1 | 192,881 | 114.5700 | 204,048 | 178,098 | 192,429 | 0 | (148) | 0 | 0 | 7.000 | 2.712 | MON | 1,039 | 12,476 | 02/17/2009 | 11/15/2028 |
| 36209K-RR-1 | GNSF Pool # 473996 | | | 2 | 1 | 246,781 | 113.5330 | 267,075 | 235,239 | 246,347 | 0 | (180) | 0 | 0 | 6.500 | 5.086 | MON | 1,274 | 15,391 | 02/17/2009 | 07/15/2028 |
| 36209Q-K9-5 | GNSF Pool # 478320 | | | 2 | 1 | 172,917 | 113.5330 | 187,137 | 164,830 | 172,611 | 0 | (128) | 0 | 0 | 6.500 | 5.085 | MON | 893 | 10,714 | 02/17/2009 | 06/15/2028 |
| 3620A3-ZP-2 | GNSF Pool #718150 | | | 2 | 1 | 20,523,297 | 103.9580 | 20,208,304 | 19,438,968 | 20,514,082 | 0 | (9,215) | 0 | 0 | 4.500 | 3.057 | MON | 72,896 | 220,007 | 09/15/2010 | 02/15/2040 |
| 3620AA-TY-4 | GNSF Pool #724267 | | | 2 | 1 | 18,891,027 | 107.0730 | 19,272,522 | 17,999,490 | 18,875,577 | 0 | (15,450) | 0 | 0 | 5.000 | 2.781 | MON | 74,998 | 677,270 | 03/12/2010 | 09/15/2039 |
| 3620AC-2A-1 | GNSF Pool #726269 | | | 2 | 1 | 985,292 | 104.7700 | 988,135 | 943,145 | 984,916 | 0 | (377) | 0 | 0 | 4.500 | 3.328 | MON | 3,537 | 20,287 | 07/13/2010 | 09/15/2039 |
| 3620AC-6L-3 | GNSF Pool 726375 | | | 2 | 1 | 927,417 | 107.4480 | 930,617 | 866,112 | 926,630 | 0 | (786) | 0 | 0 | 5.000 | 1.900 | MON | 3,609 | 18,044 | 07/13/2010 | 10/15/2039 |
| 3620AK-YB-6 | GNSF Pool# 732506 | | | 2 | 1 | 1,047,995 | 110.0980 | 1,039,482 | 944,140 | 1,047,644 | 0 | (351) | 0 | 0 | 6.000 | 5.090 | MON | 4,721 | 4,721 | 11/04/2010 | 05/15/2040 |
| 3620AM-EE-8 | GNSF Pool # 733733 | | | 2 | 1 | 1,056,683 | 106.8230 | 1,047,968 | 981,036 | 1,055,564 | 0 | (1,119) | 0 | 0 | 5.000 | 1.659 | MON | 4,088 | 17,711 | 08/10/2010 | 06/15/2040 |
| 3620AM-JF-0 | GNSF Pool # 733862 | | | 2 | 1 | 22,009,240 | 104.3330 | 21,463,727 | 20,572,387 | 22,003,302 | 0 | (5,937) | 0 | 0 | 4.500 | 2.717 | MON | 77,146 | 154,293 | 10/21/2010 | 08/15/2040 |
| 3620AQ-2S-1 | GNSF Pool #737085 | | | 2 | 1 | 40,501,462 | 100.9080 | 39,397,870 | 39,043,434 | 40,489,440 | 0 | (12,021) | 0 | 0 | 4.000 | 3.082 | MON | 130,145 | 390,805 | 09/15/2010 | 08/15/2040 |
| 3620C5-4T-1 | GNSF Pool 749734 | | | 2 | 1 | 774,375 | 100.9080 | 756,809 | 750,000 | 774,342 | 0 | (33) | 0 | 0 | 4.000 | 3.758 | MON | 2,500 | 0 | 10/28/2010 | 12/15/2040 |
| 36210B-UM-5 | GNSF Pool # 487588 | | | 2 | 1 | 997,772 | 110.4110 | 1,059,914 | 959,973 | 996,626 | 0 | (317) | 0 | 0 | 6.000 | 4.289 | MON | 4,800 | 57,788 | 02/17/2009 | 04/15/2029 |
| 36211S-JD-0 | GNSF Pool # 521460 | | | 2 | 1 | 50,967 | 115.6880 | 54,797 | 47,366 | 50,860 | 0 | (39) | 0 | 0 | 7.500 | 5.059 | MON | 296 | 3,557 | 02/17/2009 | 01/15/2030 |
| 362205-SH-0 | GNSF Pool # 297620 | | | 2 | 1 | 107,048 | 114.7030 | 113,897 | 99,297 | 106,555 | 0 | (226) | 0 | 0 | 7.500 | 4.719 | MON | 621 | 7,501 | 02/17/2009 | 09/15/2022 |
| 36225A-T3-4 | GNSF Pool # 780570 | | | 2 | 1 | 223,498 | 114.4230 | 235,988 | 206,241 | 222,924 | 0 | (183) | 0 | 0 | 7.000 | 2.644 | MON | 1,203 | 14,437 | 02/17/2009 | 05/15/2027 |
| 36241K-ER-5 | GNSF Pool # 781944 | | | 2 | 1 | 11,464,302 | 106.6200 | 11,910,321 | 11,170,866 | 11,457,212 | 0 | (2,489) | 0 | 0 | 5.000 | 3.771 | MON | 46,545 | 562,324 | 02/17/2009 | 07/01/2035 |
| 36241K-EV-6 | GNSF Pool # 781948 | | | 2 | 1 | 6,807,629 | 112.3430 | 7,290,908 | 6,489,847 | 6,800,550 | 0 | (1,513) | 0 | 0 | 6.500 | 5.176 | MON | 35,153 | 424,802 | 02/17/2009 | 05/15/2035 |
| 36241K-NP-9 | GNSF Pool 782198 | | | 2 | 1 | 8,258,209 | 110.1610 | 8,781,576 | 7,971,598 | 8,252,187 | 0 | (951) | 0 | 0 | 6.000 | 4.489 | MON | 39,858 | 485,599 | 02/17/2009 | 10/15/2037 |
| 36241K-SM-1 | GNSF Pool #782324 | | | 2 | 1 | 5,557,087 | 111.4980 | 5,784,874 | 5,188,312 | 5,548,767 | 0 | (3,215) | 0 | 0 | 7.000 | 3.385 | MON | 30,265 | 365,962 | 02/17/2009 | 05/15/2038 |
| 36241L-AN-6 | GNSF Pool #782713 | | | 2 | 1 | 1,429,729 | 108.1920 | 1,421,375 | 1,313,750 | 1,427,831 | 0 | (1,898) | 0 | 0 | 5.500 | 1.273 | MON | 6,021 | 24,085 | 08/10/2010 | 07/15/2039 |
| 36241L-H2-5 | GNSF Pool #782949 | | | 2 | 1 | 51,736,022 | 106.3850 | 51,619,619 | 48,521,474 | 51,722,536 | 0 | (13,486) | 0 | 0 | 5.000 | 2.073 | MON | 202,173 | 611,753 | 09/23/2010 | 05/15/2040 |
| 36290R-RZ-8 | GNSF Pool # 615304 | | | 2 | 1 | 3,067,154 | 106.7290 | 3,186,504 | 2,985,608 | 3,065,057 | 0 | (706) | 0 | 0 | 5.000 | 3.716 | MON | 12,440 | 149,647 | 02/17/2009 | 07/15/2033 |
| 36290T-3T-4 | GNSF Pool #617410 | | | 2 | 1 | 4,851,744 | 110.1300 | 5,277,644 | 4,792,216 | 4,850,126 | 0 | (232) | 0 | 0 | 6.000 | 5.449 | MON | 23,961 | 287,533 | 04/12/2007 | 02/15/2037 |
| 36290U-KD-7 | GNSF Pool # 617792 | | | 2 | 1 | 2,652,000 | 110.1300 | 2,819,742 | 2,560,387 | 2,650,080 | 0 | (301) | 0 | 0 | 6.000 | 4.496 | MON | 12,802 | 154,070 | 02/17/2009 | 11/15/2037 |
| 36291A-RE-1 | GNSF Pool # 622485 | | | 2 | 1 | 4,622,942 | 111.1920 | 4,956,037 | 4,457,188 | 4,618,946 | 0 | (827) | 0 | 0 | 6.000 | 4.418 | MON | 22,286 | 269,404 | 02/17/2009 | 10/15/2033 |
| 36292L-D5-0 | GNSF Pool # 651824 | | | 2 | 1 | 9,538,630 | 108.2960 | 10,027,601 | 9,259,404 | 9,531,779 | 0 | (2,194) | 0 | 0 | 5.500 | 3.934 | MON | 42,439 | 512,440 | 02/17/2009 | 05/15/2036 |

# 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 | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| CUSIP Identification | Description | 3 Code | 4 Foreign | 5 Bond CHAR | NAIC Designation | Actual Cost | 8 Rate Used to Obtain Fair Value | 9 Fair Value | Par Value | Book/Adjusted Carrying Value | 12 Unrealized Valuation Increase/ (Decrease) | 13 Current Year's (Amortization)/ Accretion | 14 Current Year's Other Than Temporary Impairment Recognized | 15 Total Foreign Exchange Change in B./A.C.V. | 16 Rate of | 17 Effective Rate of | 18 When Paid | 19 Admitted Amount Due & Accrued | 20 Amount Rec. During Year | 21 Acquired | 22 Maturity |
| 36295P-Y2-2 | GNSF Pool #676729 | | | 2 | 1 | 34,164,837 | 104.7700 | 33,793,367 | 32,254,751 | 34,149,935 | 0 | (14,902) | 0 | 0 | 4.500 | 2.976 | MON | 120,955 | 363,398 | 09/10/2010 | 06/15/2040 |
| 36295Q-PB-0 | GNSF Pool# 677318 | | | 2 | 1 | 1,176,669 | 110.7230 | 1,183,733 | 1,069,091 | 1,175,217 | 0 | (1,452) | 0 | 0 | 6.000 | 2.063 | MON | 5,345 | 21,382 | 07/30/2010 | 09/15/2038 |
| 36295Q-VR-8 | GNSF Pool # 677524 | | | 2 | 1 | 461,501 | 110.1300 | 490,691 | 445,558 | 461,166 | 0 | (53) | 0 | 0 | 6.000 | 4.496 | MON | 2,228 | 26,763 | 02/17/2009 | 10/15/2037 |
| 36295Q-VU-1 | GNSF Pool #677527 | | | 2 | 1 | 1,907,579 | 110.1300 | 2,028,235 | 1,841,682 | 1,906,197 | 0 | (217) | 0 | 0 | 6.000 | 4.496 | MON | 9,208 | 111,623 | 02/17/2009 | 11/15/2037 |
| 36295Y-WZ-2 | GNSF Pool # 684764 | | | 2 | 1 | 26,206,928 | 106.3850 | 25,878,710 | 24,325,503 | 26,194,873 | 0 | (12,055) | 0 | 0 | 5.000 | 1.615 | MON | 101,356 | 202,713 | 10/21/2010 | 04/15/2038 |
| 36297F-WP-3 | GNSF Pool #710854 | | | 2 | 1 | 1,014,431 | 107.0730 | 1,001,085 | 934,959 | 1,013,215 | 0 | (1,215) | 0 | 0 | 5.000 | 1.345 | MON | 3,896 | 3,896 | 10/29/2010 | 09/15/2039 |
| 36297K-CH-2 | GNSF Pool # 713872 | | | 2 | 1 | 1,240,109 | 103.9580 | 1,227,982 | 1,181,232 | 1,239,584 | 0 | (525) | 0 | 0 | 4.500 | 3.200 | MON | 4,430 | 22,148 | 07/16/2010 | 09/15/2039 |
| 36297K-ZU-8 | GNSF Pool #714555 | | | 2 | 1 | 44,722,209 | 103.9580 | 44,035,805 | 42,359,351 | 44,713,998 | 0 | (8,215) | 0 | 0 | 4.500 | 3.045 | MON | 158,848 | 476,539 | 09/23/2010 | 06/15/2039 |
| 0299999 - Bonds: U.S. Governments - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | 384,351,461 | XXX | 384,715,138 | 364,218,077 | 384,166,153 | 0 | (147,688) | 0 | 0 | XXX | XXX | XXX | 1,479,642 | 7,895,984 | XXX | XXX |
| 0399999 - Bonds: Subtotals - U.S. Governments | | | | | | 594,698,294 | XXX | 596,183,426 | 572,070,320 | 593,886,287 | 0 | (521,817) | 0 | 0 | XXX | XXX | XXX | 2,303,262 | 10,151,180 | XXX | XXX |
| Bonds: All Other Governments - Issuer Obligations | | | | | | | | | | | | | | | | | | | | | |
| Bonds: All Other Governments - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: All Other Governments - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: All Other Governments - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: All Other Governments - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: All Other Governments - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. States, Territories, Possessions (Direct and Guaranteed) - Issuer Obligations | | | | | | | | | | | | | | | | | | | | | |
| 09088R-LL-8 | Birmingham Ala REF-WTS-SETR A REF-WTS-SE | | | 1 | 1FE | 3,904,719 | 104.9300 | 3,667,304 | 3,495,000 | 3,622,187 | 0 | (151,476) | 0 | 0 | 5.250 | 0.857 | MN | 30,581 | 183,488 | 02/17/2009 | 11/01/2011 |
| 13062R-3U-0 | State of California | | | 1 | 1FE | 13,614,440 | 95.3910 | 13,354,740 | 14,000,000 | 13,638,162 | 0 | 12,769 | 0 | 0 | 5.000 | 5.230 | MS | 233,333 | 700,000 | 02/17/2009 | 03/01/2028 |
| 13063A-JH-8 | State of California CA ST VAR PURP | | | 1 | 1FE | 10,660,705 | 92.1910 | 10,136,400 | 10,995,000 | 10,673,375 | 0 | 7,003 | 0 | 0 | 5.000 | 5.219 | MN | 91,625 | 549,750 | 02/17/2009 | 11/01/2032 |
| 13063B-AR-3 | State of California CA ST | | | 1 | 1FE | 1,002,500 | 94.8040 | 948,040 | 1,000,000 | 1,002,459 | 0 | (41) | 0 | 0 | 5.000 | 4.965 | AO | 12,500 | 25,000 | 07/22/2010 | 10/01/2019 |
| 13063B-FR-8 | State of California CA ST-TXBL-BABS | | | 2 | 1FE | 1,139,760 | 105.7720 | 1,057,720 | 1,000,000 | 1,139,213 | 0 | (547) | 0 | 0 | 7.625 | 6.549 | MS | 25,417 | 31,771 | 08/23/2010 | 03/01/2040 |
| 13077T-KA-4 | CA Statewide Cmntys Dev Auth Sutter Heal | | | 1 | 1FE | 2,050,680 | 100.3770 | 2,007,540 | 2,000,000 | 2,000,000 | 0 | (12,537) | 0 | 0 | 6.000 | 2.825 | FA | 45,333 | 120,000 | 02/17/2009 | 08/15/2016 |
| 13077T-KB-2 | CA Statewide Cmntys Dev Auth Sutter Heal | | | 1 | 1FE | 1,023,810 | 100.3770 | 1,003,770 | 1,000,000 | 1,000,000 | 0 | (6,269) | 0 | 0 | 6.000 | 3.131 | FA | 22,667 | 60,000 | 02/17/2009 | 08/15/2017 |
| 20772F-ZG-8 | State of Connecticut Ser A | | | 1 | 1FE | 5,500,744 | 105.7120 | 5,238,030 | 4,955,000 | 5,181,017 | 0 | (172,110) | 0 | 0 | 5.375 | 1.774 | AO | 56,225 | 266,331 | 02/17/2009 | 04/15/2012 |
| 20772G-4Z-8 | State of Connecticut CT ST | | | 2 | 1FE | 17,359,174 | 101.7120 | 16,009,469 | 15,740,000 | 17,346,731 | 0 | (12,443) | 0 | 0 | 5.632 | 4.804 | JD | 73,873 | 443,238 | 09/22/2010 | 12/01/2029 |
| 246380-7H-6 | State of Delaware DE ST | | | | 1FE | 5,219,827 | 94.0070 | 4,911,866 | 5,225,000 | 5,219,827 | 0 | 0 | 0 | 0 | 3.500 | 3.511 | JJ | 32,003 | 0 | 10/21/2010 | 07/01/2022 |
| 25476A-VE-6 | District of Columbia Ser A | | | | 1FE | 1,085,900 | 102.1430 | 1,021,430 | 1,000,000 | 1,015,874 | 0 | (37,681) | 0 | 0 | 5.500 | 1.659 | JD | 4,583 | 55,000 | 02/17/2009 | 06/01/2011 |
| 341150-A6-7 | Florida State Dept of Transp. FL-RIGHT-O | | | 1 | 1FE | 7,674,005 | 106.3350 | 7,369,016 | 6,930,000 | 7,611,168 | 0 | (60,120) | 0 | 0 | 5.000 | 3.740 | JJ | 173,250 | 208,863 | 12/10/2009 | 07/01/2019 |
| 341150-A7-5 | Florida State Dept of Transp. FL-RIGHT-O | | | 1 | 1FE | 6,972,174 | 105.3720 | 6,675,316 | 6,335,000 | 6,918,915 | 0 | (50,950) | 0 | 0 | 5.000 | 3.820 | JJ | 158,375 | 190,930 | 12/10/2009 | 07/01/2019 |
| 341150-RS-1 | Florida State Dept of Transp. SER A | | | 1 | 1FE | 20,036 | 100.1910 | 20,038 | 20,000 | 20,025 | 0 | (6) | 0 | 0 | 5.000 | 4.960 | JJ | 500 | 1,000 | 02/17/2009 | 07/01/2014 |
| 341422-T9-4 | Florida St Brd Ed Cap Outlay REF-PUB ED- | SD | | 1 | 1FE | 217,970 | 103.0380 | 206,076 | 200,000 | 204,958 | 0 | (7,010) | 0 | 0 | 5.500 | 1.898 | JD | 917 | 11,000 | 02/17/2009 | 06/01/2011 |
| 341422-T9-4 | Florida St Brd Ed Cap Outlay REF-PUB ED- | | | 1 | 1FE | 5,122,295 | 103.0380 | 4,842,786 | 4,700,000 | 4,816,505 | 0 | (164,727) | 0 | 0 | 5.500 | 1.898 | JD | 21,542 | 258,500 | 02/17/2009 | 06/01/2011 |
| 341535-RM-6 | Florida State Board Of Educati Cap Outla | | | 1 | 1FE | 13,454,788 | 100.2310 | 13,506,127 | 13,475,000 | 13,456,551 | 0 | 408 | 0 | 0 | 5.000 | 5.010 | JD | 56,146 | 673,750 | 02/17/2009 | 06/01/2034 |
| 373384-PN-0 | State of Georgia GA ST | | | | 1FE | 11,821,500 | 116.1570 | 11,615,700 | 10,000,000 | 11,805,667 | 0 | (15,833) | 0 | 0 | 5.000 | 2.820 | JJ | 250,000 | 0 | 11/22/2010 | 07/01/2020 |
| 452151-6W-8 | State of Illinois IL ST | | | 1 | 1FE | 1,049,960 | 97.5500 | 975,500 | 1,000,000 | 1,047,472 | 0 | (2,488) | 0 | 0 | 5.000 | 4.233 | AO | 12,500 | 25,000 | 07/13/2010 | 04/01/2018 |
| 452151-A2-9 | State of Illinois IL ST SER A | | | 1 | 1FE | 4,776,266 | 88.8270 | 4,197,076 | 4,725,000 | 4,765,891 | 0 | (5,842) | 0 | 0 | 5.000 | 4.830 | JD | 19,688 | 236,250 | 02/17/2009 | 12/01/2016 |
| 452152-GS-4 | State of Illinois ILLINOIS-BABS | | | 2 | 1FE | 3,207,780 | 98.4390 | 2,953,170 | 3,000,000 | 3,206,739 | 0 | (1,041) | 0 | 0 | 7.350 | 6.770 | JJ | 98,000 | 0 | 08/23/2010 | 07/01/2035 |
| 546415-ZQ-6 | Louisiana State LA ST-REF-A | | | | 1FE | 4,541,160 | 109.9530 | 4,398,120 | 4,000,000 | 4,538,035 | 0 | (3,125) | 0 | 0 | 5.000 | 3.501 | MN | 43,333 | 0 | 11/30/2010 | 11/15/2021 |
| 575827-3X-6 | Massachusetts State Cons LN-Ser C | | | | 1FE | 8,903,760 | 104.6780 | 8,374,240 | 8,000,000 | 8,300,807 | 0 | (324,009) | 0 | 0 | 5.500 | 1.358 | JD | 36,667 | 440,000 | 02/17/2009 | 12/01/2011 |
| 57582N-S8-9 | Massachusetts State MA ST-CONS LN-A | | | 1 | 1FE | 646,950 | 110.9860 | 632,620 | 570,000 | 624,346 | 0 | (12,207) | 0 | 0 | 5.000 | 2.572 | MS | 9,500 | 28,500 | 02/17/2009 | 03/01/2015 |
| 57582P-WH-9 | Massachusetts State SER D | | | 2 | 1FE | 23,657,000 | 92.5240 | 23,131,000 | 25,000,000 | 23,667,428 | 0 | 10,428 | 0 | 0 | 4.500 | 4.915 | FA | 390,625 | 0 | 09/16/2010 | 08/01/2031 |
| 586145-JY-1 | City of Memphis TN REF-GEN IMPT | | | | 1FE | 5,477,450 | 104.1170 | 5,205,850 | 5,000,000 | 5,149,256 | 0 | (176,563) | 0 | 0 | 5.250 | 1.627 | MN | 43,750 | 262,500 | 02/17/2009 | 11/01/2011 |
| 594610-2H-9 | State of Michigan MI ST-A-ENVI MI ST-A-E | | | 1 | 1FE | 3,913,895 | 108.8200 | 3,971,930 | 3,650,000 | 3,867,968 | 0 | (25,065) | 0 | 0 | 5.000 | 4.050 | MN | 30,417 | 182,500 | 02/17/2009 | 05/01/2018 |
| 594610-A8-0 | Michigan State Ref | | | | 1FE | 10,982,700 | 107.5040 | 10,750,400 | 10,000,000 | 10,508,827 | 0 | (256,020) | 0 | 0 | 5.250 | 2.514 | JD | 43,750 | 525,000 | 02/17/2009 | 12/01/2012 |
| 594610-WC-7 | State of Michigan MI ST-A-ENVI MI ST-REF | | | | 1FE | 1,261,523 | 113.8260 | 1,223,630 | 1,075,000 | 1,247,604 | 0 | (13,919) | 0 | 0 | 5.500 | 2.050 | JD | 4,927 | 29,563 | 07/27/2010 | 12/01/2015 |
| 604128-2D-9 | State of Minnesota | | | | 1FE | 15,197,882 | 103.4990 | 14,334,612 | 13,850,000 | 14,239,079 | 0 | (514,826) | 0 | 0 | 5.000 | 1.215 | AO | 173,125 | 692,500 | 02/17/2009 | 10/01/2011 |

# 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 | 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 |
| 604129-VW-3 | State of Minnesota MN ST-RF-D-ST VAR PUR | | | 1 | 1FE | 38,804,878 | 112.6410 | 36,354,883 | 32,275,000 | 38,654,789 | 0 | (150,089) | 0 | 0 | 5.000 | 2.651 | FA | 412,403 | 0 | 09/09/2010 | 08/01/2020 |
| 605580-5W-5 | State of Mississippi MS PUB FACS-TXB-F-B | | | | 1FE | 5,000,000 | 95.0710 | 4,753,550 | 5,000,000 | 5,000,000 | 0 | 0 | 0 | 0 | 4.681 | 4.681 | MN | 33,157 | 0 | 10/21/2010 | 11/01/2025 |
| 646039-FV-4 | New Jersey State MBIA-IBC | | | | 1FE | 5,932,133 | 106.8310 | 5,608,628 | 5,250,000 | 5,537,873 | 0 | (212,054) | 0 | 0 | 5.750 | 1.577 | MN | 50,313 | 301,875 | 02/17/2009 | 05/01/2012 |
| 646039-RB-5 | State of New Jersey NEW JERSEY | | | | 1FE | 4,727,480 | 112.6470 | 4,505,880 | 4,000,000 | 4,672,605 | 0 | (52,009) | 0 | 0 | 5.250 | 3.350 | FA | 87,500 | 238,583 | 12/07/2009 | 08/01/2021 |
| 646039-RU-3 | State of New Jersey NJ ST-VAR PURP | | | 1 | 1FE | 14,151,497 | 116.4010 | 14,777,107 | 12,695,000 | 14,018,377 | 0 | (127,990) | 0 | 0 | 5.000 | 3.556 | JD | 52,896 | 606,539 | 12/08/2009 | 06/01/2019 |
| 646039-TA-5 | State of New Jersey NEW JERSEY-REF-Q | | | | 1FE | 5,608,750 | 109.6670 | 5,483,350 | 5,000,000 | 5,604,170 | 0 | (4,580) | 0 | 0 | 5.000 | 3.616 | FA | 54,167 | 0 | 11/22/2010 | 08/15/2021 |
| 658256-B4-3 | State of North Carolina NC ST-REF-A | | | | 1FE | 5,946,650 | 116.2550 | 5,812,750 | 5,000,000 | 5,938,336 | 0 | (8,314) | 0 | 0 | 5.000 | 2.450 | MS | 83,333 | 0 | 11/29/2010 | 03/01/2019 |
| 677520-PR-3 | State of Ohio OHIO-SER D | | | | 1FE | 223,965 | 115.5890 | 236,957 | 205,000 | 219,353 | 0 | (2,226) | 0 | 0 | 5.000 | 3.630 | MS | 3,018 | 10,250 | 11/14/2008 | 09/15/2016 |
| 70914P-JP-8 | Commonwealth of Pennsylvania PA 1ST SER | | | 1 | 1FE | 5,424,400 | 103.0810 | 5,154,050 | 5,000,000 | 5,379,347 | 0 | (38,431) | 0 | 0 | 5.000 | 3.910 | MS | 73,611 | 250,000 | 10/22/2009 | 03/15/2019 |
| 70914P-KD-3 | Commonwealth of Pennsylvania PA ST-2ND S | | | 1 | 1FE | 11,046,294 | 108.6140 | 10,557,281 | 9,720,000 | 10,917,108 | 0 | (123,476) | 0 | 0 | 5.000 | 3.290 | AO | 102,600 | 486,000 | 12/09/2009 | 04/15/2019 |
| 70914P-LZ-3 | Commonwealth of Pennsylvania PA TXB-B-BA | | | | 1FE | 9,946,764 | 101.6390 | 9,376,198 | 9,225,000 | 9,931,919 | 0 | (14,845) | 0 | 0 | 4.550 | 3.638 | FA | 158,568 | 0 | 09/22/2010 | 02/15/2021 |
| 880541-MU-8 | State of Tennessee TN ST-SER C TN ST-SER | | | 1 | 1FE | 5,502,050 | 105.5480 | 5,277,400 | 5,000,000 | 5,447,229 | 0 | (52,642) | 0 | 0 | 5.000 | 3.601 | MN | 41,667 | 218,750 | 12/02/2009 | 05/01/2018 |
| 880541-MW-4 | State of Tennessee TN ST-SER C TN ST-SER | | | 1 | 1FE | 2,173,680 | 104.3890 | 2,087,780 | 2,000,000 | 2,154,830 | 0 | (18,100) | 0 | 0 | 5.000 | 3.781 | MN | 16,667 | 87,500 | 12/02/2009 | 05/01/2018 |
| 882721-2N-2 | Texas State Trans. TX WTR FIN ASST-A | | | 1 | 1FE | 6,534,360 | 104.3870 | 6,263,220 | 6,000,000 | 6,478,679 | 0 | (53,435) | 0 | 0 | 5.000 | 3.780 | FA | 125,000 | 300,000 | 12/10/2009 | 08/01/2018 |
| 882721-S5-3 | Texas State Trans. TX TRN COMMN-MOBILITY | | | 1 | 1FE | 7,676,765 | 102.3420 | 7,726,821 | 7,550,000 | 7,655,318 | 0 | (11,906) | 0 | 0 | 5.000 | 4.770 | AO | 94,375 | 377,500 | 02/17/2009 | 04/01/2018 |
| 882721-S7-9 | Texas State Trans. TX TRN COMMN-MOBILITY | | | 1 | 1FE | 20,823,000 | 97.1430 | 19,428,600 | 20,000,000 | 20,719,200 | 0 | (83,383) | 0 | 0 | 4.750 | 4.170 | AO | 237,500 | 950,000 | 09/28/2009 | 04/01/2018 |
| 882722-CX-7 | Texas State Trans. TX ST WTR ASSIST | | | 1 | 1FE | 3,267,180 | 104.3870 | 3,131,610 | 3,000,000 | 3,239,340 | 0 | (26,718) | 0 | 0 | 5.000 | 3.780 | FA | 62,500 | 150,000 | 12/10/2009 | 08/01/2018 |
| 882722-HU-8 | Texas State Trans. TX ST WTR ASSIST | | | 1 | 1FE | 5,291,950 | 100.8640 | 5,043,200 | 5,000,000 | 5,265,488 | 0 | (25,007) | 0 | 0 | 5.000 | 4.255 | FA | 104,167 | 250,000 | 12/03/2009 | 08/01/2019 |
| 93974B-2W-1 | State of Washington WASHINGTON-VAR PURP- | | | 1 | 1FE | 10,767,400 | 102.9440 | 10,294,400 | 10,000,000 | 10,680,817 | 0 | (83,156) | 0 | 0 | 5.000 | 3.880 | JJ | 250,000 | 500,000 | 12/10/2009 | 01/01/2018 |
| 93974B-4A-7 | State of Washington WASHINGTON-SER D | | | 1 | 1FE | 12,314,943 | 100.8520 | 11,819,854 | 11,720,000 | 12,254,646 | 0 | (51,352) | 0 | 0 | 5.000 | 4.239 | JJ | 293,000 | 364,000 | 11/22/2010 | 01/01/2018 |
| 93974B-Q3-9 | State of Washington WASHINGTON WASHINGTO | | | 1 | 1FE | 4,035,160 | 101.1330 | 4,045,320 | 4,000,000 | 4,028,664 | 0 | (3,667) | 0 | 0 | 5.000 | 4.870 | JJ | 100,000 | 200,000 | 02/17/2009 | 07/01/2017 |
| 93974C-GJ-3 | State of Washington WA ST-VAR PURP-E | | | 1 | 1FE | 5,491,250 | 104.9770 | 5,248,850 | 5,000,000 | 5,443,211 | 0 | (46,097) | 0 | 0 | 5.000 | 3.720 | FA | 104,167 | 250,000 | 12/10/2009 | 02/01/2019 |
| 93974C-LN-8 | State of Washington WA ST-MTR VEHICLE FU | | | 1 | 1FE | 12,743,377 | 101.0740 | 11,891,356 | 11,765,000 | 12,639,115 | 0 | (83,819) | 0 | 0 | 5.000 | 3.970 | FA | 245,104 | 593,152 | 09/24/2009 | 08/01/2019 |
| 93974C-TS-9 | State of Washington WASHINGTON ST-B | | | | 1FE | 16,100,815 | 111.3390 | 15,670,964 | 14,075,000 | 16,087,882 | 0 | (12,932) | 0 | 0 | 5.000 | 3.371 | JJ | 181,802 | 0 | 11/29/2010 | 07/01/2021 |
| 97705L-DT-1 | Wisconsin State PREREF Ser. D | | | 1 | 1FE | 632,264 | 101.6680 | 589,674 | 580,000 | 587,978 | 0 | (23,774) | 0 | 0 | 5.300 | 1.150 | MN | 5,123 | 30,740 | 02/17/2009 | 05/01/2011 |
| 97705L-RT-6 | Wisconsin State WI ST SER C WI ST SER C | | | 1 | 1FE | 5,193,049 | 102.6790 | 5,133,949 | 5,000,000 | 5,144,904 | 0 | (16,327) | 0 | 0 | 5.000 | 4.531 | MN | 41,664 | 249,999 | 11/16/2007 | 05/01/2018 |
| 1199999 - Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations | | | | | | 416,821,407 | XXX | 400,013,148 | 386,000,000 | 411,537,264 | 0 | (3,322,576) | 0 | 0 | XXX | XXX | XXX | 5,209,454 | 12,615,322 | XXX | XXX |
| Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. States, Territories and Possession (Direct and Guaranteed) - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Commercial Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| 1799999 - Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) | | | | | | 416,821,407 | XXX | 400,013,148 | 386,000,000 | 411,537,264 | 0 | (3,322,576) | 0 | 0 | XXX | XXX | XXX | 5,209,454 | 12,615,322 | XXX | XXX |
| U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations | | | | | | | | | | | | | | | | | | | | | |
| 088281-BG-4 | 'County of Bexar TX BEXAR CNTY BEXAR CNT | | | 2 | 1FE | 10,000,000 | 104.8560 | 10,485,600 | 10,000,000 | 10,000,000 | 0 | 0 | 0 | 0 | 6.628 | 6.628 | JD | 29,458 | 662,800 | 08/14/2009 | 06/15/2039 |
| 099642-EW-6 | Bordentown Regional School Dis BORDENTOW | | | | 1FE | 620,256 | 98.3360 | 614,600 | 625,000 | 620,579 | 0 | 323 | 0 | 0 | 3.250 | 3.340 | MS | 6,771 | 9,536 | 03/02/2010 | 03/01/2020 |
| 099642-EX-4 | Bordentown Regional School Dis BORDENTOW | | | 1 | 1FE | 703,507 | 99.2270 | 694,589 | 700,000 | 703,261 | 0 | (246) | 0 | 0 | 3.500 | 3.440 | MS | 8,167 | 11,501 | 03/02/2010 | 03/01/2020 |
| 099642-EY-2 | Bordentown Regional School Dis BORDENTOW | | | 1 | 1FE | 747,083 | 97.9020 | 734,265 | 750,000 | 747,236 | 0 | 154 | 0 | 0 | 3.500 | 3.540 | MS | 8,750 | 12,323 | 03/02/2010 | 03/01/2022 |

# 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 | 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 |
| 099642-EZ-9 | Bordentown Regional School Dis BORDENTOW | | | 1 | 1FE | 739,208 | 95.8880 | 719,160 | 750,000 | 739,733 | 0 | 526 | 0 | 0 | 3.500 | 3.640 | MS | 8,750 | 12,323 | 03/02/2010 | 03/01/2023 |
| 099642-FA-3 | Bordentown Regional School Dis BORDENTOW | | | 1 | 1FE | 730,545 | 94.6510 | 709,883 | 750,000 | 731,406 | 0 | 861 | 0 | 0 | 3.500 | 3.740 | MS | 8,750 | 12,323 | 03/02/2010 | 03/01/2024 |
| 099642-FB-1 | Bordentown Regional School Dis BORDENTOW | | | 1 | 1FE | 720,201 | 93.0350 | 696,832 | 749,000 | 721,360 | 0 | 1,159 | 0 | 0 | 3.500 | 3.840 | MS | 8,738 | 12,306 | 03/02/2010 | 03/01/2025 |
| 119677-CU-4 | City of Buffalo NY BUFFALO-IMPT-A1 | | | | 1FE | 1,136,210 | 111.6360 | 1,116,360 | 1,000,000 | 1,128,309 | 0 | (7,901) | 0 | 0 | 5.000 | 2.751 | AO | 12,500 | 9,722 | 07/27/2010 | 04/01/2017 |
| 167485-5R-8 | Chicago, Illinois CHICAGO-A | | | 1 | 1FE | 5,398,400 | 95.8240 | 4,791,200 | 5,000,000 | 5,384,613 | 0 | (13,787) | 0 | 0 | 5.250 | 3.980 | JJ | 131,250 | 0 | 09/09/2010 | 01/01/2018 |
| 167486-HA-0 | Chicago, Illinois REF-PJS-SER A | | | | 1FE | 1,146,840 | 107.0930 | 1,070,930 | 1,000,000 | 1,139,437 | 0 | (7,403) | 0 | 0 | 5.000 | 2.793 | JJ | 25,000 | 0 | 07/28/2010 | 01/01/2018 |
| 167501-WD-3 | Chicago Ill Board of Ed Chicago Sch Refo | | | | 1FE | 423,696 | 104.8690 | 419,476 | 400,000 | 421,056 | 0 | (1,453) | 0 | 0 | 5.250 | 4.630 | JD | 1,750 | 21,000 | 02/17/2009 | 12/01/2021 |
| 167560-JL-6 | Chicago Metropolitan Water Rec CAP IMPT- | | | 1 | 1FE | 7,456,475 | 108.8950 | 7,078,175 | 6,500,000 | 6,990,069 | 0 | (250,655) | 0 | 0 | 5.375 | 1.375 | JD | 29,115 | 349,375 | 02/17/2009 | 12/01/2012 |
| 167560-KG-5 | Chicago Metropolitan Water Rec CHICAGO W | | | 1 | 1FE | 10,667,100 | 101.8230 | 10,182,300 | 10,000,000 | 10,557,361 | 0 | (90,904) | 0 | 0 | 5.000 | 3.850 | JD | 41,667 | 500,000 | 10/07/2009 | 06/01/2016 |
| 180847-SQ-9 | Clark County NV | | | 1 | 1FE | 214,056 | 101.7910 | 203,582 | 200,000 | 202,613 | 0 | (6,176) | 0 | 0 | 5.500 | 2.327 | JD | 917 | 11,000 | 02/17/2009 | 06/01/2011 |
| 181059-LZ-7 | Clark County School District CLARK CNTY | | | 1 | 1FE | 12,838,211 | 102.2960 | 13,124,577 | 12,830,000 | 12,837,488 | 0 | (702) | 0 | 0 | 5.000 | 4.990 | JD | 28,511 | 641,500 | 02/17/2009 | 12/15/2017 |
| 181059-MT-0 | Clark County School District CLARK SD TA | | | 1 | 1FE | 15,009,600 | 102.2960 | 15,344,400 | 15,000,000 | 15,008,754 | 0 | (821) | 0 | 0 | 5.000 | 4.990 | JD | 33,333 | 750,000 | 02/17/2009 | 12/15/2017 |
| 181059-MU-7 | Clark County School District CLARK SD TA | | | 1 | 1FE | 9,885,200 | 101.5230 | 10,152,300 | 10,000,000 | 9,894,009 | 0 | 4,420 | 0 | 0 | 5.000 | 5.100 | JD | 22,222 | 500,000 | 02/17/2009 | 06/15/2026 |
| 181059-PE-0 | Clark County School District CLARK SD-A- | | | 1 | 1FE | 5,373,675 | 107.7530 | 5,387,650 | 5,000,000 | 5,299,770 | 0 | (33,812) | 0 | 0 | 5.000 | 4.060 | JD | 11,111 | 250,000 | 02/17/2009 | 06/15/2018 |
| 184062-CN-5 | Clayton Boro School District CLAYTON BOR | | | | 1FE | 104,109 | 101.6170 | 101,617 | 100,000 | 101,726 | 0 | (2,383) | 0 | 0 | 3.250 | 0.650 | MS | 1,083 | 1,923 | 01/13/2010 | 09/01/2011 |
| 184062-CP-0 | Clayton Boro School District CLAYTON BOR | | | | 1FE | 106,006 | 103.4410 | 103,441 | 100,000 | 103,878 | 0 | (2,128) | 0 | 0 | 3.250 | 0.900 | MS | 1,083 | 1,923 | 01/13/2010 | 09/01/2012 |
| 184062-CQ-8 | Clayton Boro School District CLAYTON BOR | | | | 1FE | 107,184 | 104.6770 | 104,677 | 100,000 | 105,363 | 0 | (1,821) | 0 | 0 | 3.250 | 1.200 | MS | 1,083 | 1,923 | 01/13/2010 | 09/01/2013 |
| 184062-CR-6 | Clayton Boro School District CLAYTON BOR | | | | 1FE | 107,505 | 105.2230 | 105,223 | 100,000 | 106,036 | 0 | (1,469) | 0 | 0 | 3.250 | 1.550 | MS | 1,083 | 1,923 | 01/13/2010 | 09/01/2014 |
| 184062-CS-4 | Clayton Boro School District CLAYTON BOR | | | | 1FE | 314,411 | 105.3360 | 310,741 | 295,000 | 311,350 | 0 | (3,061) | 0 | 0 | 3.250 | 2.000 | MS | 3,196 | 5,673 | 01/13/2010 | 09/01/2015 |
| 184062-CT-2 | Clayton Boro School District CLAYTON BOR | | | | 1FE | 318,438 | 104.5900 | 319,000 | 305,000 | 316,688 | 0 | (1,750) | 0 | 0 | 3.250 | 2.520 | MS | 3,304 | 5,865 | 01/13/2010 | 09/01/2016 |
| 184062-CU-9 | Clayton Boro School District CLAYTON BOR | | | | 1FE | 334,484 | 103.1540 | 335,251 | 325,000 | 333,439 | 0 | (1,044) | 0 | 0 | 3.250 | 2.820 | MS | 3,521 | 6,249 | 01/13/2010 | 09/01/2017 |
| 184062-CV-7 | Clayton Boro School District CLAYTON BOR | | | | 1FE | 350,700 | 102.9910 | 350,169 | 340,000 | 349,686 | 0 | (1,014) | 0 | 0 | 3.500 | 3.080 | MS | 3,967 | 7,041 | 01/13/2010 | 09/01/2018 |
| 184062-CW-5 | Clayton Boro School District CLAYTON BOR | | | | 1FE | 368,032 | 102.9460 | 365,458 | 355,000 | 366,955 | 0 | (1,077) | 0 | 0 | 3.750 | 3.300 | MS | 4,438 | 7,877 | 01/13/2010 | 09/01/2019 |
| 184062-CX-3 | Clayton Boro School District CLAYTON BOR | | | | 1FE | 380,097 | 101.4650 | 375,421 | 370,000 | 379,364 | 0 | (733) | 0 | 0 | 3.750 | 3.440 | MS | 4,625 | 8,209 | 01/13/2010 | 09/01/2020 |
| 184062-CY-1 | Clayton Boro School District CLAYTON BOR | | | 1 | 1FE | 394,072 | 100.7070 | 392,757 | 390,000 | 393,787 | 0 | (284) | 0 | 0 | 3.750 | 3.630 | MS | 4,875 | 8,653 | 01/13/2010 | 09/01/2020 |
| 184062-CZ-8 | Clayton Boro School District CLAYTON BOR | | | 1 | 1FE | 411,771 | 99.5100 | 407,991 | 410,000 | 411,656 | 0 | (115) | 0 | 0 | 3.750 | 3.700 | MS | 5,125 | 9,097 | 01/13/2010 | 09/01/2020 |
| 184062-DA-2 | Clayton Boro School District CLAYTON BOR | | | 1 | 1FE | 438,557 | 100.4900 | 432,107 | 430,000 | 437,952 | 0 | (605) | 0 | 0 | 4.000 | 3.770 | MS | 5,733 | 10,177 | 01/13/2010 | 09/01/2020 |
| 184062-DB-0 | Clayton Boro School District CLAYTON BOR | | | 1 | 1FE | 456,201 | 99.6620 | 448,479 | 450,000 | 455,770 | 0 | (431) | 0 | 0 | 4.000 | 3.840 | MS | 6,000 | 10,650 | 01/13/2010 | 09/01/2020 |
| 184062-DC-8 | Clayton Boro School District CLAYTON BOR | | | 1 | 1FE | 478,662 | 98.8470 | 469,523 | 475,000 | 478,417 | 0 | (246) | 0 | 0 | 4.000 | 3.910 | MS | 6,333 | 11,242 | 01/13/2010 | 09/01/2020 |
| 184062-DD-6 | Clayton Boro School District CLAYTON BOR | | | 1 | 1FE | 495,832 | 97.9980 | 485,090 | 495,000 | 495,791 | 0 | (40) | 0 | 0 | 4.000 | 3.980 | MS | 6,600 | 11,715 | 01/13/2010 | 09/01/2020 |
| 184062-DE-4 | Clayton Boro School District CLAYTON BOR | | | 1 | 1FE | 516,734 | 97.4400 | 506,688 | 520,000 | 516,876 | 0 | 142 | 0 | 0 | 4.000 | 4.050 | MS | 6,933 | 12,307 | 01/13/2010 | 09/01/2027 |
| 184062-DF-1 | Clayton Boro School District CLAYTON BOR | | | 1 | 1FE | 536,542 | 96.2490 | 524,557 | 545,000 | 536,851 | 0 | 310 | 0 | 0 | 4.000 | 4.120 | MS | 7,267 | 12,898 | 01/13/2010 | 09/01/2028 |
| 184062-DG-9 | Clayton Boro School District CLAYTON BOR | | | 1 | 1FE | 560,476 | 95.6140 | 549,781 | 575,000 | 560,954 | 0 | 478 | 0 | 0 | 4.000 | 4.190 | MS | 7,667 | 13,608 | 01/13/2010 | 09/01/2029 |
| 184062-DH-7 | Clayton Boro School District CLAYTON BOR | | | 1 | 1FE | 578,730 | 94.2010 | 565,206 | 600,000 | 579,369 | 0 | 639 | 0 | 0 | 4.000 | 4.260 | MS | 8,000 | 14,200 | 01/13/2010 | 09/01/2030 |
| 184062-DJ-3 | Clayton Boro School District CLAYTON BOR | | | 1 | 1FE | 611,976 | 95.0480 | 598,802 | 630,000 | 612,484 | 0 | 508 | 0 | 0 | 4.125 | 4.330 | MS | 8,663 | 15,376 | 01/13/2010 | 09/01/2031 |

# 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 | 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 |
| 184062-DK-0 | Clayton Boro School District CLAYTON BOR | | | 1 | 1FE | 650,782 | 95.6890 | 636,332 | 665,000 | 651,164 | 0 | 381 | 0 | 0 | 4.250 | 4.400 | MS | 9,421 | 16,722 | 01/13/2010 | 09/01/2032 |
| 184062-DL-8 | Clayton Boro School District CLAYTON BOR | | | 1 | 1FE | 685,409 | 96.5060 | 670,717 | 695,000 | 685,662 | 0 | 253 | 0 | 0 | 4.375 | 4.470 | MS | 10,135 | 17,990 | 01/13/2010 | 09/01/2033 |
| 184062-DM-6 | Clayton Boro School District CLAYTON BOR | | | 1 | 1FE | 728,818 | 96.0040 | 717,150 | 747,000 | 729,239 | 0 | 421 | 0 | 0 | 4.375 | 4.540 | MS | 10,894 | 19,336 | 01/13/2010 | 09/01/2034 |
| 194738-L4-0 | Collin County TX COLLIN-REF-PE | | | 1 | 1FE | 1,305,914 | 107.4120 | 1,326,538 | 1,235,000 | 1,281,023 | 0 | (10,077) | 0 | 0 | 5.000 | 4.010 | FA | 23,328 | 61,750 | 06/03/2008 | 02/15/2015 |
| 199491-P4-7 | City of Columbus OH COLUMBUS-VAR PURP-B | | | | 1FE | 1,178,560 | 115.5930 | 1,155,930 | 1,000,000 | 1,167,198 | 0 | (11,362) | 0 | 0 | 5.000 | 1.751 | JD | 4,167 | 15,139 | 07/30/2010 | 06/01/2016 |
| 199820-TF-8 | Comal TX Indep Sch Dist | | | 1 | 1FE | 5,466,239 | 100.7190 | 5,443,862 | 5,405,000 | 5,444,829 | 0 | (11,733) | 0 | 0 | 5.000 | 4.740 | FA | 112,604 | 270,250 | 02/17/2009 | 02/01/2014 |
| 213185-AB-7 | Cook County, IL Unrefunded Bal-Ser A | | | 1 | 1FE | 1,367,784 | 101.7860 | 1,369,022 | 1,345,000 | 1,348,937 | 0 | (10,299) | 0 | 0 | 5.125 | 4.322 | MN | 8,808 | 68,931 | 02/17/2009 | 05/15/2011 |
| 213185-EE-7 | County of Cook IL COOK CNTY-REF-G | | | 1 | 1FE | 1,082,270 | 97.1180 | 971,180 | 1,000,000 | 1,080,842 | 0 | (1,428) | 0 | 0 | 5.000 | 4.000 | MN | 10,556 | 0 | 09/17/2010 | 11/15/2020 |
| 215777-JF-1 | Cook County Township High Scho COOK CNTY | | | 1 | 1FE | 2,147,560 | 104.0470 | 2,132,964 | 2,050,000 | 2,131,021 | 0 | (9,070) | 0 | 0 | 5.000 | 4.370 | JD | 8,542 | 102,500 | 02/17/2009 | 06/01/2018 |
| 228129-G3-0 | Crowley TX Indept Schl Dist REF-Sch Bldg | | | | 1FE | 7,363,258 | 104.2660 | 7,413,313 | 7,110,000 | 7,344,991 | 0 | (10,041) | 0 | 0 | 5.000 | 4.698 | FA | 148,125 | 355,500 | 02/17/2009 | 08/01/2026 |
| 232760-C9-7 | Cypress-Fairbanks Independent CYPRESS ET | | | 1 | 1FE | 15,367,050 | 103.4830 | 15,522,450 | 15,000,000 | 15,292,716 | 0 | (40,499) | 0 | 0 | 5.000 | 4.630 | FA | 283,333 | 750,000 | 02/17/2009 | 02/15/2017 |
| 235219-CQ-3 | Dallas Texas DALLAS TX | | | | 1FE | 7,219,107 | 111.6950 | 7,036,785 | 6,300,000 | 7,212,887 | 0 | (6,220) | 0 | 0 | 5.000 | 3.304 | FA | 37,625 | 0 | 11/29/2010 | 02/15/2021 |
| 235308-HP-1 | Dallas TX ISD REF-Ser.-A | | | 1 | 1FE | 6,286,667 | 101.2520 | 6,257,374 | 6,180,000 | 6,253,290 | 0 | (18,184) | 0 | 0 | 5.000 | 4.640 | FA | 116,733 | 309,000 | 02/17/2009 | 08/15/2014 |
| 251129-2B-7 | Detroit MI City Sch Dist UNREFD BAL SER | | | 1 | 1FE | 2,970,414 | 103.6600 | 2,824,735 | 2,725,000 | 2,829,504 | 0 | (76,130) | 0 | 0 | 5.500 | 2.555 | MN | 24,979 | 149,875 | 02/17/2009 | 05/01/2012 |
| 263021-DN-4 | DuPage Cnty IL Sch Dist Zero's - Cap App | @ | | | 1FE | 841,314 | 87.9270 | 905,648 | 1,030,000 | 896,570 | 0 | 29,951 | 0 | 0 | 0.000 | 3.427 | MAT | 0 | 0 | 02/17/2009 | 02/01/2015 |
| 263021-DP-9 | DuPage Cnty IL Sch Dist Zero's - Cap App | @ | | | 1FE | 817,719 | 83.7630 | 879,512 | 1,050,000 | 874,645 | 0 | 30,882 | 0 | 0 | 0.000 | 3.627 | MAT | 0 | 0 | 02/17/2009 | 02/01/2016 |
| 280515-YD-3 | Edgewood TX Indpt Sch Dist Ser A | | | 1 | 1FE | 5,250,232 | 100.4670 | 5,224,284 | 5,200,000 | 5,232,776 | 0 | (9,520) | 0 | 0 | 5.000 | 4.780 | FA | 98,222 | 260,000 | 02/17/2009 | 02/15/2014 |
| 283734-MW-8 | City of El Paso TX EL PASO-BAB EL PASO-B | | | 1 | 1FE | 2,500,000 | 103.8950 | 2,597,375 | 2,500,000 | 2,500,000 | 0 | 0 | 0 | 0 | 6.013 | 6.013 | FA | 56,789 | 125,688 | 09/25/2009 | 08/15/2029 |
| 34153P-BC-1 | Florida State Board of Educati FL BRD ED | | | 1 | 1FE | 20,732,000 | 95.5720 | 19,114,400 | 20,000,000 | 20,643,202 | 0 | (72,408) | 0 | 0 | 4.750 | 4.240 | JD | 79,167 | 950,000 | 09/29/2009 | 06/01/2018 |
| 34153P-ND-6 | Florida State Board of Educati FL BOE-RF | | | | 1FE | 4,595,490 | 117.6230 | 4,575,535 | 3,890,000 | 4,590,429 | 0 | (5,061) | 0 | 0 | 5.500 | 2.450 | JD | 17,829 | 0 | 12/08/2010 | 06/01/2017 |
| 34153P-PU-6 | Florida State Board of Educati FL BOE PE | | | 1 | 1FE | 10,000,000 | 95.9470 | 9,594,700 | 10,000,000 | 10,000,000 | 0 | 0 | 0 | 0 | 5.750 | 5.750 | JD | 47,917 | 575,000 | 10/01/2009 | 06/01/2039 |
| 34153P-VC-9 | Florida State Board of Educati | | | | 1FE | 1,853,207 | 110.3270 | 1,803,846 | 1,635,000 | 1,851,513 | 0 | (1,694) | 0 | 0 | 5.000 | 3.474 | JD | 6,813 | 7,494 | 11/22/2010 | 06/01/2021 |
| 358802-A2-2 | Frisco TX Indpt Schl Distr Sch Bldg- A | | | 1 | 1FE | 5,410,227 | 100.6260 | 5,398,585 | 5,365,000 | 5,396,034 | 0 | (7,863) | 0 | 0 | 5.000 | 4.820 | JJ | 123,693 | 268,250 | 02/17/2009 | 07/15/2014 |
| 358802-YH-3 | Frisco TX Indpt Schl Distr Ref-sch Bldg | | | 1 | 1FE | 8,928,444 | 103.2250 | 8,928,963 | 8,650,000 | 8,841,204 | 0 | (47,506) | 0 | 0 | 5.250 | 4.581 | FA | 171,558 | 454,125 | 02/17/2009 | 08/15/2014 |
| 360046-09-0 | Fulton County GA FULTON CNTY | | | 2 | 1FE | 6,078,600 | 92.3730 | 5,542,380 | 6,000,000 | 6,077,807 | 0 | (793) | 0 | 0 | 5.148 | 5.059 | JJ | 78,936 | 0 | 09/28/2010 | 07/01/2039 |
| 378280-RM-5 | City of Glendale AZ | | | 1 | 1FE | 752,302 | 110.5330 | 784,784 | 710,000 | 739,541 | 0 | (3,868) | 0 | 0 | 5.000 | 4.260 | JJ | 17,750 | 35,500 | 07/02/2007 | 07/01/2017 |
| 403755-L2-5 | Gwinnett County School Distric Prerefund | | | 1 | 1FE | 1,869,929 | 115.2720 | 1,999,969 | 1,735,000 | 1,863,224 | 0 | (6,705) | 0 | 0 | 5.000 | 3.800 | FA | 36,146 | 0 | 07/27/2010 | 02/01/2018 |
| 403755-L3-3 | Gwinnett County School Distric Unrefunde | | | 1 | 1FE | 8,907,762 | 102.6650 | 8,485,262 | 8,265,000 | 8,875,821 | 0 | (31,940) | 0 | 0 | 5.000 | 3.800 | FA | 172,188 | 0 | 07/27/2010 | 02/01/2018 |
| 403755-WF-4 | Gwinnett County School Distric | | | 1 | 1FE | 0 | 0.0000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 5.000 | 0.000 | FA | 0 | 250,000 | 12/09/2009 | 02/01/2032 |
| 403755-WG-2 | Gwinnett County School Distric GWINNETT | | | 1 | 1FE | 10,678,800 | 102.0580 | 10,205,800 | 10,000,000 | 10,603,545 | 0 | (72,078) | 0 | 0 | 5.000 | 4.013 | FA | 208,333 | 500,000 | 12/09/2009 | 02/01/2018 |
| 438670-UC-3 | City & County of Honolulu HI H HONOLULU | | | 1 | 1FE | 5,318,200 | 103.0460 | 5,152,300 | 5,000,000 | 5,289,493 | 0 | (25,486) | 0 | 0 | 5.250 | 4.438 | MS | 87,500 | 205,625 | 11/04/2009 | 09/01/2019 |
| 442331-QJ-6 | Houston Tex HOUSTON REF-TXB-B HOUSTON-RE | | | 1 | 1FE | 19,451,586 | 103.3990 | 18,394,682 | 17,790,000 | 19,244,098 | 0 | (172,262) | 0 | 0 | 5.250 | 3.930 | MS | 311,325 | 933,975 | 10/09/2009 | 03/01/2018 |
| 442331-QR-8 | Houston Tex HOUSTON REF-TXB-B HOUSTON RE | | | 1 | 1FE | 10,000,000 | 103.6850 | 10,368,500 | 10,000,000 | 10,000,000 | 0 | 0 | 0 | 0 | 6.088 | 6.088 | MS | 202,933 | 585,124 | 08/21/2009 | 03/01/2029 |
| 442402-6M-0 | Houston TX Ind Sch Dist Ref-Schoolhouse- | | | 1 | 1FE | 5,067,050 | 100.9390 | 5,046,950 | 5,000,000 | 5,048,093 | 0 | (10,335) | 0 | 0 | 5.000 | 4.740 | FA | 94,444 | 250,000 | 02/17/2009 | 02/15/2015 |
| 487694-DF-5 | Keller Independent School Dist KELLER IS | | | 1 | 1FE | 10,543,200 | 100.0230 | 10,002,300 | 10,000,000 | 10,468,014 | 0 | (60,626) | 0 | 0 | 4.750 | 3.940 | FA | 179,444 | 475,000 | 09/28/2009 | 08/15/2017 |
| 49474E-M7-5 | County of King WA KING CNTY | | | 1 | 1FE | 20,811,600 | 95.6180 | 19,123,600 | 20,000,000 | 20,706,507 | 0 | (85,304) | 0 | 0 | 4.750 | 4.163 | JJ | 475,000 | 950,000 | 09/25/2009 | 01/01/2018 |
| 49474E-T7-8 | County of King WA KING CNTY LTD TAX-SWR | | | 1 | 1FE | 5,812,848 | 101.8390 | 5,652,065 | 5,550,000 | 5,785,833 | 0 | (24,019) | 0 | 0 | 5.125 | 4.487 | JJ | 142,219 | 284,438 | 11/05/2009 | 01/01/2019 |
| 513174-PR-7 | Lamar Consolidated Independent LAMAR ISD | | | 1 | 1FE | 8,650,388 | 101.6540 | 8,696,500 | 8,555,000 | 8,631,207 | 0 | (10,468) | 0 | 0 | 5.000 | 4.830 | FA | 161,594 | 427,750 | 02/17/2009 | 02/15/2017 |

# 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 | 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 |
| 517840-H6-4 | Las Vegas Valley Water Distric LAS VEGAS | | | 1 | 1FE | 5,489,635 | 103.1230 | 5,517,081 | 5,350,000 | 5,465,078 | 0 | (13,441) | 0 | 0 | 5.000 | 4.640 | FA | 111,458 | 267,500 | 02/17/2009 | 02/01/2018 |
| 517840-H7-2 | Las Vegas Valley Water Distric LAS VEGAS | | | 1 | 1FE | 5,708,041 | 102.3300 | 5,745,830 | 5,615,000 | 5,691,800 | 0 | (8,922) | 0 | 0 | 5.000 | 4.770 | FA | 116,979 | 280,750 | 02/17/2009 | 02/01/2018 |
| 517840-K3-7 | Las Vegas Valley Water Distric LAS VEGAS | | | 1 | 1FE | 6,668,615 | 98.2790 | 6,963,067 | 7,085,000 | 6,681,501 | 0 | 6,936 | 0 | 0 | 5.000 | 5.410 | FA | 147,604 | 354,250 | 02/17/2009 | 02/01/2037 |
| 517840-K4-5 | Las Vegas Valley Water Distric LAS VEGAS | | | 1 | 1FE | 9,943,586 | 98.1040 | 10,389,214 | 10,590,000 | 9,962,250 | 0 | 10,040 | 0 | 0 | 5.000 | 5.420 | FA | 220,625 | 529,500 | 02/17/2009 | 02/01/2038 |
| 517840-M2-7 | Las Vegas Valley Water Distric LAS VEGAS | | | 1 | 1FE | 5,195,350 | 105.2510 | 5,262,550 | 5,000,000 | 5,162,433 | 0 | (18,098) | 0 | 0 | 5.000 | 4.480 | JD | 20,833 | 250,000 | 02/17/2009 | 06/01/2018 |
| 520394-AL-1 | Lawrence Township School Distr LAWRENCE | | | | 1FE | 118,995 | 101.4400 | 116,656 | 115,000 | 116,658 | 0 | (2,338) | 0 | 0 | 2.750 | 0.580 | MS | 1,054 | 1,933 | 01/07/2010 | 09/01/2011 |
| 520394-AM-9 | Lawrence Township School Distr LAWRENCE | | | | 1FE | 125,620 | 103.1270 | 123,752 | 120,000 | 123,603 | 0 | (2,017) | 0 | 0 | 2.750 | 0.930 | MS | 1,100 | 2,017 | 01/07/2010 | 09/01/2012 |
| 520394-AN-7 | Lawrence Township School Distr LAWRENCE | | | | 1FE | 137,146 | 104.0420 | 135,255 | 130,000 | 135,307 | 0 | (1,839) | 0 | 0 | 2.750 | 1.190 | MS | 1,192 | 2,185 | 01/07/2010 | 09/01/2013 |
| 520394-AP-2 | Lawrence Township School Distr LAWRENCE | | | | 1FE | 142,243 | 104.3620 | 140,889 | 135,000 | 140,802 | 0 | (1,441) | 0 | 0 | 2.750 | 1.540 | MS | 1,238 | 2,269 | 01/07/2010 | 09/01/2014 |
| 520394-AQ-0 | Lawrence Township School Distr LAWRENCE | | | | 1FE | 145,016 | 104.2550 | 145,957 | 140,000 | 144,214 | 0 | (803) | 0 | 0 | 2.750 | 2.070 | MS | 1,283 | 2,353 | 01/07/2010 | 09/01/2015 |
| 520394-AR-8 | Lawrence Township School Distr LAWRENCE | | | | 1FE | 146,929 | 103.2970 | 149,781 | 145,000 | 146,675 | 0 | (254) | 0 | 0 | 2.750 | 2.530 | MS | 1,329 | 2,437 | 01/07/2010 | 09/01/2016 |
| 520394-AS-6 | Lawrence Township School Distr LAWRENCE | | | | 1FE | 154,152 | 101.6540 | 157,564 | 155,000 | 154,251 | 0 | 99 | 0 | 0 | 2.750 | 2.830 | MS | 1,421 | 2,605 | 01/07/2010 | 09/01/2017 |
| 520394-AT-4 | Lawrence Township School Distr LAWRENCE | | | | 1FE | 157,842 | 101.3070 | 162,091 | 160,000 | 158,056 | 0 | 214 | 0 | 0 | 3.000 | 3.180 | MS | 1,600 | 2,933 | 01/07/2010 | 09/01/2018 |
| 520394-AU-1 | Lawrence Township School Distr LAWRENCE | | | | 1FE | 164,660 | 102.0350 | 168,358 | 165,000 | 164,695 | 0 | 35 | 0 | 0 | 3.375 | 3.400 | MS | 1,856 | 3,403 | 01/07/2010 | 09/01/2019 |
| 520394-AV-9 | Lawrence Township School Distr LAWRENCE | | | 1 | 1FE | 174,381 | 101.3500 | 177,363 | 175,000 | 174,433 | 0 | 53 | 0 | 0 | 3.500 | 3.540 | MS | 2,042 | 3,743 | 01/07/2010 | 09/01/2020 |
| 520394-AW-7 | Lawrence Township School Distr LAWRENCE | | | 1 | 1FE | 177,961 | 100.2790 | 180,502 | 180,000 | 178,104 | 0 | 143 | 0 | 0 | 3.500 | 3.620 | MS | 2,100 | 3,850 | 01/07/2010 | 09/01/2021 |
| 520394-AX-5 | Lawrence Township School Distr LAWRENCE | | | 1 | 1FE | 186,875 | 100.1660 | 190,315 | 190,000 | 187,069 | 0 | 195 | 0 | 0 | 3.625 | 3.790 | MS | 2,296 | 4,209 | 01/07/2010 | 09/01/2022 |
| 520394-AY-3 | Lawrence Township School Distr LAWRENCE | | | 1 | 1FE | 197,680 | 100.0840 | 200,168 | 200,000 | 197,814 | 0 | 134 | 0 | 0 | 3.750 | 3.860 | MS | 2,500 | 4,583 | 01/07/2010 | 09/01/2023 |
| 520394-AZ-0 | Lawrence Township School Distr LAWRENCE | | | 1 | 1FE | 201,901 | 99.1300 | 204,208 | 206,000 | 202,111 | 0 | 210 | 0 | 0 | 3.750 | 3.930 | MS | 2,575 | 4,721 | 01/07/2010 | 09/01/2024 |
| 526678-FN-2 | Leonia Board of Education LEONIA BOE | | | 1 | 1FE | 1,173,702 | 98.5750 | 1,133,613 | 1,150,000 | 1,172,871 | 0 | (830) | 0 | 0 | 4.000 | 3.750 | JJ | 21,211 | 0 | 07/16/2010 | 07/15/2020 |
| 539158-FH-3 | Livingston Township School Dis LIVINGSTO | | | | 1FE | 1,009,590 | 100.2870 | 1,002,870 | 1,000,000 | 1,007,649 | 0 | (1,941) | 0 | 0 | 1.000 | 0.500 | JJ | 3,917 | 0 | 08/04/2010 | 07/15/2012 |
| 539158-FJ-9 | Livingston Township School Dis LIVINGSTO | | | | 1FE | 1,023,160 | 100.7750 | 1,007,750 | 1,000,000 | 1,020,087 | 0 | (3,073) | 0 | 0 | 1.500 | 0.699 | JJ | 5,875 | 0 | 08/04/2010 | 07/15/2013 |
| 539158-FK-6 | Livingston Township School Dis LIVINGSTO | | | | 1FE | 1,019,220 | 99.9960 | 999,960 | 1,000,000 | 1,017,333 | 0 | (1,887) | 0 | 0 | 1.500 | 0.999 | JJ | 5,875 | 0 | 08/04/2010 | 07/15/2014 |
| 539158-FL-4 | Livingston Township School Dis LIVINGSTO | | | | 1FE | 1,028,480 | 101.0120 | 1,010,120 | 1,000,000 | 1,026,280 | 0 | (2,200) | 0 | 0 | 2.000 | 1.399 | JJ | 7,833 | 0 | 08/04/2010 | 07/15/2015 |
| 539158-FM-2 | Livingston Township School Dis LIVINGSTO | | | | 1FE | 1,011,190 | 99.4690 | 994,690 | 1,000,000 | 1,010,477 | 0 | (713) | 0 | 0 | 2.000 | 1.799 | JJ | 7,833 | 0 | 08/04/2010 | 07/15/2016 |
| 54438C-NZ-1 | Los Angeles Community College LOS ANGELE | | | 2 | 1FE | 11,143,700 | 102.8280 | 10,282,800 | 10,000,000 | 11,141,492 | 0 | (2,208) | 0 | 0 | 6.600 | 5.807 | FA | 291,500 | 0 | 09/27/2010 | 08/01/2042 |
| 544646-TN-2 | Los Angeles Unified School Dis LA USD-SE | | | 1 | 1FE | 1,054,440 | 98.5100 | 985,100 | 1,000,000 | 1,052,303 | 0 | (2,137) | 0 | 0 | 5.000 | 4.260 | JJ | 25,000 | 0 | 07/22/2010 | 07/01/2019 |
| 544646-ZR-6 | Los Angeles Unified School Dis | | | 2 | 1FE | 17,013,750 | 104.9460 | 15,741,900 | 15,000,000 | 17,005,254 | 0 | (8,496) | 0 | 0 | 6.758 | 5.717 | JJ | 506,850 | 0 | 09/29/2010 | 07/01/2034 |
| 55263G-AA-8 | Jefferson County Series 1998-A | | | 2 | 6 | 161,208 | 99.0000 | 158,408 | 160,008 | 158,408 | (2,825) | 25 | 0 | 0 | 6.348 | 5.559 | MJSD | 451 | 0 | 12/31/2010 | 09/15/2012 |
| 55263G-AT-7 | MBIA CC - T.E. Grantor Trust Series 2000 | | | 2 | 6 | 732,467 | 99.0000 | 719,744 | 727,015 | 719,744 | (12,815) | 92 | 0 | 0 | 5.972 | 4.564 | MON | 1,930 | 0 | 12/31/2010 | 08/15/2012 |
| 55263G-CM-0 | Hawaii Health #31, #35 Series 2001-D | | | 2 | 6 | 163,622 | 97.2500 | 157,938 | 162,404 | 157,938 | (5,707) | 23 | 0 | 0 | 6.400 | 5.022 | MON | 462 | 0 | 12/31/2010 | 01/15/2012 |
| 55263G-CS-7 | Hawaii Health #37 Series 2001-F | | | 2 | 6 | 3,164,457 | 96.7500 | 3,038,821 | 3,140,900 | 3,038,821 | (126,151) | 515 | 0 | 0 | 6.250 | 5.930 | MON | 8,725 | 0 | 12/31/2010 | 01/15/2015 |
| 55263G-CZ-1 | Miami Dade Series 2002-B | | | 2 | 6 | 68,447 | 99.5000 | 67,597 | 67,937 | 67,597 | (843) | (6) | 0 | 0 | 5.500 | (3.042) | MON | 166 | 0 | 12/31/2010 | 06/15/2012 |
| 55263G-DA-5 | MBIA CC - T.E. Grantor Trust Series 2002 | | | 2 | 6 | 5,405,236 | 95.5000 | 5,123,574 | 5,364,999 | 5,123,574 | (282,425) | 763 | 0 | 0 | 5.553 | 5.131 | MON | 13,241 | 0 | 12/31/2010 | 01/15/2016 |
| 55263G-DE-7 | Syracuse Series 2002-H | | | 2 | 6 | 2,712,420 | 97.2500 | 2,618,192 | 2,692,228 | 2,618,192 | (94,583) | 355 | 0 | 0 | 5.129 | 4.718 | JAJO | 29,151 | 0 | 12/31/2010 | 07/15/2015 |

# 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 | 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 |
| 55263G-DG-2 | Hawaii Health- Real Estate Series 2002-I | | | 2 | 6 | 414,318 | 97.0000 | 398,897 | 411,234 | 398,897 | (15,484) | 63 | 0 | 0 | 6.300 | 5.543 | MON | 1,151 | 0 | 12/31/2010 | 11/15/2012 |
| 55263G-DL-1 | MBIA CC - T.E. Grantor Trust Series 2003 | | | 2 | 6 | 3,081,047 | 95.0000 | 2,905,206 | 3,058,111 | 2,905,206 | (176,290) | 449 | 0 | 0 | 5.577 | 5.298 | | 7,580 | 0 | 12/31/2010 | 01/15/2018 |
| 55263G-DM-9 | Hawaii Health-Maui Cardio Series 2003-D | | | 2 | 6 | 763,714 | 97.0000 | 735,288 | 758,029 | 735,288 | (28,546) | 120 | 0 | 0 | 6.350 | 5.720 | MON | 2,139 | 0 | 12/31/2010 | 03/15/2013 |
| 578875-AA-4 | MBIA CC - T.E. Grantor Trust Series 2003 | | | 2 | 6 | 3,945,494 | 95.5000 | 3,739,897 | 3,916,123 | 3,739,897 | (206,129) | 533 | 0 | 0 | 5.225 | 4.909 | MON | 9,094 | 0 | 12/31/2010 | 05/16/2018 |
| 578875-AB-2 | MBIA CC - T.E. Grantor Trust Series 2003 | | | 2 | 6 | 1,125,106 | 97.2500 | 1,086,021 | 1,116,731 | 1,086,021 | (39,243) | 157 | 0 | 0 | 5.681 | 5.085 | MON | 2,820 | 0 | 12/31/2010 | 10/15/2013 |
| 578875-AD-8 | Hawaii Health Series 2004-A | | | 2 | 6 | 881,106 | 97.0000 | 848,311 | 874,547 | 848,311 | (32,953) | 157 | 0 | 0 | 6.873 | 6.500 | MON | 2,671 | 0 | 12/31/2010 | 06/15/2014 |
| 59333F-EF-3 | County of Miami-Dade Fl Bldg Better Comm | | | | 1FE | 8,662,668 | 101.6090 | 8,535,156 | 8,400,000 | 8,640,214 | 0 | (12,490) | 0 | 0 | 5.000 | 4.711 | JJ | 210,000 | 420,000 | 02/17/2009 | 07/01/2024 |
| 59333F-EG-1 | County of Miami-Dade Fl Bldg Better Comm | | | | 1FE | 10,796,122 | 101.0830 | 10,674,365 | 10,560,000 | 10,777,993 | 0 | (10,207) | 0 | 0 | 5.000 | 4.801 | JJ | 264,000 | 528,000 | 02/17/2009 | 07/01/2025 |
| 613664-Q3-8 | Montgomery Cnty Tennessee Unrefunded Bal | | | 1 | 1FE | 513,912 | 104.8660 | 503,357 | 480,000 | 494,475 | 0 | (10,515) | 0 | 0 | 5.125 | 2.804 | MN | 4,100 | 24,600 | 02/17/2009 | 05/01/2012 |
| 614155-HS-1 | Montgomery Township Board Of E MONTGOMER | | | | 1FE | 689,243 | 100.9620 | 681,494 | 675,000 | 681,275 | 0 | (7,968) | 0 | 0 | 2.000 | 0.600 | MS | 4,500 | 6,975 | 02/11/2010 | 09/01/2011 |
| 614155-HT-9 | Montgomery Township Board Of E MONTGOMER | | | | 1FE | 810,206 | 101.9620 | 800,402 | 785,000 | 801,742 | 0 | (8,465) | 0 | 0 | 2.000 | 0.710 | MS | 5,233 | 8,112 | 02/11/2010 | 09/01/2012 |
| 614155-HU-6 | Montgomery Township Board Of E MONTGOMER | | | | 1FE | 849,996 | 102.2120 | 838,138 | 820,000 | 842,834 | 0 | (7,161) | 0 | 0 | 2.000 | 0.940 | MS | 5,467 | 8,473 | 02/11/2010 | 09/01/2013 |
| 614155-HV-4 | Montgomery Township Board Of E MONTGOMER | | | | 1FE | 883,831 | 101.8770 | 871,048 | 855,000 | 878,525 | 0 | (5,306) | 0 | 0 | 2.000 | 1.230 | MS | 5,700 | 8,835 | 02/11/2010 | 09/01/2014 |
| 614155-HW-2 | Montgomery Township Board Of E MONTGOMER | | | | 1FE | 912,873 | 101.1370 | 905,176 | 895,000 | 910,222 | 0 | (2,652) | 0 | 0 | 2.000 | 1.620 | MS | 5,967 | 9,248 | 02/11/2010 | 09/01/2015 |
| 614155-HX-0 | Montgomery Township Board Of E MONTGOMER | | | | 1FE | 929,895 | 99.5790 | 931,064 | 935,000 | 930,524 | 0 | 629 | 0 | 0 | 2.000 | 2.090 | MS | 6,233 | 9,662 | 02/11/2010 | 09/01/2016 |
| 614155-HY-8 | Montgomery Township Board Of E MONTGOMER | | | | 1FE | 973,323 | 99.6680 | 971,763 | 975,000 | 973,500 | 0 | 177 | 0 | 0 | 2.375 | 2.400 | MS | 7,719 | 11,964 | 02/11/2010 | 09/01/2017 |
| 614155-HZ-5 | Montgomery Township Board Of E MONTGOMER | | | | 1FE | 1,018,450 | 99.2490 | 1,012,340 | 1,020,000 | 1,018,592 | 0 | 142 | 0 | 0 | 2.650 | 2.670 | MS | 9,010 | 13,966 | 02/11/2010 | 09/01/2018 |
| 614155-JA-8 | Montgomery Township Board Of E MONTGOMER | | | | 1FE | 1,076,449 | 99.5810 | 1,060,538 | 1,065,000 | 1,075,550 | 0 | (898) | 0 | 0 | 3.000 | 2.870 | MS | 10,650 | 16,508 | 02/11/2010 | 09/01/2019 |
| 614155-JB-6 | Montgomery Township Board Of E MONTGOMER | | | | 1FE | 1,108,020 | 97.7830 | 1,090,280 | 1,115,000 | 1,108,509 | 0 | 489 | 0 | 0 | 3.000 | 3.070 | MS | 11,150 | 17,283 | 02/11/2010 | 09/01/2020 |
| 614155-JC-4 | Montgomery Township Board Of E MONTGOMER | | | 1 | 1FE | 1,144,904 | 96.3390 | 1,122,349 | 1,165,000 | 1,146,156 | 0 | 1,252 | 0 | 0 | 3.000 | 3.180 | MS | 11,650 | 18,058 | 02/11/2010 | 09/01/2021 |
| 614155-JD-2 | Montgomery Township Board Of E MONTGOMER | | | 1 | 1FE | 1,198,821 | 95.7100 | 1,167,662 | 1,220,000 | 1,200,009 | 0 | 1,188 | 0 | 0 | 3.100 | 3.270 | MS | 12,607 | 19,540 | 02/11/2010 | 09/01/2022 |
| 614155-JE-0 | Montgomery Township Board Of E MONTGOMER | | | 1 | 1FE | 1,248,054 | 95.0740 | 1,207,440 | 1,270,000 | 1,249,169 | 0 | 1,115 | 0 | 0 | 3.200 | 3.360 | MS | 13,547 | 20,997 | 02/11/2010 | 09/01/2023 |
| 614155-JF-7 | Montgomery Township Board Of E MONTGOMER | | | 1 | 1FE | 1,307,350 | 94.7250 | 1,259,843 | 1,330,000 | 1,308,396 | 0 | 1,046 | 0 | 0 | 3.300 | 3.450 | MS | 14,630 | 22,677 | 02/11/2010 | 09/01/2024 |
| 645020-PQ-5 | New Haven CT PRERE - SER. A | | | 1 | 1FE | 281,969 | 113.0100 | 271,224 | 240,000 | 266,576 | 0 | (8,279) | 0 | 0 | 5.250 | 1.584 | MN | 2,100 | 12,600 | 02/17/2009 | 11/01/2013 |
| 645020-QD-3 | New Haven CT UNREFD BAL SER. A | | | 1 | 1FE | 3,613,434 | 108.7450 | 3,458,091 | 3,180,000 | 3,458,971 | 0 | (83,387) | 0 | 0 | 5.250 | 2.373 | MN | 27,825 | 166,950 | 02/17/2009 | 11/01/2013 |
| 64966G-PP-1 | City of New York NY Unrefunded Bal - Ser | | | 1 | 1FE | 15,320 | 100.8540 | 15,128 | 15,000 | 15,044 | 0 | (75) | 0 | 0 | 5.625 | 3.071 | FA | 352 | 844 | 02/17/2009 | 08/01/2011 |
| 64966H-B4-1 | City of New York NY NYC-A | | | | 1FE | 1,160,800 | 112.5920 | 1,125,920 | 1,000,000 | 1,153,772 | 0 | (7,028) | 0 | 0 | 5.000 | 2.740 | FA | 19,306 | 0 | 07/29/2010 | 08/01/2018 |
| 64966H-MT-4 | City of New York NY NYC SER A2 | | | 1 | 1FE | 40,000,000 | 95.3080 | 38,123,200 | 40,000,000 | 40,000,000 | 0 | 0 | 0 | 0 | 5.676 | 5.676 | AO | 567,600 | 2,182,107 | 09/30/2009 | 10/01/2034 |
| 659154-4H-8 | North East TX ISD UNREFD | | | 1 | 1FE | 2,259,362 | 100.6960 | 2,250,556 | 2,235,000 | 2,251,730 | 0 | (4,187) | 0 | 0 | 5.000 | 4.770 | FA | 46,563 | 111,750 | 02/17/2009 | 08/01/2014 |
| 659154-5N-4 | North East TX ISD UNREFD BAL - REF | | | 1 | 1FE | 4,896,012 | 102.6920 | 4,913,812 | 4,785,000 | 4,867,153 | 0 | (15,772) | 0 | 0 | 5.000 | 4.580 | FA | 99,688 | 239,250 | 02/17/2009 | 08/01/2015 |
| 667027-QB-5 | Northside TX Indpt Sch Dist Ref-Ser A | | | 1 | 1FE | 4,532,220 | 100.2700 | 4,512,150 | 4,500,000 | 4,512,601 | 0 | (10,695) | 0 | 0 | 5.000 | 4.741 | FA | 85,000 | 225,000 | 02/17/2009 | 02/15/2012 |
| 667027-UT-1 | Northside TX Indpt Sch Dist Unrefunded B | | | 1 | 1FE | 508,499 | 100.1540 | 495,762 | 495,000 | 495,000 | 0 | (5,709) | 0 | 0 | 5.875 | 3.977 | FA | 10,986 | 29,081 | 02/17/2009 | 08/15/2025 |
| 667825-UJ-0 | Northwest Independent School D NW ISD-SC | | | 1 | 1FE | 10,171,200 | 102.4030 | 10,240,300 | 10,000,000 | 10,136,659 | 0 | (18,833) | 0 | 0 | 5.000 | 4.740 | FA | 188,889 | 500,000 | 02/17/2009 | 02/15/2017 |
| 667825-UK-7 | Northwest Independent School D NW ISD-SC | | | 1 | 1FE | 13,655,886 | 102.1350 | 13,757,585 | 13,470,000 | 13,618,449 | 0 | (20,421) | 0 | 0 | 5.000 | 4.790 | FA | 254,433 | 673,500 | 02/17/2009 | 02/15/2017 |
| 684575-R9-6 | Orange County NY ORANGE CNTY ORANGE CNTY | | | 1 | 1FE | 414,784 | 107.3990 | 429,596 | 400,000 | 411,314 | 0 | (1,510) | 0 | 0 | 4.250 | 3.756 | JJ | 8,500 | 17,000 | 07/11/2008 | 07/01/2017 |
| 684575-S2-0 | Orange County NY ORANGE CNTY ORANGE CNTY | | | 1 | 1FE | 771,960 | 105.5170 | 791,378 | 750,000 | 766,873 | 0 | (2,244) | 0 | 0 | 4.250 | 3.855 | JJ | 15,938 | 31,875 | 07/11/2008 | 07/01/2017 |

# 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 | 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 |
| 684575-S3-8 | Orange County NY ORANGE CNTY ORANGE CNTY | | | 1 | 1FE | 1,087,991 | 105.7090 | 1,104,659 | 1,045,000 | 1,077,969 | 0 | (4,369) | 0 | 0 | 4.500 | 3.945 | JJ | 23,513 | 47,025 | 07/11/2008 | 07/01/2017 |
| 684575-S5-3 | Orange County NY ORANGE CNTY ORANGE CNTY | | | 1 | 1FE | 1,284,828 | 103.1260 | 1,283,919 | 1,245,000 | 1,275,678 | 0 | (4,047) | 0 | 0 | 4.500 | 4.065 | JJ | 28,013 | 56,025 | 07/11/2008 | 07/01/2017 |
| 686659-FA-6 | Orleans Parish Parishwide Scho ORLEANS S | | | | 1FE | 1,134,310 | 110.6380 | 1,106,380 | 1,000,000 | 1,127,361 | 0 | (6,949) | 0 | 0 | 5.000 | 2.570 | MS | 16,667 | 0 | 07/28/2010 | 09/01/2016 |
| 734260-2C-5 | Port of Houston Authority PORT HOUSTON-R | | | 1 | 1FE | 1,095,560 | 102.9090 | 1,029,090 | 1,000,000 | 1,092,703 | 0 | (2,857) | 0 | 0 | 5.000 | 3.850 | AO | 18,333 | 0 | 07/30/2010 | 10/01/2020 |
| 734260-2G-6 | Port of Houston Authority PORT HOUSTON-R | | | 1 | 1FE | 22,776,810 | 100.0310 | 21,006,510 | 21,000,000 | 22,738,044 | 0 | (38,766) | 0 | 0 | 5.000 | 3.967 | AO | 385,000 | 0 | 09/10/2010 | 10/01/2020 |
| 735371-HY-5 | Port of Seattle WA AMT-Ser B | | | 1 | 1FE | 8,840,022 | 107.5760 | 8,788,959 | 8,170,000 | 8,585,152 | 0 | (138,109) | 0 | 0 | 5.000 | 3.112 | MN | 68,083 | 408,500 | 02/17/2009 | 11/01/2013 |
| 735371-JS-6 | Port of Seattle WA Ser C-Ref | | | | 1FE | 15,407,697 | 110.1390 | 15,540,613 | 14,110,000 | 15,007,942 | 0 | (216,762) | 0 | 0 | 5.000 | 3.222 | MN | 117,583 | 705,500 | 02/17/2009 | 11/01/2014 |
| 76541V-GT-8 | Richmond VA RICHMOND-PUB IMPT-A | | | 1 | 1FE | 5,245,343 | 108.1410 | 5,071,813 | 4,690,000 | 5,194,436 | 0 | (49,638) | 0 | 0 | 5.000 | 3.530 | JJ | 108,131 | 132,232 | 12/09/2009 | 07/15/2019 |
| 76541V-GU-5 | Richmond VA RICHMOND-PUB IMPT-A | | | 1 | 1FE | 2,614,140 | 107.1340 | 2,517,649 | 2,350,000 | 2,590,007 | 0 | (23,530) | 0 | 0 | 5.000 | 3.600 | JJ | 54,181 | 66,257 | 12/09/2009 | 07/15/2019 |
| 76541V-GW-1 | Richmond VA RICHMOND-PUB IMPT-A | | | 1 | 1FE | 1,514,343 | 105.3590 | 1,448,686 | 1,375,000 | 1,501,691 | 0 | (12,334) | 0 | 0 | 5.000 | 3.730 | JJ | 31,701 | 38,767 | 12/09/2009 | 07/15/2019 |
| 766260-JC-8 | Ridgewood Board of Education RIDGEWOOD S | | | | 1FE | 1,589,610 | 105.3920 | 1,580,880 | 1,500,000 | 1,583,932 | 0 | (5,678) | 0 | 0 | 4.000 | 3.290 | MS | 17,667 | 26,167 | 03/25/2010 | 03/15/2020 |
| 766260-JD-6 | Ridgewood Board of Education RIDGEWOOD S | | | 1 | 1FE | 1,678,960 | 103.8940 | 1,662,304 | 1,600,000 | 1,673,980 | 0 | (4,980) | 0 | 0 | 4.000 | 3.410 | MS | 18,844 | 27,911 | 03/25/2010 | 03/15/2020 |
| 766260-JE-4 | Ridgewood Board of Education RIDGEWOOD S | | | 1 | 1FE | 1,720,109 | 102.1380 | 1,685,277 | 1,650,000 | 1,715,698 | 0 | (4,410) | 0 | 0 | 4.000 | 3.490 | MS | 19,433 | 28,783 | 03/25/2010 | 03/15/2020 |
| 766260-JF-1 | Ridgewood Board of Education RIDGEWOOD S | | | 1 | 1FE | 1,759,211 | 100.7550 | 1,712,835 | 1,700,000 | 1,755,496 | 0 | (3,715) | 0 | 0 | 4.000 | 3.581 | MS | 20,022 | 29,656 | 03/25/2010 | 03/15/2020 |
| 766260-JG-9 | Ridgewood Board of Education RIDGEWOOD S | | | 1 | 1FE | 1,847,520 | 99.3970 | 1,789,146 | 1,800,000 | 1,844,544 | 0 | (2,976) | 0 | 0 | 4.000 | 3.681 | MS | 21,200 | 31,400 | 03/25/2010 | 03/15/2020 |
| 766260-JH-7 | Ridgewood Board of Education RIDGEWOOD S | | | 1 | 1FE | 1,912,785 | 97.5060 | 1,837,988 | 1,885,000 | 1,911,039 | 0 | (1,746) | 0 | 0 | 4.000 | 3.821 | MS | 22,201 | 32,883 | 03/25/2010 | 03/15/2020 |
| 766260-JJ-3 | Ridgewood Board of Education RIDGEWOOD S | | | 1 | 1FE | 2,016,300 | 95.8620 | 1,917,240 | 2,000,000 | 2,015,261 | 0 | (1,039) | 0 | 0 | 4.000 | 3.901 | MS | 23,556 | 34,889 | 03/25/2010 | 03/15/2020 |
| 766260-JK-0 | Ridgewood Board of Education RIDGEWOOD S | | | 1 | 1FE | 2,078,320 | 94.7820 | 1,966,727 | 2,075,000 | 2,078,075 | 0 | (245) | 0 | 0 | 4.000 | 3.981 | MS | 24,439 | 36,197 | 03/25/2010 | 03/15/2020 |
| 766260-JL-8 | Ridgewood Board of Education RIDGEWOOD S | | | 1 | 1FE | 2,183,236 | 93.5370 | 2,057,814 | 2,200,000 | 2,183,663 | 0 | 427 | 0 | 0 | 4.000 | 4.060 | MS | 25,911 | 38,378 | 03/25/2010 | 03/15/2028 |
| 766260-JM-6 | Ridgewood Board of Education RIDGEWOOD S | | | 1 | 1FE | 2,257,956 | 92.4750 | 2,126,925 | 2,300,000 | 2,258,997 | 0 | 1,041 | 0 | 0 | 4.000 | 4.140 | MS | 27,089 | 40,122 | 03/25/2010 | 03/15/2029 |
| 766260-JN-4 | Ridgewood Board of Education RIDGEWOOD S | | | 1 | 1FE | 2,356,704 | 92.0000 | 2,208,000 | 2,400,000 | 2,357,678 | 0 | 974 | 0 | 0 | 4.125 | 4.260 | MS | 29,150 | 43,175 | 03/25/2010 | 03/15/2030 |
| 766260-JP-9 | Ridgewood Board of Education RIDGEWOOD S | | | 1 | 1FE | 2,472,575 | 91.1770 | 2,279,425 | 2,500,000 | 2,473,116 | 0 | 541 | 0 | 0 | 4.250 | 4.330 | MS | 31,285 | 46,337 | 03/25/2010 | 03/15/2031 |
| 766260-JQ-7 | Ridgewood Board of Education RIDGEWOOD S | | | 1 | 1FE | 2,594,350 | 90.9270 | 2,409,566 | 2,650,000 | 2,595,411 | 0 | 1,061 | 0 | 0 | 4.250 | 4.400 | MS | 33,162 | 49,117 | 03/25/2010 | 03/15/2032 |
| 766260-JR-5 | Ridgewood Board of Education RIDGEWOOD S | | | 1 | 1FE | 2,723,868 | 90.0660 | 2,521,848 | 2,800,000 | 2,725,228 | 0 | 1,360 | 0 | 0 | 4.250 | 4.440 | MS | 35,039 | 51,897 | 03/25/2010 | 03/15/2033 |
| 766260-JS-3 | Ridgewood Board of Education RIDGEWOOD S | | | 1 | 1FE | 2,746,800 | 90.8450 | 2,543,660 | 2,800,000 | 2,747,656 | 0 | 856 | 0 | 0 | 4.350 | 4.480 | MS | 35,863 | 53,118 | 03/25/2010 | 03/15/2034 |
| 766260-JT-1 | Ridgewood Board of Education RIDGEWOOD S | | | 1 | 1FE | 2,759,785 | 91.2970 | 2,565,446 | 2,810,000 | 2,760,526 | 0 | 741 | 0 | 0 | 4.400 | 4.520 | MS | 36,405 | 53,921 | 03/25/2010 | 03/15/2035 |
| 796236-7X-9 | San Antonio Texas UNREFUNDED BALANCE | | | | 1FE | 4,099,704 | 107.2500 | 3,919,988 | 3,655,000 | 3,861,813 | 0 | (127,953) | 0 | 0 | 5.250 | 1.615 | FA | 79,953 | 191,888 | 02/17/2009 | 08/01/2012 |
| 797646-NC-6 | City & County of San Francisco SAN FRAN | | | | 1FE | 10,896,492 | 102.2090 | 10,251,563 | 10,030,000 | 10,886,397 | 0 | (10,095) | 0 | 0 | 5.450 | 4.633 | JD | 24,295 | 273,318 | 09/22/2010 | 06/15/2025 |
| 806640-SK-5 | Schertz-Cibolo-Universal City SCHERTZ ET | | | 1 | 1FE | 10,081,500 | 101.4970 | 10,149,700 | 10,000,000 | 10,062,342 | 0 | (10,574) | 0 | 0 | 5.000 | 4.860 | FA | 208,333 | 500,000 | 02/17/2009 | 02/01/2016 |
| 821686-XT-4 | County of Shelby TN | | | 1 | 1FE | 12,000,000 | 101.0360 | 12,124,320 | 12,000,000 | 12,000,000 | 0 | 0 | 0 | 0 | 5.750 | 5.750 | AO | 172,500 | 691,917 | 09/16/2009 | 04/01/2034 |
| 849067-K8-5 | Spokane WA SPOKANE-REF SPOKANE-REF | | | | 1FE | 1,068,450 | 103.2790 | 1,032,790 | 1,000,000 | 1,022,810 | 0 | (24,541) | 0 | 0 | 4.000 | 1.485 | JD | 3,333 | 40,000 | 02/17/2009 | 12/01/2011 |
| 940157-RB-8 | Washington Suburban Sanitation WA SUBN S | | | 1 | 1FE | 8,954,460 | 102.1630 | 9,194,670 | 9,000,000 | 8,957,192 | 0 | 2,490 | 0 | 0 | 4.650 | 4.701 | JD | 34,875 | 418,500 | 09/22/2009 | 06/01/2023 |
| 940157-RC-6 | Washington Suburban Sanitation WA SUBN S | | | 1 | 1FE | 8,933,580 | 101.8060 | 9,162,540 | 9,000,000 | 8,937,264 | 0 | 3,274 | 0 | 0 | 4.700 | 4.771 | JD | 35,249 | 422,996 | 09/22/2009 | 06/01/2024 |
| 955023-GL-4 | West Ottawa MI Pub Sch Dist Cap Apprec-R | @ | | | 1FE | 3,987,175 | 88.0970 | 4,250,669 | 4,824,999 | 4,223,354 | 0 | 127,827 | 0 | 0 | 0.000 | 3.097 | MAT | 0 | 0 | 02/17/2009 | 05/01/2015 |
| 1899999 - Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations | | | | | | 685,930,071 | XXX | 670,088,164 | 663,802,265 | 681,747,081 | (1,023,994) | (2,057,450) | 0 | 0 | XXX | XXX | XXX | 9,453,301 | 25,316,172 | XXX | XXX |
| Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |

# 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 | 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 |
| Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| 2499999 - Bonds: Subtotals - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) | | | | | | 685,930,071 | XXX | 670,088,164 | 663,802,265 | 681,747,081 | (1,023,994) | (2,057,450) | 0 | 0 | XXX | XXX | XXX | 9,453,301 | 25,316,172 | 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 - Issuer Obligations | | | | | | | | | | | | | | | | | | | | | |
| 01030R-EQ-1 | Alabama Housing Finance Author ALABAMA H | | | 1 | 1FE | 2,468,120 | 95.1990 | 2,684,612 | 2,820,000 | 2,485,467 | 0 | 9,391 | 0 | 0 | 5.000 | 6.068 | AO | 35,250 | 141,000 | 02/17/2009 | 10/01/2029 |
| 010608-D8-7 | Alabama Public School & Colleg ALABAMA P | | | 1 | 1FE | 15,626,550 | 103.6310 | 15,544,650 | 15,000,000 | 15,513,251 | 0 | (62,188) | 0 | 0 | 5.000 | 4.420 | JD | 62,500 | 750,000 | 02/17/2009 | 12/01/2017 |
| 011903-BE-0 | Alaska Industrial Development H Providen | | | | 1FE | 4,847,940 | 106.2180 | 4,886,028 | 4,600,000 | 4,784,910 | 0 | (34,396) | 0 | 0 | 5.250 | 4.305 | AO | 60,375 | 241,500 | 02/17/2009 | 10/01/2015 |
| 017292-WD-1 | Allegheny County Industrial De | | | | 3FE | 882,538 | 100.7830 | 856,656 | 850,000 | 856,656 | (25,462) | (421) | 0 | 0 | 5.500 | 4.750 | MN | 7,792 | 0 | 11/23/2010 | 11/01/2016 |
| 04780M-AZ-2 | Atlanta GA Arpt Rev Ref-Gen-Ser A | | | 1 | 1FE | 5,147,450 | 100.8290 | 5,041,450 | 5,000,000 | 5,025,000 | 0 | (25,000) | 0 | 0 | 5.875 | 3.545 | JJ | 146,875 | 293,750 | 02/17/2009 | 01/01/2011 |
| 04780M-BC-2 | Atlanta GA Arpt Rev Ref-Gen-Ser A- | | | 1 | 1FE | 3,671,434 | 100.8190 | 3,614,361 | 3,585,000 | 3,620,850 | 0 | 0 | 0 | 0 | 5.750 | 4.040 | JJ | 103,069 | 206,138 | 02/17/2009 | 01/01/2020 |
| 04780T-AJ-3 | Atlanta GA Arpt Passenger Fac Sub Lien-G | | | 1 | 1FE | 4,964,500 | 96.0390 | 4,801,950 | 5,000,000 | 4,966,198 | 0 | 765 | 0 | 0 | 5.000 | 5.050 | JJ | 125,000 | 250,000 | 02/17/2009 | 01/01/2034 |
| 052476-UG-1 | City of Austin TX AUSTIN WTR REF-SER A | | | 1 | 1FE | 10,077,700 | 97.0940 | 9,709,400 | 10,000,000 | 10,071,598 | 0 | (5,740) | 0 | 0 | 5.000 | 4.900 | MN | 63,889 | 519,444 | 11/06/2009 | 11/15/2019 |
| 072024-DJ-8 | Bay Area Toll Authority BAY AREA TOLL | | | 1 | 1FE | 19,919,400 | 98.5520 | 19,710,400 | 20,000,000 | 19,924,423 | 0 | 2,112 | 0 | 0 | 5.000 | 5.030 | AO | 250,000 | 1,000,000 | 02/17/2009 | 04/01/2031 |
| 072024-FE-7 | Bay Area Toll Authority BAY AREA TOLL | | | 1 | 1FE | 9,959,700 | 98.5520 | 9,855,200 | 10,000,000 | 9,962,211 | 0 | 1,056 | 0 | 0 | 5.000 | 5.030 | AO | 125,000 | 500,000 | 02/17/2009 | 04/01/2031 |
| 072024-PY-2 | Bay Area Toll Authority BAY AREA TOLL-TX | | | 2 | 1FE | 1,500,000 | 100.2490 | 1,503,735 | 1,500,000 | 1,500,000 | 0 | 0 | 0 | 0 | 6.907 | 6.907 | AO | 16,404 | 0 | 10/27/2010 | 10/01/2050 |
| 101029-QT-6 | Boston Water & Sewer Commissio BOSTON W/ | | | 1 | 1FE | 2,184,140 | 104.9060 | 2,098,120 | 2,000,000 | 2,169,041 | 0 | (15,099) | 0 | 0 | 5.000 | 3.861 | MN | 16,667 | 78,056 | 01/07/2010 | 11/01/2019 |
| 10741M-AX-2 | County of Brevard FL BREVARD C BREVARD C | | | 1 | 1FE | 10,100,060 | 91.0220 | 9,584,617 | 10,530,000 | 10,123,357 | 0 | 12,570 | 0 | 0 | 5.000 | 5.330 | FA | 219,375 | 526,500 | 02/17/2009 | 08/01/2029 |
| 115117-GZ-0 | Broward Cnty FLA WTR & SWR UTI SER A | | | 1 | 1FE | 6,718,841 | 100.1180 | 6,798,012 | 6,790,000 | 6,736,894 | 0 | 9,630 | 0 | 0 | 5.000 | 5.188 | AO | 84,875 | 339,500 | 02/17/2009 | 10/01/2030 |
| 130326-SK-8 | California Hlth Facs Auth Rev Mercy Heal | | | | 1FE | 3,053,825 | 108.1230 | 2,703,075 | 2,500,000 | 2,683,986 | 0 | (198,554) | 0 | 0 | 9.250 | 1.154 | JD | 19,271 | 231,250 | 02/17/2009 | 12/01/2011 |
| 13033K-5K-1 | California Housing Finance Age CA HSG | | | 1 | 1FE | 4,649,100 | 80.2850 | 4,817,100 | 6,000,000 | 4,683,691 | 0 | 18,891 | 0 | 0 | 4.950 | 6.765 | FA | 123,750 | 297,000 | 02/17/2009 | 08/01/2036 |
| 13048T-GL-1 | California Municipal Finance A CA MUN FI | | | 1 | 2FE | 736,613 | 92.8890 | 696,668 | 750,000 | 736,709 | 0 | 96 | 0 | 0 | 5.500 | 5.651 | JJ | 16,042 | 0 | 07/30/2010 | 07/01/2030 |
| 13055J-AA-3 | Calif Pollution Cntrl Fing Auth | | | 1 | 2FE | 500,000 | 89.1640 | 445,820 | 500,000 | 500,000 | 0 | 0 | 0 | 0 | 5.250 | 5.250 | FA | 9,698 | 0 | 08/11/2010 | 08/01/2040 |
| 13066K-A6-6 | California State Department of CA WTR SY | | | 1 | 1FE | 10,918,725 | 104.1200 | 10,469,266 | 10,055,000 | 10,841,882 | 0 | (72,289) | 0 | 0 | 5.000 | 3.950 | JD | 41,896 | 501,353 | 12/03/2009 | 12/01/2019 |
| 13066K-A7-4 | California State Department of CA WTR SY | | | 1 | 1FE | 15,739,543 | 103.3760 | 15,067,052 | 14,575,000 | 15,636,283 | 0 | (97,141) | 0 | 0 | 5.000 | 4.020 | JD | 60,729 | 726,726 | 12/03/2009 | 12/01/2019 |
| 13066Y-QG-7 | California State Department of CA WTR | | | | 1FE | 6,564,828 | 107.9220 | 6,378,190 | 5,910,000 | 6,561,646 | 0 | (3,182) | 0 | 0 | 5.000 | 3.794 | MN | 49,250 | 0 | 12/01/2010 | 05/01/2022 |
| 130911-RK-8 | California Statewide Communiti Hosp Mont | | | 1 | 1FE | 2,060,060 | 101.8190 | 2,036,380 | 2,000,000 | 2,035,309 | 0 | (13,547) | 0 | 0 | 5.250 | 4.471 | JD | 8,750 | 105,000 | 02/17/2009 | 06/01/2013 |
| 144709-FX-5 | Carroll City-County Hospital A CARROLL H | | | 1 | 1FE | 1,106,960 | 105.5720 | 1,055,720 | 1,000,000 | 1,104,073 | 0 | (2,887) | 0 | 0 | 5.000 | 3.691 | JJ | 15,556 | 0 | 08/04/2010 | 07/01/2020 |
| 14739H-BQ-3 | Cascade Water Alliance CASCADE W | | | 1 | 1FE | 11,260,000 | 98.3760 | 11,077,138 | 11,260,000 | 11,260,000 | 0 | 0 | 0 | 0 | 5.907 | 5.907 | MS | 221,709 | 583,835 | 09/24/2009 | 09/01/2034 |
| 15504R-CW-7 | Central Puget Sound Regional T CENT PUGE | | | 1 | 1FE | 49,115,433 | 99.7770 | 48,975,540 | 49,085,000 | 49,112,940 | 0 | (2,415) | 0 | 0 | 5.000 | 4.990 | MN | 409,042 | 2,454,250 | 02/17/2009 | 11/01/2017 |
| 161045-HV-4 | City of Charlotte NC CHARLOTTE CHARLOTTE | | | 1 | 1FE | 15,971,700 | 101.7830 | 15,267,450 | 15,000,000 | 15,858,077 | 0 | (95,978) | 0 | 0 | 5.000 | 4.106 | JJ | 375,000 | 750,000 | 10/27/2009 | 07/01/2018 |
| 167592-RG-1 | Chicago O'Hare Internl Arpt 2nd Lien Pas | | | 1 | 1FE | 3,385,457 | 101.2880 | 3,383,019 | 3,340,000 | 3,356,683 | 0 | (15,843) | 0 | 0 | 5.750 | 5.231 | JJ | 96,025 | 192,050 | 02/17/2009 | 01/01/2012 |
| 18085P-EB-6 | County of Clark NV Amt-Sub Lien-Ser A-1 | | | 1 | 1FE | 4,755,800 | 101.4270 | 5,071,350 | 5,000,000 | 4,779,822 | 0 | 12,950 | 0 | 0 | 5.500 | 6.037 | JJ | 137,500 | 275,000 | 02/17/2009 | 07/01/2022 |
| 18085P-EJ-9 | County of Clark NV Sub Lien-Ser A2 | | | 1 | 1FE | 4,482,950 | 94.8670 | 4,743,350 | 5,000,000 | 4,507,529 | 0 | 13,271 | 0 | 0 | 5.000 | 5.854 | JJ | 125,000 | 250,000 | 02/17/2009 | 07/01/2030 |
| 181012-AY-1 | County of Clark NV CLARK S/TAX-REF-B | | | | 1FE | 1,140,670 | 111.0090 | 1,110,090 | 1,000,000 | 1,126,903 | 0 | (13,767) | 0 | 0 | 5.000 | 1.281 | JJ | 19,444 | 0 | 07/30/2010 | 07/01/2014 |
| 186352-JC-5 | City of Cleveland OH CLEVELAND CLEVELAND | | | | 1FE | 6,511,740 | 109.8420 | 6,535,599 | 5,950,000 | 6,392,315 | 0 | (64,919) | 0 | 0 | 5.000 | 3.611 | JJ | 148,750 | 297,500 | 02/17/2009 | 01/01/2017 |
| 186432-VF-4 | Cleveland OH Wtrwks Rev Unref Bal -1st M | | | 1 | 2FE | 35,002 | 100.3480 | 35,122 | 35,000 | 35,000 | 0 | 0 | 0 | 0 | 5.750 | 5.735 | JJ | 1,006 | 2,013 | 02/17/2009 | 01/01/2016 |

# 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 | 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 |
| 190828-WE-9 | County of Cobb GA COBB CNTY WTR/SWR | | | 1 | 1FE | 2,574,475 | 99.6190 | 2,490,475 | 2,500,000 | 2,568,041 | 0 | (6,434) | 0 | 0 | 4.000 | 3.625 | JJ | 50,000 | 50,000 | 01/12/2010 | 07/01/2019 |
| 196630-5Y-9 | Colorado Springs CO Utils Rev Sub lien I | | | 1 | 1FE | 15,415,615 | 100.6410 | 15,347,753 | 15,250,000 | 15,367,251 | 0 | (26,962) | 0 | 0 | 5.000 | 4.780 | MN | 97,431 | 762,500 | 02/17/2009 | 11/15/2014 |
| 196630-5Z-6 | Colorado Springs CO Utils Rev Sub Lien I | | | 1 | 1FE | 6,014,867 | 100.3960 | 5,988,621 | 5,965,000 | 6,000,394 | 0 | (8,129) | 0 | 0 | 5.000 | 4.830 | MN | 38,110 | 298,250 | 02/17/2009 | 11/15/2014 |
| 196630-6A-0 | Colorado Springs CO Utils Rev Sub Lien I | | | 1 | 1FE | 6,304,908 | 100.1160 | 6,272,267 | 6,265,000 | 6,293,416 | 0 | (6,520) | 0 | 0 | 5.000 | 4.870 | MN | 40,026 | 313,250 | 02/17/2009 | 11/15/2014 |
| 196630-6B-8 | Colorado Springs CO Utils Rev Sub Lien I | | | 1 | 1FE | 6,608,820 | 99.9260 | 6,575,131 | 6,580,000 | 6,600,639 | 0 | (4,731) | 0 | 0 | 5.000 | 4.910 | MN | 42,039 | 329,000 | 02/17/2009 | 11/15/2014 |
| 196632-GV-9 | Colorado Springs CO Utils Rev | | | 2 | 1FE | 5,501,250 | 94.2020 | 5,181,110 | 5,500,000 | 5,501,250 | 0 | 31 | 0 | 0 | 5.545 | 5.543 | MN | 38,969 | 348,180 | 09/16/2009 | 11/15/2039 |
| 20774L-6B-6 | Connecticut State Health & Edl Yale Univ | | | | 1FE | 10,240,200 | 101.5080 | 10,150,800 | 10,000,000 | 10,231,849 | 0 | (4,863) | 0 | 0 | 5.000 | 4.837 | JJ | 250,000 | 500,000 | 02/17/2009 | 07/01/2035 |
| 20774U-PP-4 | Connecticut State Health & Edl CT H/E YA | | | 1 | 1FE | 4,025,327 | 101.5600 | 4,011,620 | 3,950,000 | 4,008,732 | 0 | (9,161) | 0 | 0 | 5.000 | 4.690 | JJ | 98,750 | 197,500 | 02/17/2009 | 07/01/2016 |
| 22087W-AA-7 | FDIC Structured Sale Gtd Notes FDIC Guar | | | | 1FE | 8,672,659 | 99.4390 | 8,770,520 | 8,820,000 | 8,742,890 | 0 | 70,231 | 0 | 0 | 0.000 | 1.080 | MAT | 0 | 0 | 04/12/2010 | 10/25/2011 |
| 235036-CV-0 | Dallas-Fort Worth Intrnl Arpt Ref & Impt | | | 1 | 1FE | 2,830,841 | 103.2870 | 2,876,543 | 2,785,000 | 2,799,862 | 0 | (17,044) | 0 | 0 | 5.875 | 5.211 | MN | 27,270 | 163,619 | 02/17/2009 | 11/01/2011 |
| 235036-DA-5 | Dallas-Fort Worth Intrnl Arpt Ref & Impt | | | 1 | 1FE | 5,378,220 | 98.7710 | 5,926,260 | 6,000,000 | 5,403,418 | 0 | 13,470 | 0 | 0 | 5.500 | 6.369 | MN | 55,000 | 330,000 | 02/17/2009 | 11/01/2031 |
| 235036-JX-9 | Dallas-Fort Worth Intrnl Arpt Impt-JT-Se | | | 1 | 1FE | 8,229,468 | 93.7970 | 8,657,463 | 9,230,000 | 8,293,649 | 0 | 34,682 | 0 | 0 | 5.000 | 6.002 | MN | 76,917 | 461,500 | 02/17/2009 | 11/01/2026 |
| 235416-N4-2 | City of Dallas TX DALLAS WTRWKS/SWR REF | | | 1 | 1FE | 6,130,961 | 105.0700 | 5,847,146 | 5,565,000 | 6,072,002 | 0 | (55,512) | 0 | 0 | 5.000 | 3.640 | AO | 69,563 | 278,250 | 12/03/2009 | 10/01/2018 |
| 235416-Z8-0 | City of Dallas TX DALLAS TX WTR N SWR | | | 1 | 1FE | 5,585,845 | 100.6450 | 5,183,218 | 5,150,000 | 5,575,235 | 0 | (10,610) | 0 | 0 | 5.000 | 3.970 | AO | 64,375 | 75,819 | 09/09/2010 | 10/01/2020 |
| 24916P-FP-7 | Denver City & County Board of DENVER WTR | | | 1 | 1FE | 15,485,000 | 91.4910 | 14,167,381 | 15,485,000 | 15,485,000 | 0 | 0 | 0 | 0 | 5.170 | 5.170 | JD | 186,801 | 0 | 09/29/2010 | 12/15/2040 |
| 251237-YX-5 | City of Detroit MI DETROIT SWR REF-SR-A | | | | 1FE | 10,675,626 | 109.0960 | 10,582,312 | 9,700,000 | 10,510,243 | 0 | (90,217) | 0 | 0 | 5.500 | 4.191 | JJ | 266,750 | 533,500 | 02/17/2009 | 07/01/2018 |
| 251440-AT-0 | Detroit/Wayne Cnty MI Stadium | | | 1 | 1FE | 3,362,310 | 99.9920 | 3,499,720 | 3,500,000 | 3,371,256 | 0 | 4,835 | 0 | 0 | 5.250 | 5.600 | FA | 76,563 | 183,750 | 02/17/2009 | 02/01/2027 |
| 25476W-BD-2 | District of Columbia DC BALLPARK-SER B1 | | | 1 | 1FE | 18,252,617 | 90.5440 | 20,902,082 | 23,085,000 | 18,445,022 | 0 | 105,293 | 0 | 0 | 5.000 | 6.858 | FA | 480,938 | 1,154,250 | 02/17/2009 | 02/01/2031 |
| 25476W-BE-0 | District of Columbia DC BALLPARK-SER B1 | | | | 1FE | 1,917,688 | 88.7940 | 2,233,169 | 2,515,000 | 1,934,334 | 0 | 9,104 | 0 | 0 | 5.000 | 6.996 | FA | 52,396 | 125,750 | 02/17/2009 | 02/01/2035 |
| 295852-FH-5 | Ernest N Morial-New Orleans LA REF - Exh | | | 1 | 2FE | 3,947,619 | 96.2710 | 4,466,974 | 4,640,000 | 4,019,312 | 0 | 39,240 | 0 | 0 | 5.000 | 6.798 | JJ | 106,978 | 232,000 | 02/17/2009 | 07/15/2021 |
| 34074G-DD-3 | Florida Hurricane Catastrophe FL HURRICA | | | | 1FE | 7,984,950 | 107.6400 | 8,073,000 | 7,500,000 | 7,932,721 | 0 | (52,229) | 0 | 0 | 5.000 | 3.600 | JJ | 225,000 | 0 | 05/14/2010 | 07/01/2015 |
| 341507-LH-2 | State of Florida SER A | | | 1 | 1FE | 4,613,377 | 107.2730 | 4,655,648 | 4,340,000 | 4,489,143 | 0 | (67,472) | 0 | 0 | 5.250 | 3.533 | JJ | 113,925 | 227,850 | 02/17/2009 | 07/01/2012 |
| 341507-RT-0 | State of Florida FL BOE LOTTERY SER A | | | | 1FE | 1,292,175 | 110.5780 | 1,255,060 | 1,135,000 | 1,276,150 | 0 | (16,024) | 0 | 0 | 5.000 | 1.350 | JJ | 28,375 | 0 | 07/30/2010 | 07/01/2014 |
| 34160W-GQ-1 | Florida St Dept.of Envnm Protn SER A | | | 1 | 1FE | 5,515,322 | 103.5430 | 5,389,413 | 5,205,000 | 5,409,938 | 0 | (57,316) | 0 | 0 | 5.000 | 3.721 | JJ | 130,125 | 260,250 | 02/17/2009 | 07/01/2013 |
| 34281P-KB-8 | Florida Governmental Utility A FL GOVTL | | | 1 | 2FE | 4,585,000 | 102.7030 | 4,708,933 | 4,585,000 | 4,585,000 | 0 | 0 | 0 | 0 | 6.641 | 6.641 | AO | 76,122 | 170,007 | 02/26/2010 | 10/01/2020 |
| 34281P-KC-6 | Florida Governmental Utility A FL GOVTL | | | 1 | 2FE | 3,375,000 | 102.7120 | 3,466,530 | 3,375,000 | 3,375,000 | 0 | 0 | 0 | 0 | 7.141 | 7.141 | AO | 60,252 | 134,563 | 02/26/2010 | 10/01/2025 |
| 34281P-KD-4 | Florida Governmental Utility A FL GOVTL | | | 1 | 2FE | 4,255,000 | 102.1750 | 4,347,546 | 4,255,000 | 4,255,000 | 0 | 0 | 0 | 0 | 7.630 | 7.630 | AO | 81,164 | 181,267 | 02/26/2010 | 10/01/2030 |
| 34281P-KE-2 | Florida Governmental Utility A FL GOVTL | | | 1 | 2FE | 5,445,000 | 101.6650 | 5,535,659 | 5,445,000 | 5,445,000 | 0 | 0 | 0 | 0 | 7.880 | 7.880 | AO | 107,267 | 239,562 | 02/26/2010 | 10/01/2035 |
| 34281P-KF-9 | Florida Governmental Utility A FL GOVTL | | | 1 | 2FE | 7,005,000 | 101.4730 | 7,108,184 | 7,005,000 | 7,005,000 | 0 | 0 | 0 | 0 | 8.080 | 8.080 | AO | 141,501 | 316,019 | 02/26/2010 | 10/01/2040 |
| 343136-F9-3 | Florida State Department of Tr FL ST TPK | | | 1 | 1FE | 17,188,617 | 98.1270 | 16,730,654 | 17,050,000 | 17,166,519 | 0 | (12,584) | 0 | 0 | 5.000 | 4.890 | JJ | 426,250 | 852,500 | 02/17/2009 | 07/01/2018 |
| 343136-WG-8 | Florida State Department of Tr Ser C | | | 1 | 1FE | 10,018,000 | 98.9350 | 9,893,500 | 10,000,000 | 10,012,653 | 0 | (3,234) | 0 | 0 | 5.000 | 4.960 | JJ | 250,000 | 500,000 | 02/17/2009 | 07/01/2014 |
| 343246-DR-2 | Florida Water Pollution Contro FL WTR-A- | | | | 1FE | 1,291,331 | 111.8900 | 1,258,763 | 1,125,000 | 1,276,009 | 0 | (15,322) | 0 | 0 | 5.000 | 1.121 | JJ | 20,625 | 0 | 07/28/2010 | 07/15/2014 |
| 355849-AN-0 | Fredericksburg Economic Develo FREDERICK | | | | 1FE | 1,109,760 | 107.6270 | 1,076,270 | 1,000,000 | 1,105,535 | 0 | (4,225) | 0 | 0 | 5.250 | 3.780 | JD | 2,333 | 26,250 | 08/02/2010 | 06/15/2019 |
| 359900-D3-8 | Fulton County Development Auth FULTON DE | | | | 1FE | 1,115,950 | 108.7060 | 1,087,060 | 1,000,000 | 1,110,242 | 0 | (5,708) | 0 | 0 | 5.000 | 3.200 | MN | 6,389 | 25,000 | 08/03/2010 | 11/15/2017 |
| 38122N-GD-8 | Golden State Tobacco Securitiz GOLDEN TO | | | | 2FE | 10,058,125 | 89.2580 | 11,157,250 | 12,500,000 | 10,129,639 | 0 | 38,575 | 0 | 0 | 5.000 | 6.570 | JD | 52,083 | 625,000 | 02/17/2009 | 06/01/2035 |

# 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 | 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 |
| 396066-AJ-1 | Greenville Cnty SC Sch Dist Bl Bldg Equi | | | | 1FE | 5,601,450 | 108.1760 | 5,408,800 | 5,000,000 | 5,310,444 | 0 | (156,965) | 0 | 0 | 5.500 | 2.174 | JD | 22,917 | 275,000 | 02/17/2009 | 12/01/2012 |
| 396080-ET-6 | Greenville,SC Hospital Sys Fac | | | 1 | 1FE | 5,907,290 | 101.7100 | 5,960,206 | 5,860,000 | 5,880,821 | 0 | (14,719) | 0 | 0 | 5.500 | 5.220 | MN | 53,717 | 322,300 | 02/17/2009 | 05/01/2012 |
| 407272-L9-2 | County of Hamilton OH Cincinnati Childre | | | 1 | 2FE | 5,452,580 | 93.6340 | 6,554,380 | 7,000,000 | 5,507,741 | 0 | 29,902 | 0 | 0 | 5.000 | 6.926 | MN | 44,722 | 350,000 | 02/17/2009 | 05/15/2032 |
| 407287-GS-4 | Hamilton Cnty OH Sales Tax UNREFD BAL SE | | | 1 | 1FE | 753,942 | 101.6350 | 721,609 | 710,000 | 710,000 | 0 | (22,736) | 0 | 0 | 5.750 | 2.201 | JD | 3,402 | 40,825 | 02/17/2009 | 12/01/2016 |
| 407288-WH-8 | County of Hamilton OH HAMILTON CNTY SWR- | | | 1 | 1FE | 12,941,424 | 100.4310 | 13,106,246 | 13,050,000 | 12,947,041 | 0 | 2,522 | 0 | 0 | 5.000 | 5.060 | JD | 54,375 | 652,500 | 02/17/2009 | 12/01/2032 |
| 414152-PX-0 | Harris County Health Facs Dev MEMORIAL H | | | 1 | 1FE | 4,770,753 | 103.4910 | 4,398,368 | 4,250,000 | 4,380,633 | 0 | (375,445) | 0 | 0 | 6.375 | 1.351 | JD | 22,578 | 270,938 | 02/17/2009 | 06/01/2011 |
| 414152-QP-6 | Harris County Health Facs Dev Mem Herman | | | 1 | 1FE | 3,009,710 | 101.4860 | 3,313,518 | 3,265,000 | 3,043,479 | 0 | 18,330 | 0 | 0 | 5.000 | 5.993 | JD | 13,604 | 163,250 | 02/17/2009 | 12/01/2019 |
| 41473E-FJ-5 | Harrisburg PA Authority Gtd Ser D-2 | | | 2 | 1FE | 7,212,595 | 99.7810 | 6,485,765 | 6,500,000 | 6,944,353 | 0 | (144,961) | 0 | 0 | 5.000 | 2.553 | JD | 27,083 | 325,000 | 02/17/2009 | 12/01/2013 |
| 419771-AW-0 | Hawaii Pacific Health HI PACIFIC HLTH-B | | | 1 | 1FE | 489,715 | 97.7440 | 488,720 | 500,000 | 489,820 | 0 | 105 | 0 | 0 | 5.625 | 5.801 | JJ | 12,500 | 0 | 07/08/2010 | 07/01/2030 |
| 425538-AX-3 | Hennepin County MN HENNEPIN S/TAX | | | 1 | 1FE | 9,875,600 | 97.4020 | 9,740,200 | 10,000,000 | 9,880,150 | 0 | 2,132 | 0 | 0 | 4.750 | 4.830 | JD | 21,111 | 475,000 | 02/17/2009 | 12/15/2037 |
| 428437-AC-1 | Hialeah Gardens Health Facilit HIALEAH G | | | 1 | 1FE | 5,955,523 | 85.4860 | 6,048,135 | 7,075,000 | 5,984,498 | 0 | 15,860 | 0 | 0 | 5.000 | 6.188 | FA | 133,639 | 353,750 | 02/17/2009 | 08/15/2037 |
| 438701-PT-5 | City & County of Honolulu HI H HONOLULU | | | 1 | 1FE | 8,889,297 | 102.8340 | 9,100,809 | 8,850,000 | 8,886,701 | 0 | (1,323) | 0 | 0 | 6.339 | 6.275 | JJ | 280,501 | 423,868 | 09/16/2009 | 07/01/2019 |
| 442378-CX-1 | Houston,TX Higher Ed Finl Corp Rice Univ | | | 1 | 1FE | 1,036,170 | 101.6820 | 1,016,820 | 1,000,000 | 1,025,158 | 0 | (3,335) | 0 | 0 | 5.000 | 4.541 | MN | 6,389 | 50,000 | 07/02/2007 | 05/15/2017 |
| 442435-KN-2 | Houston, TX Hotel Board Fac. REF-COMB 1 | | | 1 | 1FE | 1,983,020 | 99.5220 | 1,990,440 | 2,000,000 | 1,983,852 | 0 | 369 | 0 | 0 | 5.000 | 5.060 | MN | 12,778 | 100,000 | 02/17/2009 | 11/15/2033 |
| 44420P-AC-8 | Hudson Yards Infrastructure Co Ser. A | | | 1 | 1FE | 4,177,600 | 90.4510 | 4,522,550 | 5,000,000 | 4,188,696 | 0 | 6,067 | 0 | 0 | 5.000 | 6.120 | FA | 94,444 | 250,000 | 02/17/2009 | 02/15/2047 |
| 451908-5J-2 | Illinois Dev Fin Auth Rev Provena Health | | | 2 | 2FE | 1,951,800 | 96.7470 | 1,934,940 | 2,000,000 | 1,968,644 | 0 | 1,756 | 0 | 0 | 5.125 | 5.299 | MN | 13,097 | 102,500 | 06/22/1998 | 05/15/2023 |
| 45200B-KQ-0 | Illinois Finance Authority SwedishAmeric | | | 1 | 1FE | 7,914,100 | 89.4920 | 8,949,200 | 10,000,000 | 7,992,799 | 0 | 42,652 | 0 | 0 | 5.000 | 6.817 | MN | 63,889 | 500,000 | 02/17/2009 | 11/15/2031 |
| 45200L-7Q-3 | Illinois Health Facs Auth Rev Loyola Uni | | | | 1 | 369,778 | 112.4870 | 388,080 | 345,000 | 351,199 | 0 | (2,264) | 0 | 0 | 6.000 | 5.224 | JJ | 10,350 | 20,700 | 08/31/2000 | 07/01/2013 |
| 452010-AL-8 | Illinois Educational Facilitie Prerefund | | | 1 | 1FE | 697,681 | 110.1000 | 671,610 | 610,000 | 660,881 | 0 | (19,797) | 0 | 0 | 5.000 | 1.584 | JJ | 15,250 | 30,500 | 02/17/2009 | 07/01/2013 |
| 45201Y-QU-4 | Illinois Hsg Dev Auth Homeowne Homeowner | | | 1 | 1FE | 1,611,894 | 92.4000 | 1,787,940 | 1,935,000 | 1,620,841 | 0 | 4,872 | 0 | 0 | 5.000 | 6.284 | FA | 40,313 | 96,750 | 02/17/2009 | 08/01/2036 |
| 455057-E7-0 | Indiana Finance Authority INDIANA FIN AU | | | | 1FE | 14,843,270 | 112.4810 | 14,622,530 | 13,000,000 | 14,832,571 | 0 | (10,699) | 0 | 0 | 5.000 | 3.342 | FA | 128,194 | 0 | 12/01/2010 | 02/01/2021 |
| 455057-RQ-4 | Indiana Finance Authority IN FIN-REF-FAC | | | 1 | 1FE | 5,550,700 | 106.9930 | 5,349,650 | 5,000,000 | 5,490,959 | 0 | (56,330) | 0 | 0 | 5.000 | 3.500 | JJ | 125,000 | 250,000 | 12/03/2009 | 07/01/2018 |
| 45735A-AX-2 | Inland Empire,CA Solid Waste Amt-Lndfl I | | | 2 | 1FE | 1,298,460 | 101.4250 | 1,262,741 | 1,245,000 | 1,258,212 | 0 | (21,914) | 0 | 0 | 6.250 | 4.385 | FA | 32,422 | 77,813 | 02/17/2009 | 08/01/2011 |
| 458840-2V-6 | Intermountain Pwr Agy UT Suppl Zero's -C | @ | | | 1FE | 383,232 | 81.6640 | 979,968 | 1,200,000 | 827,525 | 0 | 45,987 | 0 | 0 | 0.000 | 5.800 | MAT | 0 | 0 | 07/09/1997 | 07/01/2017 |
| 45884A-HH-9 | Intermountain Pwr Agy Utah Sup Pwr Suppl | | | 2 | 1FE | 2,255,280 | 109.5660 | 2,191,320 | 2,000,000 | 2,170,476 | 0 | (45,858) | 0 | 0 | 5.250 | 2.682 | JJ | 52,500 | 105,000 | 02/17/2009 | 07/01/2014 |
| 469487-BW-1 | City of Jacksonville FL JACKSO JACKSONVI | | | 1 | 1FE | 6,000,000 | 102.3460 | 6,140,760 | 6,000,000 | 6,000,000 | 0 | 0 | 0 | 0 | 6.259 | 6.259 | AO | 93,885 | 376,583 | 09/24/2009 | 10/01/2030 |
| 472902-JJ-5 | Jefferson Cnty KY Hlt Facs Rev Unrefd Ba | | | | 2FE | 1,835,147 | 100.2650 | 1,839,863 | 1,835,000 | 1,835,000 | 0 | 0 | 0 | 0 | 5.125 | 5.102 | AO | 23,511 | 94,044 | 02/17/2009 | 10/01/2017 |
| 49130T-LE-4 | Kentucky Housing Corp KY HSG CORP-AMT-D | | | 1 | 1FE | 500,000 | 96.9660 | 484,830 | 500,000 | 500,000 | 0 | 0 | 0 | 0 | 5.125 | 5.125 | JJ | 9,894 | 0 | 07/15/2010 | 07/01/2025 |
| 495289-SX-9 | King County WA KING CNTY SWR | | | 1 | 1FE | 6,248,558 | 99.4860 | 5,849,777 | 5,880,000 | 6,235,873 | 0 | (12,685) | 0 | 0 | 5.000 | 4.000 | JJ | 147,000 | 0 | 09/09/2010 | 01/01/2018 |
| 495289-WH-9 | King County WA SWR REV | | | 1 | 1FE | 1,072,730 | 100.8660 | 1,008,660 | 1,000,000 | 1,070,163 | 0 | (2,567) | 0 | 0 | 5.000 | 4.101 | JJ | 21,111 | 0 | 07/20/2010 | 07/01/2020 |
| 516839-AT-4 | Laredo TX ISD Pub Fac Corp Ser A | | | 1 | 1FE | 979,950 | 100.1780 | 1,001,780 | 1,000,000 | 981,646 | 0 | 912 | 0 | 0 | 5.000 | 5.190 | FA | 20,833 | 50,000 | 02/17/2009 | 08/01/2024 |
| 52349M-EP-3 | Lee County Industrial Developm Sys-Boni | | | 1 | 1FE | 3,892,900 | 96.3660 | 3,878,732 | 4,025,000 | 3,903,862 | 0 | 5,810 | 0 | 0 | 5.000 | 5.310 | MN | 33,542 | 201,250 | 02/17/2009 | 11/01/2024 |
| 538152-BM-0 | Livermore-Amador VY CA Wtr Mgm Ser A | | | 1 | 1FE | 5,591,776 | 102.0790 | 5,522,474 | 5,410,000 | 5,454,694 | 0 | (74,454) | 0 | 0 | 5.250 | 3.803 | FA | 118,344 | 284,025 | 02/17/2009 | 08/01/2011 |
| 542690-XD-9 | Long Island Power Authority/NY Ser A | | | 1 | 1FE | 4,815,150 | 99.1610 | 4,958,050 | 5,000,000 | 4,825,031 | 0 | 5,330 | 0 | 0 | 5.100 | 5.400 | MS | 85,000 | 255,000 | 02/17/2009 | 09/01/2029 |
| 543583-FF-0 | Lorain County OH Hosp Rev Ref & Impt-Cat | | | 1 | 1FE | 10,905,624 | 96.6800 | 11,214,880 | 11,600,000 | 10,932,162 | 0 | 14,075 | 0 | 0 | 5.250 | 5.705 | AO | 152,250 | 609,000 | 02/17/2009 | 10/01/2033 |
| 544525-KH-0 | Los Angeles Dept of Wtr & Pwr L A WTR/PW | | | 1 | 1FE | 11,677,232 | 97.2290 | 10,889,648 | 11,200,000 | 11,659,789 | 0 | (17,443) | 0 | 0 | 5.000 | 4.270 | JJ | 280,000 | 0 | 09/09/2010 | 07/01/2017 |

# 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 | 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 |
| 544552-LN-0 | LA Calif. HBR Dept Ref-AMT-A | | | 1 | 1FE | 14,954,242 | 99.7520 | 16,673,547 | 16,715,000 | 15,092,140 | 0 | 75,254 | 0 | 0 | 5.000 | 6.059 | FA | 348,229 | 835,750 | 02/17/2009 | 08/01/2024 |
| 544628-GW-4 | Los Angeles CA Regl Arpts Impt Ref-Facs- | | | 1 | 1FE | 4,371,700 | 95.5090 | 4,775,450 | 5,000,000 | 4,395,979 | 0 | 13,102 | 0 | 0 | 5.500 | 6.569 | JJ | 137,500 | 275,000 | 02/17/2009 | 01/01/2032 |
| 54627R-AC-4 | Louisiana Lcl Govt Envior Fac Series 201 | | | 2 | 1FE | 999,621 | 97.9820 | 979,820 | 1,000,000 | 999,612 | 0 | (9) | 0 | 0 | 3.450 | 3.456 | FA | 14,375 | 0 | 07/15/2010 | 02/01/2022 |
| 54627R-AD-2 | Louisiana Lcl Govt Envior Fac Series 201 | | | 2 | 1FE | 999,507 | 91.8820 | 918,820 | 1,000,000 | 999,487 | 0 | (20) | 0 | 0 | 3.960 | 3.966 | FA | 16,500 | 0 | 07/15/2010 | 08/01/2024 |
| 546282-AJ-3 | Louisiana Local Government Env LA LOC GO | | | 1 | 2FE | 500,000 | 94.2210 | 471,105 | 500,000 | 500,000 | 0 | 0 | 0 | 0 | 6.000 | 6.000 | AO | 7,500 | 15,000 | 07/21/2010 | 10/01/2044 |
| 546395-J4-7 | Louisiana Public Facilities Au | | | 1 | 1FE | 987,650 | 93.3370 | 933,370 | 1,000,000 | 987,706 | 0 | 56 | 0 | 0 | 5.250 | 5.351 | MN | 8,750 | 11,521 | 08/09/2010 | 11/01/2030 |
| 546475-DY-7 | State of Louisiana Gas & Fuel Tax Rev Se | | | 1 | 1FE | 4,604,443 | 99.9230 | 4,756,335 | 4,760,000 | 4,646,199 | 0 | 22,605 | 0 | 0 | 5.000 | 5.630 | MN | 39,667 | 238,000 | 02/17/2009 | 05/01/2035 |
| 546589-QT-2 | Louisville & Jefferson County LOUISVILLE | | | 1 | 1FE | 1,134,830 | 108.1320 | 1,081,320 | 1,000,000 | 1,129,824 | 0 | (5,006) | 0 | 0 | 5.000 | 3.300 | MN | 6,389 | 25,000 | 08/03/2010 | 11/15/2019 |
| 55263G-DD-9 | Savannah GA Eco Dev Auth Rev Series 2002 | | | 2 | 6 | 10,313,085 | 97.0000 | 9,929,223 | 10,236,312 | 9,929,211 | (385,225) | 1,363 | 0 | 0 | 4.990 | 4.805 | MON | 22,702 | 0 | 12/31/2010 | 09/15/2017 |
| 560427-DB-9 | Maine Health & Higher Edl Facs Prerefund | | | 1 | 1FE | 5,180,175 | 114.4480 | 5,922,684 | 5,175,000 | 5,179,086 | 0 | (792) | 0 | 0 | 5.000 | 4.980 | JJ | 129,375 | 258,750 | 07/09/2009 | 07/01/2015 |
| 566816-FP-4 | Maricopa County Industrial Dev Catholic | | | | 1FE | 1,888,700 | 100.0140 | 2,000,280 | 2,000,000 | 1,901,163 | 0 | 6,745 | 0 | 0 | 5.000 | 5.630 | JJ | 50,000 | 100,000 | 02/17/2009 | 07/01/2021 |
| 575579-GL-5 | Massachusetts Bay Trans Auth MA BAY TRN- | | | | 1FE | 8,925,370 | 114.4040 | 8,494,497 | 7,425,000 | 8,848,240 | 0 | (77,129) | 0 | 0 | 5.500 | 3.685 | JJ | 204,188 | 204,188 | 01/11/2010 | 07/01/2024 |
| 57583R-5N-1 | Massachusetts Development Fina | | | | 1FE | 10,274,050 | 102.4020 | 10,240,200 | 10,000,000 | 10,273,818 | 0 | (232) | 0 | 0 | 5.000 | 4.826 | AO | 61,111 | 0 | 12/14/2010 | 10/15/2040 |
| 57583R-5Q-4 | Massachusetts Development Fina MA DEV-B2 | | | | 1FE | 22,076,600 | 104.6140 | 20,922,800 | 20,000,000 | 22,069,472 | 0 | (7,128) | 0 | 0 | 5.250 | 4.522 | FA | 128,333 | 0 | 11/10/2010 | 02/01/2034 |
| 57583R-PC-3 | Massachusetts Development Fina MA DEV FI | | | 1 | 1FE | 14,053,650 | 97.7510 | 14,662,650 | 15,000,000 | 14,074,721 | 0 | 10,997 | 0 | 0 | 5.000 | 5.410 | JJ | 375,000 | 750,000 | 02/17/2009 | 07/01/2042 |
| 57586C-FW-0 | Massachusetts St Health & EDL Ser. B- H | | | 1 | 1FE | 40,052,595 | 101.0490 | 39,712,257 | 39,300,000 | 39,856,414 | 0 | (107,758) | 0 | 0 | 5.000 | 4.650 | JJ | 906,083 | 1,965,000 | 02/17/2009 | 07/15/2015 |
| 57586E-WJ-6 | Massachusetts St Health & EDL MA HLTH-C | | | | 2FE | 414,312 | 102.2930 | 409,172 | 400,000 | 413,942 | 0 | (370) | 0 | 0 | 5.000 | 4.502 | JJ | 5,111 | 0 | 09/15/2010 | 07/01/2019 |
| 575896-HQ-1 | Massachusetts Port Authority MA ST PORT- | | | | 1FE | 517,775 | 102.3140 | 511,570 | 500,000 | 514,163 | 0 | (3,612) | 0 | 0 | 3.000 | 1.091 | JJ | 5,792 | 0 | 08/05/2010 | 07/01/2012 |
| 575930-V7-4 | Massachusetts Housing Finance AMT-Rental | | | 1 | 1FE | 2,640,971 | 100.2780 | 2,762,659 | 2,755,000 | 2,649,570 | 0 | 4,600 | 0 | 0 | 5.250 | 5.640 | JJ | 72,319 | 144,638 | 02/17/2009 | 07/01/2025 |
| 575930-V8-2 | Massachusetts Housing Finance AMT-Rental | | | 1 | 1FE | 7,416,526 | 99.4200 | 7,908,861 | 7,955,000 | 7,452,920 | 0 | 19,618 | 0 | 0 | 5.150 | 5.772 | JJ | 204,841 | 409,683 | 02/17/2009 | 07/01/2026 |
| 576002-AC-3 | Mass St.SPL Oblig DedicTax Rev CPI FLTR | | | | 1FE | 4,555,094 | 97.3400 | 4,852,399 | 4,985,000 | 4,643,294 | 0 | 48,031 | 0 | 0 | 3.500 | 4.830 | JJ | 87,955 | 196,148 | 02/17/2009 | 01/01/2017 |
| 576002-AD-1 | Mass St.SPL Oblig DedicTax Rev CPI FLTR | | | | 1FE | 392,125 | 90.2270 | 451,135 | 500,000 | 410,651 | 0 | 10,138 | 0 | 0 | 2.552 | 5.682 | JJ | 6,433 | 15,124 | 02/17/2009 | 01/01/2018 |
| 576049-6S-4 | Massachusetts Water Resources MA WTR AUT | | | 1 | 1FE | 5,193,750 | 100.3770 | 5,018,850 | 5,000,000 | 5,175,128 | 0 | (16,275) | 0 | 0 | 5.000 | 4.503 | FA | 104,167 | 250,000 | 10/29/2009 | 08/01/2019 |
| 576049-R7-7 | Massachusetts Water Resources MA WTR-REF | | | 1 | 1FE | 17,919,540 | 100.4060 | 18,073,080 | 18,000,000 | 17,922,671 | 0 | 1,462 | 0 | 0 | 5.000 | 5.030 | FA | 375,000 | 900,000 | 02/17/2009 | 08/01/2036 |
| 576049-W2-2 | Massachusetts Water Resources MA WTR RES | | | | 1FE | 4,227,360 | 106.4420 | 4,257,680 | 4,000,000 | 4,214,578 | 0 | (7,021) | 0 | 0 | 5.250 | 4.810 | FA | 87,500 | 210,000 | 02/17/2009 | 08/01/2029 |
| 57604P-B7-8 | Massachusetts St Water Polluti MA WTR RE | | | | 1FE | 5,958,000 | 109.6180 | 5,480,900 | 5,000,000 | 5,916,443 | 0 | (39,104) | 0 | 0 | 5.250 | 3.755 | FA | 109,375 | 262,500 | 12/02/2009 | 08/01/2027 |
| 57604P-UH-5 | Massachusetts St Water Polluti Prerefund | | | 1 | 1FE | 3,039,842 | 102.8840 | 2,875,608 | 2,795,000 | 2,854,011 | 0 | (99,944) | 0 | 0 | 5.250 | 1.598 | FA | 61,141 | 146,738 | 02/17/2009 | 08/01/2011 |
| 57604P-Z6-4 | Massachusetts St Water Polluti MA ST WTR | | | 1 | 1FE | 10,550,600 | 102.3430 | 10,234,300 | 10,000,000 | 10,497,912 | 0 | (46,831) | 0 | 0 | 5.000 | 4.300 | FA | 208,333 | 500,000 | 10/29/2009 | 08/01/2019 |
| 590545-KH-1 | Mesa Ariz Util Sys Rev Ref-Ser A | | | | 1FE | 3,956,960 | 112.6930 | 3,944,255 | 3,500,000 | 3,830,935 | 0 | (68,176) | 0 | 0 | 5.000 | 2.752 | JJ | 87,500 | 175,000 | 02/17/2009 | 07/01/2015 |
| 591745-D4-3 | Metropolitan Atlanta Rapid Tra MET ATLAN | | | 1 | 1FE | 19,802,821 | 101.5240 | 18,599,197 | 18,320,000 | 19,597,426 | 0 | (170,368) | 0 | 0 | 5.000 | 3.780 | JJ | 458,000 | 916,000 | 10/07/2009 | 07/01/2017 |
| 591745-H8-0 | Metropolitan Atlanta Rapid Tra MET ATLAN | | | 1 | 1FE | 9,333,765 | 101.2650 | 8,607,525 | 8,500,000 | 9,310,502 | 0 | (23,263) | 0 | 0 | 5.250 | 3.920 | JJ | 223,125 | 0 | 09/09/2010 | 07/01/2019 |
| 59259R-WW-0 | Metropolitan Trans Auth MET TRN MUNI-SER | | | 1 | 1FE | 1,026,670 | 98.1520 | 981,520 | 1,000,000 | 1,024,725 | 0 | (1,945) | 0 | 0 | 5.000 | 4.430 | MN | 6,389 | 25,000 | 07/16/2010 | 11/15/2015 |
| 592646-KU-6 | Metro Washington DC Arpt AMT- B | | | 1 | 1FE | 22,763,827 | 94.4820 | 26,261,272 | 27,795,000 | 22,921,298 | 0 | 85,228 | 0 | 0 | 5.000 | 6.453 | AO | 347,438 | 1,389,750 | 02/17/2009 | 10/01/2034 |
| 592646-RR-6 | Metro Washington DC Arpt AMT-SER A | | | 1 | 1FE | 16,547,600 | 93.6340 | 18,726,800 | 20,000,000 | 16,674,691 | 0 | 68,880 | 0 | 0 | 5.000 | 6.430 | AO | 250,000 | 1,000,000 | 02/17/2009 | 10/01/2032 |
| 592646-RS-4 | Metro Washington DC Arpt AMT-SER A | | | 1 | 1FE | 14,677,740 | 93.9810 | 16,916,580 | 18,000,000 | 14,773,844 | 0 | 51,973 | 0 | 0 | 5.000 | 6.461 | AO | 225,000 | 900,000 | 02/17/2009 | 10/01/2035 |
| 592646-S8-7 | Metropolitan Washington Airpor MET WA DC | | | 1 | 1FE | 1,066,480 | 100.2220 | 1,002,220 | 1,000,000 | 1,064,165 | 0 | (2,315) | 0 | 0 | 5.000 | 4.191 | AO | 12,500 | 8,750 | 07/21/2010 | 10/01/2020 |

# 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 | 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 |
| 592646-Y4-9 | Metropolitan Washington Airpor MET WA DC | | | | 1FE | 5,209,821 | 104.2210 | 5,007,819 | 4,805,000 | 5,207,088 | 0 | (2,734) | 0 | 0 | 5.000 | 4.193 | AO | 29,364 | 0 | 11/10/2010 | 10/01/2024 |
| 592663-8L-5 | Metropolitan Water District of MET WTR D | | | 1 | 1FE | 17,926,400 | 100.3600 | 16,965,858 | 16,905,000 | 17,815,856 | 0 | (94,007) | 0 | 0 | 5.000 | 4.200 | JJ | 422,625 | 845,250 | 10/09/2009 | 01/01/2019 |
| 592663-8Z-4 | Metropolitan Water District of MET WTR D | | | 1 | 1FE | 13,769,689 | 100.5570 | 13,580,223 | 13,505,000 | 13,747,021 | 0 | (20,228) | 0 | 0 | 5.000 | 4.728 | JJ | 337,625 | 349,250 | 12/21/2010 | 01/01/2019 |
| 59333N-JD-6 | Miami-Dade County FL Spl Oblig CPI FLTR- | | | | 1FE | 489,110 | 99.5870 | 497,935 | 500,000 | 498,672 | 0 | 5,214 | 0 | 0 | 3.183 | 4.268 | AO | 4,012 | 8,657 | 02/17/2009 | 04/01/2011 |
| 59333N-JE-4 | Miami-Dade County FL Spl Oblig CPI FLTR | | | | 1FE | 829,278 | 94.9570 | 854,613 | 900,000 | 853,495 | 0 | 13,170 | 0 | 0 | 2.239 | 3.949 | AO | 5,079 | 17,383 | 02/17/2009 | 04/01/2014 |
| 59333N-LW-1 | County of Miami-Dade FL MIAMI-DADE OBLG- | | | 1 | 1FE | 7,068,921 | 102.1170 | 6,877,580 | 6,735,000 | 7,001,998 | 0 | (36,558) | 0 | 0 | 5.000 | 4.270 | AO | 84,188 | 336,750 | 02/17/2009 | 04/01/2017 |
| 59333P-DN-5 | County of Miami-Dade FL Miami Intl Airpo | | | 1 | 1FE | 6,015,128 | 106.1290 | 6,182,014 | 5,825,000 | 5,920,787 | 0 | (51,512) | 0 | 0 | 5.500 | 4.511 | AO | 80,094 | 320,375 | 02/17/2009 | 10/01/2012 |
| 59333P-DP-0 | County of Miami-Dade FL Miami Intl Airpo | | | 1 | 1FE | 8,858,906 | 105.4680 | 9,107,162 | 8,635,000 | 8,748,060 | 0 | (60,640) | 0 | 0 | 5.500 | 4.711 | AO | 118,731 | 474,925 | 02/17/2009 | 10/01/2012 |
| 59333P-DQ-8 | County of Miami-Dade FL Miami Intl Airpo | | | 1 | 1FE | 2,048,080 | 105.1640 | 2,103,280 | 2,000,000 | 2,024,323 | 0 | (13,015) | 0 | 0 | 5.625 | 4.891 | AO | 28,125 | 112,500 | 02/17/2009 | 10/01/2012 |
| 59333P-DR-6 | County of Miami-Dade FL Miami Intl Airpo | | | 1 | 1FE | 2,047,620 | 104.7540 | 2,095,080 | 2,000,000 | 2,024,121 | 0 | (12,884) | 0 | 0 | 5.750 | 5.021 | AO | 28,750 | 115,000 | 02/17/2009 | 10/01/2012 |
| 59333P-HQ-4 | County of Miami-Dade FL AMT-Miami Intl A | | | 1 | 1FE | 26,942,928 | 88.3830 | 30,275,597 | 34,255,000 | 27,242,188 | 0 | 162,917 | 0 | 0 | 5.000 | 6.916 | AO | 428,188 | 1,712,750 | 02/17/2009 | 10/01/2030 |
| 59333P-HV-3 | County of Miami-Dade FL Miami Intl Airpo | | | 1 | 1FE | 7,587,341 | 90.8870 | 7,984,423 | 8,785,000 | 7,929,794 | 0 | 188,529 | 0 | 0 | 5.000 | 8.061 | AO | 109,813 | 439,250 | 02/17/2009 | 10/01/2037 |
| 59333P-RJ-9 | County of Miami-Dade FL MIAMI-DADE CNTY- | | | 1 | 1FE | 9,812,000 | 104.0510 | 10,405,100 | 10,000,000 | 9,835,509 | 0 | 12,483 | 0 | 0 | 5.250 | 5.470 | AO | 131,250 | 525,000 | 02/17/2009 | 10/01/2020 |
| 59333P-RQ-3 | County of Miami-Dade FL MIAMI-DADE CNTY- | | | 1 | 1FE | 4,510,500 | 96.4100 | 4,820,500 | 5,000,000 | 4,541,638 | 0 | 16,853 | 0 | 0 | 5.250 | 6.168 | AO | 65,625 | 262,500 | 02/17/2009 | 10/01/2026 |
| 59333P-ZG-6 | County of Miami-Dade FL MIAMI-DADE CNTY | | | | 1FE | 581,698 | 110.1010 | 572,525 | 520,000 | 577,125 | 0 | (4,573) | 0 | 0 | 5.000 | 2.529 | AO | 10,544 | 0 | 07/22/2010 | 10/01/2015 |
| 59334P-AV-9 | County of Miami-Dade FL Transit Sales Su | | | 1 | 1FE | 7,146,082 | 100.6210 | 7,134,029 | 7,090,000 | 7,133,981 | 0 | (6,820) | 0 | 0 | 5.000 | 4.870 | JJ | 177,250 | 354,500 | 02/17/2009 | 07/01/2016 |
| 59455T-JC-7 | Michigan Mun Bd Auth Rev Ref-Clean Wtr S | | | 1 | 1FE | 6,208,282 | 102.6390 | 6,245,583 | 6,085,000 | 6,177,352 | 0 | (17,014) | 0 | 0 | 5.000 | 4.640 | AO | 76,063 | 304,250 | 02/17/2009 | 10/01/2015 |
| 59465E-5P-4 | Michigan State Hospital Financ Oakwood O | | | | 1FE | 9,179,958 | 106.8300 | 9,668,115 | 9,050,000 | 9,132,386 | 0 | (26,371) | 0 | 0 | 5.500 | 5.150 | MN | 82,958 | 497,750 | 02/17/2009 | 11/01/2013 |
| 59465E-5R-0 | Michigan State Hospital Financ Oakwood O | | | 1 | 1FE | 10,389,065 | 105.1240 | 10,922,384 | 10,390,000 | 10,390,003 | 0 | (1) | 0 | 0 | 5.500 | 5.500 | MN | 95,242 | 571,450 | 02/17/2009 | 11/01/2015 |
| 59465H-EC-6 | Michigan State Hospital Financ MI HOSP-A | | | 1 | 1FE | 507,315 | 99.0220 | 495,110 | 500,000 | 506,895 | 0 | (420) | 0 | 0 | 5.000 | 4.730 | JD | 2,083 | 12,500 | 07/15/2010 | 12/01/2016 |
| 59469W-AT-6 | Michigan Strategic Fund MI SLDWST-REF-WS | | | | 2FE | 1,000,000 | 98.4850 | 984,850 | 1,000,000 | 1,000,000 | 0 | 0 | 0 | 0 | 2.800 | 2.801 | FA | 11,589 | 0 | 07/29/2010 | 12/01/2013 |
| 595679-CJ-8 | Middle Bucks Area Votechnical | | | 1 | 1FE | 2,413,852 | 101.6190 | 2,428,694 | 2,390,000 | 2,408,229 | 0 | (3,068) | 0 | 0 | 5.000 | 4.830 | FA | 45,144 | 119,500 | 02/17/2009 | 02/15/2016 |
| 604115-BM-6 | Minnesota Public Facilities Au MN PUB FA | | | | 1FE | 11,602,500 | 113.3350 | 11,333,500 | 10,000,000 | 11,593,157 | 0 | (9,343) | 0 | 0 | 5.000 | 3.156 | MS | 59,722 | 0 | 12/01/2010 | 03/01/2021 |
| 606092-CP-7 | Missouri Joint Municipal Elect MO JT ELE | | | 1 | 1FE | 15,255,682 | 92.3210 | 16,017,694 | 17,350,000 | 15,299,235 | 0 | 23,198 | 0 | 0 | 5.000 | 5.829 | JJ | 433,750 | 867,500 | 02/17/2009 | 01/01/2042 |
| 607142-DJ-2 | Mobile AL Water & Sewer Commrs | | | 1 | 1FE | 3,239,880 | 104.5110 | 3,255,518 | 3,115,000 | 3,160,056 | 0 | (43,407) | 0 | 0 | 5.250 | 3.763 | JJ | 81,769 | 163,538 | 02/17/2009 | 01/01/2012 |
| 625475-AA-6 | FDIC Structured Sale Gtd Notes FDIC Guar | | | | 1FE | 16,745,882 | 99.1610 | 16,911,333 | 17,054,420 | 16,861,374 | 0 | 115,493 | 0 | 0 | 0.000 | 1.126 | MAT | 0 | 0 | 05/12/2010 | 01/07/2012 |
| 625475-AB-4 | FDIC Structured Sale Guarantee FDIC Guar | | | | 1FE | 9,573,320 | 97.7650 | 9,776,500 | 10,000,000 | 9,670,277 | 0 | 96,957 | 0 | 0 | 0.000 | 1.691 | MAT | 0 | 0 | 05/12/2010 | 01/07/2013 |
| 645916-Z5-9 | New Jersey Econ Dev. Auth NJ ECON-REF-K- | | | | 1FE | 4,463,120 | 108.6220 | 4,344,880 | 4,000,000 | 4,403,687 | 0 | (32,415) | 0 | 0 | 5.250 | 4.010 | JD | 9,333 | 210,000 | 02/17/2009 | 12/15/2020 |
| 645918-HV-8 | New Jersey Econ Dev. Auth NEW JERSEY EDA | | | 1 | 1FE | 15,666,240 | 98.8320 | 15,813,120 | 16,000,000 | 15,676,819 | 0 | 5,572 | 0 | 0 | 5.000 | 5.140 | MS | 266,667 | 800,000 | 02/17/2009 | 09/01/2037 |
| 64605K-XK-1 | New Jersey St Edl Facs Auth HIGHER ED CA | | | | 1FE | 4,454,121 | 103.4170 | 4,224,584 | 4,085,000 | 4,183,735 | 0 | (145,701) | 0 | 0 | 5.750 | 2.077 | MS | 78,296 | 234,888 | 02/17/2009 | 09/01/2011 |
| 646136-XS-5 | New Jersey Transportation Trus | | | 2 | 1FE | 10,000,000 | 96.4030 | 9,640,300 | 10,000,000 | 10,000,000 | 0 | 0 | 0 | 0 | 5.754 | 5.754 | JD | 25,573 | 86,310 | 10/14/2010 | 12/15/2028 |
| 646136-XT-3 | New Jersey Transportation Trus | | | 1 | 1FE | 10,000,000 | 97.6480 | 9,764,800 | 10,000,000 | 10,000,000 | 0 | 0 | 0 | 0 | 6.104 | 6.104 | JD | 27,129 | 91,560 | 10/14/2010 | 12/15/2028 |
| 646136-YA-3 | New Jersey Transportation Trus NJ ST TRA | | | | 1FE | 1,110,630 | 100.3960 | 1,003,960 | 1,000,000 | 1,109,436 | 0 | (1,194) | 0 | 0 | 5.000 | 3.971 | JD | 2,222 | 7,500 | 10/14/2010 | 12/15/2024 |
| 647370-BP-9 | New Mexico St Equip Ln Council Presbyter | | | 1 | 1FE | 5,241,901 | 104.0940 | 4,908,032 | 4,715,000 | 4,877,675 | 0 | (195,804) | 0 | 0 | 5.750 | 1.499 | FA | 112,964 | 271,113 | 02/17/2009 | 08/01/2011 |
| 64970K-3V-7 | New York,NYC Mun Wtr Fin Auth Ser. C | | | 1 | 1FE | 7,620,631 | 100.5520 | 7,601,731 | 7,560,000 | 7,604,936 | 0 | (8,835) | 0 | 0 | 5.000 | 4.850 | JD | 16,800 | 378,000 | 02/17/2009 | 06/15/2015 |

# 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 | 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 |
| 64970K-3W-5 | New York,NYC Mun Wtr Fin Auth Ser. C | | | | 1FE | 9,052,650 | 100.4330 | 9,038,970 | 9,000,000 | 9,050,692 | 0 | (1,406) | 0 | 0 | 5.000 | 4.956 | JD | 20,000 | 450,000 | 02/17/2009 | 06/15/2031 |
| 64970K-4S-3 | New York,NYC Mun Wtr Fin Auth | | | 1 | 1FE | 9,968,800 | 99.1860 | 9,918,600 | 10,000,000 | 9,970,403 | 0 | 494 | 0 | 0 | 5.000 | 5.020 | JD | 22,222 | 500,000 | 02/17/2009 | 06/15/2038 |
| 64970K-7P-6 | New York,NYC Mun Wtr Fin Auth Ser. A | | | 1 | 1FE | 4,984,150 | 99.1720 | 4,958,600 | 5,000,000 | 4,984,931 | 0 | 235 | 0 | 0 | 5.000 | 5.020 | JD | 11,111 | 250,000 | 02/17/2009 | 06/15/2039 |
| 64970K-M3-8 | New York,NYC Mun Wtr Fin Auth Fiscal 20 | | | 1 | 1FE | 5,233,358 | 99.1720 | 5,206,530 | 5,250,000 | 5,234,177 | 0 | 247 | 0 | 0 | 5.000 | 5.020 | JD | 11,667 | 262,500 | 02/17/2009 | 06/15/2039 |
| 64970K-U8-8 | New York,NYC Mun Wtr Fin Auth Ser. B | | | | 1FE | 12,517,875 | 99.3560 | 12,419,500 | 12,500,000 | 12,517,875 | 0 | 0 | 0 | 0 | 5.000 | 4.990 | JD | 27,778 | 625,000 | 02/17/2009 | 06/15/2036 |
| 64970M-B7-7 | New York, NYC HSG Dev Corp Rev NYC HSG D | | | 1 | 1FE | 2,084,450 | 98.5490 | 2,256,772 | 2,290,000 | 2,096,673 | 0 | 6,576 | 0 | 0 | 5.100 | 5.898 | MN | 19,465 | 116,790 | 02/17/2009 | 11/01/2027 |
| 64970M-C9-2 | New York, NYC HSG Dev Corp Rev NYC HSG-S | | | 1 | 1FE | 2,275,600 | 98.5490 | 2,463,725 | 2,500,000 | 2,288,944 | 0 | 7,179 | 0 | 0 | 5.100 | 5.898 | MN | 21,250 | 127,500 | 02/17/2009 | 11/01/2027 |
| 64971K-PR-1 | New York City Transitional Fin Ser. E | | | 1 | 1FE | 9,999,700 | 98.9410 | 9,894,100 | 10,000,000 | 9,999,951 | 0 | 1 | 0 | 0 | 5.000 | 5.000 | FA | 208,333 | 500,000 | 02/17/2009 | 02/01/2033 |
| 64972F-BX-3 | New York,NYC Mun Wtr Fin Auth Ser. D | | | 1 | 1FE | 6,685,317 | 101.3790 | 6,696,083 | 6,605,000 | 6,667,709 | 0 | (9,837) | 0 | 0 | 5.000 | 4.800 | JD | 14,678 | 330,250 | 02/17/2009 | 06/15/2016 |
| 64972F-E8-5 | New York,NYC Mun Wtr Fin Auth NYC MUN WT | | | | 1FE | 7,365,750 | 99.9220 | 7,494,150 | 7,500,000 | 7,365,819 | 0 | 69 | 0 | 0 | 5.000 | 5.120 | JD | 16,667 | 0 | 12/15/2010 | 06/15/2039 |
| 64972F-RA-6 | New York,NYC Mun Wtr Fin Auth NYC WTR-A | | | 1 | 1FE | 25,941,560 | 99.1860 | 25,788,360 | 26,000,000 | 25,944,108 | 0 | 563 | 0 | 0 | 5.000 | 5.013 | JD | 57,778 | 1,300,000 | 02/17/2009 | 06/15/2038 |
| 64972F-T5-5 | New York,NYC Mun Wtr Fin Auth NYC MUN WT | | | 1 | 1FE | 15,000,000 | 97.6620 | 14,649,300 | 15,000,000 | 15,000,000 | 0 | 0 | 0 | 0 | 5.790 | 5.790 | JD | 38,600 | 197,825 | 09/17/2010 | 06/15/2041 |
| 64972F-ZL-3 | New York,NYC Mun Wtr Fin Auth NYC WTR/SW | | | | 1FE | 3,990,000 | 99.9220 | 3,996,880 | 4,000,000 | 3,990,022 | 0 | 22 | 0 | 0 | 5.000 | 5.017 | JD | 8,889 | 100,000 | 12/08/2010 | 06/15/2039 |
| 64982P-SV-5 | New York St Dorm Auth Lse Rev Mun Hlth F | | | 1 | 1FE | 1,622,670 | 102.8040 | 1,542,060 | 1,500,000 | 1,527,930 | 0 | (51,055) | 0 | 0 | 5.500 | 2.008 | JJ | 38,042 | 82,500 | 02/17/2009 | 07/15/2011 |
| 64983G-HG-1 | New York State Dorm Auth Revs Mtg-WK Nu | | | 1 | 1FE | 2,201,475 | 100.2930 | 2,191,402 | 2,185,000 | 2,185,000 | 0 | 0 | 0 | 0 | 5.950 | 4.252 | FA | 54,170 | 130,008 | 02/17/2009 | 02/01/2016 |
| 64983W-8N-9 | NYS Dorm Auth Revs Ser B | | | 1 | 1FE | 11,482,738 | 104.6250 | 11,503,519 | 10,995,000 | 11,208,703 | 0 | (149,057) | 0 | 0 | 5.250 | 3.782 | MN | 73,758 | 577,238 | 02/17/2009 | 05/15/2012 |
| 64983X-CD-4 | New York State Dorm Auth Revs St Univ Ad | | | | 1FE | 238,118 | 117.8750 | 235,750 | 200,000 | 229,000 | 0 | (4,933) | 0 | 0 | 5.750 | 2.822 | MN | 1,469 | 11,500 | 02/17/2009 | 05/15/2016 |
| 64985W-5K-6 | New York State Environmental F NY ST ENV | | | 1 | 1FE | 15,085,800 | 98.9330 | 14,839,950 | 15,000,000 | 15,051,445 | 0 | (19,280) | 0 | 0 | 5.000 | 4.850 | JD | 33,333 | 750,000 | 02/17/2009 | 06/15/2013 |
| 64986A-BW-0 | New York State Environmental F SER D-REV | | | 1 | 1FE | 10,014,200 | 99.9940 | 9,999,400 | 10,000,000 | 10,009,805 | 0 | (2,414) | 0 | 0 | 5.000 | 4.970 | FA | 188,889 | 500,000 | 02/17/2009 | 08/15/2014 |
| 64986A-FA-4 | New York State Environmental F NYC Mun W | | | 1 | 1FE | 18,559,466 | 99.9980 | 18,534,629 | 18,535,000 | 18,552,455 | 0 | (4,524) | 0 | 0 | 5.000 | 4.970 | JD | 41,189 | 926,750 | 02/17/2009 | 06/15/2014 |
| 649870-FY-3 | New York State Housing Finance NY HFA-A | | | 1 | 1FE | 18,859,970 | 100.0130 | 19,002,470 | 19,000,000 | 18,865,521 | 0 | 2,602 | 0 | 0 | 5.000 | 5.050 | MS | 279,722 | 950,000 | 02/17/2009 | 03/15/2036 |
| 649902-2E-2 | New York State Dormitory Autho | | | 2 | 1FE | 5,515,436 | 93.5270 | 5,302,981 | 5,670,000 | 5,515,901 | 0 | 465 | 0 | 0 | 5.289 | 5.502 | MS | 64,142 | 0 | 11/09/2010 | 03/15/2033 |
| 649902-JT-1 | New York State Dormitory Autho NY DORM | | | 1 | 1FE | 31,064,356 | 100.0170 | 31,300,320 | 31,295,000 | 31,073,499 | 0 | 4,285 | 0 | 0 | 5.000 | 5.050 | MS | 460,732 | 1,564,750 | 02/17/2009 | 03/15/2036 |
| 649902-S8-7 | New York State Dormitory Autho NYS DORM | | | | 1FE | 10,257,170 | 100.0840 | 9,633,085 | 9,625,000 | 10,247,060 | 0 | (10,110) | 0 | 0 | 4.900 | 4.217 | MS | 138,867 | 0 | 09/22/2010 | 03/15/2023 |
| 649903-ZB-0 | New York State Dormitory Autho NY DORM F | | | 1 | 2FE | 2,835,993 | 104.7230 | 2,879,883 | 2,750,000 | 2,820,818 | 0 | (8,295) | 0 | 0 | 5.000 | 4.570 | FA | 57,292 | 137,500 | 02/17/2009 | 02/01/2018 |
| 649903-ZD-6 | New York State Dormitory Autho NY DORM F | | | 1 | 2FE | 1,016,570 | 102.8780 | 1,028,780 | 1,000,000 | 1,013,678 | 0 | (1,589) | 0 | 0 | 5.000 | 4.770 | FA | 20,833 | 50,000 | 02/17/2009 | 02/01/2018 |
| 650009-QM-8 | New York State Thruway Authori Ser. G | | | | 1FE | 4,929,600 | 101.3460 | 5,067,300 | 5,000,000 | 4,933,620 | 0 | 2,031 | 0 | 0 | 5.000 | 5.110 | JJ | 125,000 | 250,000 | 02/17/2009 | 01/01/2030 |
| 650028-RX-3 | New York State Thruway Authori | | | | 1FE | 21,513,836 | 103.5690 | 20,786,298 | 20,070,000 | 21,508,676 | 0 | (5,159) | 0 | 0 | 5.000 | 4.377 | MS | 270,388 | 0 | 11/23/2010 | 03/15/2027 |
| 650034-8T-1 | New York State Urban Developme NY URB DE | | | 1 | 1FE | 14,500,261 | 100.0490 | 14,592,147 | 14,585,000 | 14,503,949 | 0 | 1,685 | 0 | 0 | 5.000 | 5.040 | MS | 214,724 | 729,250 | 02/17/2009 | 03/15/2035 |
| 650035-PE-2 | New York State Urban Developme NYS URBAN | | | 1 | 1FE | 1,143,130 | 108.8430 | 1,088,430 | 1,000,000 | 1,136,879 | 0 | (6,251) | 0 | 0 | 5.250 | 3.290 | JJ | 26,250 | 0 | 07/26/2010 | 01/01/2019 |
| 655909-BB-4 | Norfolk VA Redev & Hsg Auth Ref-Merrimac | | | | 1FE | 710,100 | 100.2530 | 721,822 | 720,000 | 717,551 | 0 | 753 | 0 | 0 | 5.500 | 5.628 | JD | 3,300 | 39,600 | 02/28/1997 | 12/01/2013 |
| 657902-K2-7 | North Carolina Med Care Novant Hlth Obli | | | 1 | 1FE | 496,030 | 102.4060 | 512,030 | 500,000 | 496,553 | 0 | 264 | 0 | 0 | 5.000 | 5.090 | MN | 4,167 | 25,000 | 02/17/2009 | 11/01/2020 |
| 658196-3M-0 | North Carolina Eastn Muni Pwr REF-SER A | | | | 1FE | 562,865 | 103.0160 | 515,080 | 500,000 | 561,707 | 0 | (1,158) | 0 | 0 | 5.000 | 3.716 | JJ | 6,944 | 0 | 09/09/2010 | 01/01/2023 |
| 65819G-FT-0 | North Carolina Capital Facilit | | | 1 | 1FE | 29,825,876 | 100.7660 | 28,244,710 | 28,030,000 | 29,639,090 | 0 | (155,258) | 0 | 0 | 5.000 | 4.168 | AO | 350,375 | 1,300,000 | 11/26/2010 | 04/01/2019 |
| 65820H-YF-4 | North Carolina Med Care UNREFD BAL -Pitt | | | 2 | 1FE | 141,393 | 100.4110 | 140,575 | 140,000 | 140,000 | 0 | (642) | 0 | 0 | 5.000 | 4.325 | JD | 583 | 7,000 | 02/17/2009 | 12/01/2018 |

# 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 | 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 |
| 662858-CT-4 | North Texas Tollway Authority Ser. A | | | 1 | 1FE | 7,514,258 | 87.0710 | 6,896,023 | 7,920,000 | 7,526,476 | 0 | 6,404 | 0 | 0 | 5.000 | 5.350 | JJ | 198,000 | 396,000 | 02/17/2009 | 01/01/2038 |
| 66483P-AG-6 | Northern, CALIF Gas Authority LIBOR FLTR | | | 2 | 1FE | 2,698,050 | 76.8090 | 3,840,450 | 5,000,000 | 3,040,192 | 0 | 208,368 | 0 | 0 | 0.824 | 8.320 | JAJO | 10,385 | 42,946 | 02/17/2009 | 07/01/2019 |
| 677525-TW-7 | Ohio Air Quality Development A OH AIR QU | | | | 2FE | 1,000,000 | 98.6270 | 986,270 | 1,000,000 | 1,000,000 | 0 | 0 | 0 | 0 | 2.250 | 2.250 | JD | 1,875 | 6,313 | 08/13/2010 | 12/01/2023 |
| 677659-J4-7 | Ohio State Water Development A OH WTR-RE | | | 2 | 1FE | 1,193,290 | 114.2390 | 1,142,390 | 1,000,000 | 1,186,476 | 0 | (6,814) | 0 | 0 | 5.000 | 2.830 | JD | 4,167 | 25,000 | 07/26/2010 | 12/01/2020 |
| 677659-K6-0 | Ohio State Water Development A OH WTR-RE | | | 2 | 1FE | 3,937,587 | 108.9110 | 3,692,083 | 3,390,000 | 3,912,075 | 0 | (23,692) | 0 | 0 | 5.000 | 3.710 | JD | 14,125 | 169,500 | 11/30/2009 | 12/01/2026 |
| 677659-SS-4 | Ohio State Wtr Dev Auth PREREF-Fresh Wtr | | | 1 | 1FE | 959,451 | 104.5960 | 936,134 | 895,000 | 923,835 | 0 | (23,809) | 0 | 0 | 5.375 | 1.813 | JD | 4,009 | 48,106 | 06/01/2010 | 12/01/2011 |
| 677659-SU-9 | Ohio State Wtr Dev Auth UNREFD-Fresh Wtr | | | 1 | 1FE | 113,949 | 104.2750 | 109,489 | 105,000 | 108,002 | 0 | (3,208) | 0 | 0 | 5.375 | 2.206 | JD | 470 | 2,822 | 02/17/2009 | 12/01/2011 |
| 67766W-QA-3 | Ohio State Water Development A OH WTR-A- | | | 1 | 1FE | 5,467,050 | 104.7960 | 5,239,800 | 5,000,000 | 5,429,971 | 0 | (37,079) | 0 | 0 | 5.000 | 3.851 | JD | 20,833 | 210,417 | 01/13/2010 | 12/01/2019 |
| 67766W-QB-1 | Ohio State Water Development A OH WTR-A- | | | 1 | 1FE | 3,264,840 | 103.8960 | 3,116,880 | 3,000,000 | 3,243,863 | 0 | (20,977) | 0 | 0 | 5.000 | 3.911 | JD | 12,500 | 126,250 | 01/13/2010 | 12/01/2019 |
| 678505-CM-8 | Oklahoma Agricultural & Mechan OK ANM CL | | | 1 | 1FE | 1,099,970 | 105.7290 | 1,057,290 | 1,000,000 | 1,096,463 | 0 | (3,507) | 0 | 0 | 5.000 | 3.790 | FA | 21,111 | 0 | 07/14/2010 | 08/01/2020 |
| 67910H-LH-1 | Oklahoma St Mun Pwr Auth SER A-RMKT 11/2 | | | 2 | 1FE | 1,000,000 | 98.9060 | 989,060 | 1,000,000 | 1,000,000 | 0 | 0 | 0 | 0 | 1.090 | 1.051 | MON | 890 | 2,932 | 08/11/2010 | 01/01/2023 |
| 67919P-EF-6 | Oklahoma Water Resource Board/ OKLAHOMA | | | 1 | 1FE | 3,133,974 | 104.0720 | 3,007,681 | 2,890,000 | 3,112,625 | 0 | (21,349) | 0 | 0 | 5.000 | 3.899 | AO | 36,125 | 103,558 | 12/11/2009 | 04/01/2019 |
| 681793-3C-7 | Omaha Public Power District OM OMAHA PUB | | | 1 | 1FE | 23,888,400 | 100.0740 | 24,017,760 | 24,000,000 | 23,892,158 | 0 | 1,722 | 0 | 0 | 5.000 | 5.030 | FA | 500,000 | 1,200,000 | 02/17/2009 | 02/01/2039 |
| 681793-W9-2 | Omaha NE Pub Pwr Dist Elec Ser.A | | | 1 | 1FE | 5,004,200 | 100.2930 | 5,014,650 | 5,000,000 | 5,002,812 | 0 | (824) | 0 | 0 | 5.000 | 4.980 | FA | 104,167 | 250,000 | 02/17/2009 | 02/01/2014 |
| 68607D-MV-4 | Oregon State Department of Tra OREGON DE | | | 1 | 1FE | 22,207,425 | 101.1880 | 20,925,678 | 20,680,000 | 22,048,273 | 0 | (134,765) | 0 | 0 | 5.000 | 4.060 | MN | 132,122 | 1,034,000 | 10/09/2009 | 05/15/2019 |
| 686543-SE-0 | Orlando-Orange County Expressw ORLANDO E | | | 1 | 1FE | 1,045,070 | 95.4460 | 954,460 | 1,000,000 | 1,044,482 | 0 | (588) | 0 | 0 | 5.000 | 4.421 | JJ | 7,083 | 0 | 10/27/2010 | 07/01/2020 |
| 696572-HP-4 | Palm Beach Cnty FL Wtr & Swr S Ser. A | | | 1 | 1FE | 9,984,600 | 100.2650 | 10,026,500 | 10,000,000 | 9,985,665 | 0 | 269 | 0 | 0 | 5.000 | 5.010 | AO | 125,000 | 500,000 | 02/17/2009 | 10/01/2036 |
| 702541-GR-8 | County of Pasco FL PASCO W/S T PASCO W/S | | | 1 | 1FE | 3,858,890 | 102.1780 | 3,816,348 | 3,735,000 | 3,847,286 | 0 | (9,250) | 0 | 0 | 6.660 | 6.209 | AO | 62,188 | 259,807 | 09/21/2009 | 10/01/2019 |
| 70917N-7S-7 | Pennsylvania Higher Educationa PA HGR ED | | | 1 | 1FE | 982,547 | 103.5870 | 984,077 | 950,000 | 973,984 | 0 | (4,680) | 0 | 0 | 5.000 | 4.381 | JJ | 21,903 | 47,500 | 02/17/2009 | 07/15/2015 |
| 717817-PW-4 | City of Philadelphia PA PHILA ARPT-AMT-R | | | 1 | 1FE | 1,021,860 | 94.0910 | 940,910 | 1,000,000 | 1,021,594 | 0 | (266) | 0 | 0 | 5.250 | 4.960 | JD | 6,708 | 0 | 10/27/2010 | 06/15/2020 |
| 717893-PW-5 | Philadelphia PA Wtr & WW Ser A | | | 1 | 1FE | 4,774,250 | 99.3020 | 4,965,100 | 5,000,000 | 4,832,453 | 0 | 31,682 | 0 | 0 | 5.000 | 5.858 | JJ | 125,000 | 250,000 | 02/17/2009 | 07/01/2035 |
| 717893-VW-8 | City of Philadelphia PA PHILADELPHIA WTR | | | | 1FE | 1,048,441 | 110.7260 | 1,018,679 | 920,000 | 1,042,625 | 0 | (5,816) | 0 | 0 | 5.000 | 3.020 | FA | 18,656 | 0 | 07/29/2010 | 08/01/2018 |
| 71883M-CP-7 | Phoenix AZ Civic Impt Corp AMT-Sr Lien-S | | | 1 | 1FE | 2,756,215 | 98.7510 | 3,066,219 | 3,105,000 | 2,776,669 | 0 | 11,088 | 0 | 0 | 5.250 | 6.289 | JJ | 81,506 | 163,013 | 02/17/2009 | 07/01/2027 |
| 71883M-HE-7 | Phoenix Civic Improvement Corp | | | 1 | 1FE | 500,000 | 96.1260 | 480,630 | 500,000 | 500,000 | 0 | 0 | 0 | 0 | 5.000 | 5.000 | JJ | 8,333 | 0 | 08/11/2010 | 07/01/2040 |
| 718867-LT-9 | Phoenix AZ Str & Hwy User Rev REF - JR L | | | 2 | 1 | 300,102 | 100.4320 | 301,296 | 300,000 | 300,000 | 0 | 0 | 0 | 0 | 6.250 | 6.108 | JJ | 9,375 | 18,750 | 02/17/2009 | 07/01/2011 |
| 733581-T2-8 | Port Authority NY & NJ Cons-126th Ser AM | | | 1 | 1FE | 3,388,364 | 104.6530 | 3,395,990 | 3,245,000 | 3,326,197 | 0 | (33,888) | 0 | 0 | 5.250 | 4.072 | MN | 21,769 | 170,363 | 02/17/2009 | 05/15/2012 |
| 733581-T3-6 | Port Authority NY & NJ Cons-126th Ser AM | | | 1 | 1FE | 3,064,902 | 104.3320 | 3,088,227 | 2,960,000 | 3,022,726 | 0 | (23,018) | 0 | 0 | 5.000 | 4.111 | MN | 18,911 | 148,000 | 02/17/2009 | 05/15/2012 |
| 73358T-HF-1 | Port Auth of NY & NJ Cons-137th Ser | | | 1 | 1FE | 8,287,132 | 100.2130 | 8,708,510 | 8,690,000 | 8,317,698 | 0 | 16,472 | 0 | 0 | 5.000 | 5.430 | JJ | 200,353 | 434,500 | 02/17/2009 | 07/15/2025 |
| 73358T-UT-6 | Port Auth of NY & NJ PORT AUTH-CONS 143R | | | 1 | 1FE | 34,911,600 | 97.7220 | 39,088,800 | 40,000,000 | 35,142,689 | 0 | 125,008 | 0 | 0 | 5.000 | 6.063 | AO | 500,000 | 2,000,000 | 02/17/2009 | 10/01/2030 |
| 734782-CB-9 | Port New Orleans LA Brd Commrsport Fac R | | | 1 | 2FE | 2,010,640 | 97.3840 | 1,947,680 | 2,000,000 | 2,007,123 | 0 | (1,977) | 0 | 0 | 5.000 | 4.880 | AO | 25,000 | 100,000 | 02/17/2009 | 04/01/2014 |
| 735389-PJ-1 | Port Seattle WA Revenue PORT SEATTLE-C | | | | 1FE | 1,084,220 | 108.2920 | 1,082,920 | 1,000,000 | 1,078,457 | 0 | (5,764) | 0 | 0 | 5.000 | 3.310 | FA | 20,417 | 0 | 07/16/2010 | 02/01/2016 |
| 73541T-AA-7 | PORT ST LUCIE FLA RESH FACS PORT ST LUCI | | | | 1FE | 992,145 | 102.2210 | 986,433 | 965,000 | 986,869 | 0 | (5,277) | 0 | 0 | 3.000 | 2.001 | MN | 4,825 | 11,902 | 05/26/2010 | 05/01/2013 |
| 73541T-AB-5 | PORT ST LUCIE FLA RESH FACS PORT ST LUCI | | | | 1FE | 1,105,432 | 105.0280 | 1,097,543 | 1,045,000 | 1,096,836 | 0 | (8,596) | 0 | 0 | 4.000 | 2.441 | MN | 6,967 | 17,184 | 05/26/2010 | 05/01/2014 |
| 73541T-AC-3 | PORT ST LUCIE FLA RESH FACS PORT ST LUCI | | | | 1FE | 1,145,001 | 104.7660 | 1,141,949 | 1,090,000 | 1,138,897 | 0 | (6,104) | 0 | 0 | 4.000 | 2.891 | MN | 7,267 | 17,924 | 05/26/2010 | 05/01/2015 |
| 73541T-AD-1 | PORT ST LUCIE FLA RESH FACS PORT ST LUCI | | | | 1FE | 958,725 | 109.0640 | 959,763 | 880,000 | 951,653 | 0 | (7,072) | 0 | 0 | 5.000 | 3.321 | MN | 7,333 | 18,089 | 05/26/2010 | 05/01/2016 |

# 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 | 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 |
| 73541T-AE-9 | PORT ST LUCIE FLA RESH FACS PORT ST LUCI | | | | 1FE | 1,282,035 | 107.8020 | 1,282,844 | 1,190,000 | 1,275,158 | 0 | (6,877) | 0 | 0 | 5.000 | 3.721 | MN | 9,917 | 24,461 | 05/26/2010 | 05/01/2017 |
| 73541T-AF-6 | PORT ST LUCIE FLA RESH FACS PORT ST LUCI | | | | 1FE | 1,332,162 | 106.8860 | 1,330,731 | 1,245,000 | 1,326,620 | 0 | (5,543) | 0 | 0 | 5.000 | 3.961 | MN | 10,375 | 25,592 | 05/26/2010 | 05/01/2018 |
| 73541T-AG-4 | PORT ST LUCIE FLA RESH FACS PORT ST LUCI | | | | 1FE | 1,391,181 | 105.7150 | 1,384,867 | 1,310,000 | 1,386,717 | 0 | (4,464) | 0 | 0 | 5.000 | 4.161 | MN | 10,917 | 26,928 | 05/26/2010 | 05/01/2019 |
| 73541T-AH-2 | PORT ST LUCIE FLA RESH FACS PORT ST LUCI | | | | 1FE | 1,450,818 | 104.2350 | 1,433,231 | 1,375,000 | 1,447,164 | 0 | (3,653) | 0 | 0 | 5.000 | 4.311 | MN | 11,458 | 28,264 | 05/26/2010 | 05/01/2020 |
| 744434-AU-5 | Public Power Generation Agency PUBLIC PW | | | 1 | 1FE | 1,867,360 | 93.2490 | 1,864,980 | 2,000,000 | 1,870,578 | 0 | 1,689 | 0 | 0 | 5.000 | 5.440 | JJ | 50,000 | 100,000 | 02/17/2009 | 01/01/2041 |
| 745277-SJ-3 | Puerto Rico Mun Fin Agency Unrefd Bal - | SD | | | 1FE | 793,895 | 100.1470 | 791,161 | 790,000 | 790,000 | 0 | 0 | 0 | 0 | 5.500 | 4.126 | JJ | 21,725 | 43,450 | 02/17/2009 | 07/01/2017 |
| 745277-SJ-3 | Puerto Rico Mun Fin Agency Unrefd Bal - | | | | 1FE | 748,673 | 100.1470 | 746,095 | 745,000 | 745,000 | 0 | 0 | 0 | 0 | 5.500 | 4.126 | JJ | 20,488 | 40,975 | 02/17/2009 | 07/01/2017 |
| 746189-EF-2 | Purdue Univ IND Univ Revs Purd Purdue Un | | | | 1FE | 2,794,375 | 106.8790 | 2,671,975 | 2,500,000 | 2,632,975 | 0 | (86,851) | 0 | 0 | 5.250 | 1.645 | JJ | 65,625 | 131,250 | 02/17/2009 | 07/01/2012 |
| 75076P-AT-2 | Railsplitter Tobacco Settlemen | | | | 1FE | 346,793 | 98.0900 | 343,315 | 350,000 | 346,799 | 0 | 6 | 0 | 0 | 6.000 | 6.086 | JD | 1,342 | 0 | 12/03/2010 | 06/01/2028 |
| 751100-EQ-7 | City of Raleigh NC RALEIGH COM RALEIGH C | | | 1 | 1FE | 15,230,700 | 101.4700 | 15,220,500 | 15,000,000 | 15,176,763 | 0 | (29,550) | 0 | 0 | 5.000 | 4.740 | MS | 250,000 | 750,000 | 02/17/2009 | 03/01/2016 |
| 76223P-CN-3 | Rhode Island St Econ Dev Corp Ref-SER A | | | 1 | 1FE | 4,835,193 | 105.7290 | 5,006,268 | 4,735,000 | 4,803,160 | 0 | (17,583) | 0 | 0 | 5.000 | 4.550 | JJ | 118,375 | 236,750 | 02/17/2009 | 07/01/2014 |
| 76223P-CR-4 | Rhode Island St Econ Dev Corp Ref-SER A | | | 1 | 1FE | 3,911,200 | 102.4190 | 4,096,760 | 4,000,000 | 3,924,106 | 0 | 6,915 | 0 | 0 | 5.000 | 5.280 | JJ | 100,000 | 200,000 | 02/17/2009 | 07/01/2019 |
| 765418-DN-5 | Richmond Metropolitan Auth Ref | | | 2 | 2FE | 2,161,507 | 107.7380 | 2,133,212 | 1,980,000 | 2,142,062 | 0 | (10,622) | 0 | 0 | 5.250 | 4.341 | JJ | 47,933 | 103,950 | 02/17/2009 | 07/15/2022 |
| 765433-HQ-3 | City of Richmond VA RICHMOND UTL-REF | | | 1 | 1FE | 10,848,000 | 100.9530 | 10,095,300 | 10,000,000 | 10,752,810 | 0 | (78,266) | 0 | 0 | 5.000 | 3.900 | JJ | 230,556 | 500,000 | 10/06/2009 | 01/15/2019 |
| 768903-BD-7 | Riverside Cnty CA Asset Lsng Zero - Hosp | @ | | | 1FE | 612,760 | 63.4790 | 634,790 | 1,000,000 | 669,879 | 0 | 31,141 | 0 | 0 | 0.000 | 4.817 | MAT | 0 | 0 | 02/17/2009 | 06/01/2019 |
| 783186-NJ-4 | Rutgers-State University of Ne | | | 2 | 1FE | 8,800,000 | 96.9270 | 8,529,576 | 8,800,000 | 8,800,000 | 0 | 0 | 0 | 0 | 5.545 | 5.545 | MN | 56,929 | 0 | 11/04/2010 | 05/01/2029 |
| 785846-CT-1 | Sacramento City Financing Auth SACRAMENT | | | 2 | 2FE | 20,610,593 | 89.5740 | 21,264,868 | 23,740,000 | 20,894,012 | 0 | 152,351 | 0 | 0 | 0.539 | 2.201 | JAJO | 27,684 | 141,337 | 02/17/2009 | 07/15/2027 |
| 79061A-BK-2 | County of St Joseph IN ST JOSE ST JOSEPH | | | 1 | 1FE | 12,405,166 | 101.4060 | 11,970,978 | 11,805,000 | 12,331,535 | 0 | (61,685) | 0 | 0 | 5.000 | 4.271 | MS | 196,750 | 542,702 | 10/15/2009 | 03/01/2018 |
| 79575D-PJ-3 | Salt River Project Agricultura Salt Rive | | | 1 | 1FE | 16,888,705 | 100.3490 | 16,813,475 | 16,755,000 | 16,827,606 | 0 | (33,815) | 0 | 0 | 5.000 | 4.770 | JJ | 418,875 | 837,750 | 02/17/2009 | 01/01/2013 |
| 79575D-UJ-7 | Salt River Project Agricultura PJ Ser A | | | 1 | 1FE | 51,350,370 | 100.1090 | 51,055,590 | 51,000,000 | 51,268,330 | 0 | (46,331) | 0 | 0 | 5.000 | 4.880 | JJ | 1,275,000 | 2,550,000 | 02/17/2009 | 01/01/2016 |
| 796242-NB-7 | San Antonio Tex Arpt Sys Rev SAN ANTONIO | | | 1 | 1FE | 3,397,800 | 94.4630 | 3,778,520 | 4,000,000 | 3,420,219 | 0 | 12,133 | 0 | 0 | 5.250 | 6.512 | JJ | 105,000 | 210,000 | 02/17/2009 | 07/01/2032 |
| 796253-T2-8 | City of San Antonio TX SAN ANT SAN ANTON | | | 1 | 1FE | 9,809,314 | 100.6970 | 9,254,054 | 9,190,000 | 9,740,162 | 0 | (56,826) | 0 | 0 | 4.750 | 3.880 | FA | 181,885 | 436,525 | 10/06/2009 | 02/01/2019 |
| 796253-X3-1 | San Antonio, TX Elec & Gas Rev PREREFUND | | | 1 | 1FE | 90,506 | 116.8850 | 105,197 | 90,000 | 90,473 | 0 | (32) | 0 | 0 | 5.000 | 4.899 | FA | 1,875 | 2,250 | 06/01/2010 | 02/01/2017 |
| 796253-X4-9 | San Antonio, TX Elec & Gas Rev UNREFUNDE | | | 1 | 1FE | 11,976,943 | 100.9610 | 12,024,455 | 11,910,000 | 11,972,643 | 0 | (4,300) | 0 | 0 | 5.000 | 4.899 | FA | 248,125 | 297,750 | 06/01/2010 | 02/01/2017 |
| 796253-X7-2 | San Antonio, TX Elec & Gas Rev PREREFUND | | | | 1FE | 133,962 | 116.4230 | 151,350 | 130,000 | 133,917 | 0 | (45) | 0 | 0 | 5.000 | 4.783 | FA | 2,708 | 3,250 | 06/01/2010 | 02/01/2034 |
| 796253-X8-0 | San Antonio, TX Elec & Gas Rev UNREFUNDE | | | | 1FE | 5,018,439 | 100.7560 | 4,906,817 | 4,870,000 | 5,016,739 | 0 | (1,701) | 0 | 0 | 5.000 | 4.783 | FA | 101,458 | 121,750 | 06/01/2010 | 02/01/2034 |
| 79765A-6W-1 | San Francisco City & County Ai SAN FRAN | | | 1 | 1FE | 1,000,000 | 93.0760 | 930,760 | 1,000,000 | 1,000,000 | 0 | 0 | 0 | 0 | 5.000 | 5.000 | MN | 8,333 | 11,944 | 07/28/2010 | 05/01/2035 |
| 80483B-AX-1 | Savannah Economic Development SAVANNAH P | | | | 2FE | 779,107 | 105.4450 | 769,749 | 730,000 | 774,057 | 0 | (5,050) | 0 | 0 | 5.100 | 3.300 | FA | 15,513 | 18,615 | 07/20/2010 | 08/01/2014 |
| 80585C-AP-3 | Scago,SC EDL Sch.Dist Spartanburg Cnty #. | | | | 1FE | 2,883,702 | 108.6600 | 2,743,665 | 2,525,000 | 2,756,938 | 0 | (68,323) | 0 | 0 | 5.000 | 2.063 | AO | 31,563 | 126,250 | 02/17/2009 | 04/01/2014 |
| 812728-RL-9 | City of Seattle WA SEATTLE WTR REV-B-REF | | | 1 | 1FE | 2,958,547 | 106.7260 | 2,849,584 | 2,670,000 | 2,935,684 | 0 | (22,863) | 0 | 0 | 5.000 | 3.700 | FA | 55,625 | 70,458 | 01/08/2010 | 02/01/2020 |
| 837147-7C-5 | South Carolina State Public Se SC PUB SV | | | 1 | 1FE | 5,085,700 | 99.9240 | 4,996,200 | 5,000,000 | 5,078,522 | 0 | (5,929) | 0 | 0 | 5.000 | 4.783 | JJ | 125,000 | 163,889 | 11/04/2009 | 01/01/2020 |
| 83755G-X2-8 | South Dakota Housing Dev Auth SD HSG HMO | | | 1 | 1FE | 19,887,593 | 90.0990 | 21,321,928 | 23,665,000 | 19,995,767 | 0 | 58,056 | 0 | 0 | 5.050 | 6.281 | MN | 199,180 | 1,195,083 | 02/17/2009 | 05/01/2036 |
| 874461-GE-0 | City of Tallahassee FL TALLAHA TALLAHASS | | | 1 | 1FE | 14,604,341 | 97.0500 | 14,164,448 | 14,595,000 | 14,603,314 | 0 | (896) | 0 | 0 | 5.000 | 4.990 | AO | 182,438 | 729,750 | 02/17/2009 | 10/01/2017 |
| 882555-UX-1 | Texas Muni Power Agency Cap Apprec - Ref | @ | | | 1FE | 236,720 | 96.8420 | 251,789 | 260,000 | 246,059 | 0 | 5,033 | 0 | 0 | 0.000 | 2.077 | MAT | 0 | 0 | 02/17/2009 | 09/01/2013 |
| 882555-XF-7 | Texas Municipal Power Agency TX PWR-REF- | | | | 1FE | 572,610 | 112.1290 | 560,645 | 500,000 | 567,941 | 0 | (4,669) | 0 | 0 | 5.000 | 1.940 | MS | 8,403 | 0 | 07/23/2010 | 09/01/2015 |

# 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 | 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 |
| 88278P-MA-9 | Texas State University Systems TX UNIV-R | | | | 1FE | 578,110 | 114.6940 | 573,470 | 500,000 | 572,990 | 0 | (5,120) | 0 | 0 | 5.000 | 2.030 | MS | 9,653 | 0 | 07/16/2010 | 03/15/2016 |
| 88880T-BG-0 | Tobacco Settlement Financing A Asset Bkd | | | 1 | 1FE | 2,034,780 | 100.3190 | 2,006,380 | 2,000,000 | 2,000,000 | 0 | (11,468) | 0 | 0 | 5.500 | 4.096 | JD | 9,167 | 110,000 | 02/17/2009 | 06/01/2016 |
| 88880T-BL-9 | Tobacco Settlement Financing A Asst Bkd | | | 1 | 1FE | 6,928,538 | 105.1280 | 7,096,140 | 6,750,000 | 6,830,391 | 0 | (53,725) | 0 | 0 | 5.500 | 4.621 | JD | 30,938 | 371,250 | 02/17/2009 | 06/01/2012 |
| 88880T-FX-9 | Tobacco Settlement Financing A Ser G1 | | | | 1FE | 6,144,877 | 100.3330 | 6,165,463 | 6,145,000 | 6,145,228 | 0 | (86) | 0 | 0 | 5.250 | 5.248 | JD | 26,884 | 322,613 | 02/17/2009 | 06/01/2013 |
| 88880T-GB-6 | Tobacco Settlement Financing A Series C- | | | 1 | 1FE | 15,455,550 | 101.6370 | 15,245,550 | 15,000,000 | 15,086,151 | 0 | (201,269) | 0 | 0 | 5.500 | 4.093 | JD | 68,750 | 825,000 | 02/17/2009 | 06/01/2011 |
| 88880T-GD-2 | Tobacco Settlement Financing A Series C- | | | 1 | 1FE | 11,200,263 | 101.5950 | 11,114,493 | 10,940,000 | 10,989,387 | 0 | (115,155) | 0 | 0 | 5.500 | 4.393 | JD | 50,142 | 601,700 | 02/17/2009 | 06/01/2011 |
| 89602N-UN-2 | Triborough Bridge & Tunnel Aut TRIBORO B | | | 2 | 1FE | 10,000,000 | 94.0830 | 9,408,300 | 10,000,000 | 10,000,000 | 0 | 0 | 0 | 0 | 5.500 | 5.500 | MN | 70,278 | 638,611 | 09/10/2009 | 11/15/2039 |
| 897825-AT-2 | Truckee Meadows NV Wtr Auth SER A | | | 1 | 1FE | 3,257,430 | 102.5830 | 3,077,490 | 3,000,000 | 3,055,182 | 0 | (108,902) | 0 | 0 | 5.500 | 1.788 | JJ | 82,500 | 165,000 | 02/17/2009 | 07/01/2011 |
| 914023-HW-9 | Akron University UNIV AKRON RCPT-A | | | | 1FE | 1,170,970 | 109.8390 | 1,098,390 | 1,000,000 | 1,165,193 | 0 | (5,777) | 0 | 0 | 5.000 | 2.691 | JJ | 15,556 | 0 | 08/25/2010 | 01/01/2019 |
| 91412F-7W-1 | University of California UNIV CA REVS-GE | | | 1 | 1FE | 5,178,600 | 99.1090 | 4,955,450 | 5,000,000 | 5,158,341 | 0 | (16,874) | 0 | 0 | 5.000 | 4.491 | MN | 31,944 | 304,167 | 10/13/2009 | 05/15/2018 |
| 91412F-7X-9 | University of California REGENTS UNIV | | | 1 | 1FE | 12,491,125 | 98.8580 | 12,357,250 | 12,500,000 | 12,494,917 | 0 | 2,842 | 0 | 0 | 6.270 | 6.274 | MN | 100,146 | 953,563 | 08/19/2009 | 05/15/2031 |
| 914455-JS-0 | University of Michigan UNIV MI REVS-D-BU | | | 1 | 1FE | 7,704,235 | 108.0500 | 8,044,323 | 7,445,000 | 7,673,819 | 0 | (21,372) | 0 | 0 | 6.005 | 5.536 | AO | 111,768 | 447,072 | 07/22/2009 | 04/01/2019 |
| 914658-7K-9 | University of Nevada Cmnty Col Cmnty Col | | | | 1FE | 8,382,070 | 94.7950 | 7,924,862 | 8,360,000 | 8,381,740 | 0 | (330) | 0 | 0 | 5.000 | 4.982 | JJ | 209,000 | 418,000 | 02/17/2009 | 07/01/2035 |
| 914692-B3-1 | University of New Mexico/NM | | | 1 | 1FE | 8,301,564 | 100.9740 | 8,037,530 | 7,960,000 | 8,191,143 | 0 | (60,230) | 0 | 0 | 5.000 | 4.101 | JJ | 199,000 | 398,000 | 02/17/2009 | 07/01/2014 |
| 915137-ZY-2 | University of Texas CP UNIV TX REVS-B-FI | | | 1 | 1FE | 17,699,517 | 100.5050 | 17,156,204 | 17,070,000 | 17,663,324 | 0 | (31,452) | 0 | 0 | 5.000 | 4.292 | FA | 322,433 | 353,500 | 09/10/2010 | 08/15/2016 |
| 91754R-RH-2 | Utah State Board of Regents UT BRD REGEN | | | 1 | 1FE | 546,035 | 103.6720 | 518,360 | 500,000 | 544,456 | 0 | (1,579) | 0 | 0 | 5.000 | 3.880 | FA | 10,347 | 0 | 07/21/2010 | 08/01/2020 |
| 92812U-SX-7 | Virginia Housing Development A VIRGINIA | | | 1 | 1FE | 9,187,900 | 98.7270 | 9,872,700 | 10,000,000 | 9,241,628 | 0 | 29,020 | 0 | 0 | 5.000 | 5.738 | AO | 125,000 | 500,000 | 02/17/2009 | 10/01/2026 |
| 928172-PV-1 | Virginia Public Building Autho VA BLDG F | | | | 1FE | 1,655,567 | 110.0830 | 1,596,204 | 1,450,000 | 1,571,048 | 0 | (45,473) | 0 | 0 | 5.000 | 1.684 | FA | 30,208 | 72,500 | 02/17/2009 | 08/01/2013 |
| 928172-UF-0 | Virginia Public Building Autho VA PUB BL | | | 1 | 1FE | 12,868,792 | 106.0450 | 12,232,291 | 11,535,000 | 12,745,544 | 0 | (118,076) | 0 | 0 | 5.000 | 3.570 | FA | 240,313 | 669,671 | 12/09/2009 | 08/01/2019 |
| 928172-WE-1 | Virginia Public Building Autho | | | | 1FE | 16,089,869 | 97.4120 | 15,366,743 | 15,775,000 | 16,087,623 | 0 | (2,246) | 0 | 0 | 5.250 | 5.054 | FA | 87,420 | 0 | 11/10/2010 | 08/01/2025 |
| 92817P-SD-7 | Virginia Resources Authority VA Pooled F | | | 1 | 1FE | 6,925,874 | 100.8430 | 6,882,535 | 6,825,000 | 6,895,986 | 0 | (16,537) | 0 | 0 | 5.000 | 4.700 | MN | 56,875 | 341,250 | 02/17/2009 | 11/01/2014 |
| 93978E-FU-1 | Washington State Hlth Care Fac Swedish H | | | | 1FE | 3,739,160 | 100.0140 | 4,000,560 | 4,000,000 | 3,764,157 | 0 | 13,474 | 0 | 0 | 5.125 | 5.820 | MN | 26,194 | 205,000 | 02/17/2009 | 11/15/2022 |
| 939830-WP-6 | Washington St Pub Pwr Supply UNREFD BAL | @ | | | 1FE | 1,177,211 | 77.3210 | 1,310,591 | 1,695,000 | 1,266,135 | 0 | 48,301 | 0 | 0 | 0.000 | 3.928 | MAT | 0 | 0 | 02/17/2009 | 07/01/2018 |
| 944314-KU-6 | Wayne Charter Cnty MI Arpt Rev REF - SE | | | | 1FE | 4,936,147 | 103.3610 | 5,069,857 | 4,905,000 | 4,927,402 | 0 | (5,014) | 0 | 0 | 5.500 | 5.369 | JD | 22,481 | 269,775 | 02/17/2009 | 12/01/2014 |
| 95639P-AY-9 | West Virginia Economic Develop WEST VIRG | | | | 1FE | 1,132,090 | 110.4930 | 1,104,930 | 1,000,000 | 1,119,538 | 0 | (12,552) | 0 | 0 | 5.000 | 1.441 | JD | 2,222 | 16,389 | 08/05/2010 | 06/15/2014 |
| 97689P-2P-2 | Wisconsin HSG & Econ. Dev WI HSG-SER C | | | 1 | 1FE | 9,569,906 | 92.3850 | 10,615,037 | 11,490,000 | 9,622,731 | 0 | 28,775 | 0 | 0 | 5.000 | 6.283 | MS | 191,500 | 574,500 | 02/17/2009 | 09/01/2036 |
| 977092-QZ-1 | Wisconsin State Clean Wat Rev WISCONSIN | | | 1 | 1FE | 5,191,667 | 109.6250 | 5,152,375 | 4,700,000 | 5,105,618 | 0 | (46,813) | 0 | 0 | 5.000 | 3.661 | JD | 19,583 | 235,000 | 02/17/2009 | 06/01/2018 |
| 977123-YM-4 | State of Wisconsin WI TRANSP-B-BABS | | | 1 | 1FE | 10,033,340 | 101.3160 | 10,131,591 | 10,000,000 | 10,031,380 | 0 | (758) | 0 | 0 | 5.837 | 5.790 | JJ | 291,840 | 437,765 | 09/21/2009 | 07/01/2019 |
| 2599999 - Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Issuer Obligations | | | | | | 2,120,406,290 | XXX | 2,130,432,130 | 2,140,565,732 | 2,115,430,640 | (410,687) | (3,429,438) | 0 | 0 | XXX | XXX | XXX | 30,093,286 | 90,597,422 | 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 | | | | | | | | | | | | | | | | | | | | | |
| 31280J-J5-4 | FGCI Pool # E63884 | | | 2 | 1 | 1,683 | 100.3400 | 1,614 | 1,609 | 1,618 | 0 | (36) | 0 | 0 | 6.500 | 1.568 | MON | 9 | 105 | 02/17/2009 | 04/01/2011 |
| 31283G-M2-0 | FGLMC Pool # G00377 | | | 2 | 1 | 131,203 | 113.2570 | 140,002 | 123,614 | 130,916 | 0 | (93) | 0 | 0 | 7.000 | 3.857 | MON | 721 | 8,702 | 02/17/2009 | 08/01/2025 |
| 31283G-Q2-6 | FGLMC Pool # G00473 | | | 2 | 1 | 41,476 | 113.8690 | 44,323 | 38,924 | 41,385 | 0 | (27) | 0 | 0 | 7.500 | 4.087 | MON | 243 | 2,956 | 02/17/2009 | 03/01/2026 |
| 31283H-2M-6 | FGLMC Pool # G01680 | | | 2 | 1 | 2,918,439 | 109.8990 | 3,080,676 | 2,803,184 | 2,915,525 | 0 | (638) | 0 | 0 | 6.000 | 3.906 | MON | 14,016 | 168,989 | 02/17/2009 | 03/01/2034 |
| 31283J-XA-4 | FGCI Pool # G10673 | | | 2 | 1 | 6,630 | 101.0410 | 6,429 | 6,362 | 6,428 | 0 | (112) | 0 | 0 | 5.500 | 0.890 | MON | 29 | 366 | 02/17/2009 | 07/01/2011 |
| 31287N-F4-5 | FGLMC Pool # C62887 | | | 2 | 1 | 456,508 | 109.8990 | 481,020 | 437,692 | 455,995 | 0 | (122) | 0 | 0 | 6.000 | 3.795 | MON | 2,188 | 26,464 | 02/17/2009 | 01/01/2032 |
| 31287N-J3-3 | FGLMC Pool # C62982 | | | 2 | 1 | 440,481 | 112.4420 | 469,542 | 417,588 | 439,871 | 0 | (161) | 0 | 0 | 6.500 | 3.803 | MON | 2,262 | 27,348 | 02/17/2009 | 01/01/2032 |
| 31287N-NS-3 | FGLMC Pool # C63101 | | | 2 | 1 | 314,203 | 109.8990 | 331,272 | 301,433 | 313,855 | 0 | (82) | 0 | 0 | 6.000 | 3.825 | MON | 1,507 | 18,259 | 02/17/2009 | 01/01/2032 |

# 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 | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| CUSIP Identification | Description | 3 Code | 4 Foreign | 5 Bond CHAR | NAIC Designation | Actual Cost | 8 Rate Used to Obtain Fair Value | 9 Fair Value | Par Value | Book/Adjusted Carrying Value | 12 Unrealized Valuation Increase/ (Decrease) | 13 Current Year's (Amortization)/ Accretion | 14 Current Year's Other Than Temporary Impairment Recognized | 15 Total Foreign Exchange Change in B./A.C.V. | 16 Rate of | 17 Effective Rate of | 18 When Paid | 19 Admitted Amount Due & Accrued | 20 Amount Rec. During Year | 21 Acquired | 22 Maturity |
| 31287P-EB-5 | FGLMC Pool # C63730 | | | 2 | 1 | 271,884 | 112.4420 | 289,822 | 257,754 | 271,509 | 0 | (99) | 0 | 0 | 6.500 | 3.804 | MON | 1,396 | 17,093 | 02/17/2009 | 02/01/2032 |
| 31287R-LU-1 | FGLMC Pool # C65739 | | | 2 | 1 | 265,068 | 114.0090 | 283,192 | 248,394 | 264,633 | 0 | (132) | 0 | 0 | 7.000 | 3.706 | MON | 1,449 | 17,610 | 02/17/2009 | 04/01/2032 |
| 31287T-BF-1 | FGLMC Pool # C67238 | | | 2 | 1 | 192,107 | 112.4420 | 204,781 | 182,122 | 191,849 | 0 | (67) | 0 | 0 | 6.500 | 3.811 | MON | 987 | 11,934 | 02/17/2009 | 11/01/2032 |
| 31287V-DL-1 | FGLMC Pool # C69107 | | | 2 | 1 | 3,155,938 | 112.4420 | 3,364,158 | 2,991,918 | 3,151,654 | 0 | (1,119) | 0 | 0 | 6.500 | 3.808 | MON | 16,206 | 195,202 | 02/17/2009 | 07/01/2032 |
| 3128F3-J2-0 | FGLMC Pool # D63881 | | | 2 | 1 | 8,619 | 113.4060 | 9,207 | 8,118 | 8,601 | 0 | (6) | 0 | 0 | 7.000 | 3.848 | MON | 47 | 568 | 02/17/2009 | 09/01/2025 |
| 3128F4-6L-0 | FGLMC Pool # D65375 | | | 2 | 1 | 146,447 | 113.4060 | 156,425 | 137,934 | 146,130 | 0 | (103) | 0 | 0 | 7.000 | 3.838 | MON | 805 | 9,655 | 02/17/2009 | 11/01/2025 |
| 3128F5-CG-1 | FGLMC Pool # D65471 | | | 2 | 1 | 75,317 | 114.2070 | 80,704 | 70,665 | 75,145 | 0 | (51) | 0 | 0 | 7.500 | 4.055 | MON | 442 | 5,300 | 02/17/2009 | 11/01/2025 |
| 3128FB-2E-4 | FGLMC Pool # D70773 | | | 2 | 1 | 4,081 | 100.6190 | 3,770 | 3,746 | 3,904 | 0 | (168) | 0 | 0 | 9.000 | (81.780) | MON | 28 | 337 | 02/17/2009 | 05/01/2025 |
| 3128FJ-4E-5 | FGLMC Pool # D77121 | | | 2 | 1 | 37,129 | 114.3400 | 39,850 | 34,852 | 37,052 | 0 | (23) | 0 | 0 | 7.500 | 4.117 | MON | 218 | 2,614 | 02/17/2009 | 01/01/2027 |
| 3128FK-XS-9 | FGLMC Pool # D77889 | | | 2 | 1 | 62,095 | 114.4540 | 66,747 | 58,318 | 61,968 | 0 | (39) | 0 | 0 | 7.500 | 4.146 | MON | 364 | 4,374 | 02/17/2009 | 02/01/2027 |
| 3128GV-E7-1 | FGCI Pool # E91058 | | | 2 | 1 | 1,031,714 | 109.1410 | 1,075,386 | 985,322 | 1,026,056 | 0 | (2,687) | 0 | 0 | 6.000 | 3.533 | MON | 4,927 | 59,218 | 02/17/2009 | 08/01/2017 |
| 3128GV-EW-6 | FGCI Pool # E91049 | | | 2 | 1 | 797,697 | 107.3590 | 823,300 | 766,863 | 794,176 | 0 | (1,617) | 0 | 0 | 5.500 | 3.254 | MON | 3,515 | 42,511 | 02/17/2009 | 09/01/2017 |
| 3128K8-DA-1 | FGLMC Pool #A47297 | | | 2 | 1 | 418,038 | 105.5670 | 423,317 | 400,996 | 418,038 | 0 | 0 | 0 | 0 | 5.000 | 3.959 | MON | 668 | 0 | 12/14/2010 | 10/01/2035 |
| 3128K8-GJ-9 | FGLMC Pool #A47401 | | | 2 | 1 | 867,063 | 105.3790 | 860,461 | 816,539 | 866,304 | 0 | (758) | 0 | 0 | 5.000 | 1.678 | MON | 3,402 | 6,805 | 10/18/2010 | 10/01/2035 |
| 3128KF-BD-1 | FGLMC Pool # A52736 | | | 2 | 1 | 8,517,476 | 108.6800 | 8,930,119 | 8,216,863 | 8,510,336 | 0 | (1,440) | 0 | 0 | 6.000 | 4.138 | MON | 41,084 | 494,661 | 02/17/2009 | 09/01/2036 |
| 3128KH-KJ-4 | FGLMC Pool # A54797 | | | 2 | 1 | 2,897,566 | 111.2230 | 3,074,845 | 2,764,582 | 2,894,517 | 0 | (724) | 0 | 0 | 6.500 | 4.155 | MON | 14,975 | 179,698 | 02/17/2009 | 06/01/2036 |
| 3128LX-AY-6 | FGLMC Giant Pool G01981 Giant Pool G0182 | | | 2 | 1 | 6,053,373 | 109.4300 | 6,370,273 | 5,821,301 | 6,047,647 | 0 | (1,212) | 0 | 0 | 6.000 | 3.968 | MON | 29,107 | 349,278 | 02/17/2009 | 05/01/2035 |
| 3128LX-FW-5 | FGLMC Giant Pool G01981 Giant Pool G0198 | | | 2 | 1 | 12,234,285 | 106.0670 | 12,707,573 | 11,980,761 | 12,227,489 | 0 | (2,478) | 0 | 0 | 5.000 | 3.790 | MON | 49,920 | 602,951 | 02/17/2009 | 12/01/2035 |
| 3128M1-QS-1 | FGCI Giant Pool G12365 | | | 2 | 1 | 6,508,413 | 109.4530 | 6,808,417 | 6,220,396 | 6,485,309 | 0 | (11,227) | 0 | 0 | 6.500 | 4.938 | MON | 33,694 | 404,326 | 02/17/2009 | 09/01/2021 |
| 3128M5-NM-8 | FGLMC Pool #G03696 | | | 2 | 1 | 11,756,911 | 106.6920 | 12,143,276 | 11,381,672 | 11,745,413 | 0 | (3,691) | 0 | 0 | 5.500 | 3.589 | MON | 52,166 | 626,204 | 07/24/2009 | 01/01/2038 |
| 3128M5-WA-4 | FGLMC FG G03941 | | | 2 | 1 | 12,833,107 | 108.4300 | 13,428,657 | 12,384,587 | 12,811,385 | 0 | (11,620) | 0 | 0 | 6.000 | 5.714 | MON | 61,923 | 754,602 | 02/17/2009 | 02/01/2038 |
| 3128M6-H5-0 | FGLMC Pool #G04452 | | | 2 | 1 | 16,052,640 | 109.2430 | 16,109,195 | 14,746,217 | 16,028,392 | 0 | (24,247) | 0 | 0 | 6.000 | 1.774 | MON | 73,731 | 221,193 | 09/14/2010 | 07/01/2038 |
| 3128M7-FV-3 | FGLMC Pool #G05280 | | | 2 | 1 | 679,616 | 108.9930 | 677,339 | 621,452 | 679,489 | 0 | (127) | 0 | 0 | 6.000 | 5.161 | MON | 3,107 | 0 | 11/17/2010 | 12/01/2037 |
| 3128M7-TS-5 | FGLMC Pool #G05661 | | | 2 | 1 | 46,356,714 | 105.5670 | 45,826,004 | 43,409,608 | 46,296,477 | 0 | (60,237) | 0 | 0 | 5.000 | 1.438 | MON | 180,873 | 542,620 | 09/14/2010 | 09/01/2039 |
| 3128M7-V2-9 | FGLMC Pool# G05733 | | | 2 | 1 | 27,347,418 | 105.5670 | 26,878,987 | 25,461,664 | 27,335,857 | 0 | (11,561) | 0 | 0 | 5.000 | 1.094 | MON | 106,090 | 212,181 | 10/22/2010 | 11/01/2039 |
| 3128M7-Y5-9 | FGLMC Pool # G05832 | | | 2 | 1 | 1,735,854 | 104.9420 | 1,745,015 | 1,662,845 | 1,735,309 | 0 | (545) | 0 | 0 | 5.000 | 4.010 | MON | 6,929 | 0 | 12/14/2010 | 03/01/2040 |
| 3128MB-RG-4 | FGCI Pool #G12987 | | | 2 | 1 | 1,134,803 | 107.2340 | 1,126,759 | 1,050,744 | 1,132,711 | 0 | (2,092) | 0 | 0 | 5.500 | 1.685 | MON | 4,816 | 19,264 | 07/16/2010 | 02/01/2023 |
| 3128MC-PS-8 | FGCI Pool G13833 | | | 2 | 1 | 24,861,037 | 105.1250 | 24,728,719 | 23,523,157 | 24,837,864 | 0 | (23,173) | 0 | 0 | 4.500 | 2.056 | MON | 88,212 | 529,271 | 06/18/2010 | 05/01/2025 |
| 3128MC-UV-5 | FGLMC Pool #G13996 | | | 2 | 1 | 408,866 | 103.1560 | 410,920 | 398,347 | 408,866 | 0 | 0 | 0 | 0 | 4.000 | 3.618 | MON | 797 | 0 | 12/15/2010 | 11/01/2025 |
| 3128MJ-AR-1 | FGLMC Giant Pool G08015 | | | 2 | 1 | 8,393,673 | 107.2850 | 8,754,271 | 8,159,805 | 8,387,261 | 0 | (1,922) | 0 | 0 | 5.500 | 3.807 | MON | 37,399 | 452,776 | 02/17/2009 | 10/01/2034 |
| 3128MJ-E2-2 | FGLMC Giant Giant Pool G08152 | | | 2 | 1 | 10,772,567 | 111.2230 | 11,431,654 | 10,278,157 | 10,761,150 | 0 | (2,716) | 0 | 0 | 6.500 | 4.147 | MON | 55,673 | 673,238 | 02/17/2009 | 09/01/2036 |
| 3128MJ-EZ-9 | FGLMC Giant Giant Pool G08151 | | | 2 | 1 | 7,196,772 | 108.6800 | 7,545,431 | 6,942,771 | 7,190,683 | 0 | (1,237) | 0 | 0 | 6.000 | 4.132 | MON | 34,714 | 421,355 | 02/17/2009 | 09/01/2036 |
| 3128MM-KS-1 | FGCI POOL #G18304 | | | 2 | 1 | 441,703 | 105.6410 | 441,116 | 417,563 | 441,703 | 0 | 0 | 0 | 0 | 5.000 | 2.202 | MON | 1,044 | 0 | 12/17/2010 | 03/01/2024 |
| 3128NC-XF-6 | FHARM- HYBRID POOL #1G0678 | | | 2 | 1 | 5,945,171 | 106.8440 | 6,119,111 | 5,727,161 | 5,944,310 | 0 | (1,835) | 0 | 0 | 5.456 | 4.347 | MON | 26,039 | 315,736 | 02/17/2009 | 01/01/2036 |
| 3128PE-G8-5 | FGCI Pool # J02923 | | | 2 | 1 | 7,356,432 | 106.1410 | 7,594,350 | 7,154,991 | 7,343,818 | 0 | (4,964) | 0 | 0 | 5.000 | 3.563 | MON | 29,812 | 357,750 | 02/17/2009 | 06/01/2021 |
| 3128PQ-PK-1 | FGCI Pool #J11326 | | | 2 | 1 | 457,903 | 102.8440 | 453,169 | 440,638 | 457,543 | 0 | (360) | 0 | 0 | 4.000 | 2.605 | MON | 1,469 | 7,344 | 07/14/2010 | 12/01/2024 |
| 3128PR-4M-8 | FGCI Pool #J12628 | | | 2 | 1 | 1,790,062 | 105.1250 | 1,775,285 | 1,688,737 | 1,787,913 | 0 | (2,149) | 0 | 0 | 4.500 | 1.948 | MON | 6,333 | 25,331 | 07/28/2010 | 07/01/2025 |
| 31292G-4T-0 | FGLMC Pool # C00834 | | | 2 | 1 | 491,877 | 109.8990 | 517,667 | 471,038 | 491,245 | 0 | (165) | 0 | 0 | 6.000 | 3.709 | MON | 2,355 | 28,438 | 02/17/2009 | 07/01/2029 |
| 31292G-MT-0 | FGLMC Pool # C00731 Pool # C00370 | | | 2 | 1 | 129,894 | 113.2570 | 138,605 | 122,381 | 129,585 | 0 | (102) | 0 | 0 | 7.000 | 3.828 | MON | 714 | 8,566 | 02/17/2009 | 08/01/2024 |
| 31292G-RA-6 | FGLMC Pool # C00731 Pool # C00481 | | | 2 | 1 | 53,515 | 118.5400 | 58,302 | 49,184 | 53,343 | 0 | (68) | 0 | 0 | 8.500 | 5.645 | MON | 348 | 4,181 | 02/17/2009 | 10/01/2026 |
| 31292G-SD-9 | FGLMC Pool # C00731 Pool # C00516 | | | 2 | 1 | 47,606 | 117.0560 | 52,526 | 44,873 | 47,503 | 0 | (40) | 0 | 0 | 8.000 | 6.013 | MON | 299 | 3,590 | 02/17/2009 | 05/01/2027 |
| 31292G-WT-9 | FGLMC Pool # C00731 Pool # C00658 | | | 2 | 1 | 131,886 | 112.4420 | 140,255 | 124,736 | 131,664 | 0 | (64) | 0 | 0 | 6.500 | 3.644 | MON | 676 | 8,108 | 02/17/2009 | 10/01/2028 |
| 31292G-Y4-2 | FGLMC Pool # C00731 Pool # C00731 | | | 2 | 1 | 293,907 | 112.4420 | 312,557 | 277,973 | 293,424 | 0 | (138) | 0 | 0 | 6.500 | 3.651 | MON | 1,506 | 18,100 | 02/17/2009 | 03/01/2029 |
| 31292G-ZZ-2 | FGLMC Pool # C00760 | | | 2 | 1 | 291,817 | 112.4420 | 310,518 | 276,160 | 291,347 | 0 | (134) | 0 | 0 | 6.500 | 3.682 | MON | 1,496 | 18,017 | 02/17/2009 | 05/01/2029 |
| 31292H-NC-4 | FHLMC Pool # C01287 | | | 2 | 1 | 959,895 | 112.4420 | 1,022,620 | 909,468 | 958,552 | 0 | (355) | 0 | 0 | 6.500 | 3.774 | MON | 4,926 | 59,438 | 02/17/2009 | 01/01/2032 |
| 31292H-U2-8 | FHLMC Pool # C01501 | | | 2 | 1 | 3,045,493 | 107.4420 | 3,177,094 | 2,957,045 | 3,042,967 | 0 | (759) | 0 | 0 | 5.500 | 3.726 | MON | 13,553 | 163,342 | 02/17/2009 | 03/01/2033 |
| 312934-3B-6 | FGLMC Pool A87994 | | | 2 | 1 | 1,593,723 | 105.3790 | 1,583,920 | 1,503,070 | 1,591,219 | 0 | (2,505) | 0 | 0 | 5.000 | 1.826 | MON | 6,263 | 25,051 | 07/15/2010 | 08/01/2039 |
| 312936-R4-1 | FGLMC Pool# A89507 | | | 2 | 1 | 2,137,005 | 102.5690 | 2,107,591 | 2,054,813 | 2,135,304 | 0 | (1,702) | 0 | 0 | 4.500 | 2.917 | MON | 7,706 | 33,389 | 07/26/2010 | 10/01/2039 |
| 31293G-CB-9 | FGLMC Pool # C19966 Pool # C19966 | | | 2 | 1 | 274,572 | 112.4420 | 291,995 | 259,686 | 274,117 | 0 | (131) | 0 | 0 | 6.500 | 3.648 | MON | 1,407 | 16,964 | 02/17/2009 | 01/01/2029 |
| 31293S-F6-1 | FGLMC Pool # C28289 | | | 2 | 1 | 116,337 | 112.4420 | 123,793 | 110,095 | 116,152 | 0 | (53) | 0 | 0 | 6.500 | 3.685 | MON | 596 | 7,215 | 02/17/2009 | 07/01/2029 |
| 31293U-C3-6 | FGLMC Pool # C29990 | | | 2 | 1 | 391,478 | 109.8990 | 412,004 | 374,892 | 390,977 | 0 | (130) | 0 | 0 | 6.000 | 3.710 | MON | 1,874 | 22,537 | 02/17/2009 | 08/01/2029 |
| 312941-7F-8 | FGLMC Pool #A93594 | | | 2 | 1 | 1,038,670 | 102.5690 | 1,020,158 | 994,612 | 1,037,767 | 0 | (903) | 0 | 0 | 4.500 | 2.762 | MON | 3,730 | 14,919 | 08/04/2010 | 08/01/2040 |
| 312941-NJ-2 | FGLMC Pool #A93093 | | | 2 | 1 | 968,160 | 102.8810 | 944,686 | 918,231 | 967,084 | 0 | (1,077) | 0 | 0 | 4.500 | 2.396 | MON | 3,443 | 3,443 | 10/26/2010 | 07/01/2040 |
| 312942-DC-6 | FGLMC Pool #A93699 | | | 2 | 1 | 1,512,884 | 99.3770 | 1,478,615 | 1,487,892 | 1,512,559 | 0 | (325) | 0 | 0 | 4.000 | 3.555 | MON | 4,960 | 16,529 | 08/04/2010 | 09/01/2040 |
| 312942-QT-5 | FGLMC Pool #A94066 | | | 2 | 1 | 52,649,588 | 102.8810 | 51,571,721 | 50,127,546 | 52,639,715 | 0 | (9,873) | 0 | 0 | 4.500 | 2.511 | MON | 187,978 | 564,292 | 09/23/2010 | 09/01/2040 |
| 312943-WV-1 | FHLMC Pool# A95160 | | | 2 | 1 | 1,005,978 | 99.3770 | 991,956 | 998,180 | 1,005,924 | 0 | (54) | 0 | 0 | 4.000 | 3.890 | MON | 3,327 | 0 | 12/03/2010 | 11/01/2040 |
| 31294J-VS-4 | FGCI Pool # E00625 | | | 2 | 1 | 188,051 | 106.1320 | 192,389 | 181,273 | 186,110 | 0 | (1,017) | 0 | 0 | 6.000 | 3.457 | MON | 906 | 11,005 | 02/17/2009 | 02/01/2014 |

# 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 | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| CUSIP Identification | Description | 3 Code | 4 Foreign | 5 Bond CHAR | NAIC Designation | Actual Cost | 8 Rate Used to Obtain Fair Value | 9 Fair Value | Par Value | Book/Adjusted Carrying Value | 12 Unrealized Valuation Increase/ (Decrease) | 13 Current Year's (Amortization)/ Accretion | 14 Current Year's Other Than Temporary Impairment Recognized | 15 Total Foreign Exchange Change in B./A.C.V. | 16 Rate of | 17 Effective Rate of | 18 When Paid | 19 Admitted Amount Due & Accrued | 20 Amount Rec. During Year | 21 Acquired | 22 Maturity |
| 31294K-DL-6 | FGCI Pool # E01007 | | | 2 | 1 | 776,301 | 108.4370 | 807,912 | 745,052 | 771,597 | 0 | (2,303) | 0 | 0 | 6.000 | 3.673 | MON | 3,725 | 45,186 | 02/17/2009 | 08/01/2016 |
| 31294K-JC-0 | FGCI Pool # E01159 | | | 2 | 1 | 2,423,033 | 108.9410 | 2,522,894 | 2,315,833 | 2,406,326 | 0 | (8,640) | 0 | 0 | 6.500 | 4.588 | MON | 12,544 | 151,816 | 02/17/2009 | 06/01/2017 |
| 31294K-L8-6 | FGCI Pool # E01251 | | | 2 | 1 | 2,093,022 | 107.7320 | 2,166,558 | 2,011,055 | 2,083,965 | 0 | (4,134) | 0 | 0 | 5.500 | 3.241 | MON | 9,217 | 111,741 | 02/17/2009 | 11/01/2017 |
| 31294K-P4-1 | FGCI Pool #E01343 | | | 2 | 1 | 2,761,952 | 106.4890 | 2,841,416 | 2,668,269 | 2,752,372 | 0 | (4,275) | 0 | 0 | 5.000 | 3.074 | MON | 11,118 | 134,308 | 02/17/2009 | 04/01/2018 |
| 31294K-Q7-3 | FGCI Pool # E01378 | | | 2 | 1 | 3,057,436 | 106.5170 | 3,147,378 | 2,954,824 | 3,047,116 | 0 | (4,586) | 0 | 0 | 5.000 | 3.094 | MON | 12,312 | 148,700 | 02/17/2009 | 05/01/2018 |
| 312962-G8-0 | FGCI Pool # B10223 Pool # B10223 | | | 2 | 1 | 2,834,073 | 107.8590 | 2,942,192 | 2,727,803 | 2,824,146 | 0 | (4,378) | 0 | 0 | 5.500 | 3.407 | MON | 12,502 | 151,308 | 02/17/2009 | 10/01/2018 |
| 31296Q-RV-4 | FGLMC Pool # A15900 | | | 2 | 1 | 2,969,625 | 107.4420 | 3,097,947 | 2,883,380 | 2,967,218 | 0 | (723) | 0 | 0 | 5.500 | 3.734 | MON | 13,216 | 159,255 | 02/17/2009 | 11/01/2033 |
| 31296R-U3-0 | FGLMC Pool # A16902 Pool # A16902 | | | 2 | 1 | 1,976,363 | 112.4420 | 2,109,257 | 1,875,871 | 1,973,863 | 0 | (631) | 0 | 0 | 6.500 | 3.878 | MON | 10,161 | 123,325 | 02/17/2009 | 12/01/2033 |
| 31297B-CH-3 | FGLMC Gold Pool # A23672 | | | 2 | 1 | 3,781,325 | 109.4300 | 3,979,281 | 3,636,358 | 3,777,675 | 0 | (793) | 0 | 0 | 6.000 | 3.966 | MON | 18,182 | 219,392 | 02/17/2009 | 06/01/2034 |
| 31297C-6Y-1 | FGLMC Pool # A25387 | | | 2 | 1 | 5,763,194 | 107.2850 | 6,010,785 | 5,602,617 | 5,758,771 | 0 | (1,326) | 0 | 0 | 5.500 | 3.805 | MON | 25,679 | 312,973 | 02/17/2009 | 08/01/2034 |
| 31297F-J6-1 | FGLMC Pool # A27485 | | | 2 | 1 | 5,234,975 | 109.4300 | 5,509,032 | 5,034,279 | 5,229,963 | 0 | (1,078) | 0 | 0 | 6.000 | 3.967 | MON | 25,171 | 305,522 | 02/17/2009 | 10/01/2034 |
| 31297G-B3-4 | FGLMC Gold Pool # A28158 | | | 2 | 1 | 5,726,731 | 109.7040 | 6,041,594 | 5,507,182 | 5,721,273 | 0 | (1,169) | 0 | 0 | 6.000 | 3.969 | MON | 27,536 | 332,318 | 02/17/2009 | 11/01/2034 |
| 31297H-LQ-0 | FGLMC Pool # A29335 | | | 2 | 1 | 3,058,112 | 107.3760 | 3,195,112 | 2,975,618 | 3,055,856 | 0 | (676) | 0 | 0 | 5.500 | 3.859 | MON | 13,638 | 163,659 | 02/17/2009 | 01/01/2035 |
| 31297K-WH-1 | FGLMC Pool # A30648 | | | 2 | 1 | 7,490,927 | 108.0040 | 7,865,079 | 7,282,211 | 7,485,220 | 0 | (1,710) | 0 | 0 | 5.500 | 3.807 | MON | 33,377 | 402,877 | 02/17/2009 | 12/01/2034 |
| 31297V-VD-7 | FGLMC Pool # A39612 | | | 2 | 1 | 485,056 | 107.1920 | 483,243 | 450,822 | 484,056 | 0 | (1,000) | 0 | 0 | 5.500 | 1.341 | MON | 2,066 | 8,265 | 07/14/2010 | 11/01/2035 |
| 31298A-AF-0 | FGLMC Pool # C41806 | | | 2 | 1 | 159,449 | 116.9230 | 175,825 | 150,376 | 159,192 | 0 | (93) | 0 | 0 | 8.000 | 6.089 | MON | 1,003 | 12,059 | 02/17/2009 | 09/01/2030 |
| 31298A-AX-1 | FHLMC Pool # C41822 | | | 2 | 1 | 41,154 | 113.8900 | 43,922 | 38,565 | 41,081 | 0 | (22) | 0 | 0 | 7.000 | 3.683 | MON | 225 | 2,701 | 02/17/2009 | 08/01/2030 |
| 31298Q-V6-2 | FGLMC Pool # C54237 | | | 2 | 1 | 69,402 | 113.9540 | 74,115 | 65,039 | 69,284 | 0 | (36) | 0 | 0 | 7.000 | 3.698 | MON | 379 | 4,553 | 02/17/2009 | 07/01/2031 |
| 31335G-C4-5 | FGLMC Pool # C80444 Pool # C80091 | | | 2 | 1 | 462,618 | 111.9080 | 488,896 | 436,873 | 461,486 | 0 | (385) | 0 | 0 | 6.500 | 3.455 | MON | 2,366 | 28,397 | 02/17/2009 | 01/01/2024 |
| 31335G-M5-1 | FGLMC Pool # C80444 Pool # C80380 | | | 2 | 1 | 98,484 | 114.2070 | 105,528 | 92,401 | 98,264 | 0 | (65) | 0 | 0 | 7.500 | 4.062 | MON | 578 | 6,930 | 02/17/2009 | 02/01/2026 |
| 31335G-NZ-4 | FGLMC Pool # C80444 Pool # C80408 | | | 2 | 1 | 112,404 | 114.3400 | 120,640 | 105,510 | 112,162 | 0 | (72) | 0 | 0 | 7.500 | 4.103 | MON | 659 | 7,914 | 02/17/2009 | 06/01/2026 |
| 31335H-WL-3 | FGLMC Pool # C90651 | | | 2 | 1 | 1,204,862 | 109.9160 | 1,272,453 | 1,157,664 | 1,202,589 | 0 | (784) | 0 | 0 | 6.000 | 3.764 | MON | 5,788 | 69,894 | 02/17/2009 | 02/01/2023 |
| 31335K-HW-9 | FGCI Pool # E20245 Pool # E20245 | | | 2 | 1 | 4,286 | 102.1690 | 4,222 | 4,132 | 4,159 | 0 | (69) | 0 | 0 | 7.000 | 3.182 | MON | 24 | 295 | 02/17/2009 | 06/01/2011 |
| 313448-DU-3 | FHLMC Pool # 298215 Pool # 298215 | | | 2 | 1 | 93,651 | 111.6730 | 99,027 | 88,676 | 92,868 | 0 | (379) | 0 | 0 | 8.000 | 5.384 | MON | 591 | 7,094 | 02/17/2009 | 07/01/2017 |
| 313616-5Z-3 | FNCL Pool # 52164 | | | 2 | 1 | 11,526 | 111.6680 | 12,155 | 10,885 | 11,454 | 0 | (24) | 0 | 0 | 7.500 | 3.856 | MON | 68 | 819 | 02/17/2009 | 06/01/2017 |
| 31365D-JE-6 | FNCL Pool # 124561 | | | 2 | 1 | 159,164 | 113.6870 | 169,515 | 149,107 | 158,668 | 0 | (137) | 0 | 0 | 7.500 | 3.814 | MON | 932 | 11,183 | 02/17/2009 | 11/01/2022 |
| 31371F-PX-4 | FNCI Pool # 250738 | | | 2 | 1 | 14,128 | 102.0970 | 13,925 | 13,639 | 13,771 | 0 | (195) | 0 | 0 | 7.000 | 3.601 | MON | 80 | 955 | 02/17/2009 | 10/01/2011 |
| 31371F-WM-0 | FNCI Pool # 250952 | | | 2 | 1 | 33,399 | 103.7940 | 33,068 | 31,859 | 32,558 | 0 | (456) | 0 | 0 | 6.500 | 2.793 | MON | 173 | 2,101 | 02/17/2009 | 06/01/2012 |
| 31371H-GY-8 | FNCL Pool # 252315 | | | 2 | 1 | 687,902 | 108.0400 | 716,406 | 663,095 | 687,081 | 0 | (247) | 0 | 0 | 5.500 | 3.229 | MON | 3,039 | 36,548 | 02/17/2009 | 02/01/2029 |
| 31371H-TA-6 | FNCL Pool # 252645 | | | 2 | 1 | 329,194 | 112.4420 | 350,498 | 311,716 | 328,666 | 0 | (148) | 0 | 0 | 6.500 | 3.665 | MON | 1,688 | 20,346 | 02/17/2009 | 08/01/2029 |
| 31371J-DT-8 | FNCL Pool # 253114 | | | 2 | 1 | 133,556 | 115.6510 | 144,713 | 125,129 | 133,301 | 0 | (93) | 0 | 0 | 8.000 | 5.818 | MON | 834 | 10,024 | 02/17/2009 | 03/01/2030 |
| 31371K-K7-5 | FNCL Pool # 254218 | | | 2 | 1 | 402,333 | 113.9240 | 427,361 | 375,127 | 401,609 | 0 | (218) | 0 | 0 | 7.000 | 3.416 | MON | 2,188 | 26,372 | 02/17/2009 | 02/01/2032 |
| 31371K-LQ-2 | FNCL Pool # 254235 | | | 2 | 1 | 545,400 | 109.0780 | 568,162 | 520,876 | 542,080 | 0 | (1,596) | 0 | 0 | 6.000 | 3.435 | MON | 2,604 | 31,380 | 02/17/2009 | 03/01/2017 |
| 31371K-LU-3 | FNCL Pool # 254239 | | | 2 | 1 | 430,454 | 112.4420 | 459,126 | 408,325 | 429,856 | 0 | (156) | 0 | 0 | 6.500 | 3.783 | MON | 2,212 | 26,701 | 02/17/2009 | 03/01/2032 |
| 31371K-VB-4 | FNCL Pool # 254510 | | | 2 | 1 | 3,324,462 | 106.9530 | 3,438,916 | 3,215,349 | 3,312,099 | 0 | (5,589) | 0 | 0 | 5.000 | 3.055 | MON | 13,397 | 162,077 | 02/17/2009 | 11/01/2017 |
| 31371K-Y4-7 | FNCL Pool # 254631 | | | 2 | 1 | 2,469,127 | 106.9530 | 2,554,133 | 2,388,087 | 2,460,372 | 0 | (3,920) | 0 | 0 | 5.000 | 3.072 | MON | 9,950 | 120,506 | 02/17/2009 | 02/01/2018 |
| 31371L-2M-0 | FNCL Pool # 255580 | | | 2 | 1 | 2,792,920 | 107.6340 | 2,785,863 | 2,588,283 | 2,788,938 | 0 | (3,982) | 0 | 0 | 5.500 | 1.120 | MON | 11,863 | 59,315 | 07/14/2010 | 02/01/2035 |
| 31371L-ZM-4 | FNCI Pool 255548 | | | 2 | 1 | 929,526 | 106.9530 | 925,873 | 865,682 | 927,466 | 0 | (2,060) | 0 | 0 | 5.000 | 1.166 | MON | 3,607 | 14,428 | 07/15/2010 | 01/01/2020 |
| 31371M-KF-3 | FNCT Pool #255994 | | | 2 | 1 | 20,799,527 | 107.9480 | 20,705,654 | 19,181,120 | 20,759,742 | 0 | (39,785) | 0 | 0 | 5.500 | 0.649 | MON | 87,913 | 263,798 | 09/14/2010 | 11/01/2025 |
| 31371M-Y9-2 | FNCL Pool # 256436 | | | 2 | 1 | 8,408,020 | 109.0040 | 8,852,856 | 8,121,588 | 8,400,965 | 0 | (1,411) | 0 | 0 | 6.000 | 4.143 | MON | 40,608 | 490,498 | 02/17/2009 | 09/01/2036 |
| 31371M-ZA-8 | FNCL Pool # 256437 | | | 2 | 1 | 5,460,978 | 111.5040 | 5,813,209 | 5,213,453 | 5,455,192 | 0 | (1,353) | 0 | 0 | 6.500 | 4.130 | MON | 28,240 | 342,705 | 02/17/2009 | 09/01/2036 |
| 31371N-BD-6 | FNCL Pool #256636 | | | 2 | 1 | 26,287,202 | 107.0710 | 26,341,212 | 24,601,608 | 26,258,028 | 0 | (29,175) | 0 | 0 | 5.500 | 1.659 | MON | 112,757 | 340,423 | 09/15/2010 | 03/01/2037 |
| 31371N-GN-9 | FNCL Pool #256805 | | | 2 | 1 | 20,385,056 | 107.5880 | 21,177,530 | 19,683,896 | 20,345,890 | 0 | (14,800) | 0 | 0 | 5.500 | 3.680 | MON | 90,218 | 1,083,852 | 02/17/2009 | 07/01/2022 |
| 31371U-J5-9 | FNCL Pool # 262284 | | | 2 | 1 | 182,562 | 111.8280 | 193,136 | 172,709 | 182,119 | 0 | (150) | 0 | 0 | 6.500 | 3.505 | MON | 936 | 11,278 | 02/17/2009 | 12/01/2023 |
| 31373U-NW-3 | FNCL Pool # 303805 | | | 2 | 1 | 308,358 | 112.1290 | 327,207 | 291,813 | 307,744 | 0 | (191) | 0 | 0 | 6.500 | 3.575 | MON | 1,581 | 18,968 | 02/17/2009 | 04/01/2026 |
| 31374T-B4-0 | FNCL Pool # 323259 | | | 2 | 1 | 121,022 | 108.6720 | 125,453 | 115,442 | 119,142 | 0 | (996) | 0 | 0 | 6.000 | 2.524 | MON | 577 | 7,009 | 02/17/2009 | 08/01/2013 |
| 31374T-C3-1 | FNCL Pool # 323290 | | | 2 | 1 | 140,338 | 105.2560 | 140,904 | 133,868 | 138,216 | 0 | (1,122) | 0 | 0 | 6.000 | 2.560 | MON | 669 | 8,140 | 02/17/2009 | 09/01/2013 |
| 31374T-MS-5 | FNCL Pool # 323569 | | | 2 | 1 | 829,374 | 112.1290 | 880,072 | 784,875 | 827,988 | 0 | (396) | 0 | 0 | 6.500 | 3.628 | MON | 4,251 | 51,291 | 02/17/2009 | 01/01/2029 |
| 31375D-VC-4 | FNCL Pool # 331911 | | | 2 | 1 | 40,868 | 113.3770 | 43,234 | 38,133 | 40,766 | 0 | (33) | 0 | 0 | 7.000 | 3.337 | MON | 222 | 2,671 | 02/17/2009 | 12/01/2025 |
| 31376K-QN-9 | FNCI Pool # 357861 | | | 2 | 1 | 4,613,188 | 108.5780 | 4,832,721 | 4,450,917 | 4,601,276 | 0 | (4,907) | 0 | 0 | 5.500 | 3.572 | MON | 20,400 | 245,592 | 02/17/2009 | 06/01/2020 |
| 31378Y-H3-1 | FNCL Pool # 412550 | | | 2 | 1 | 45,568 | 112.1290 | 48,353 | 43,123 | 45,487 | 0 | (24) | 0 | 0 | 6.500 | 3.611 | MON | 234 | 2,803 | 02/17/2009 | 01/01/2028 |
| 31379E-L7-0 | FNCI Pool # 417150 | | | 2 | 1 | 41,400 | 104.5720 | 41,297 | 39,492 | 40,641 | 0 | (407) | 0 | 0 | 6.000 | 2.278 | MON | 197 | 2,369 | 02/17/2009 | 02/01/2013 |
| 31379X-GB-5 | FNCI Pool # 432294 | | | 2 | 1 | 107,120 | 108.9840 | 111,196 | 102,029 | 105,109 | 0 | (1,083) | 0 | 0 | 6.500 | 3.339 | MON | 553 | 6,632 | 02/17/2009 | 06/01/2013 |
| 31380D-HF-6 | FNCL Pool # 436830 | | | 2 | 1 | 156,695 | 112.4420 | 166,737 | 148,288 | 156,426 | 0 | (78) | 0 | 0 | 6.500 | 3.620 | MON | 803 | 9,639 | 02/17/2009 | 07/01/2028 |
| 31380T-BB-6 | FNCL Pool # 449234 | | | 2 | 1 | 189,622 | 108.0400 | 197,479 | 182,784 | 189,395 | 0 | (68) | 0 | 0 | 5.500 | 3.228 | MON | 838 | 10,053 | 02/17/2009 | 01/01/2029 |
| 31381B-T9-0 | FNCL Pool # 456076 | | | 2 | 1 | 753,485 | 110.1600 | 795,521 | 722,149 | 752,482 | 0 | (266) | 0 | 0 | 6.000 | 3.691 | MON | 3,611 | 43,514 | 02/17/2009 | 12/01/2028 |
| 31381C-VM-6 | FNCL Pool # 457020 | | | 2 | 1 | 416,088 | 112.4420 | 442,754 | 393,764 | 415,393 | 0 | (199) | 0 | 0 | 6.500 | 3.628 | MON | 2,133 | 25,598 | 02/17/2009 | 01/01/2029 |
| 31382G-AX-5 | FNCL Pool # 481622 | | | 2 | 1 | 224,260 | 108.0400 | 233,553 | 216,173 | 223,992 | 0 | (81) | 0 | 0 | 5.500 | 3.228 | MON | 991 | 11,889 | 02/17/2009 | 01/01/2029 |

# 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 | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| CUSIP Identification | Description | 3 Code | 4 Foreign | 5 Bond CHAR | NAIC Designation | Actual Cost | 8 Rate Used to Obtain Fair Value | 9 Fair Value | Par Value | Book/Adjusted Carrying Value | 12 Unrealized Valuation Increase/ (Decrease) | 13 Current Year's (Amortization)/ Accretion | 14 Current Year's Other Than Temporary Impairment Recognized | 15 Total Foreign Exchange Change in B./A.C.V. | 16 Rate of | 17 Effective Rate of | 18 When Paid | 19 Admitted Amount Due & Accrued | 20 Amount Rec. During Year | 21 Acquired | 22 Maturity |
| 31382Q-LU-7 | FNCL Pool # 489139 | | | 2 | 1 | 175,848 | 112.4420 | 187,228 | 166,511 | 175,564 | 0 | (80) | 0 | 0 | 6.500 | 3.664 | MON | 902 | 10,823 | 02/17/2009 | 07/01/2029 |
| 31382S-HE-4 | FNCL Pool # 490829 | | | 2 | 1 | 250,354 | 112.4420 | 266,556 | 237,062 | 249,947 | 0 | (115) | 0 | 0 | 6.500 | 3.662 | MON | 1,284 | 15,530 | 02/17/2009 | 05/01/2029 |
| 31382S-YP-0 | FNCL Pool # 491318 | | | 2 | 1 | 211,872 | 110.1600 | 224,095 | 203,427 | 211,606 | 0 | (70) | 0 | 0 | 6.000 | 3.785 | MON | 1,017 | 12,396 | 02/17/2009 | 04/01/2029 |
| 31383C-S6-3 | FNCI Pool # 499241 | | | 2 | 1 | 119,244 | 108.9840 | 123,892 | 113,679 | 117,599 | 0 | (878) | 0 | 0 | 6.500 | 3.829 | MON | 616 | 7,447 | 02/17/2009 | 07/01/2014 |
| 31383E-RF-0 | FNCL Pool # 500986 | | | 2 | 1 | 140,977 | 112.4420 | 150,100 | 133,492 | 140,750 | 0 | (64) | 0 | 0 | 6.500 | 3.664 | MON | 723 | 8,681 | 02/17/2009 | 07/01/2029 |
| 31383R-4Q-2 | FNCL Pool # 511231 | | | 2 | 1 | 132,975 | 114.6810 | 142,631 | 124,371 | 132,721 | 0 | (83) | 0 | 0 | 7.500 | 3.926 | MON | 777 | 9,335 | 02/17/2009 | 10/01/2029 |
| 31383S-XA-3 | FNCI Pool # 511973 | | | 2 | 1 | 110,720 | 108.2240 | 114,992 | 106,254 | 109,462 | 0 | (671) | 0 | 0 | 7.000 | 4.723 | MON | 620 | 7,438 | 02/17/2009 | 10/01/2014 |
| 31383X-EL-9 | FNCI Pool # 515939 | | | 2 | 1 | 111,503 | 113.7890 | 118,306 | 103,970 | 111,280 | 0 | (68) | 0 | 0 | 7.000 | 3.382 | MON | 607 | 7,277 | 02/17/2009 | 10/01/2029 |
| 31386D-TN-0 | FNCL Pool # 560457 | | | 2 | 1 | 43,717 | 114.7570 | 46,955 | 40,917 | 43,638 | 0 | (27) | 0 | 0 | 7.500 | 3.979 | MON | 256 | 3,069 | 02/17/2009 | 12/01/2030 |
| 31387B-WP-4 | FNCL Pool # 579454 | | | 2 | 1 | 1,616,532 | 110.1600 | 1,708,764 | 1,551,162 | 1,614,646 | 0 | (456) | 0 | 0 | 6.000 | 3.777 | MON | 7,756 | 93,319 | 02/17/2009 | 04/01/2031 |
| 31387E-EK-9 | FNCL Pool # 581638 | | | 2 | 1 | 399,759 | 113.9240 | 424,627 | 372,727 | 399,020 | 0 | (224) | 0 | 0 | 7.000 | 3.406 | MON | 2,174 | 26,154 | 02/17/2009 | 06/01/2031 |
| 31390A-J8-4 | FNCL Pool # 640287 | | | 2 | 1 | 2,372,074 | 112.4420 | 2,530,076 | 2,250,127 | 2,368,823 | 0 | (843) | 0 | 0 | 6.500 | 3.786 | MON | 12,188 | 147,285 | 02/17/2009 | 07/01/2032 |
| 31390Y-C4-8 | FNCI Pool # 659891 | | | 2 | 1 | 1,943,576 | 112.4420 | 2,073,036 | 1,843,657 | 1,940,928 | 0 | (683) | 0 | 0 | 6.500 | 3.788 | MON | 9,986 | 120,327 | 02/17/2009 | 09/01/2032 |
| 31391Q-Q5-6 | FNCL Pool # 673776 | | | 2 | 1 | 902,325 | 112.4420 | 961,288 | 854,923 | 901,059 | 0 | (329) | 0 | 0 | 6.500 | 3.729 | MON | 4,631 | 55,914 | 02/17/2009 | 06/01/2032 |
| 31400A-QJ-0 | FNCL Pool # 681857 | | | 2 | 1 | 1,307,418 | 110.1600 | 1,386,170 | 1,258,321 | 1,306,088 | 0 | (300) | 0 | 0 | 6.000 | 3.941 | MON | 6,292 | 76,572 | 02/17/2009 | 03/01/2033 |
| 31400A-RG-5 | FNCL Pool # 681887 | | | 2 | 1 | 3,240,977 | 110.1600 | 3,436,197 | 3,119,270 | 3,237,690 | 0 | (739) | 0 | 0 | 6.000 | 3.941 | MON | 15,596 | 188,483 | 02/17/2009 | 04/01/2033 |
| 31400E-R2-8 | FNCL Pool # 685505 | | | 2 | 1 | 1,774,311 | 107.0780 | 1,839,766 | 1,718,153 | 1,768,505 | 0 | (2,574) | 0 | 0 | 5.000 | 3.153 | MON | 7,159 | 85,908 | 02/17/2009 | 05/01/2018 |
| 31400H-ZX-4 | FNCL Pool #688458 | | | 2 | 1 | 2,297,080 | 110.1600 | 2,432,518 | 2,208,162 | 2,294,697 | 0 | (535) | 0 | 0 | 6.000 | 3.887 | MON | 11,041 | 132,490 | 02/17/2009 | 03/01/2033 |
| 31400Q-ZZ-9 | FNCL Pool # 694760 | | | 2 | 1 | 3,734,090 | 107.7900 | 3,905,704 | 3,623,445 | 3,730,836 | 0 | (965) | 0 | 0 | 5.500 | 3.635 | MON | 16,607 | 200,969 | 02/17/2009 | 04/01/2033 |
| 31400R-6W-6 | FNCL Pool # 695785 | | | 2 | 1 | 2,485,128 | 107.8280 | 2,578,410 | 2,391,223 | 2,475,314 | 0 | (108) | 0 | 0 | 5.500 | 3.302 | MON | 10,960 | 132,351 | 02/17/2009 | 04/01/2018 |
| 31401B-YH-2 | FNCL Pool # 703712 | | | 2 | 1 | 3,819,376 | 107.8280 | 3,962,740 | 3,675,053 | 3,803,787 | 0 | (7,041) | 0 | 0 | 5.500 | 3.297 | MON | 16,844 | 204,034 | 02/17/2009 | 02/01/2018 |
| 31401C-M6-7 | FNCL Pool # 704281 | | | 2 | 1 | 4,435,360 | 107.7900 | 4,639,203 | 4,303,935 | 4,431,503 | 0 | (1,144) | 0 | 0 | 5.500 | 3.635 | MON | 19,726 | 237,398 | 02/17/2009 | 05/01/2033 |
| 31402D-CV-0 | FNCI Pool # 725584 | | | 2 | 1 | 7,422,261 | 105.6400 | 7,661,153 | 7,252,126 | 7,417,421 | 0 | (1,713) | 0 | 0 | 5.000 | 3.612 | MON | 30,217 | 364,519 | 02/17/2009 | 07/01/2034 |
| 31402G-UD-3 | FNCL Pool # 728780 | | | 2 | 1 | 2,751,743 | 110.1600 | 2,917,494 | 2,648,408 | 2,749,008 | 0 | (605) | 0 | 0 | 6.000 | 3.952 | MON | 13,242 | 159,540 | 02/17/2009 | 07/01/2033 |
| 31402H-WU-1 | FNCI Pool # 729759 | | | 2 | 1 | 3,587,673 | 107.0780 | 3,720,023 | 3,474,121 | 3,576,090 | 0 | 3,321 | 0 | 0 | 5.000 | 3.164 | MON | 14,476 | 173,706 | 02/17/2009 | 06/01/2018 |
| 31403D-BY-4 | FNCL Pool #745355 | | | 2 | 1 | 13,608,396 | 105.5780 | 13,534,218 | 12,819,214 | 13,588,430 | 0 | (19,966) | 0 | 0 | 5.000 | 1.704 | MON | 53,413 | 160,240 | 09/10/2010 | 03/01/2036 |
| 31403D-QC-6 | FNCL Pool # 745751 | | | 2 | 1 | 2,372,694 | 107.7900 | 2,372,882 | 2,201,397 | 2,367,664 | 0 | (5,030) | 0 | 0 | 5.500 | 1.228 | MON | 10,090 | 40,359 | 07/14/2010 | 09/01/2035 |
| 31403E-M4-6 | FNCL Pool # 746579 | | | 2 | 1 | 3,875,603 | 105.7650 | 4,000,800 | 3,782,722 | 3,872,922 | 0 | (939) | 0 | 0 | 5.000 | 3.551 | MON | 15,761 | 189,136 | 02/17/2009 | 10/01/2033 |
| 31403F-VV-3 | FNCL Pool # 747728 | | | 2 | 1 | 3,390,404 | 107.7900 | 3,546,222 | 3,289,942 | 3,387,508 | 0 | (859) | 0 | 0 | 5.500 | 3.642 | MON | 15,079 | 181,363 | 02/17/2009 | 11/01/2033 |
| 31403M-NU-9 | FNCL Pool # 752903 | | | 2 | 1 | 5,427,810 | 107.7900 | 5,677,265 | 5,266,978 | 5,423,194 | 0 | (1,368) | 0 | 0 | 5.500 | 3.643 | MON | 24,140 | 291,043 | 02/17/2009 | 01/01/2034 |
| 31403U-MG-3 | FNCL Pool # 758259 | | | 2 | 1 | 2,260,265 | 110.1600 | 2,396,412 | 2,175,386 | 2,258,037 | 0 | (487) | 0 | 0 | 6.000 | 3.951 | MON | 10,877 | 130,693 | 02/17/2009 | 12/01/2033 |
| 31404R-TU-1 | FNCL Pool # 776463 | | | 2 | 1 | 3,718,641 | 105.7650 | 3,838,768 | 3,629,522 | 3,716,115 | 0 | (891) | 0 | 0 | 5.000 | 3.557 | MON | 15,123 | 181,518 | 02/17/2009 | 03/01/2034 |
| 31404T-AK-9 | FNCL Pool # 777710 | | | 2 | 1 | 3,272,739 | 107.6340 | 3,422,340 | 3,179,621 | 3,270,084 | 0 | (786) | 0 | 0 | 5.500 | 3.714 | MON | 14,573 | 175,403 | 02/17/2009 | 06/01/2034 |
| 31405C-JM-2 | FNCL Pool # 785168 | | | 2 | 1 | 6,826,195 | 108.4150 | 7,190,038 | 6,631,971 | 6,820,657 | 0 | (1,639) | 0 | 0 | 5.500 | 3.713 | MON | 30,397 | 366,678 | 02/17/2009 | 07/01/2034 |
| 31405F-GS-5 | FNCL Pool # 787809 | | | 2 | 1 | 10,073,590 | 108.4150 | 10,610,522 | 9,786,969 | 10,065,415 | 0 | (2,420) | 0 | 0 | 5.500 | 3.713 | MON | 44,857 | 541,062 | 02/17/2009 | 07/01/2034 |
| 31405H-U7-1 | FNCI Pool # 790006 | | | 2 | 1 | 1,536,174 | 107.9530 | 1,599,050 | 1,481,245 | 1,531,595 | 0 | (1,950) | 0 | 0 | 5.500 | 3.500 | MON | 6,789 | 82,013 | 02/17/2009 | 08/01/2019 |
| 31405M-L6-2 | FNCL Pool # 793349 | | | 2 | 1 | 8,376,017 | 110.0370 | 8,875,911 | 8,066,327 | 8,368,013 | 0 | (1,714) | 0 | 0 | 6.000 | 3.983 | MON | 40,332 | 485,176 | 02/17/2009 | 08/01/2034 |
| 31405M-LV-7 | FNCL Pool # 793340 | | | 2 | 1 | 6,612,995 | 107.7590 | 6,923,315 | 6,424,838 | 6,607,643 | 0 | (1,584) | 0 | 0 | 5.500 | 3.714 | MON | 29,447 | 353,366 | 02/17/2009 | 08/01/2034 |
| 31405M-W7-8 | FNCL Pool # 793670 | | | 2 | 1 | 10,963,984 | 109.6920 | 11,581,894 | 10,558,607 | 10,953,515 | 0 | (2,238) | 0 | 0 | 6.000 | 3.983 | MON | 52,793 | 637,957 | 02/17/2009 | 09/01/2034 |
| 31405Q-UE-6 | FNCL Pool # 796281 | | | 2 | 1 | 4,521,363 | 107.6340 | 4,728,040 | 4,392,717 | 4,517,724 | 0 | (1,076) | 0 | 0 | 5.500 | 3.714 | MON | 20,133 | 241,599 | 02/17/2009 | 12/01/2034 |
| 31405U-TP-4 | FNCL Pool # 799858 | | | 2 | 1 | 10,798,923 | 105.6400 | 11,146,496 | 10,551,387 | 10,791,954 | 0 | (2,478) | 0 | 0 | 5.000 | 3.614 | MON | 43,964 | 531,768 | 02/17/2009 | 11/01/2034 |
| 31405V-QS-9 | FNCL Pool # 800665 | | | 2 | 1 | 4,228,677 | 109.6920 | 4,466,998 | 4,072,328 | 4,224,663 | 0 | (854) | 0 | 0 | 6.000 | 3.986 | MON | 20,362 | 246,756 | 02/17/2009 | 10/01/2034 |
| 31405V-ZB-6 | FNCL Pool # 800938 | | | 2 | 1 | 4,325,386 | 107.7590 | 4,528,358 | 4,202,317 | 4,321,895 | 0 | (1,033) | 0 | 0 | 5.500 | 3.714 | MON | 19,261 | 232,299 | 02/17/2009 | 10/01/2034 |
| 31406B-AX-8 | FNCL Pool # 804722 | | | 2 | 1 | 3,523,679 | 105.8280 | 3,643,547 | 3,442,908 | 3,521,412 | 0 | (807) | 0 | 0 | 5.000 | 3.616 | MON | 14,345 | 172,145 | 02/17/2009 | 12/01/2034 |
| 31406D-D6-0 | FNCL Pool # 806625 | | | 2 | 1 | 4,205,101 | 109.6920 | 4,442,093 | 4,049,623 | 4,201,118 | 0 | (844) | 0 | 0 | 6.000 | 3.985 | MON | 20,248 | 242,977 | 02/17/2009 | 12/01/2034 |
| 31406Y-3Q-7 | FNCL Pool # 821707 | | | 2 | 1 | 6,103,765 | 107.5400 | 6,383,031 | 5,935,505 | 6,099,070 | 0 | (1,388) | 0 | 0 | 5.500 | 3.771 | MON | 27,204 | 330,311 | 02/17/2009 | 06/01/2035 |
| 31406X-H6-2 | FNCL Pool # 822953 | | | 2 | 1 | 6,623,454 | 107.7590 | 6,934,265 | 6,434,999 | 6,618,151 | 0 | (1,568) | 0 | 0 | 5.500 | 3.716 | MON | 29,494 | 354,905 | 02/17/2009 | 02/01/2035 |
| 31406X-JF-0 | FNCL Pool # 822962 | | | 2 | 1 | 4,638,685 | 107.7590 | 4,856,358 | 4,506,701 | 4,634,978 | 0 | (1,096) | 0 | 0 | 5.500 | 3.716 | MON | 20,656 | 247,869 | 02/17/2009 | 03/01/2035 |
| 31407B-U6-4 | FNCL Pool #826005 | | | 2 | 1 | 623,705 | 105.5780 | 622,505 | 589,618 | 622,798 | 0 | (908) | 0 | 0 | 5.000 | 1.883 | MON | 2,457 | 4,913 | 09/24/2010 | 07/01/2035 |
| 31407J-2Q-4 | FNCL Pool # 832483 | | | 2 | 1 | 10,172,294 | 105.5780 | 10,501,500 | 9,946,713 | 10,165,980 | 0 | (2,263) | 0 | 0 | 5.000 | 3.653 | MON | 41,445 | 501,878 | 02/17/2009 | 09/01/2035 |
| 31408D-VM-3 | FNARM Pool Pool # 848520 Hybrid | | | 2 | 1 | 4,624,511 | 104.0550 | 4,679,839 | 4,497,454 | 4,621,080 | 0 | (1,391) | 0 | 0 | 2.294 | 1.633 | MON | 8,598 | 230,584 | 02/17/2009 | 12/01/2035 |
| 31410E-5T-1 | FNCL Pool # 887458 | | | 2 | 1 | 7,055,061 | 111.5040 | 7,510,111 | 6,735,284 | 7,040,190 | 0 | (5,084) | 0 | 0 | 6.500 | 3.950 | MON | 36,483 | 437,793 | 02/17/2009 | 09/01/2023 |
| 31410P-CH-4 | FNCL Pool # 892972 | | | 2 | 1 | 6,579,246 | 109.0040 | 6,927,328 | 6,355,114 | 6,573,725 | 0 | (1,104) | 0 | 0 | 6.000 | 4.143 | MON | 31,776 | 381,307 | 02/17/2009 | 09/01/2036 |
| 31410R-VU-0 | FNCL Pool # 895327 | | | 2 | 1 | 1,371,229 | 111.5040 | 1,459,673 | 1,309,077 | 1,369,777 | 0 | (340) | 0 | 0 | 6.500 | 4.130 | MON | 7,091 | 85,090 | 02/17/2009 | 09/01/2036 |
| 31410W-KQ-0 | FNCL Pool #899503 | | | 2 | 1 | 791,447 | 107.0710 | 790,012 | 737,839 | 790,615 | 0 | (833) | 0 | 0 | 5.500 | 1.449 | MON | 3,382 | 6,764 | 10/18/2010 | 06/01/2037 |
| 31412N-E6-9 | FNCL Pool 929957 | | | 2 | 1 | 1,662,969 | 109.3790 | 1,666,363 | 1,523,476 | 1,659,467 | 0 | (3,502) | 0 | 0 | 6.000 | 1.653 | MON | 7,617 | 30,470 | 07/15/2010 | 09/01/2038 |
| 31412N-FD-3 | FNCL Pool 929964 | | | 2 | 1 | 775,475 | 108.8170 | 773,615 | 710,936 | 773,855 | 0 | (1,621) | 0 | 0 | 6.000 | 1.686 | MON | 3,555 | 14,219 | 07/28/2010 | 09/01/2038 |
| 31412R-JF-5 | FNCL Pool# 932762 | | | 2 | 1 | 1,040,179 | 111.9420 | 1,056,287 | 943,606 | 1,037,598 | 0 | (2,581) | 0 | 0 | 6.500 | 1.319 | MON | 5,111 | 20,445 | 07/28/2010 | 03/01/2040 |

# 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 | 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 |
| 31412R-KU-0 | FNCL Pool #932807 | | | 2 | 1 | 40,065,019 | 99.5800 | 38,678,808 | 38,842,100 | 40,051,741 | 0 | (13,279) | 0 | 0 | 4.000 | 3.161 | MON | 129,474 | 388,421 | 09/14/2010 | 09/01/2040 |
| 31412U-ZA-1 | FNCL Pool # 935537 | | | 2 | 1 | 2,505,672 | 102.9280 | 2,492,951 | 2,422,036 | 2,503,881 | 0 | (1,791) | 0 | 0 | 4.500 | 3.088 | MON | 9,083 | 36,331 | 07/13/2010 | 08/01/2039 |
| 31412X-GY-4 | FNCL Pool# 937715 | | | 2 | 1 | 26,099,589 | 109.6290 | 26,059,684 | 23,770,794 | 26,036,756 | 0 | (62,832) | 0 | 0 | 6.000 | 1.379 | MON | 118,854 | 118,854 | 10/22/2010 | 06/01/2037 |
| 31414S-TW-3 | FNCL Pool # 974965 | | | 2 | 1 | 1,932,575 | 105.2130 | 1,911,036 | 1,816,357 | 1,929,673 | 0 | (2,902) | 0 | 0 | 5.000 | 1.606 | MON | 7,568 | 22,704 | 08/10/2010 | 04/01/2038 |
| 31415V-K9-5 | FNCL Pool# 990520 | | | 2 | 1 | 15,869,891 | 107.0550 | 16,534,689 | 15,444,984 | 15,858,623 | 0 | (3,317) | 0 | 0 | 5.500 | 3.826 | MON | 70,790 | 868,424 | 02/17/2009 | 09/01/2038 |
| 31416B-6Y-9 | FNCL Pool #995587 | | | 2 | 1 | 603,155 | 107.6340 | 600,500 | 557,911 | 601,741 | 0 | (1,414) | 0 | 0 | 5.500 | 1.098 | MON | 2,557 | 2,557 | 10/18/2010 | 08/01/2037 |
| 31416B-SA-7 | FNCL Pool #995213 | | | 2 | 1 | 2,304,821 | 109.1290 | 2,301,939 | 2,109,374 | 2,299,847 | 0 | (4,973) | 0 | 0 | 6.000 | 1.583 | MON | 10,547 | 42,187 | 07/15/2010 | 07/01/2036 |
| 31416C-EZ-5 | FNCL Pool# 995752 | | | 2 | 1 | 46,891,878 | 103.2720 | 46,003,660 | 44,546,241 | 46,848,417 | 0 | (43,462) | 0 | 0 | 4.500 | 2.418 | MON | 167,048 | 501,145 | 09/09/2010 | 05/01/2039 |
| 31416N-TU-6 | FNCL Pool # AA5062 | | | 2 | 1 | 1,077,337 | 102.7400 | 1,077,564 | 1,048,822 | 1,077,091 | 0 | (246) | 0 | 0 | 4.500 | 3.952 | MON | 3,933 | 0 | 12/09/2010 | 03/01/2039 |
| 31416R-NM-1 | FNCL Pool # AA7595 | | | 2 | 1 | 0 | 103.0530 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 4.500 | 4.507 | MON | 0 | 0 | 07/21/2009 | 07/01/2039 |
| 31416W-RH-7 | FNCL Pool #AB1387 | | | 2 | 1 | 49,861,750 | 102.7400 | 49,066,183 | 47,757,438 | 49,822,691 | 0 | (39,059) | 0 | 0 | 4.500 | 2.737 | MON | 179,090 | 537,271 | 09/09/2010 | 08/01/2040 |
| 31417V-S2-0 | FN Pool AC8636 HYB | | | 2 | 1 | 15,067,723 | 103.9710 | 15,046,596 | 14,471,889 | 15,062,764 | 0 | (4,959) | 0 | 0 | 3.607 | 2.643 | MON | 43,500 | 217,175 | 06/23/2010 | 02/01/2040 |
| 31417Y-TR-8 | FNCT Pool # MA0559 | | | 2 | 1FE | 865,812 | 105.2340 | 862,351 | 819,461 | 865,812 | 0 | 0 | 0 | 0 | 5.000 | 3.459 | MON | 1,366 | 0 | 12/31/2010 | 09/01/2030 |
| 31418M-U4-2 | FNCL Pool #AD0602 | | | 2 | 1 | 947,372 | 111.9420 | 960,546 | 858,078 | 944,974 | 0 | (2,398) | 0 | 0 | 6.500 | 1.231 | MON | 4,648 | 18,592 | 07/28/2010 | 01/01/2039 |
| 31418Q-G8-0 | FN Pool# AD2922 HYB | | | 2 | 1 | 608,352 | 103.5900 | 602,154 | 581,286 | 608,160 | 0 | (192) | 0 | 0 | 3.564 | 2.485 | MON | 1,726 | 6,890 | 07/30/2010 | 04/01/2040 |
| 31418W-PW-4 | FNCL Pool #AD8536 | | | 2 | 1 | 505,586 | 105.2030 | 502,561 | 477,708 | 505,236 | 0 | (351) | 0 | 0 | 5.000 | 3.356 | MON | 1,990 | 0 | 12/03/2010 | 08/01/2040 |
| 31419A-BH-9 | FNCI Pool #AE0039 | | | 2 | 1 | 1,181,524 | 103.7030 | 1,175,150 | 1,133,187 | 1,180,520 | 0 | (1,005) | 0 | 0 | 4.000 | 2.386 | MON | 3,777 | 15,109 | 07/16/2010 | 05/01/2025 |
| 31419A-GT-8 | FN Pool# AE0209 | | | 2 | 1 | 1,053,823 | 105.6350 | 1,051,197 | 995,126 | 1,050,458 | 0 | (3,364) | 0 | 0 | 4.331 | 0.706 | MON | 3,592 | 14,605 | 07/28/2010 | 06/01/2020 |
| 31419D-L5-8 | FNCL Pool #AE3047 | | | 2 | 1 | 36,508,636 | 102.9280 | 35,703,156 | 34,687,540 | 36,480,764 | 0 | (27,872) | 0 | 0 | 4.500 | 2.426 | MON | 130,078 | 390,716 | 09/14/2010 | 09/01/2040 |
| 31419D-MT-5 | FNCI Pool #AE3069 | | | 2 | 1 | 46,531,343 | 103.6410 | 45,813,008 | 44,203,725 | 46,512,718 | 0 | (18,605) | 0 | 0 | 4.000 | 2.031 | MON | 147,348 | 442,716 | 09/23/2010 | 09/01/2025 |
| 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 | | | | | | 957,000,182 | XXX | 969,621,268 | 913,456,801 | 955,951,717 | 0 | (673,622) | 0 | 0 | XXX | XXX | XXX | 3,905,342 | 29,490,033 | 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 - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| 3133TL-4A-3 | Freddie Mac Series 2155 Class Series 215 | | | 2 | 1 | 1,012,571 | 109.0050 | 1,057,202 | 969,864 | 1,017,647 | 0 | 3,906 | 0 | 0 | 6.000 | 5.003 | MON | 4,849 | 58,192 | 02/17/2009 | 05/15/2029 |
| 31358H-HV-0 | FNR Series 1991-85 Class Z Series 1991-8 | | | 2 | 1 | 250,263 | 110.8480 | 257,686 | 232,469 | 247,923 | 0 | (1,317) | 0 | 0 | 8.000 | 5.219 | MON | 1,550 | 18,718 | 02/17/2009 | 06/25/2021 |
| 313603-2H-4 | FNR Series 1990-35 Class E Series 1990-3 | | | 2 | 1 | 17,803 | 113.0990 | 18,327 | 16,205 | 17,950 | 0 | (91) | 0 | 0 | 9.500 | 5.748 | MON | 128 | 1,539 | 02/17/2009 | 04/25/2020 |
| 3137A2-AZ-4 | FHLMC Multifamily Stru. PT Series K009 C | | | 2 | 1 | 5,034,975 | 98.9440 | 4,932,701 | 4,985,331 | 5,034,081 | 0 | (893) | 0 | 0 | 2.757 | 2.539 | MON | 11,454 | 11,454 | 11/15/2010 | 05/25/2020 |
| 313921-6F-0 | Fannie Mae Whole Loan Series 2 Series 20 | | | 2 | 1 | 1,568,350 | 114.6750 | 1,689,729 | 1,473,494 | 1,557,365 | 0 | 9,831 | 0 | 0 | 7.000 | 4.454 | MON | 8,595 | 103,432 | 02/17/2009 | 09/25/2041 |
| 31392C-MJ-0 | Fannie Mae Whole Loan W Series W Series | | | 2 | 1 | 2,001,676 | 110.4490 | 2,313,742 | 2,094,855 | 2,013,833 | 0 | (833) | 0 | 0 | 6.000 | 7.646 | MON | 10,474 | 126,116 | 02/17/2009 | 02/25/2042 |
| 31393B-07-3 | Fannie Mae Aces Series 2003-35 Series 20 | | | 2 | 1 | 2,015,283 | 101.7190 | 2,036,540 | 2,002,133 | 2,008,880 | 0 | (2,044) | 0 | 0 | 3.700 | 3.132 | MON | 6,173 | 74,079 | 02/17/2009 | 04/25/2017 |
| 31393R-6W-5 | FREDDIE MAC Series 2617 Class Series 261 | | | 2 | 1 | 1,099,436 | 101.2180 | 1,099,015 | 1,085,792 | 1,091,138 | 0 | (3,549) | 0 | 0 | 4.000 | 2.960 | MON | 3,619 | 44,451 | 02/17/2009 | 06/15/2016 |
| 31395A-SR-7 | FHR Series 2812 Class DA Series 2812 Cla | | | 2 | 1 | 3,509,802 | 107.3130 | 3,612,332 | 3,366,164 | 3,507,271 | 0 | 32,720 | 0 | 0 | 5.500 | 3.022 | MON | 15,428 | 187,290 | 02/17/2009 | 06/15/2023 |
| 31395L-ZN-4 | Freddie Mac Series 2936 Class Series 293 | | | 2 | 1 | 10,379,620 | 103.9940 | 10,399,350 | 10,000,000 | 10,174,399 | 0 | (111,414) | 0 | 0 | 5.000 | 3.819 | MON | 41,667 | 500,000 | 02/17/2009 | 09/15/2030 |
| 31395M-AS-8 | Freddie Mac Series 2929 Class Series 292 | | | 2 | 1 | 6,697,752 | 104.5870 | 6,791,744 | 6,493,857 | 6,728,531 | 0 | 53,833 | 0 | 0 | 5.000 | 3.864 | MON | 27,058 | 329,040 | 02/17/2009 | 11/15/2032 |
| 31396F-RY-1 | FHR Series 3085 Class QL Series 3085 Cla | | | 2 | 1 | 3,564,273 | 101.4010 | 3,607,074 | 3,557,234 | 3,551,483 | 0 | (6,482) | 0 | 0 | 6.000 | 5.762 | MON | 17,787 | 213,434 | 02/17/2009 | 11/15/2035 |
| 2799999 - Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | 37,151,804 | XXX | 37,815,442 | 36,277,398 | 36,950,501 | 0 | (26,333) | 0 | 0 | XXX | XXX | XXX | 148,782 | 1,667,745 | 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 - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| 38374D-AJ-8 | GOV NATL MORG ASSOC Series 200 Series 20 | | | 2 | 1 | 4,755,243 | 101.6400 | 4,700,510 | 4,624,684 | 4,635,832 | 0 | (59,908) | 0 | 0 | 5.000 | 2.497 | MON | 19,270 | 234,976 | 02/17/2009 | 05/20/2030 |
| 38374M-MA-4 | GOV NAT MORT ASSOC Series 2005 Series 20 | | | 2 | 1 | 5,402,911 | 107.2680 | 5,508,203 | 5,134,978 | 5,285,081 | 0 | (64,794) | 0 | 0 | 5.500 | 3.636 | MON | 23,535 | 283,142 | 02/17/2009 | 11/20/2016 |

# 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 | 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 |
| 38374M-VJ-5 | GOV NAT MORT ASSOC Series 2005 Series 20 | | | 2 | 1 | 4,585,975 | 105.2730 | 4,664,513 | 4,430,872 | 4,580,590 | 0 | 12,169 | 0 | 0 | 5.000 | 3.194 | MON | 18,461 | 222,525 | 02/17/2009 | 01/20/2032 |
| 2999999 - Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | 14,744,129 | XXX | 14,873,226 | 14,190,534 | 14,501,503 | 0 | (112,533) | 0 | 0 | XXX | XXX | XXX | 61,266 | 740,643 | 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 - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| 3199999 - Bonds: Subtotals - U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies of Governments and Their Political Subdivisions | | | | | | 3,129,302,405 | XXX | 3,152,742,066 | 3,104,490,465 | 3,122,834,361 | (410,687) | (4,241,926) | 0 | 0 | XXX | XXX | XXX | 34,208,676 | 122,495,843 | XXX | XXX |
| Bonds: Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations | | | | | | | | | | | | | | | | | | | | | |
| 00206R-AF-9 | AT&T | | | | 1FE | 15,204,360 | 107.4040 | 16,110,600 | 15,000,000 | 15,111,338 | 0 | (50,985) | 0 | 0 | 4.950 | 4.565 | JJ | 342,375 | 742,500 | 02/17/2009 | 01/15/2013 |
| 013817-AR-2 | Alcoa Inc | | | | 2FE | 1,091,620 | 110.3750 | 1,103,750 | 1,000,000 | 1,081,517 | 0 | (10,103) | 0 | 0 | 6.000 | 2.658 | JJ | 27,667 | 0 | 08/31/2010 | 07/15/2013 |
| 02209S-AH-6 | Altria Group Inc | | | | 2FE | 740,610 | 144.9640 | 724,820 | 500,000 | 740,220 | 0 | (390) | 0 | 0 | 10.200 | 6.468 | FA | 20,542 | 0 | 11/03/2010 | 02/06/2039 |
| 02581F-YA-1 | American Express Centurion Bk | | | | 1FE | 433,864 | 111.2580 | 428,343 | 385,000 | 432,825 | 0 | (1,039) | 0 | 0 | 5.950 | 3.762 | JD | 1,209 | 11,454 | 10/29/2010 | 06/12/2017 |
| 026874-BW-6 | American Intl Group Inc | | | | 1FE | 498,705 | 104.9210 | 524,605 | 500,000 | 498,711 | 0 | 6 | 0 | 0 | 6.400 | 6.435 | JD | 2,489 | 0 | 11/30/2010 | 12/15/2020 |
| 031162-BE-9 | Amgen Inc | | | | 1FE | 991,820 | 94.9290 | 949,290 | 1,000,000 | 991,864 | 0 | 44 | 0 | 0 | 4.950 | 5.002 | AO | 14,438 | 0 | 09/13/2010 | 10/01/2041 |
| 032166-AR-1 | Amsouth Bank NA | | | | 3FE | 2,391,142 | 97.3000 | 2,359,525 | 2,425,000 | 2,359,525 | (34,140) | 2,524 | 0 | 0 | 5.200 | 5.546 | AO | 31,525 | 63,050 | 08/23/2010 | 04/01/2015 |
| 032511-AX-5 | Anadarko Petroleum Corp | | | | 2FE | 1,990,000 | 107.8200 | 2,156,400 | 2,000,000 | 1,990,534 | 0 | 534 | 0 | 0 | 5.950 | 6.049 | MS | 35,039 | 59,500 | 08/25/2010 | 09/15/2016 |
| 03523T-AC-2 | Anheuser-Busch InBev Worldwide | | | | 2FE | 1,441,020 | 135.4030 | 1,354,030 | 1,000,000 | 1,438,776 | 0 | (2,244) | 0 | 0 | 8.200 | 5.207 | JJ | 37,811 | 0 | 08/25/2010 | 01/15/2039 |
| 057224-AZ-0 | Baker Hughes Inc | | | | 1FE | 995,700 | 98.4930 | 984,930 | 1,000,000 | 995,744 | 0 | 44 | 0 | 0 | 5.125 | 5.153 | MS | 18,080 | 0 | 08/19/2010 | 09/15/2040 |
| 06051G-EE-5 | Bank of America Corp | | | | 1FE | 992,640 | 103.4610 | 1,034,608 | 1,000,000 | 992,640 | 0 | 0 | 0 | 0 | 5.875 | 5.973 | JJ | 1,632 | 0 | 12/16/2010 | 01/05/2021 |
| 06423A-AS-2 | JP Morgan (frmr Banc One) | | | | 1FE | 4,937,260 | 106.9910 | 5,349,550 | 5,000,000 | 4,965,372 | 0 | 15,285 | 0 | 0 | 5.250 | 5.607 | JJ | 110,104 | 262,500 | 02/17/2009 | 01/30/2013 |
| 06423A-AV-5 | JP Morgan (frmr Banc One) | | | | 1FE | 9,119,690 | 103.9470 | 10,394,700 | 10,000,000 | 9,349,812 | 0 | 125,768 | 0 | 0 | 4.900 | 6.653 | AO | 83,028 | 490,000 | 02/17/2009 | 04/30/2015 |
| 067383-AC-3 | CR BARD INC | | | | 1FE | 496,770 | 102.0290 | 510,145 | 500,000 | 496,771 | 0 | 1 | 0 | 0 | 4.400 | 4.480 | JJ | 672 | 0 | 12/15/2010 | 01/15/2021 |
| 079867-AQ-0 | BellSouth Telecommunication | | | 2 | 1FE | 415,028 | 108.6620 | 489,188 | 450,192 | 438,197 | 0 | 2,015 | 0 | 0 | 6.300 | 7.383 | JD | 1,261 | 28,362 | 12/30/1996 | 12/15/2015 |
| 096630-AA-6 | Boardwalk Pipelines LP | | | | 2FE | 1,119,280 | 108.9880 | 1,089,880 | 1,000,000 | 1,113,902 | 0 | (5,378) | 0 | 0 | 5.875 | 3.699 | MN | 7,507 | 29,375 | 09/02/2010 | 11/15/2016 |
| 118230-AD-3 | Buckeye Partners LP Notes | | | | 2FE | 1,101,640 | 107.8640 | 1,078,640 | 1,000,000 | 1,093,369 | 0 | (8,271) | 0 | 0 | 5.300 | 2.691 | AO | 11,189 | 26,500 | 08/18/2010 | 10/15/2014 |
| 126650-BR-0 | CVS Caremark Corp | | | | 2FE | 1,119,790 | 107.8210 | 1,078,210 | 1,000,000 | 1,119,223 | 0 | (567) | 0 | 0 | 6.125 | 5.311 | MS | 18,035 | 30,625 | 08/25/2010 | 09/15/2039 |
| 141784-DE-5 | Cargill Inc | | | | 1FE | 9,647,690 | 108.8810 | 10,888,100 | 10,000,000 | 9,775,988 | 0 | 69,708 | 0 | 0 | 5.000 | 5.859 | MN | 63,889 | 500,000 | 02/17/2009 | 11/15/2013 |
| 141784-DG-0 | Cargill Inc | | | | 1FE | 9,821,830 | 106.8370 | 10,683,700 | 10,000,000 | 9,902,065 | 0 | 43,652 | 0 | 0 | 5.200 | 5.711 | JJ | 229,667 | 520,000 | 02/17/2009 | 01/22/2013 |
| 171265-AC-5 | Chugach Electric 1st Mtge | | | | 1FE | 15,544,845 | 101.0080 | 15,151,200 | 15,000,000 | 15,055,967 | 0 | (266,615) | 0 | 0 | 6.550 | 4.692 | MS | 289,292 | 982,500 | 02/17/2009 | 03/15/2011 |
| 172967-BC-4 | Citigroup Inc | | | | 1FE | 1,940,240 | 100.4830 | 2,009,660 | 2,000,000 | 1,998,449 | 0 | 32,069 | 0 | 0 | 6.500 | 8.209 | JJ | 58,861 | 130,000 | 02/17/2009 | 01/18/2011 |
| 172967-EW-7 | Citigroup Inc | | | | 1FE | 3,781,560 | 128.6120 | 3,858,360 | 3,000,000 | 3,778,402 | 0 | (3,158) | 0 | 0 | 8.125 | 6.179 | JJ | 112,396 | 0 | 08/24/2010 | 07/15/2039 |
| 172967-FD-8 | Citigroup Inc | | | | 1FE | 1,036,100 | 105.1010 | 1,051,010 | 1,000,000 | 1,033,734 | 0 | (2,366) | 0 | 0 | 4.750 | 3.905 | MN | 5,542 | 23,750 | 08/24/2010 | 05/19/2015 |
| 172967-FF-3 | Citigroup Inc | | | | 1FE | 507,645 | 104.4190 | 522,095 | 500,000 | 507,451 | 0 | (194) | 0 | 0 | 5.375 | 5.176 | FA | 10,601 | 0 | 08/24/2010 | 08/09/2020 |
| 20030N-BB-6 | Comcast Corp | | | | 2FE | 1,145,590 | 108.1610 | 1,081,610 | 1,000,000 | 1,144,901 | 0 | (689) | 0 | 0 | 6.400 | 5.407 | MS | 21,333 | 32,000 | 08/25/2010 | 03/01/2040 |
| 20825C-AQ-7 | ConocoPhillips | | | | 1FE | 1,287,980 | 118.8320 | 1,188,320 | 1,000,000 | 1,286,355 | 0 | (1,625) | 0 | 0 | 6.500 | 4.661 | FA | 27,083 | 0 | 08/25/2010 | 02/01/2039 |
| 22541L-BK-8 | Credit Suisse First Boston USA | | | | 1FE | 6,961,013 | 109.4940 | 8,212,050 | 7,500,000 | 7,094,299 | 0 | 73,102 | 0 | 0 | 5.125 | 6.499 | FA | 145,208 | 384,375 | 02/17/2009 | 08/15/2015 |
| 266233-AC-9 | Duquesne Light Holdings Inc | | | | 3FE | 1,489,080 | 98.8170 | 1,482,255 | 1,500,000 | 1,482,255 | (7,066) | 241 | 0 | 0 | 6.400 | 6.500 | MS | 28,800 | 0 | 09/08/2010 | 09/15/2020 |
| 281020-AF-4 | Edison International | | | | 2FE | 998,110 | 99.3220 | 993,220 | 1,000,000 | 998,178 | 0 | 68 | 0 | 0 | 3.750 | 3.781 | MS | 10,833 | 0 | 09/14/2010 | 09/15/2017 |
| 29273R-AJ-8 | Energy Transfer Partners LP | | | | 2FE | 2,317,320 | 117.1320 | 2,342,640 | 2,000,000 | 2,316,124 | 0 | (1,196) | 0 | 0 | 7.500 | 6.285 | JJ | 75,000 | 0 | 08/25/2010 | 07/01/2038 |
| 340711-AR-1 | Florida Gas Transmission Co LL | | | | 2FE | 1,457,124 | 101.5140 | 1,385,666 | 1,365,000 | 1,453,235 | 0 | (3,889) | 0 | 0 | 4.000 | 2.485 | JJ | 24,570 | 0 | 10/08/2010 | 07/15/2015 |
| 36962G-3K-8 | General Electric Capital Corp | | | | 1FE | 49,857,600 | 107.2130 | 53,606,500 | 50,000,000 | 49,928,830 | 0 | 36,754 | 0 | 0 | 5.250 | 5.334 | AO | 525,000 | 2,625,000 | 02/17/2009 | 10/19/2012 |
| 36962G-3P-7 | General Electric Capital Corp | | | | 1FE | 2,618,950 | 105.0260 | 2,625,650 | 2,500,000 | 2,618,460 | 0 | (490) | 0 | 0 | 5.875 | 5.535 | JJ | 68,134 | 0 | 08/24/2010 | 01/14/2038 |
| 36962G-4B-7 | General Electric Capital Corp | | | | 1FE | 5,240,750 | 116.1120 | 5,805,600 | 5,000,000 | 5,237,790 | 0 | (2,880) | 0 | 0 | 6.875 | 6.504 | JJ | 163,281 | 343,750 | 09/29/2009 | 01/10/2039 |
| 373298-CG-1 | Georgia-Pacific LLC | | | | 3FE | 1,037,500 | 104.2500 | 1,042,500 | 1,000,000 | 1,036,992 | 0 | (508) | 0 | 0 | 7.000 | 5.955 | JJ | 32,278 | 0 | 12/01/2010 | 01/15/2015 |
| 373334-JS-1 | Georgia Power Co | | | | 1FE | 990,360 | 92.3060 | 923,060 | 1,000,000 | 990,410 | 0 | 50 | 0 | 0 | 4.750 | 4.811 | MS | 15,965 | 0 | 08/26/2010 | 09/01/2040 |
| 38141E-A6-6 | Goldman Sachs Group Inc | | | | 1FE | 1,081,470 | 108.4420 | 1,084,420 | 1,000,000 | 1,079,381 | 0 | (2,089) | 0 | 0 | 6.000 | 4.939 | JD | 2,667 | 32,000 | 08/25/2010 | 06/15/2020 |
| 391164-AD-2 | Great Plains Energy Inc | | | | 2FE | 999,540 | 100.9730 | 1,009,730 | 1,000,000 | 999,597 | 0 | 57 | 0 | 0 | 2.750 | 2.766 | FA | 10,542 | 0 | 08/10/2010 | 08/15/2013 |
| 40429C-AA-0 | HSBC Finance Corp | | | | 1FE | 5,084,185 | 102.0620 | 5,103,100 | 5,000,000 | 5,014,789 | 0 | (38,320) | 0 | 0 | 6.750 | 5.932 | MN | 43,125 | 337,500 | 02/17/2009 | 05/15/2011 |
| 404201-AE-7 | HSBC Bank USA NA | | | | 1FE | 2,070,900 | 100.0700 | 2,001,400 | 2,000,000 | 2,068,937 | 0 | (1,963) | 0 | 0 | 4.875 | 4.432 | FA | 34,396 | 0 | 08/24/2010 | 08/24/2020 |
| 41020V-AA-9 | John Hancock Financial Svcs | | | | 1FE | 1,209,170 | 111.7300 | 1,117,300 | 1,000,000 | 1,205,216 | 0 | (3,954) | 0 | 0 | 7.375 | 5.198 | FA | 27,861 | 0 | 08/17/2010 | 02/15/2024 |
| 41659L-AR-2 | Hartford Life Inst Fnd MTN | | | | 1FE | 968,490 | 93.3700 | 933,700 | 1,000,000 | 969,390 | 0 | 900 | 0 | 0 | 0.606 | 1.787 | FMAN | 791 | 0 | 11/30/2010 | 08/15/2013 |
| 42809H-AD-9 | Hess Corp | | | | 2FE | 1,038,720 | 99.7770 | 997,770 | 1,000,000 | 1,038,572 | 0 | (148) | 0 | 0 | 5.600 | 5.341 | FA | 21,933 | 0 | 08/24/2010 | 02/15/2041 |
| 441812-KA-1 | HSBC Finance Corporation | | | | 1FE | 4,924,470 | 109.0110 | 5,450,550 | 5,000,000 | 4,959,890 | 0 | 19,096 | 0 | 0 | 6.375 | 6.831 | MN | 30,104 | 318,750 | 02/17/2009 | 11/27/2012 |
| 45822P-AA-3 | Integrys Energy Group Inc | | | | 2FE | 999,370 | 96.5080 | 965,080 | 1,000,000 | 999,373 | 0 | 3 | 0 | 0 | 4.170 | 4.178 | MN | 5,328 | 0 | 11/09/2010 | 11/01/2020 |
| 46625H-AJ-9 | JP Morgan Chase & Co | | | | 1FE | 10,299,690 | 100.7570 | 10,075,700 | 10,000,000 | 10,013,260 | 0 | (156,476) | 0 | 0 | 6.750 | 5.118 | FA | 281,250 | 675,000 | 02/17/2009 | 02/01/2011 |

# 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 | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| CUSIP Identification | Description | 3 Code | 4 Foreign | 5 Bond CHAR | NAIC Designation | Actual Cost | 8 Rate Used to Obtain Fair Value | 9 Fair Value | Par Value | Book/Adjusted Carrying Value | 12 Unrealized Valuation Increase/ (Decrease) | 13 Current Year's (Amortization)/ Accretion | 14 Current Year's Other Than Temporary Impairment Recognized | 15 Total Foreign Exchange Change in B./A.C.V. | 16 Rate of | 17 Effective Rate of | 18 When Paid | 19 Admitted Amount Due & Accrued | 20 Amount Rec. During Year | 21 Acquired | 22 Maturity |
| 46625H-AT-7 | JP Morgan Chase & Co | | | | 1FE | 5,017,910 | 107.8010 | 5,390,050 | 5,000,000 | 5,009,941 | 0 | (4,564) | 0 | 0 | 5.750 | 5.644 | JJ | 142,951 | 287,500 | 02/17/2009 | 01/02/2013 |
| 472319-AH-5 | Jefferies Group Inc | | | | 2FE | 2,124,000 | 104.7180 | 2,094,360 | 2,000,000 | 2,121,062 | 0 | (2,938) | 0 | 0 | 6.875 | 6.075 | AO | 29,028 | 40,868 | 08/24/2010 | 04/15/2021 |
| 5526E2-AC-3 | MBNA America Bank NA Notes | | | | 1FE | 1,100,100 | 108.1770 | 1,081,770 | 1,000,000 | 1,086,594 | 0 | (13,506) | 0 | 0 | 7.125 | 2.368 | MN | 9,104 | 35,625 | 09/08/2010 | 11/15/2012 |
| 571903-AH-6 | Marriott International Inc/DE | | | | 2FE | 849,510 | 105.9660 | 849,847 | 802,000 | 843,221 | 0 | (6,289) | 0 | 0 | 5.625 | 3.103 | FA | 17,043 | 0 | 08/25/2010 | 02/15/2013 |
| 59156R-AP-3 | MetLife Inc Reset on 12/36 to FLT | | | 1 | 2FE | 1,850,000 | 96.4590 | 1,929,180 | 2,000,000 | 1,850,989 | 0 | 989 | 0 | 0 | 6.400 | 7.028 | JD | 5,689 | 64,000 | 08/18/2010 | 12/15/2036 |
| 617446-7N-3 | Morgan Stanley | | | | 1FE | 1,006,840 | 100.4750 | 1,004,750 | 1,000,000 | 1,006,431 | 0 | (409) | 0 | 0 | 4.000 | 3.845 | JJ | 17,222 | 0 | 08/25/2010 | 07/24/2015 |
| 617446-7P-8 | Morgan Stanley | | | | 1FE | 2,020,880 | 101.3690 | 2,027,380 | 2,000,000 | 2,020,419 | 0 | (461) | 0 | 0 | 5.500 | 5.362 | JJ | 47,361 | 0 | 08/25/2010 | 07/24/2020 |
| 63534P-AC-1 | National City Bank | | | | 1FE | 1,951,282 | 104.9520 | 2,099,040 | 2,000,000 | 1,982,543 | 0 | 17,067 | 0 | 0 | 6.200 | 7.162 | JD | 5,511 | 124,000 | 02/17/2009 | 12/15/2011 |
| 64952W-AW-3 | New York Life Global Funding | | | | 1FE | 4,986,400 | 101.4870 | 5,074,350 | 5,000,000 | 4,988,077 | 0 | 1,677 | 0 | 0 | 3.000 | 3.059 | MN | 23,750 | 75,000 | 04/29/2010 | 05/04/2015 |
| 68233J-AG-9 | Oncor Electric Delivery Co LLC | | | | 2FE | 992,640 | 92.7050 | 927,050 | 1,000,000 | 992,686 | 0 | 46 | 0 | 0 | 5.250 | 5.299 | MS | 15,750 | 0 | 09/08/2010 | 09/30/2040 |
| 740816-AH-6 | President and Fellows of Harva | | | | 1FE | 496,665 | 95.0970 | 475,485 | 500,000 | 496,666 | 0 | 1 | 0 | 0 | 4.875 | 4.918 | AO | 3,453 | 0 | 11/04/2010 | 10/15/2040 |
| 7425A0-A5-9 | Principal Life Global 144A | | | | 1FE | 12,574,198 | 107.1660 | 14,360,244 | 13,400,000 | 12,942,188 | 0 | 201,953 | 0 | 0 | 5.250 | 7.079 | JJ | 324,392 | 703,500 | 02/17/2009 | 01/15/2013 |
| 7425A0-BD-1 | Principal Life Global Funding | | | | 1FE | 10,731,380 | 109.3970 | 12,690,052 | 11,600,000 | 11,048,160 | 0 | 173,490 | 0 | 0 | 5.125 | 7.035 | AO | 125,506 | 594,500 | 02/17/2009 | 10/15/2013 |
| 743410-AW-2 | Prologis Trust | | | | 2FE | 155,709 | 106.3640 | 170,182 | 160,000 | 155,824 | 0 | 115 | 0 | 0 | 6.875 | 7.269 | MS | 3,239 | 5,469 | 08/25/2010 | 03/15/2020 |
| 755111-BU-4 | RC Trust I | | | | 1FE | 993,610 | 94.8800 | 948,800 | 1,000,000 | 993,626 | 0 | 16 | 0 | 0 | 4.875 | 4.916 | AO | 9,615 | 0 | 10/13/2010 | 10/15/2040 |
| 806605-AE-1 | Schering-Plough Corp | | | | 1FE | 1,130,610 | 111.5280 | 1,115,280 | 1,000,000 | 1,117,650 | 0 | (12,960) | 0 | 0 | 5.300 | 1.184 | JD | 4,417 | 26,500 | 08/31/2010 | 12/01/2013 |
| 842400-FQ-1 | Southern California Edison Co | | | | 1FE | 1,987,280 | 89.9540 | 1,799,080 | 2,000,000 | 1,987,350 | 0 | 70 | 0 | 0 | 4.500 | 4.539 | MS | 30,250 | 0 | 08/25/2010 | 09/01/2040 |
| 84265V-AB-1 | Southern Copper Corp | | | | 2FE | 1,120,120 | 109.8140 | 1,098,140 | 1,000,000 | 1,112,585 | 0 | (7,535) | 0 | 0 | 6.375 | 3.677 | JJ | 27,271 | 0 | 08/25/2010 | 07/27/2015 |
| 88732J-AJ-7 | Time Warner Cable Inc | | | | 2FE | 2,282,280 | 107.4330 | 2,148,660 | 2,000,000 | 2,280,882 | 0 | (1,398) | 0 | 0 | 6.550 | 5.531 | MN | 21,833 | 65,500 | 08/25/2010 | 05/01/2037 |
| 89417E-AH-2 | Travelers Cos Inc/The | | | | 1FE | 496,895 | 99.7710 | 498,855 | 500,000 | 496,902 | 0 | 7 | 0 | 0 | 5.350 | 5.392 | MN | 4,458 | 0 | 10/27/2010 | 11/01/2040 |
| 8941A0-AA-3 | Travelers Life & Annuity Co 144A Notes | | | | 1FE | 9,488,320 | 108.7320 | 10,873,200 | 10,000,000 | 9,643,815 | 0 | 85,191 | 0 | 0 | 5.125 | 6.239 | FA | 193,611 | 512,500 | 02/17/2009 | 08/15/2014 |
| 90261X-GF-3 | UBS AG/Stamford Branch | | | | 1FE | 1,003,320 | 101.4910 | 1,014,910 | 1,000,000 | 1,002,955 | 0 | (365) | 0 | 0 | 2.250 | 2.133 | FA | 8,688 | 0 | 08/25/2010 | 08/12/2013 |
| 902748-AA-0 | UIL Holdings Corp | | | | 2FE | 744,030 | 94.7940 | 710,955 | 750,000 | 744,138 | 0 | 108 | 0 | 0 | 4.625 | 4.726 | AO | 8,094 | 0 | 10/04/2010 | 10/01/2020 |
| 91019P-CP-5 | UDR Inc | | | | 2FE | 1,005,057 | 105.0580 | 987,545 | 940,000 | 1,000,435 | 0 | (4,623) | 0 | 0 | 5.250 | 3.528 | JJ | 22,756 | 0 | 08/25/2010 | 01/15/2015 |
| 91159H-GW-4 | US Bancorp | | | | 1FE | 9,987,500 | 101.4550 | 10,145,500 | 10,000,000 | 9,989,725 | 0 | 2,225 | 0 | 0 | 2.000 | 2.043 | JD | 9,444 | 100,000 | 06/09/2010 | 06/14/2013 |
| 912920-AC-9 | Qwest Corp | | | 1 | 2FE | 506,250 | 98.9660 | 494,830 | 500,000 | 506,189 | 0 | (61) | 0 | 0 | 6.875 | 6.688 | MS | 10,122 | 0 | 10/27/2010 | 09/15/2011 |
| 92343V-AJ-3 | Verizon Communications Inc | | | | 1FE | 14,867,895 | 106.6650 | 15,999,750 | 15,000,000 | 14,926,894 | 0 | 32,097 | 0 | 0 | 4.350 | 4.594 | FA | 246,500 | 652,500 | 02/17/2009 | 02/15/2013 |
| 92343V-AU-8 | Verizon Communications Inc | | | | 1FE | 25,922,600 | 124.4240 | 24,884,800 | 20,000,000 | 25,899,870 | 0 | (22,730) | 0 | 0 | 7.350 | 5.320 | AO | 367,500 | 0 | 09/28/2010 | 04/01/2039 |
| 92344G-AX-4 | Verizon Communications Inc | | | | 1FE | 548,105 | 103.7000 | 518,500 | 500,000 | 547,796 | 0 | (309) | 0 | 0 | 5.850 | 5.161 | MS | 8,613 | 14,625 | 08/25/2010 | 09/15/2035 |
| 92344T-AA-6 | Verizon Communications Inc (old Bell Atl | | | | 1FE | 1,052,250 | 104.0710 | 1,040,710 | 1,000,000 | 1,037,885 | 0 | (14,365) | 0 | 0 | 5.650 | 1.267 | MN | 7,219 | 28,250 | 08/26/2010 | 11/15/2011 |
| 949746-NY-3 | Wells Fargo & Co | | | | 1FE | 1,068,040 | 106.0970 | 1,060,970 | 1,000,000 | 1,058,920 | 0 | (9,120) | 0 | 0 | 4.375 | 1.491 | JJ | 18,351 | 0 | 08/30/2010 | 01/31/2013 |
| 96122B-AA-4 | Westpac Capital Trust III 144A Sub | | | | 1FE | 1,002,500 | 98.0640 | 980,640 | 1,000,000 | 1,002,395 | 0 | (105) | 0 | 0 | 5.819 | 5.722 | MS | 14,709 | 0 | 11/01/2010 | 09/30/2013 |
| 008916-AJ-7 | Agrium Inc | | A | | 2FE | 494,545 | 105.9100 | 529,552 | 500,000 | 494,545 | 0 | 0 | 0 | 0 | 6.125 | 6.205 | JJ | 936 | 0 | 12/15/2010 | 01/15/2041 |
| 03938L-AP-9 | ArcelorMittal | | F | | 2FE | 1,029,750 | 104.1210 | 1,041,210 | 1,000,000 | 1,029,707 | 0 | (43) | 0 | 0 | 7.000 | 6.764 | AO | 14,778 | 35,000 | 08/24/2010 | 10/15/2039 |
| 05565Q-BN-7 | BP Capital Markets Plc | | F | | 1FE | 498,580 | 99.3850 | 496,925 | 500,000 | 498,646 | 0 | 66 | 0 | 0 | 3.125 | 3.187 | AO | 3,906 | 0 | 09/28/2010 | 10/01/2015 |
| 105756-BR-0 | Fed Republic of Brazil | | F | | 2FE | 838,125 | 100.8700 | 756,525 | 750,000 | 837,741 | 0 | (384) | 0 | 0 | 5.625 | 4.879 | JJ | 20,391 | 0 | 08/25/2010 | 01/07/2041 |
| 25243Y-AM-1 | Diageo Capital Plc | | F | | 1FE | 9,813,888 | 114.5460 | 9,576,046 | 8,360,000 | 9,799,042 | 0 | (14,846) | 0 | 0 | 5.750 | 2.942 | AO | 90,799 | 0 | 11/30/2010 | 10/23/2017 |
| 44927J-AC-0 | ICICI Bank Ltd | | F | | 2FE | 497,710 | 99.5840 | 497,920 | 500,000 | 497,732 | 0 | 22 | 0 | 0 | 5.750 | 5.811 | MN | 3,594 | 0 | 11/08/2010 | 11/16/2020 |
| 5006EP-AA-9 | Korea East-West Power Co Ltd | | F | | 1FE | 4,721,630 | 100.7500 | 5,037,495 | 5,000,000 | 4,958,512 | 0 | 130,246 | 0 | 0 | 4.875 | 7.695 | AO | 47,396 | 243,750 | 02/17/2009 | 04/21/2011 |
| 61532X-BS-4 | Monumental Global Funding Ltd | | F | | 1FE | 9,339,220 | 106.2860 | 10,628,600 | 10,000,000 | 9,611,636 | 0 | 149,291 | 0 | 0 | 5.500 | 7.362 | AO | 105,417 | 550,000 | 02/17/2009 | 04/22/2013 |
| 78010X-AE-1 | Royal Bank of Scotland Plc | | F | | 1FE | 2,293,380 | 99.6980 | 2,243,205 | 2,250,000 | 2,292,240 | 0 | (1,140) | 0 | 0 | 5.625 | 5.373 | FA | 44,648 | 0 | 08/24/2010 | 08/24/2020 |
| 784010-AA-8 | SCL Term Aereo Santiago 144A | | R | 2 | 3FE | 1,185,930 | 101.5110 | 1,119,069 | 1,102,411 | 1,119,069 | 78,182 | (25,839) | 0 | 0 | 6.950 | 3.087 | JJ | 38,309 | 76,618 | 02/17/2009 | 01/01/2012 |
| 80281T-AB-4 | Santander Issuances S.A Uniper | | F | 1 | 1FE | 979,500 | 99.8680 | 998,680 | 1,000,000 | 980,643 | 0 | 1,143 | 0 | 0 | 5.805 | 6.228 | JD | 1,774 | 29,025 | 08/19/2010 | 06/20/2016 |
| 82937A-AA-1 | Sinochem Overseas Capital Co L | | F | | 2FE | 497,335 | 98.5630 | 492,817 | 500,000 | 497,364 | 0 | 29 | 0 | 0 | 4.500 | 4.567 | MN | 3,063 | 0 | 11/04/2010 | 11/12/2020 |
| 82937A-AB-9 | Sinochem Overseas Capital Co L | | F | | 2FE | 995,190 | 97.8200 | 978,200 | 1,000,000 | 995,198 | 0 | 8 | 0 | 0 | 6.300 | 6.336 | MN | 8,575 | 0 | 11/04/2010 | 11/12/2040 |
| 87927V-AL-2 | Telecom Italia Capital SA | | F | | 2FE | 1,054,930 | 102.3790 | 1,023,790 | 1,000,000 | 1,050,710 | 0 | (4,220) | 0 | 0 | 4.950 | 3.494 | MS | 12,513 | 24,750 | 08/26/2010 | 09/30/2014 |
| 893830-AY-5 | Transocean Inc | | F | | 2FE | 499,650 | 106.4750 | 532,375 | 500,000 | 499,650 | 0 | 0 | 0 | 0 | 6.500 | 6.511 | MN | 4,153 | 4,875 | 09/16/2010 | 11/15/2020 |
| 910200-AA-5 | United Energy Distrib Holdings | | R | | 2FE | 7,568,207 | 99.2180 | 7,937,440 | 8,000,000 | 7,938,831 | 0 | 203,615 | 0 | 0 | 4.700 | 7.445 | AO | 79,371 | 376,000 | 02/17/2009 | 04/15/2011 |
| 3299999 - Bonds: Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations | | | | | | 354,809,977 | XXX | 371,697,874 | 347,739,603 | 356,194,709 | 36,976 | 707,646 | 0 | 0 | XXX | XXX | XXX | 5,393,406 | 13,318,846 | XXX | XXX |
| Bonds: Industrial and Miscellaneous (Unaffiliated) - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: Industrial and Miscellaneous (Unaffiliated) - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| 30250R-AA-2 | FDIC Trust Series 2010-R1 Class 1 | | | 2 | 1FE | 26,198,449 | 99.8640 | 26,163,347 | 26,199,109 | 26,197,971 | 0 | (478) | 0 | 0 | 2.184 | 2.151 | MON | 47,682 | 238,412 | 07/28/2010 | 05/25/2050 |
| 32027N-PD-7 | First Franklin Mtg Loan AB Cer Series 20 | | | 2 | 1Z* | 1,709,221 | 98.9430 | 1,700,187 | 1,718,350 | 1,710,292 | 0 | 1,072 | 0 | 0 | 0.861 | 1.313 | MON | 124 | 3,715 | 09/23/2010 | 01/25/2035 |
| 3499999 - Bonds: Industrial and Miscellaneous (Unaffiliated) - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | 27,907,670 | XXX | 27,863,534 | 27,917,459 | 27,908,263 | 0 | 594 | 0 | 0 | XXX | XXX | XXX | 47,806 | 242,127 | XXX | XXX |

# 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 | 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 |
| Bonds: Industrial and Miscellaneous (Unaffiliated) - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: Industrial and Miscellaneous (Unaffiliated) - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| 46630D-AE-2 | JP Morgan Chase Coml Mtg Sec Series 2007 | | | 2 | 1Z* | 2,155,469 | 100.2870 | 2,005,740 | 2,000,000 | 2,146,083 | 0 | (9,386) | 0 | 0 | 5.857 | 3.912 | MON | 9,762 | 29,285 | 09/15/2010 | 02/15/2051 |
| 62888V-AB-4 | NCUA Guaranteed Notes Series 2010-R1 Cla | | | 2 | 1FE | 3,941,523 | 99.2360 | 3,911,763 | 3,941,879 | 3,941,526 | 0 | 2 | 0 | 0 | 1.840 | 1.850 | MON | 5,440 | 7,455 | 10/18/2010 | 10/07/2020 |
| 62888X-AB-0 | NCUA Guaranteed Notes Series 2010-C1 Cla | | | 2 | 1FE | 2,184,416 | 97.9970 | 2,146,134 | 2,190,000 | 2,184,501 | 0 | 85 | 0 | 0 | 2.900 | 2.951 | MON | 353 | 8,997 | 11/03/2010 | 10/29/2020 |
| 3699999 - Bonds: Industrial and Miscellaneous (Unaffiliated) - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | 8,281,408 | XXX | 8,063,637 | 8,131,879 | 8,272,110 | 0 | (9,299) | 0 | 0 | XXX | XXX | XXX | 15,555 | 45,737 | XXX | XXX |
| Bonds: Industrial and Miscellaneous (Unaffiliated) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| 00110A-AD-6 | AEP Texas Central Trans. Fund Series 200 | | | 2 | 1FE | 1,937,332 | 109.9780 | 1,864,127 | 1,695,000 | 1,922,169 | 0 | (15,163) | 0 | 0 | 5.170 | 2.650 | JJ | 43,816 | 0 | 07/27/2010 | 01/01/2020 |
| 00131A-AA-7 | AH Mortgage Advance Trust AHMAT 2010-ADV | | | 2 | 1FE | 1,699,976 | 87.2410 | 1,483,097 | 1,700,000 | 1,699,980 | 0 | 5 | 0 | 0 | 4.210 | 4.250 | MON | 4,175 | 6,163 | 11/05/2010 | 05/10/2041 |
| 02005A-AN-8 | Ally Master Owner Trust Series 2010-4 Cl | | | 2 | 1FE | 2,000,000 | 100.4100 | 2,008,202 | 2,000,000 | 2,000,000 | 0 | 0 | 0 | 0 | 1.330 | 1.334 | MON | 1,256 | 8,182 | 08/18/2010 | 08/15/2017 |
| 03063P-AC-6 | Americredit Auto Recs Trust Series 2010- | | | 2 | 1FE | 999,848 | 100.0020 | 1,000,020 | 1,000,000 | 999,867 | 0 | 19 | 0 | 0 | 1.140 | 1.150 | MON | 728 | 2,375 | 09/15/2010 | 04/08/2015 |
| 03064G-AB-7 | AmeriCredit Automobile Rcv Tr Series 201 | | | 2 | 1FE | 999,999 | 100.0690 | 1,000,689 | 1,000,000 | 999,999 | 0 | 0 | 0 | 0 | 1.180 | 1.183 | MON | 819 | 3,540 | 08/13/2010 | 02/06/2014 |
| 05377R-AM-6 | Aesop Funding II LLC Series 2010-5A Clas | | | 2 | 2FE | 1,999,444 | 96.7090 | 1,934,186 | 2,000,000 | 1,999,452 | 0 | 9 | 0 | 0 | 5.110 | 5.171 | MON | 3,123 | 14,762 | 10/21/2010 | 03/20/2017 |
| 09657M-AD-0 | BMW Vehicle Owner Trust Series 2010-A Cl | | | 2 | 1FE | 1,023,438 | 101.8170 | 1,018,170 | 1,000,000 | 1,033,934 | 0 | 10,496 | 0 | 0 | 2.100 | 0.731 | MON | 350 | 8,750 | 07/23/2010 | 10/25/2016 |
| 12612A-AB-8 | CNH Equipment Trust Series 2009-C Class | | | 2 | 1FE | 364,342 | 100.0250 | 364,149 | 364,058 | 364,137 | 0 | (206) | 0 | 0 | 0.950 | 0.857 | MON | 154 | 2,882 | 02/11/2010 | 08/15/2012 |
| 126802-AH-0 | Cabela's Master Credit Card Tr Series 20 | | | 2 | 1FE | 418,797 | 103.4530 | 413,812 | 400,000 | 412,196 | 0 | (6,601) | 0 | 0 | 5.260 | 1.376 | MON | 935 | 8,767 | 07/21/2010 | 10/15/2014 |
| 14041N-DA-6 | Capital One Mult-Asst Exec Tr Series 200 | | | 2 | 1FE | 1,806,161 | 102.7960 | 1,778,371 | 1,730,000 | 1,778,794 | 0 | (27,366) | 0 | 0 | 5.150 | 0.608 | MON | 3,960 | 29,698 | 08/20/2010 | 06/16/2014 |
| 14312R-AE-4 | Carmax Auto Owner Trust Series 2007-1 Cl | | | 2 | 1FE | 1,049,466 | 100.8630 | 1,030,820 | 1,022,000 | 1,033,066 | 0 | (16,400) | 0 | 0 | 5.340 | 1.586 | MON | 2,426 | 22,740 | 07/21/2010 | 10/15/2012 |
| 14313C-AB-2 | Carmax Auto Owner Trust Series 2010-1 Cl | | | 2 | 1FE | 2,305,224 | 100.1660 | 2,309,112 | 2,305,285 | 2,305,267 | 0 | 43 | 0 | 0 | 0.830 | 0.834 | MON | 850 | 15,732 | 02/09/2010 | 11/15/2012 |
| 15200M-AB-3 | Centerpoint EngTrans Bond CO Series 2008 | | | 2 | 1FE | 2,777,766 | 109.3720 | 2,586,648 | 2,365,000 | 2,769,858 | 0 | (7,909) | 0 | 0 | 5.234 | 2.730 | FA | 51,577 | 0 | 10/27/2010 | 02/01/2023 |
| 15200N-AB-1 | Centerpoint EngTrans Bond CO Series 2009 | | | 2 | 1FE | 1,055,313 | 102.4020 | 1,024,020 | 1,000,000 | 1,054,413 | 0 | (899) | 0 | 0 | 3.460 | 2.462 | FA | 13,071 | 0 | 11/18/2010 | 08/15/2019 |
| 185506-AB-8 | Cleco Katrina/Rita Hurric. Rec Series 20 | | | 2 | 1FE | 2,329,375 | 112.1200 | 2,242,398 | 2,000,000 | 2,314,651 | 0 | (14,724) | 0 | 0 | 5.610 | 3.291 | MS | 37,400 | 56,100 | 07/28/2010 | 03/01/2023 |
| 254683-AC-9 | Discover Card Master Tr I Series 2007-A1 | | | 2 | 1FE | 1,812,486 | 113.3230 | 1,762,173 | 1,555,000 | 1,809,816 | 0 | (2,670) | 0 | 0 | 5.650 | 2.971 | MON | 3,905 | 7,321 | 11/30/2010 | 03/16/2020 |
| 34528Q-AQ-7 | Ford Credit Floorpl Master Series 2010- | | | 2 | 1FE | 1,072,188 | 100.0250 | 1,000,250 | 1,000,000 | 1,070,473 | 0 | (1,715) | 0 | 0 | 4.200 | 2.415 | MON | 1,867 | 3,500 | 11/18/2010 | 02/15/2017 |
| 34529C-AC-8 | Ford Credit Auto Lease Trust Series 2010 | | | 2 | 1FE | 1,999,833 | 100.0390 | 2,000,780 | 2,000,000 | 1,999,851 | 0 | 18 | 0 | 0 | 0.910 | 0.917 | MON | 809 | 2,376 | 10/21/2010 | 07/15/2013 |
| 34529D-AC-6 | Ford Credit Auto Lease Trust Series 2009 | | | 2 | 1FE | 707,840 | 101.1240 | 702,729 | 694,918 | 702,173 | 0 | (5,667) | 0 | 0 | 3.710 | 0.700 | MON | 1,146 | 10,742 | 07/28/2010 | 01/15/2014 |
| 34529G-AG-0 | Ford Credit Auto Owner Trust Series 2009 | | | 2 | 1FE | 417,406 | 100.4970 | 401,988 | 400,000 | 414,460 | 0 | (2,946) | 0 | 0 | 2.980 | 1.201 | MON | 530 | 4,967 | 07/23/2010 | 08/15/2014 |
| 34529M-AE-2 | Ford Credit Auto Owner Trust Series 2010 | | | 2 | 1FE | 999,826 | 102.8480 | 1,028,480 | 1,000,000 | 999,841 | 0 | 15 | 0 | 0 | 2.540 | 2.558 | MON | 1,129 | 9,243 | 07/27/2010 | 02/15/2016 |
| 36159J-BM-2 | GE Capital Cred Card Note Tst Series 200 | | | 2 | 1FE | 3,663,906 | 103.5320 | 3,623,620 | 3,500,000 | 3,639,581 | 0 | (24,326) | 0 | 0 | 3.690 | 1.078 | MON | 5,740 | 33,825 | 10/27/2010 | 07/15/2015 |
| 57643L-JU-1 | Master Asset Backed Sec Trust Series 200 | | | 2 | 1Z* | 800,602 | 98.2480 | 799,569 | 813,827 | 802,715 | 0 | 2,113 | 0 | 0 | 0.501 | 3.888 | MON | 79 | 705 | 10/22/2010 | 06/25/2035 |
| 78445P-AA-1 | SLM Student Loan Trust Series 2010-BA Cl | | | 2 | 1FE | 324,153 | 99.1160 | 321,288 | 324,153 | 324,153 | 0 | 0 | 0 | 0 | 2.176 | 2.186 | MON | 333 | 2,884 | 07/14/2010 | 07/15/2016 |
| 89235Y-AD-7 | Toyota Auto Receivables Trust Series 201 | | | 2 | 1FE | 784,857 | 100.4010 | 788,148 | 785,000 | 784,878 | 0 | 21 | 0 | 0 | 1.470 | 1.481 | MON | 513 | 4,584 | 07/14/2010 | 01/17/2017 |
| 92867E-AC-2 | Volkswagen Auto Lease Trust Series 2010- | | | 2 | 1FE | 1,999,810 | 99.7900 | 1,995,792 | 2,000,000 | 1,999,825 | 0 | 15 | 0 | 0 | 0.990 | 0.997 | MON | 605 | 2,640 | 10/27/2010 | 11/20/2013 |
| 981464-BU-3 | World Financial Network Credit Series 20 | | | 2 | 1FE | 1,035,938 | 100.8700 | 1,008,700 | 1,000,000 | 1,033,658 | 0 | (2,279) | 0 | 0 | 3.790 | 1.580 | MON | 1,684 | 3,158 | 11/18/2010 | 05/15/2016 |

# 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 | 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 |
| 98156Y-AF-8 | World Omni Auto Receivables Tr Series 20 | | | 2 | 1FE | 588,699 | 102.5360 | 559,847 | 546,000 | 579,888 | 0 | (8,811) | 0 | 0 | 5.120 | 1.238 | MON | 1,242 | 11,648 | 07/23/2010 | 05/15/2014 |
| 05616X-AC-6 | Babson CLO Ltd Series 2007-1A Class A2A | | F | 2 | 1FE | 1,294,214 | 91.8490 | 1,285,801 | 1,399,907 | 1,302,120 | 0 | 7,906 | 0 | 0 | 0.504 | 2.154 | JAJO | 1,470 | 2,618 | 08/12/2010 | 01/28/2021 |
| 80282D-AB-8 | Santander Drive Auto Rec Trust Series 20 | | F | 2 | 1FE | 2,008,203 | 100.1080 | 2,002,156 | 2,000,000 | 2,002,654 | 0 | (5,549) | 0 | 0 | 1.360 | 0.633 | MON | 1,209 | 11,333 | 07/28/2010 | 03/15/2013 |
| 80282G-AD-7 | Santander Drive Auto Rec Trust Series 20 | | F | 2 | 1FE | 1,999,711 | 99.7620 | 1,995,242 | 2,000,001 | 1,999,754 | 0 | 42 | 0 | 0 | 2.240 | 2.257 | MON | 1,989 | 13,688 | 08/19/2010 | 12/15/2014 |
| 3799999 - Bonds: Industrial and Miscellaneous (Unaffiliated) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | 44,276,153 | XXX | 43,334,384 | 42,600,149 | 44,153,623 | 0 | (122,529) | 0 | 0 | XXX | XXX | XXX | 188,890 | 304,923 | XXX | XXX |
| 3899999 - Bonds: Subtotals - Industrial and Miscellaneous (Unaffiliated) | | | | | | 435,275,208 | XXX | 450,959,429 | 426,389,090 | 436,528,705 | 36,976 | 576,412 | 0 | 0 | XXX | XXX | XXX | 5,645,657 | 13,911,633 | XXX | XXX |
| Bonds: Credit Tenant Loans - Issuer Obligations | | | | | | | | | | | | | | | | | | | | | |
| Bonds: Credit Tenant Loans - Single Class Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: Hybrid Securities - Issuer Obligations | | | | | | | | | | | | | | | | | | | | | |
| 161239-AP-3 | Charter Mac Equity Trust Series A-4-1 | | | | 1FE | 4,623,200 | 103.8200 | 5,191,000 | 5,000,000 | 4,719,665 | 0 | 53,166 | 0 | 0 | 5.750 | 7.374 | MON | 799 | 287,500 | 02/17/2009 | 04/30/2015 |
| 172967-EL-1 | Citigroup Inc. | | | | 1FE | 22,753,875 | 106.2790 | 26,569,750 | 25,000,000 | 23,821,351 | 0 | 587,719 | 0 | 0 | 5.300 | 8.182 | AO | 272,361 | 1,325,000 | 02/17/2009 | 10/17/2012 |
| 4299999 - Bonds: Hybrid Securities - Issuer Obligations | | | | | | 27,377,075 | XXX | 31,760,750 | 30,000,000 | 28,541,016 | 0 | 640,885 | 0 | 0 | XXX | XXX | XXX | 273,160 | 1,612,500 | XXX | XXX |
| Bonds: Hybrid Securities - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: Hybrid Securities - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: Hybrid Securities - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: Hybrid Securities - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: Hybrid Securities - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| 4899999 - Bonds: Subtotals - Hybrid Securities | | | | | | 27,377,075 | XXX | 31,760,750 | 30,000,000 | 28,541,016 | 0 | 640,885 | 0 | 0 | XXX | XXX | XXX | 273,160 | 1,612,500 | XXX | XXX |
| Bonds: Parent, Subsidiaries and Affiliates - Issuer Obligations | | | | | | | | | | | | | | | | | | | | | |
| Bonds: Parent, Subsidiaries and Affiliates - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | | | | |
| Bonds: Parent, Subsidiaries and Affiliates - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: Parent, Subsidiaries and Affiliates - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| Bonds: Parent, Subsidiaries and Affiliates - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | | |
| 7799999 - Total Bonds: Subtotals - Issuer Obligations | | | | | | 3,815,691,653 | XXX | 3,815,460,354 | 3,775,959,843 | 3,803,170,844 | (1,397,705) | (7,835,062) | 0 | 0 | XXX | XXX | XXX | 51,246,227 | 145,715,458 | XXX | XXX |
| 7899999 - Total Bonds: Subtotals - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | 1,341,351,643 | XXX | 1,354,336,406 | 1,277,674,878 | 1,340,117,870 | 0 | (821,310) | 0 | 0 | XXX | XXX | XXX | 5,384,984 | 37,386,017 | XXX | XXX |
| 7999999 - Total Bonds: Subtotals - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | 65,059,474 | XXX | 65,678,976 | 64,194,857 | 64,858,764 | 0 | (25,739) | 0 | 0 | XXX | XXX | XXX | 196,588 | 1,909,872 | XXX | XXX |
| 8199999 - Total Bonds: Subtotals - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | 23,025,537 | XXX | 22,936,863 | 22,322,413 | 22,773,613 | 0 | (121,832) | 0 | 0 | XXX | XXX | XXX | 76,821 | 786,380 | XXX | XXX |
| 8299999 - Total Bonds: Subtotals - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | 44,276,153 | XXX | 43,334,384 | 42,600,149 | 44,153,623 | 0 | (122,529) | 0 | 0 | XXX | XXX | XXX | 188,890 | 304,923 | XXX | XXX |
| | | | | | | | | | | | | | | | | | | | | | |
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| | | | | | | | | | | | | | | | | | | | | | |
| 8399999 Total Bonds | | | | | | 5,289,404,460 | XXX | 5,301,746,983 | 5,182,752,140 | 5,275,074,714 | (1,397,705) | (8,926,472) | 0 | 0 | XXX | XXX | XXX | 57,093,510 | 186,102,650 | XXX | XXX |

# SCHEDULE D - PART 2 - SECTION 1

Showing All **PREFERRED STOCKS** Owned December 31 of Current Year

| 1 | 2 | Codes | | 5 | 6 | 7 | 8 | Fair Value | | 11 | Dividends | | | Change in Book/Adjusted Carrying Value | | | | | 20 | 21 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | 3 | 4 | | | | | 9 | 10 | | 12 | 13 | 14 | 15 | 16 | 17 | 18 | 19 | | |
| CUSIP Identification | Description | Code | Foreign | Number Of Shares | Par Value Per Share | Rate Per Share | Book/ Adjusted Carrying Value | Rate Per Share Used to Obtain Fair Value | Fair Value | Actual Cost | Declared but Unpaid | Amount Received During Year | Nonadmitted Declared But Unpaid | Unrealized Valuation Increase/ (Decrease) | Current Year's (Amortization) Accretion | Current Year's Other Than Temporary Impairment Recognized | Total Change In B./A.C.V. (15+16-17) | Total Foreign Exchange Change In B./A.C.V. | NAIC Desig-nation | Date Acquired |
| Industrial and Miscellaneous (Unaffiliated) | | | | | | | | | | | | | | | | | | | | |
| 06739F-EY-3 | Barclays Bank PLC RESET 12/16 | | F | 1,535,000.000 | 1.00 | 0.000 | 1,366,150 | 0.901 | 1,366,150 | 1,358,475 | 4,043 | 45,482 | 0 | 7,170 | 505 | 0 | 7,675 | 0 | P1A | 08/24/2010 |
| 40427L-AB-0 | HSBC Capital Funding LP Ser.2 PFD SEC. P | | F | 1,000,000.000 | 1.00 | 0.000 | 1,307,500 | 1.323 | 1,307,500 | 1,310,000 | 283 | 50,880 | 0 | (686) | (1,814) | 0 | (2,500) | 0 | P1UFE | 09/15/2010 |
| 8499999 - Industrial and Miscellaneous (Unaffiliated) | | | | | | | 2,673,650 | XXX | 2,673,650 | 2,668,475 | 4,326 | 96,362 | 0 | 6,484 | (1,309) | 0 | 5,175 | 0 | XXX | XXX |
| Parent, Subsidiaries, and Affiliates | | | | | | | | | | | | | | | | | | | | |
| 8999999 Total Preferred Stocks | | | | | | | 2,673,650 | XXX | 2,673,650 | 2,668,475 | 4,326 | 96,362 | 0 | 6,484 | (1,309) | 0 | 5,175 | 0 | XXX | XXX |

# SCHEDULE D - PART 2 - SECTION 2

Showing all **COMMON STOCKS** Owned December 31 of Current Year

| 1 | 2 | Codes | | 5 | 6 | Fair Value | | 9 | Dividends | | | Change in Book/Adjusted Carrying Value | | | | 17 | 18 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | 3 | 4 | | | 7 | 8 | | 10 | 11 | 12 | 13 | 14 | 15 | 16 | | |
| CUSIP Identification | Description | Code | Foreign | Number of Shares | Book / Adjusted Carrying Value | Rate per Share Used To Obtain Fair Value | Fair Value | Actual Cost | Declared but Unpaid | Amount Received During Year | Nonadmitted Declared But Unpaid | Unrealized Valuation Increase/ (Decrease) | Current Year's Other Than Temporary Impairment Recognized | Total Change in B./A.C.V. (13-14) | Total Foreign Exchange Change in B./A.C.V. | NAIC Market Indicator (a) | Date Acquired |
| Industrial and Miscellaneous (Unaffiliated) | | | | | | | | | | | | | | | | | |
| Parent, Subsidiaries, and Affiliates | | | | | | | | | | | | | | | | | |
| Mutual Funds | | | | | | | | | | | | | | | | | |
| Common Stock - Money Market Mutual Funds | | | | | | | | | | | | | | | | | |
| 9799999 Total Common Stocks | | | | | 0 | XXX | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | XXX | XXX |
| 9899999 Total Preferred and Common Stocks | | | | | 2,673,650 | XXX | 2,673,650 | 2,668,475 | 4,326 | 96,362 | 0 | 6,484 | 0 | 5,175 | 0 | XXX | XXX |

(a) For all common stocks bearing the NAIC market indicator "U" provide: the number of such issues ..... 0 , the total $ value (included in Column 8) of all such issues $ ..... 0

# SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks **ACQUIRED** During Current Year

| 1<br>CUSIP Identification | 2<br>Description | 3<br>Foreign | 4<br>Date Acquired | 5<br>Name of Vendor | 6<br>Number of Shares of Stock | 7<br>Actual Cost | 8<br>Par Value | 9<br>Paid for Accrued Interest and Dividends |
|---|---|---|---|---|---|---|---|---|
| Bonds - U.S. Governments | | | | | | | | |
| 31359M-EU-3 | FANNIE MAE AGY 6.250% 05/15/29 | | 08/25/2010 | Morgan Stanley & Co., Inc. | | 656,116 | 500,000 | 9,115 |
| 36202E-PN-3 | G2SF Pool # 4029 6.500% 09/20/37 | | 03/09/2010 | Oppenheimer | | 8,010,470 | 7,396,770 | 22,704 |
| 36202F-AW-6 | G2SF Pool# 4521 5.500% 08/20/39 | | 03/09/2010 | BNP Paribas/NY | | 10,236,394 | 9,634,253 | 25,022 |
| 36202F-JQ-0 | G2SF Pool #4771 4.500% 08/20/40 | | 09/10/2010 | Oppenheimer | | 35,643,278 | 33,810,135 | 84,525 |
| 3620A3-ZP-2 | GNSF Pool #718150 4.500% 02/15/40 | | 09/15/2010 | Nomura Securities Intl Inc | | 20,523,297 | 19,438,968 | 46,168 |
| 3620AA-TY-4 | GNSF Pool #724267 5.000% 09/15/39 | | 03/12/2010 | Oppenheimer | | 18,891,027 | 17,999,490 | 42,499 |
| 3620AC-2A-1 | GNSF Pool #726269 4.500% 09/15/39 | | 07/13/2010 | Salomon SmBarney (Citigroup) | | 985,292 | 943,145 | 2,358 |
| 3620AC-6L-3 | GNSF Pool 726375 5.000% 10/15/39 | | 07/13/2010 | Barclays Capital | | 927,417 | 866,112 | 2,406 |
| 3620AK-YB-6 | GNSF Pool# 732506 6.000% 05/15/40 | | 11/04/2010 | Banc of America Securities LLC | | 1,047,995 | 944,140 | 2,675 |
| 3620AM-EE-8 | GNSF Pool # 733733 5.000% 06/15/40 | | 08/10/2010 | Wachovia-Wells Fargo Sec | | 1,056,683 | 981,036 | 2,453 |
| 3620AM-JF-0 | GNSF Pool # 733862 4.500% 08/15/40 | | 10/21/2010 | Oppenheimer | | 22,009,240 | 20,572,387 | 64,289 |
| 3620AQ-2S-1 | GNSF Pool #737085 4.000% 08/15/40 | | 09/15/2010 | Wachovia-Wells Fargo Sec | | 40,501,462 | 39,043,434 | 82,425 |
| 3620C5-4T-1 | GNSF Pool 749734 4.000% 12/15/40 | | 10/28/2010 | Salomon SmBarney (Citigroup) | | 774,375 | 750,000 | 1,583 |
| 36241L-AN-6 | GNSF Pool #782713 5.500% 07/15/39 | | 08/10/2010 | UBS Warburg LLC | | 1,429,729 | 1,313,750 | 3,613 |
| 36241L-H2-5 | GNSF Pool #782949 5.000% 05/15/40 | | 09/23/2010 | Greenwich Capital-RBS | | 51,736,021 | 48,521,474 | 181,956 |
| 36295P-Y2-2 | GNSF Pool #676729 4.500% 06/15/40 | | 09/10/2010 | Credit Suisse First Boston LLC | | 34,164,837 | 32,254,751 | 80,637 |
| 36295Q-PB-0 | GNSF Pool# 677318 6.000% 09/15/38 | | 07/30/2010 | Jefferies & Co (JPM-BS) | | 1,176,669 | 1,069,091 | 3,207 |
| 36295Y-WZ-2 | GNSF Pool # 684764 5.000% 04/15/38 | | 10/21/2010 | Nomura Securities Intl Inc | | 26,206,928 | 24,325,503 | 84,464 |
| 36297F-WP-3 | GNSF Pool #710854 5.000% 09/15/39 | | 10/29/2010 | Nomura Securities Intl Inc | | 1,014,431 | 934,959 | 2,208 |
| 36297K-CH-2 | GNSF Pool # 713872 4.500% 09/15/39 | | 07/16/2010 | Salomon SmBarney (Citigroup) | | 1,240,109 | 1,181,232 | 2,953 |
| 36297K-ZU-8 | GNSF Pool #714555 4.500% 06/15/39 | | 09/23/2010 | Greenwich Capital-RBS | | 44,722,209 | 42,359,351 | 142,963 |
| 46513E-JX-1 | Israel Government AID Bond | | 12/17/2010 | Credit Suisse First Boston LLC | | 567,395 | 500,000 | 4,278 |
| 912810-FG-8 | US Treasury N/B Bonds 5.250% 02/15/29 | | 10/06/2010 | Banc of America Securities LLC | | 8,470,906 | 6,980,000 | 118,540 |
| 912810-QK-7 | US Treasury N/B Bond 3.875% 08/15/40 | | 12/10/2010 | Salomon SmBarney (Citigroup) | | 1,093,500 | 1,200,000 | 15,416 |
| 912828-MM-9 | US Treasury N/B Notes 0.750% 11/30/11 | | 05/06/2010 | Various | | 50,064,621 | 50,000,000 | 162,775 |
| 912828-MU-1 | US Treasury N/B Notes 1.000% 03/31/12 | | 04/14/2010 | Nomura Securities Intl Inc | | 24,977,623 | 25,000,000 | 10,246 |
| 912828-MX-5 | US Treasury N/B Notes 1.750% 04/15/13 | | 04/14/2010 | Salomon SmBarney (Citigroup) | | 25,075,279 | 25,000,000 | 0 |
| 912828-NB-2 | US Treasury N/B Notes 1.000% 04/30/12 | | 05/05/2010 | Nomura Securities Intl Inc | | 30,326,859 | 30,250,000 | 5,075 |
| 912828-NH-9 | US Treasury N/B Notes 1.125% 06/15/13 | | 06/24/2010 | Credit Suisse First Boston LLC | | 50,054,855 | 50,000,000 | 15,369 |
| 912828-NL-0 | US Treasury N/B Notes 1.875% 06/30/15 | | 06/29/2010 | HSBC Securities Inc | | 838,525 | 835,000 | 43 |
| 912828-PC-8 | US Treasury N/B Notes 2.625% 11/15/20 | | 12/15/2010 | Various | | 1,282,954 | 1,365,000 | 2,612 |
| 0399999 - Bonds - U.S. Government | | | | | | 515,706,496 | 495,969,981 | 1,224,577 |
| Bonds - All Other Governments | | | | | | | | |
| Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed) | | | | | | | | |
| 13063B-AR-3 | State of California CA ST | | 07/22/2010 | Salomon SmBarney (Citigroup) | | 1,002,500 | 1,000,000 | 16,111 |
| 13063B-FR-8 | State of California CA ST-TXBL-BABS | | 08/23/2010 | Salomon SmBarney (Citigroup) | | 1,139,760 | 1,000,000 | 30,712 |
| 20772G-4Z-8 | State of Connecticut CT ST | | 09/22/2010 | Goldman Sachs | | 17,359,174 | 15,740,000 | 285,643 |
| 246380-7H-6 | State of Delaware DE ST | | 10/21/2010 | Barclays Capital | | 5,219,827 | 5,225,000 | 0 |
| 373384-PN-0 | State of Georgia GA ST | | 11/22/2010 | Depfa 1st Alb-Jefferies(Persh) | | 11,821,500 | 10,000,000 | 201,389 |
| 452151-6W-8 | State of Illinois IL ST | | 07/13/2010 | Barclays Capital | | 1,049,960 | 1,000,000 | 14,583 |
| 452152-GS-4 | State of Illinois ILLINOIS-BABS | | 08/23/2010 | Salomon SmBarney (Citigroup) | | 3,207,780 | 3,000,000 | 21,438 |
| 546415-ZQ-6 | Louisiana State LA ST-REF-A | | 11/30/2010 | Morgan Stanley & Co., Inc. | | 4,541,160 | 4,000,000 | 27,778 |
| 57582P-WH-9 | Massachusetts State SER D | | 09/16/2010 | Morgan Stanley & Co., Inc. | | 23,657,000 | 25,000,000 | 78,125 |
| 594610-WC-7 | State of Michigan MI ST-A-ENVI MI ST-REF | | 07/27/2010 | Morgan Stanley & Co., Inc. | | 1,261,523 | 1,075,000 | 9,690 |
| 604129-VW-3 | State of Minnesota MN ST-RF-D-ST VAR PUR | | 09/09/2010 | RBC Dominion Secs Corp | | 38,804,878 | 32,275,000 | 0 |
| 605580-5W-5 | State of Mississippi MS PUB FACS-TXB-F-B | | 10/21/2010 | Morgan Stanley & Co., Inc. | | 5,000,000 | 5,000,000 | 0 |
| 646039-TA-5 | State of New Jersey NEW JERSEY-REF-Q | | 11/22/2010 | Barclays Capital | | 5,608,750 | 5,000,000 | 29,861 |
| 658256-B4-3 | State of North Carolina NC ST-REF-A | | 11/29/2010 | Morgan Stanley & Co., Inc. | | 5,946,650 | 5,000,000 | 63,194 |
| 70914P-LZ-3 | Commonwealth of Pennsylvania PA TXB-B-BA | | 09/22/2010 | Barclays Capital | | 9,946,764 | 9,225,000 | 48,969 |
| 93974B-4A-7 | State of Washington WASHINGTON-SER D | | 11/22/2010 | Morgan Stanley & Co., Inc. | | 4,562,544 | 4,440,000 | 89,417 |
| 93974C-TS-9 | State of Washington WASHINGTON ST-B | | 11/29/2010 | Morgan Stanley & Co., Inc. | | 16,100,815 | 14,075,000 | 125,111 |
| 1799999 - Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed) | | | | | | 156,230,585 | 142,055,000 | 1,042,021 |
| Bonds - U.S. Political Subdivisions of States (Direct and Guaranteed) | | | | | | | | |
| 099642-EW-6 | Bordentown Regional School Dis BORDENTOW | | 03/02/2010 | Roosevelt & Cross, Inc. | | 620,256 | 625,000 | 0 |
| 099642-EX-4 | Bordentown Regional School Dis BORDENTOW | | 03/02/2010 | Roosevelt & Cross, Inc. | | 703,507 | 700,000 | 0 |
| 099642-EY-2 | Bordentown Regional School Dis BORDENTOW | | 03/02/2010 | Roosevelt & Cross, Inc. | | 747,083 | 750,000 | 0 |
| 099642-EZ-9 | Bordentown Regional School Dis BORDENTOW | | 03/02/2010 | Roosevelt & Cross, Inc. | | 739,208 | 750,000 | 0 |
| 099642-FA-3 | Bordentown Regional School Dis BORDENTOW | | 03/02/2010 | Roosevelt & Cross, Inc. | | 730,545 | 750,000 | 0 |
| 099642-FB-1 | Bordentown Regional School Dis BORDENTOW | | 03/02/2010 | Roosevelt & Cross, Inc. | | 720,201 | 749,000 | 0 |

# SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks **ACQUIRED** During Current Year

| 1<br>CUSIP Identification | 2<br>Description | 3<br>Foreign | 4<br>Date Acquired | 5<br>Name of Vendor | 6<br>Number of Shares of Stock | 7<br>Actual Cost | 8<br>Par Value | 9<br>Paid for Accrued Interest and Dividends |
|---|---|---|---|---|---|---|---|---|
| 119677-CU-4 | City of Buffalo NY BUFFALO-IMPT-A1 | | 07/27/2010 | Loop Capital Mkts (Ridge Cl) | | 1,136,210 | 1,000,000 | 1,250 |
| 167485-5R-8 | Chicago, Illinois CHICAGO-A | | 09/09/2010 | Barclays Capital | | 5,398,400 | 5,000,000 | 53,229 |
| 167486-HA-0 | Chicago, Illinois REF-PJS-SER A | | 07/28/2010 | Sterne, Agee & Leach, Inc. | | 1,146,840 | 1,000,000 | 4,306 |
| 184062-CN-5 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | Stifel-Hanifen Stifel,Nicolaus | | 104,109 | 100,000 | 0 |
| 184062-CP-0 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | Stifel-Hanifen Stifel,Nicolaus | | 106,006 | 100,000 | 0 |
| 184062-CQ-8 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | Stifel-Hanifen Stifel,Nicolaus | | 107,184 | 100,000 | 0 |
| 184062-CR-6 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | Stifel-Hanifen Stifel,Nicolaus | | 107,505 | 100,000 | 0 |
| 184062-CS-4 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | Stifel-Hanifen Stifel,Nicolaus | | 314,411 | 295,000 | 0 |
| 184062-CT-2 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | Stifel-Hanifen Stifel,Nicolaus | | 318,438 | 305,000 | 0 |
| 184062-CU-9 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | Stifel-Hanifen Stifel,Nicolaus | | 334,484 | 325,000 | 0 |
| 184062-CV-7 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | Stifel-Hanifen Stifel,Nicolaus | | 350,700 | 340,000 | 0 |
| 184062-CW-5 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | Stifel-Hanifen Stifel,Nicolaus | | 368,032 | 355,000 | 0 |
| 184062-CX-3 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | Stifel-Hanifen Stifel,Nicolaus | | 380,097 | 370,000 | 0 |
| 184062-CY-1 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | UBS/Paine Webber | | 394,072 | 390,000 | 0 |
| 184062-CZ-8 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | UBS/Paine Webber | | 411,771 | 410,000 | 0 |
| 184062-DA-2 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | UBS/Paine Webber | | 438,557 | 430,000 | 0 |
| 184062-DB-0 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | UBS/Paine Webber | | 456,201 | 450,000 | 0 |
| 184062-DC-8 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | UBS/Paine Webber | | 478,662 | 475,000 | 0 |
| 184062-DD-6 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | UBS/Paine Webber | | 495,832 | 495,000 | 0 |
| 184062-DE-4 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | UBS/Paine Webber | | 516,734 | 520,000 | 0 |
| 184062-DF-1 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | UBS/Paine Webber | | 536,542 | 545,000 | 0 |
| 184062-DG-9 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | UBS/Paine Webber | | 560,476 | 575,000 | 0 |
| 184062-DH-7 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | UBS/Paine Webber | | 578,730 | 600,000 | 0 |
| 184062-DJ-3 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | UBS/Paine Webber | | 611,976 | 630,000 | 0 |
| 184062-DK-0 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | UBS/Paine Webber | | 650,782 | 665,000 | 0 |
| 184062-DL-8 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | UBS/Paine Webber | | 685,409 | 695,000 | 0 |
| 184062-DM-6 | Clayton Boro School District CLAYTON BOR | | 01/13/2010 | UBS/Paine Webber | | 728,818 | 747,000 | 0 |
| 199491-P4-7 | City of Columbus OH COLUMBUS-VAR PURP-B | | 07/30/2010 | Stifel-Hanifen Stifel,Nicolaus | | 1,178,560 | 1,000,000 | 0 |
| 213185-EE-7 | County of Cook IL COOK CNTY-REF-G | | 09/17/2010 | Morgan Stanley & Co., Inc | | 1,082,270 | 1,000,000 | 0 |
| 235219-CQ-3 | Dallas Texas DALLAS TX | | 11/29/2010 | Morgan Stanley & Co., Inc | | 7,219,107 | 6,300,000 | 12,250 |
| 34153P-ND-6 | Florida State Board of Educati FL BOE-RF | | 12/08/2010 | Barclays Capital | | 4,595,490 | 3,890,000 | 7,132 |
| 34153P-VC-9 | Florida State Board of Educati | | 11/22/2010 | Merrill Lynch | | 1,853,207 | 1,635,000 | 6,358 |
| 360046-Q9-0 | Fulton County GA FULTON CNTY | | 09/28/2010 | Morgan Keegan | | 6,078,600 | 6,000,000 | 1,716 |
| 403755-L2-5 | Gwinnett County School Distric Prerefund | | 07/27/2010 | Conversion | | 1,869,929 | 1,735,000 | 42,411 |
| 403755-L3-3 | Gwinnett County School Distric Unrefunde | | 07/27/2010 | Conversion | | 8,907,762 | 8,265,000 | 202,033 |
| 520394-AL-1 | Lawrence Township School Distr LAWRENCE | | 01/07/2010 | Merrill Lynch | | 118,995 | 115,000 | 0 |
| 520394-AM-9 | Lawrence Township School Distr LAWRENCE | | 01/07/2010 | Merrill Lynch | | 125,620 | 120,000 | 0 |
| 520394-AN-7 | Lawrence Township School Distr LAWRENCE | | 01/07/2010 | Merrill Lynch | | 137,146 | 130,000 | 0 |
| 520394-AP-2 | Lawrence Township School Distr LAWRENCE | | 01/07/2010 | Merrill Lynch | | 142,243 | 135,000 | 0 |
| 520394-AQ-0 | Lawrence Township School Distr LAWRENCE | | 01/07/2010 | Merrill Lynch | | 145,016 | 140,000 | 0 |
| 520394-AR-8 | Lawrence Township School Distr LAWRENCE | | 01/07/2010 | Merrill Lynch | | 146,929 | 145,000 | 0 |
| 520394-AS-6 | Lawrence Township School Distr LAWRENCE | | 01/07/2010 | Merrill Lynch | | 154,152 | 155,000 | 0 |
| 520394-AT-4 | Lawrence Township School Distr LAWRENCE | | 01/07/2010 | Merrill Lynch | | 157,842 | 160,000 | 0 |
| 520394-AU-1 | Lawrence Township School Distr LAWRENCE | | 01/07/2010 | Merrill Lynch | | 164,660 | 165,000 | 0 |
| 520394-AV-9 | Lawrence Township School Distr LAWRENCE | | 01/07/2010 | Merrill Lynch | | 174,381 | 175,000 | 0 |
| 520394-AW-7 | Lawrence Township School Distr LAWRENCE | | 01/07/2010 | Merrill Lynch | | 177,961 | 180,000 | 0 |
| 520394-AX-5 | Lawrence Township School Distr LAWRENCE | | 01/07/2010 | Merrill Lynch | | 186,875 | 190,000 | 0 |
| 520394-AY-3 | Lawrence Township School Distr LAWRENCE | | 01/07/2010 | Merrill Lynch | | 197,680 | 200,000 | 0 |
| 520394-AZ-0 | Lawrence Township School Distr LAWRENCE | | 01/07/2010 | Merrill Lynch | | 201,901 | 206,000 | 0 |
| 526678-FN-2 | Leonia Board of Education LEONIA BOE | | 07/16/2010 | Roosevelt & Cross, Inc. | | 1,173,702 | 1,150,000 | 1,661 |
| 539158-FH-3 | Livingston Township School Dis LIVINGSTO | | 08/04/2010 | Eastern Bank | | 1,009,590 | 1,000,000 | 0 |
| 539158-FJ-9 | Livingston Township School Dis LIVINGSTO | | 08/04/2010 | Eastern Bank | | 1,023,160 | 1,000,000 | 0 |
| 539158-FK-6 | Livingston Township School Dis LIVINGSTO | | 08/04/2010 | Eastern Bank | | 1,019,220 | 1,000,000 | 0 |
| 539158-FL-4 | Livingston Township School Dis LIVINGSTO | | 08/04/2010 | Eastern Bank | | 1,028,480 | 1,000,000 | 0 |
| 539158-FM-2 | Livingston Township School Dis LIVINGSTO | | 08/04/2010 | Eastern Bank | | 1,011,190 | 1,000,000 | 0 |
| 54438C-NZ-1 | Los Angeles Community College LOS ANGELE | | 09/27/2010 | Morgan Stanley & Co., Inc | | 11,143,700 | 10,000,000 | 124,667 |
| 544646-TN-2 | Los Angeles Unified School Dis LA USD-SE | | 07/22/2010 | Salomon SmBarney (Citigroup) | | 1,054,440 | 1,000,000 | 3,611 |
| 544646-ZR-6 | Los Angeles Unified School Dis | | 09/29/2010 | Various | | 17,013,750 | 15,000,000 | 250,609 |
| 55263G-AA-8 | Jefferson County Series 1998-A | | 12/31/2010 | MBIA Insurance Corp | | 161,208 | 160,008 | 451 |
| 55263G-AT-7 | MBIA CC - T.E. Grantor Trust Series 2000 | | 12/31/2010 | MBIA Insurance Corp | | 732,467 | 727,015 | 1,930 |
| 55263G-CM-0 | Hawaii Health #31, #35 Series 2001-D | | 12/31/2010 | MBIA Insurance Corp | | 163,622 | 162,404 | 462 |

# SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks **ACQUIRED** During Current Year

| 1<br>CUSIP Identification | 2<br>Description | 3<br>Foreign | 4<br>Date Acquired | 5<br>Name of Vendor | 6<br>Number of Shares of Stock | 7<br>Actual Cost | 8<br>Par Value | 9<br>Paid for Accrued Interest and Dividends |
|---|---|---|---|---|---|---|---|---|
| 55263G-CS-7 | Hawaii Health #37 Series 2001-F | | 12/31/2010 | MBIA Insurance Corp | | 3,164,457 | 3,140,900 | 8,725 |
| 55263G-CZ-1 | Miami Dade Series 2002-B | | 12/31/2010 | MBIA Insurance Corp | | 68,447 | 67,937 | 166 |
| 55263G-DA-5 | MBIA CC - T.E. Grantor Trust Series 2002 | | 12/31/2010 | MBIA Insurance Corp | | 5,405,236 | 5,364,999 | 13,241 |
| 55263G-DE-7 | Syracuse Series 2002-H | | 12/31/2010 | MBIA Insurance Corp | | 2,712,420 | 2,692,228 | 29,151 |
| 55263G-DG-2 | Hawaii Health- Real Estate Series 2002-I | | 12/31/2010 | MBIA Insurance Corp | | 414,318 | 411,234 | 1,151 |
| 55263G-DL-1 | MBIA CC - T.E. Grantor Trust Series 2003 | | 12/31/2010 | MBIA Insurance Corp | | 3,081,047 | 3,058,111 | 7,580 |
| 55263G-DM-9 | Hawaii Health-Maui Cardio Series 2003-D | | 12/31/2010 | MBIA Insurance Corp | | 763,714 | 758,029 | 2,139 |
| 578875-AA-4 | MBIA CC - T.E. Grantor Trust Series 2003 | | 12/31/2010 | MBIA Insurance Corp | | 3,945,494 | 3,916,123 | 9,094 |
| 578875-AB-2 | MBIA CC - T.E. Grantor Trust Series 2003 | | 12/31/2010 | MBIA Insurance Corp | | 1,125,106 | 1,116,731 | 2,820 |
| 578875-AD-8 | Hawaii Health Series 2004-A | | 12/31/2010 | MBIA Insurance Corp | | 881,106 | 874,547 | 2,671 |
| 614155-HS-1 | Montgomery Township Board Of E MONTGOMER | | 02/11/2010 | Robert W Baird | | 689,243 | 675,000 | 0 |
| 614155-HT-9 | Montgomery Township Board Of E MONTGOMER | | 02/11/2010 | Robert W Baird | | 810,206 | 785,000 | 0 |
| 614155-HU-6 | Montgomery Township Board Of E MONTGOMER | | 02/11/2010 | Robert W Baird | | 849,996 | 820,000 | 0 |
| 614155-HV-4 | Montgomery Township Board Of E MONTGOMER | | 02/11/2010 | Robert W Baird | | 883,831 | 855,000 | 0 |
| 614155-HW-2 | Montgomery Township Board Of E MONTGOMER | | 02/11/2010 | Robert W Baird | | 912,873 | 895,000 | 0 |
| 614155-HX-0 | Montgomery Township Board Of E MONTGOMER | | 02/11/2010 | Robert W Baird | | 929,895 | 935,000 | 0 |
| 614155-HY-8 | Montgomery Township Board Of E MONTGOMER | | 02/11/2010 | Robert W Baird | | 973,323 | 975,000 | 0 |
| 614155-HZ-5 | Montgomery Township Board Of E MONTGOMER | | 02/11/2010 | Robert W Baird | | 1,018,450 | 1,020,000 | 0 |
| 614155-JA-8 | Montgomery Township Board Of E MONTGOMER | | 02/11/2010 | Robert W Baird | | 1,076,449 | 1,065,000 | 0 |
| 614155-JB-6 | Montgomery Township Board Of E MONTGOMER | | 02/11/2010 | Robert W Baird | | 1,108,020 | 1,115,000 | 0 |
| 614155-JC-4 | Montgomery Township Board Of E MONTGOMER | | 02/11/2010 | Robert W Baird | | 1,144,904 | 1,165,000 | 0 |
| 614155-JD-2 | Montgomery Township Board Of E MONTGOMER | | 02/11/2010 | Robert W Baird | | 1,198,821 | 1,220,000 | 0 |
| 614155-JE-0 | Montgomery Township Board Of E MONTGOMER | | 02/11/2010 | Robert W Baird | | 1,248,054 | 1,270,000 | 0 |
| 614155-JF-7 | Montgomery Township Board Of E MONTGOMER | | 02/11/2010 | Robert W Baird | | 1,307,350 | 1,330,000 | 0 |
| 64966H-B4-1 | City of New York NY NYC-A | | 07/29/2010 | Barclays Capital | | 1,160,800 | 1,000,000 | 0 |
| 686659-FA-6 | Orleans Parish Parishwide Scho ORLEANS S | | 07/28/2010 | Morgan Keegan | | 1,134,310 | 1,000,000 | 0 |
| 734260-2C-5 | Port of Houston Authority PORT HOUSTON-R | | 07/30/2010 | Merrill Lynch | | 1,095,560 | 1,000,000 | 0 |
| 734260-2G-6 | Port of Houston Authority PORT HOUSTON-R | | 09/10/2010 | Merrill Lynch | | 22,776,804 | 21,000,000 | 99,167 |
| 766260-JC-8 | Ridgewood Board of Education RIDGEWOOD S | | 03/25/2010 | Janney Montgomery Scott Inc | | 1,589,610 | 1,500,000 | 0 |
| 766260-JD-6 | Ridgewood Board of Education RIDGEWOOD S | | 03/25/2010 | Janney Montgomery Scott Inc | | 1,678,960 | 1,600,000 | 0 |
| 766260-JE-4 | Ridgewood Board of Education RIDGEWOOD S | | 03/25/2010 | Janney Montgomery Scott Inc | | 1,720,109 | 1,650,000 | 0 |
| 766260-JF-1 | Ridgewood Board of Education RIDGEWOOD S | | 03/25/2010 | Janney Montgomery Scott Inc | | 1,759,211 | 1,700,000 | 0 |
| 766260-JG-9 | Ridgewood Board of Education RIDGEWOOD S | | 03/25/2010 | Janney Montgomery Scott Inc | | 1,847,520 | 1,800,000 | 0 |
| 766260-JH-7 | Ridgewood Board of Education RIDGEWOOD S | | 03/25/2010 | Janney Montgomery Scott Inc | | 1,912,785 | 1,885,000 | 0 |
| 766260-JJ-3 | Ridgewood Board of Education RIDGEWOOD S | | 03/25/2010 | Janney Montgomery Scott Inc | | 2,016,300 | 2,000,000 | 0 |
| 766260-JK-0 | Ridgewood Board of Education RIDGEWOOD S | | 03/25/2010 | Janney Montgomery Scott Inc | | 2,078,320 | 2,075,000 | 0 |
| 766260-JL-8 | Ridgewood Board of Education RIDGEWOOD S | | 03/25/2010 | Janney Montgomery Scott Inc | | 2,183,236 | 2,200,000 | 0 |
| 766260-JM-6 | Ridgewood Board of Education RIDGEWOOD S | | 03/25/2010 | Janney Montgomery Scott Inc | | 2,257,956 | 2,300,000 | 0 |
| 766260-JN-4 | Ridgewood Board of Education RIDGEWOOD S | | 03/25/2010 | Janney Montgomery Scott Inc | | 2,356,704 | 2,400,000 | 0 |
| 766260-JP-9 | Ridgewood Board of Education RIDGEWOOD S | | 03/25/2010 | Janney Montgomery Scott Inc | | 2,472,575 | 2,500,000 | 0 |
| 766260-JQ-7 | Ridgewood Board of Education RIDGEWOOD S | | 03/25/2010 | Janney Montgomery Scott Inc | | 2,594,350 | 2,650,000 | 0 |
| 766260-JR-5 | Ridgewood Board of Education RIDGEWOOD S | | 03/25/2010 | Janney Montgomery Scott Inc | | 2,723,868 | 2,800,000 | 0 |
| 766260-JS-3 | Ridgewood Board of Education RIDGEWOOD S | | 03/25/2010 | Janney Montgomery Scott Inc | | 2,746,800 | 2,800,000 | 0 |
| 766260-JT-1 | Ridgewood Board of Education RIDGEWOOD S | | 03/25/2010 | Janney Montgomery Scott Inc | | 2,759,785 | 2,810,000 | 0 |
| 797646-NC-6 | City & County of San Francisco SAN FRAN | | 09/22/2010 | Merrill Lynch | | 10,896,492 | 10,029,999 | 154,871 |
| 2499999 - Bonds - U.S. Political Subdivisions of States (Direct and Guaranteed) | | | | | | 201,003,448 | 190,807,265 | 1,044,852 |
| Bonds - U.S. Special Revenue | | | | | | | | |
| 017292-WD-1 | Allegheny County Industrial De | | 11/23/2010 | Morgan Stanley & Co., Inc | | 882,538 | 850,000 | 3,636 |
| 072024-PY-2 | Bay Area Toll Authority BAY AREA TOLL-TX | | 10/27/2010 | Salomon SmBarney (Citigroup) | | 1,500,000 | 1,500,000 | 0 |
| 101029-QT-6 | Boston Water & Sewer Commissio BOSTON W/ | | 01/07/2010 | Merrill Lynch | | 2,184,140 | 2,000,000 | 0 |
| 13048T-GL-1 | California Municipal Finance A CA MUN FI | | 07/30/2010 | Merrill Lynch | | 736,613 | 750,000 | 0 |
| 13055J-AA-3 | Calif Pollution CntrlFing Auth | | 08/11/2010 | Goldman Sachs | | 500,000 | 500,000 | 0 |
| 13066Y-QG-7 | California State Department of CA WTR | | 12/01/2010 | Morgan Stanley & Co., Inc | | 6,564,828 | 5,910,000 | 28,729 |
| 144709-FX-5 | Carroll City-County Hospital A CARROLL H | | 08/04/2010 | Morgan Keegan | | 1,106,960 | 1,000,000 | 0 |
| 181012-AY-1 | County of Clark NV CLARK S/TAX-REF-B | | 07/30/2010 | Goldman Sachs | | 1,140,670 | 1,000,000 | 0 |
| 190828-WE-9 | County of Cobb GA COBB CNTY WTR/SWR | | 01/12/2010 | Guggehheim Capital-Pershing | | 2,574,475 | 2,500,000 | 3,889 |
| 22087W-AA-7 | FDIC Structured Sale Gtd Notes FDIC Guar | | 04/12/2010 | Barclays Capital | | 8,672,659 | 8,820,000 | 0 |
| 235416-Z8-0 | City of Dallas TX DALLAS TX WTR N SWR | | 09/09/2010 | Salomon SmBarney (Citigroup) | | 5,585,845 | 5,150,000 | 63,660 |
| 24916P-FP-7 | Denver City & County Board of DENVER WTR | | 09/29/2010 | Stifel-Hanifen Stifel,Nicolaus | | 15,485,000 | 15,485,000 | 0 |
| 3128K8-DA-1 | FGLMC Pool #A47297 5.000% 10/01/35 | | 12/14/2010 | UBS Warburg LLC | | 418,038 | 400,996 | 668 |
| 3128K8-GJ-9 | FGLMC Pool #A47401 5.000% 10/01/35 | | 10/18/2010 | Wachovia-Wells Fargo Sec | | 867,063 | 816,539 | 2,268 |
| 3128M6-H5-0 | FGLMC Pool #G04452 6.000% 07/01/38 | | 09/14/2010 | Nomura Securities Intl Inc | | 16,052,640 | 14,746,217 | 39,323 |

# SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks **ACQUIRED** During Current Year

| 1<br>CUSIP Identification | 2<br>Description | 3<br>Foreign | 4<br>Date Acquired | 5<br>Name of Vendor | 6<br>Number of Shares of Stock | 7<br>Actual Cost | 8<br>Par Value | 9<br>Paid for Accrued Interest and Dividends |
|---|---|---|---|---|---|---|---|---|
| 3128M7-FV-3 | FGLMC Pool #G05280 6.000% 12/01/37 | | 11/17/2010 | Banc of America Securities LLC | | 679,616 | 621,452 | 1,243 |
| 3128M7-TS-5 | FGLMC Pool #G05661 5.000% 09/01/39 | | 09/14/2010 | Nomura Securities Intl Inc | | 46,356,714 | 43,409,608 | 96,466 |
| 3128M7-V2-9 | FGLMC Pool# G05733 5.000% 11/01/39 | | 10/22/2010 | Salomon SmBarney (Citigroup) | | 27,347,418 | 25,461,664 | 91,945 |
| 3128M7-Y5-9 | FGLMC Pool # G05832 5.000% 03/01/40 | | 12/14/2010 | Wachovia-Wells Fargo Sec | | 1,735,854 | 1,662,845 | 3,695 |
| 3128MB-RG-4 | FGCI Pool #G12987 5.500% 02/01/23 | | 07/16/2010 | Jefferies & Co (JPM-BS) | | 1,134,803 | 1,050,744 | 2,568 |
| 3128MC-PS-8 | FGCI Pool G13833 4.500% 05/01/25 | | 06/18/2010 | Wachovia-Wells Fargo Sec | | 24,861,037 | 23,523,157 | 64,689 |
| 3128MC-UV-5 | FGLMC Pool #G13996 4.000% 11/01/25 | | 12/15/2010 | Wells Fargo | | 408,866 | 398,347 | 797 |
| 3128MM-KS-1 | FGCI POOL #G18304 5.000% 03/01/24 | | 12/17/2010 | Nomura Securities Intl Inc | | 441,703 | 417,563 | 1,044 |
| 3128PQ-PK-1 | FGCI Pool #J11326 4.000% 12/01/24 | | 07/14/2010 | BNP Paribas/NY | | 457,903 | 440,638 | 881 |
| 3128PR-4M-8 | FGCI Pool #J12628 4.500% 07/01/25 | | 07/28/2010 | Credit Suisse First Boston LLC | | 1,790,062 | 1,688,737 | 3,377 |
| 312934-3B-6 | FGLMC Pool A87994 5.000% 08/01/39 | | 07/15/2010 | Salomon SmBarney (Citigroup) | | 1,593,723 | 1,503,070 | 2,296 |
| 312936-R4-1 | FGLMC Pool# A89507 4.500% 10/01/39 | | 07/26/2010 | Morgan Stanley & Co., Inc | | 2,137,005 | 2,054,813 | 2,825 |
| 312941-7F-8 | FGLMC Pool #A93594 4.500% 08/01/40 | | 08/04/2010 | UBS Warburg LLC | | 1,038,670 | 994,612 | 1,368 |
| 312941-NJ-2 | FGLMC Pool #A93093 4.500% 07/01/40 | | 10/26/2010 | Banc of America Securities LLC | | 968,160 | 918,231 | 1,033 |
| 312942-DC-6 | FGLMC Pool #A93699 4.000% 09/01/40 | | 08/04/2010 | UBS Warburg LLC | | 1,512,884 | 1,487,892 | 2,149 |
| 312942-QT-5 | FGLMC Pool #A94066 4.500% 09/01/40 | | 09/23/2010 | Nomura Securities Intl Inc | | 52,649,588 | 50,127,546 | 169,180 |
| 312943-WV-1 | FHLMC Pool# A95160 4.000% 11/01/40 | | 12/03/2010 | Nomura Securities Intl Inc | | 1,005,978 | 998,180 | 1,331 |
| 31297V-VD-7 | FGLMC Pool # A39612 5.500% 11/01/35 | | 07/14/2010 | Wachovia-Wells Fargo Sec | | 485,056 | 450,822 | 758 |
| 31371L-2M-0 | FNCL Pool # 255580 5.500% 02/01/35 | | 07/14/2010 | UBS Warburg LLC | | 2,792,920 | 2,588,283 | 7,118 |
| 31371L-ZM-4 | FNCI Pool 255548 5.000% 01/01/20 | | 07/15/2010 | BNP Paribas/NY | | 929,526 | 865,682 | 1,924 |
| 31371M-KF-3 | FNCT Pool #255994 5.500% 11/01/25 | | 09/14/2010 | Broadpoint Capital | | 20,799,527 | 19,181,120 | 46,887 |
| 31371N-BD-6 | FNCL Pool #256636 5.500% 03/01/37 | | 09/15/2010 | BNP Paribas/NY | | 26,287,202 | 24,601,608 | 71,413 |
| 3137A2-AZ-4 | FHLMC Multifamily Stru. PT Series K009 C | | 11/15/2010 | Banc of America Securities LLC | | 5,034,975 | 4,985,331 | 8,399 |
| 31403D-BY-4 | FNCL Pool #745355 5.000% 03/01/36 | | 09/10/2010 | Salomon SmBarney (Citigroup) | | 13,608,396 | 12,819,214 | 23,146 |
| 31403D-QC-6 | FNCL Pool # 745751 5.500% 09/01/35 | | 07/14/2010 | Barclays Capital | | 2,372,694 | 2,201,397 | 3,700 |
| 31407B-U6-4 | FNCL Pool #826005 5.000% 07/01/35 | | 09/24/2010 | Wachovia-Wells Fargo Sec | | 623,705 | 589,618 | 983 |
| 31410W-KQ-0 | FNCL Pool #899503 5.500% 06/01/37 | | 10/18/2010 | Wachovia-Wells Fargo Sec | | 791,447 | 737,839 | 2,255 |
| 31412N-E6-9 | FNCL Pool 929957 6.000% 09/01/38 | | 07/15/2010 | BNP Paribas/NY | | 1,662,969 | 1,523,476 | 2,793 |
| 31412N-FD-3 | FNCL Pool 929964 6.000% 09/01/38 | | 07/28/2010 | Salomon SmBarney (Citigroup) | | 775,475 | 710,936 | 1,303 |
| 31412R-JF-5 | FNCL Pool# 932762 6.500% 03/01/40 | | 07/28/2010 | Banc of America Securities LLC | | 1,040,179 | 943,606 | 1,874 |
| 31412R-KU-0 | FNCL Pool #932807 4.000% 09/01/40 | | 09/14/2010 | Wachovia-Wells Fargo Sec | | 40,065,019 | 38,842,100 | 69,053 |
| 31412U-ZA-1 | FNCL Pool # 935537 4.500% 08/01/39 | | 07/13/2010 | BNP Paribas/NY | | 2,505,672 | 2,422,036 | 3,330 |
| 31412X-GY-4 | FNCL Pool# 937715 6.000% 06/01/37 | | 10/22/2010 | Morgan Stanley & Co., Inc | | 26,099,589 | 23,770,794 | 35,656 |
| 31414S-TW-3 | FNCL Pool # 974965 5.000% 04/01/38 | | 08/10/2010 | Salomon SmBarney (Citigroup) | | 1,932,575 | 1,816,357 | 3,280 |
| 31416B-6Y-9 | FNCL Pool #995587 5.500% 08/01/37 | | 10/18/2010 | UBS Warburg LLC | | 603,155 | 557,911 | 767 |
| 31416B-SA-7 | FNCL Pool #995213 6.000% 07/01/36 | | 07/15/2010 | Oppenheimer | | 2,304,821 | 2,109,374 | 3,867 |
| 31416C-EZ-5 | FNCL Pool# 995752 4.500% 05/01/39 | | 09/09/2010 | BNP Paribas/NY | | 46,891,878 | 44,546,241 | 72,388 |
| 31416N-TU-6 | FNCL Pool # AA5062 4.500% 03/01/39 | | 12/09/2010 | Nomura Securities Intl Inc | | 1,077,337 | 1,048,822 | 1,573 |
| 31416W-RH-7 | FNCL Pool #AB1387 4.500% 08/01/40 | | 09/09/2010 | BNP Paribas/NY | | 49,861,750 | 47,757,438 | 77,606 |
| 31417V-S2-0 | FN Pool AC8636 HYB 3.607% 02/01/40 | | 06/23/2010 | Oppenheimer | | 15,067,723 | 14,471,889 | 30,391 |
| 31417Y-TR-8 | FNCT Pool # MA0559 5.000% 09/01/30 | | 12/31/2010 | Nomura Securities Intl Inc | | 865,812 | 819,461 | 1,366 |
| 31418M-U4-2 | FNCL Pool #AD0602 6.500% 01/01/39 | | 07/28/2010 | Jefferies & Co (JPM-BS) | | 947,372 | 858,078 | 1,704 |
| 31418Q-G8-0 | FN Pool# AD2922 HYB 3.564% 04/01/40 | | 07/30/2010 | Salomon SmBarney (Citigroup) | | 608,352 | 581,286 | 1,262 |
| 31418W-PW-4 | FNCL Pool #AD8536 5.000% 08/01/40 | | 12/03/2010 | BNP Paribas/NY | | 505,586 | 477,708 | 796 |
| 31419A-BH-9 | FNCI Pool #AE0039 4.000% 05/01/25 | | 07/16/2010 | Wachovia-Wells Fargo Sec | | 1,181,524 | 1,133,187 | 2,015 |
| 31419A-GT-8 | FN Pool# AE0209 4.331% 06/01/20 | | 07/28/2010 | Wachovia-Wells Fargo Sec | | 1,053,823 | 995,126 | 120 |
| 31419D-L5-8 | FNCL Pool #AE3047 4.500% 09/01/40 | | 09/14/2010 | UBS Warburg LLC | | 36,508,636 | 34,687,540 | 69,375 |
| 31419D-MT-5 | FNCI Pool #AE3069 4.000% 09/01/25 | | 09/23/2010 | Wachovia-Wells Fargo Sec | | 46,531,334 | 44,203,732 | 132,611 |
| 34074G-DD-3 | Florida Hurricane Catastrophe FL HURRICA | | 05/14/2010 | Siebert Capital Markets - NFSC | | 7,984,950 | 7,500,000 | 0 |
| 341507-RT-0 | State of Florida FL BOE LOTTERY SER A | | 07/30/2010 | Guggehheim Capital-Pershing | | 1,292,175 | 1,135,000 | 5,202 |
| 34281P-KB-8 | Florida Governmental Utility A FL GOVTL | | 02/26/2010 | Wachovia-Wells Fargo Sec | | 4,585,000 | 4,585,000 | 0 |
| 34281P-KC-6 | Florida Governmental Utility A FL GOVTL | | 02/26/2010 | Wachovia-Wells Fargo Sec | | 3,375,000 | 3,375,000 | 0 |
| 34281P-KD-4 | Florida Governmental Utility A FL GOVTL | | 02/26/2010 | Wachovia-Wells Fargo Sec | | 4,255,000 | 4,255,000 | 0 |
| 34281P-KE-2 | Florida Governmental Utility A FL GOVTL | | 02/26/2010 | Wachovia-Wells Fargo Sec | | 5,445,000 | 5,445,000 | 0 |
| 34281P-KF-9 | Florida Governmental Utility A FL GOVTL | | 02/26/2010 | Wachovia-Wells Fargo Sec | | 7,005,000 | 7,005,000 | 0 |
| 343246-DR-2 | Florida Water Pollution Contro FL WTR-A- | | 07/28/2010 | Merrill Lynch | | 1,291,331 | 1,125,000 | 0 |
| 355849-AN-0 | Fredericksburg Economic Develo FREDERICK | | 08/02/2010 | Wachovia-Wells Fargo Sec | | 1,109,760 | 1,000,000 | 7,292 |
| 359900-D3-8 | Fulton County Development Auth FULTON DE | | 08/03/2010 | Stifel-Hanifen Stifel,Nicolaus | | 1,115,950 | 1,000,000 | 11,250 |
| 419771-AW-0 | Hawaii Pacific Health HI PACIFIC HLTH-B | | 07/08/2010 | Morgan Stanley & Co., Inc | | 489,715 | 500,000 | 0 |
| 455057-E7-0 | Indiana Finance Authority INDIANA FIN AU | | 12/01/2010 | Salomon SmBarney (Citigroup) | | 14,843,270 | 13,000,000 | 83,056 |
| 49130T-LE-4 | Kentucky Housing Corp KY HSG CORP-AMT-D | | 07/15/2010 | Merrill Lynch | | 500,000 | 500,000 | 0 |
| 495289-SX-9 | King County WA KING CNTY SWR | | 09/09/2010 | Merrill Lynch | | 6,248,558 | 5,880,000 | 59,617 |

# SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks **ACQUIRED** During Current Year

| 1<br>CUSIP Identification | 2<br>Description | 3<br>Foreign | 4<br>Date Acquired | 5<br>Name of Vendor | 6<br>Number of Shares of Stock | 7<br>Actual Cost | 8<br>Par Value | 9<br>Paid for Accrued Interest and Dividends |
|---|---|---|---|---|---|---|---|---|
| 495289-WH-9 | King County WA SWR REV | | 07/20/2010 | Merrill Lynch | | 1,072,730 | 1,000,000 | 0 |
| 544525-KH-0 | Los Angeles Dept of Wtr & Pwr L A WTR/PW | | 09/09/2010 | Barclays Capital | | 11,677,232 | 11,200,000 | 113,556 |
| 54627R-AC-4 | Louisiana Lcl Govt Envior Fac Series 201 | | 07/15/2010 | Salomon SmBarney (Citigroup) | | 999,621 | 1,000,000 | 0 |
| 54627R-AD-2 | Louisiana Lcl Govt Envior Fac Series 201 | | 07/15/2010 | Salomon SmBarney (Citigroup) | | 999,507 | 1,000,000 | 0 |
| 546282-AJ-3 | Louisiana Local Government Env LA LOC GO | | 07/21/2010 | Merrill Lynch | | 500,000 | 500,000 | 9,583 |
| 546395-J4-7 | Louisiana Public Facilities Au | | 08/09/2010 | Merrill Lynch | | 987,650 | 1,000,000 | 0 |
| 546589-QT-2 | Louisville & Jefferson County LOUISVILLE | | 08/03/2010 | Barclays Capital | | 1,134,830 | 1,000,000 | 11,250 |
| 55263G-DD-9 | Savannah GA Eco Dev Auth Rev Series 2002 | | 12/31/2010 | MBIA Insurance Corp | | 10,313,085 | 10,236,312 | 22,702 |
| 575579-GL-5 | Massachusetts Bay Trans Auth MA BAY TRN- | | 01/11/2010 | Loop Capital Mkts (Ridge CI) | | 8,925,370 | 7,425,000 | 14,747 |
| 57583R-5N-1 | Massachusetts Development Fina | | 12/14/2010 | Various | | 10,274,050 | 10,000,000 | 36,806 |
| 57583R-5Q-4 | Massachusetts Development Fina MA DEV-B2 | | 11/10/2010 | Morgan Stanley & Co., Inc | | 22,076,600 | 20,000,000 | 0 |
| 57586E-WJ-6 | Massachusetts St Health & EDL MA HLTH-C | | 09/15/2010 | Morgan Stanley & Co., Inc | | 414,312 | 400,000 | 0 |
| 575896-HQ-1 | Massachusetts Port Authority MA ST PORT- | | 08/05/2010 | Siebert Capital Markets - NFSC | | 517,775 | 500,000 | 0 |
| 591745-H8-0 | Metropolitan Atlanta Rapid Tra MET ATLAN | | 09/09/2010 | Morgan Stanley & Co., Inc | | 9,333,765 | 8,500,000 | 90,490 |
| 59259R-WW-0 | Metropolitan Trans Auth MET TRN MUNI-SER | | 07/16/2010 | Stifel-Hanifen Stifel,Nicolaus | | 1,026,670 | 1,000,000 | 9,167 |
| 592646-S8-7 | Metropolitan Washington Airpor MET WA DC | | 07/21/2010 | Barclays Capital | | 1,066,480 | 1,000,000 | 0 |
| 592646-Y4-9 | Metropolitan Washington Airpor MET WA DC | | 11/10/2010 | Barclays Capital | | 5,209,821 | 4,805,000 | 0 |
| 592663-8Z-4 | Metropolitan Water District of MET WTR D | | 12/21/2010 | Salomon SmBarney (Citigroup) | | 6,562,706 | 6,520,000 | 159,378 |
| 59333P-ZG-6 | County of Miami-Dade FL MIAMI-DADE CNTY | | 07/22/2010 | Siebert Capital Markets - NFSC | | 581,698 | 520,000 | 0 |
| 59465H-EC-6 | Michigan State Hospital Financ MI HOSP-A | | 07/15/2010 | Merrill Lynch | | 507,315 | 500,000 | 3,403 |
| 59469W-AT-6 | Michigan Strategic Fund MI SLDWST-REF-WS | | 07/29/2010 | Merrill Lynch | | 1,000,000 | 1,000,000 | 0 |
| 604115-BM-6 | Minnesota Public Facilities Au MN PUB FA | | 12/01/2010 | Merrill Lynch | | 11,602,500 | 10,000,000 | 25,000 |
| 625475-AA-6 | FDIC Structured Sale Gtd Notes FDIC Guar | | 05/12/2010 | Barclays Capital | | 16,745,882 | 17,054,420 | 0 |
| 625475-AB-4 | FDIC Structured Sale Guarantee FDIC Guar | | 05/12/2010 | Barclays Capital | | 9,573,320 | 10,000,000 | 0 |
| 646136-XS-5 | New Jersey Transportation Trus | | 10/14/2010 | Barclays Capital | | 10,000,000 | 10,000,000 | 0 |
| 646136-XT-3 | New Jersey Transportation Trus | | 10/14/2010 | Barclays Capital | | 10,000,000 | 10,000,000 | 0 |
| 646136-YA-3 | New Jersey Transportation Trus NJ ST TRA | | 10/14/2010 | Barclays Capital | | 1,110,630 | 1,000,000 | 0 |
| 64972F-E8-5 | New York,NYC Mun Wtr Fin Auth NYC MUN WT | | 12/15/2010 | Merrill Lynch | | 7,365,750 | 7,500,000 | 5,208 |
| 64972F-T5-5 | New York,NYC Mun Wtr Fin Auth NYC MUN WT | | 09/17/2010 | Barclays Capital | | 15,000,000 | 15,000,000 | 0 |
| 64972F-ZL-3 | New York,NYC Mun Wtr Fin Auth NYC WTR/SW | | 12/08/2010 | Morgan Stanley & Co., Inc | | 3,990,000 | 4,000,000 | 98,889 |
| 649902-2E-2 | New York State Dormitory Autho | | 11/09/2010 | Goldman Sachs | | 5,515,436 | 5,670,000 | 25,824 |
| 649902-S8-7 | New York State Dormitory Autho NYS DORM | | 09/22/2010 | Goldman Sachs | | 10,257,170 | 9,625,000 | 15,721 |
| 650028-RX-3 | New York State Thruway Authori | | 11/23/2010 | Morgan Stanley & Co., Inc | | 21,513,836 | 20,070,000 | 181,188 |
| 650035-PE-2 | New York State Urban Developme NYS URBAN | | 07/26/2010 | Guggehheim Capital-Pershing | | 1,143,130 | 1,000,000 | 4,083 |
| 658196-3M-0 | North Carolina Eastn Muni Pwr REF-SER A | | 09/09/2010 | Salomon SmBarney (Citigroup) | | 562,865 | 500,000 | 0 |
| 65819G-FT-0 | North Carolina Capital Facilit | | 11/26/2010 | Southwest Securities | | 2,092,636 | 2,030,000 | 16,774 |
| 677525-TW-7 | Ohio Air Quality Development A OH AIR QU | | 08/13/2010 | Morgan Stanley & Co., Inc | | 1,000,000 | 1,000,000 | 0 |
| 677659-J4-7 | Ohio State Water Development A OH WTR-RE | | 07/26/2010 | Guggehheim Capital-Pershing | | 1,193,290 | 1,000,000 | 8,056 |
| 677659-SS-4 | Ohio State Wtr Dev Auth PREREF-Fresh Wtr | | 06/01/2010 | Conversion | | 591,277 | 565,000 | 15,184 |
| 67766W-QA-3 | Ohio State Water Development A OH WTR-A- | | 01/13/2010 | Morgan Stanley & Co., Inc | | 5,467,050 | 5,000,000 | 0 |
| 67766W-QB-1 | Ohio State Water Development A OH WTR-A- | | 01/13/2010 | Morgan Stanley & Co., Inc | | 3,264,840 | 3,000,000 | 0 |
| 678505-CM-8 | Oklahoma Agricultural & Mechan OK ANM CL | | 07/14/2010 | Morgan Stanley & Co., Inc | | 1,099,970 | 1,000,000 | 0 |
| 67910H-LH-1 | Oklahoma St Mun Pwr Auth SER A-RMKT 11/2 | | 08/11/2010 | Merrill Lynch | | 1,000,000 | 1,000,000 | 0 |
| 686543-SE-0 | Orlando-Orange County Expressw ORLANDO E | | 10/27/2010 | Salomon SmBarney (Citigroup) | | 1,045,070 | 1,000,000 | 0 |
| 717817-PW-4 | City of Philadelphia PA PHILA ARPT-AMT-R | | 10/27/2010 | Merrill Lynch | | 1,021,860 | 1,000,000 | 0 |
| 717893-VW-8 | City of Philadelphia PA PHILADELPHIA WTR | | 07/29/2010 | Various | | 1,048,441 | 920,000 | 0 |
| 71883M-HE-7 | Phoenix Civic Improvement Corp | | 08/11/2010 | Barclays Capital | | 500,000 | 500,000 | 0 |
| 735389-PJ-1 | Port Seattle WA Revenue PORT SEATTLE-C | | 07/16/2010 | Morgan Stanley & Co., Inc | | 1,084,220 | 1,000,000 | 0 |
| 73541T-AA-7 | PORT ST LUCIE FLA RESH FACS PORT ST LUCI | | 05/26/2010 | Royal Bank of Canada | | 992,145 | 965,000 | 0 |
| 73541T-AB-5 | PORT ST LUCIE FLA RESH FACS PORT ST LUCI | | 05/26/2010 | Royal Bank of Canada | | 1,105,432 | 1,045,000 | 0 |
| 73541T-AC-3 | PORT ST LUCIE FLA RESH FACS PORT ST LUCI | | 05/26/2010 | Royal Bank of Canada | | 1,145,001 | 1,090,000 | 0 |
| 73541T-AD-1 | PORT ST LUCIE FLA RESH FACS PORT ST LUCI | | 05/26/2010 | Royal Bank of Canada | | 958,725 | 880,000 | 0 |
| 73541T-AE-9 | PORT ST LUCIE FLA RESH FACS PORT ST LUCI | | 05/26/2010 | Royal Bank of Canada | | 1,282,035 | 1,190,000 | 0 |
| 73541T-AF-6 | PORT ST LUCIE FLA RESH FACS PORT ST LUCI | | 05/26/2010 | Royal Bank of Canada | | 1,332,162 | 1,245,000 | 0 |
| 73541T-AG-4 | PORT ST LUCIE FLA RESH FACS PORT ST LUCI | | 05/26/2010 | Royal Bank of Canada | | 1,391,181 | 1,310,000 | 0 |
| 73541T-AH-2 | PORT ST LUCIE FLA RESH FACS PORT ST LUCI | | 05/26/2010 | Royal Bank of Canada | | 1,450,818 | 1,375,000 | 0 |
| 75076P-AT-2 | Railsplitter Tobacco Settlemen | | 12/03/2010 | Salomon SmBarney (Citigroup) | | 346,793 | 350,000 | 0 |
| 783186-NJ-4 | Rutgers-State University of Ne | | 11/04/2010 | Morgan Stanley & Co., Inc | | 8,800,000 | 8,800,000 | 0 |
| 796253-X3-1 | San Antonio, TX Elec & Gas Rev PREREFUND | | 06/01/2010 | Conversion | | 90,506 | 90,000 | 1,513 |
| 796253-X4-9 | San Antonio, TX Elec & Gas Rev UNREFUNDE | | 06/01/2010 | Conversion | | 11,976,943 | 11,910,000 | 198,500 |
| 796253-X7-2 | San Antonio, TX Elec & Gas Rev PREREFUND | | 06/01/2010 | Conversion | | 133,962 | 130,000 | 2,167 |
| 796253-X8-0 | San Antonio, TX Elec & Gas Rev UNREFUNDE | | 06/01/2010 | Conversion | | 5,018,439 | 4,870,000 | 81,167 |

# SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks **ACQUIRED** During Current Year

| 1<br>CUSIP Identification | 2<br>Description | 3<br>Foreign | 4<br>Date Acquired | 5<br>Name of Vendor | 6<br>Number of Shares of Stock | 7<br>Actual Cost | 8<br>Par Value | 9<br>Paid for Accrued Interest and Dividends |
|---|---|---|---|---|---|---|---|---|
| 79765A-6W-1 | San Francisco City & County Ai SAN FRAN | | 07/28/2010 | Morgan Stanley & Co., Inc | | 1,000,000 | 1,000,000 | 0 |
| 80483B-AX-1 | Savannah Economic Development SAVANNAH P | | 07/20/2010 | Morgan Stanley & Co., Inc | | 779,107 | 730,000 | 17,788 |
| 812728-RL-9 | City of Seattle WA SEATTLE WTR REV-B-REF | | 01/08/2010 | Robert W Baird | | 2,958,547 | 2,670,000 | 0 |
| 882555-XF-7 | Texas Municipal Power Agency TX PWR-REF- | | 07/23/2010 | Barclays Capital | | 572,610 | 500,000 | 0 |
| 88278P-MA-9 | Texas State University Systems TX UNIV-R | | 07/16/2010 | Barclays Capital | | 578,110 | 500,000 | 0 |
| 914023-HW-9 | Akron University UNIV AKRON RCPT-A | | 08/25/2010 | Morgan Stanley & Co., Inc | | 1,170,970 | 1,000,000 | 0 |
| 915137-ZY-2 | University of Texas CP UNIV TX REVS-B-FI | | 09/10/2010 | Barclays Capital | | 10,581,300 | 10,000,000 | 41,667 |
| 91754R-RH-2 | Utah State Board of Regents UT BRD REGEN | | 07/21/2010 | Barclays Capital | | 546,035 | 500,000 | 0 |
| 928172-WE-1 | Virginia Public Building Autho | | 11/10/2010 | Barclays Capital | | 16,089,869 | 15,775,000 | 0 |
| 95639P-AY-9 | West Virginia Economic Develop WEST VIRG | | 08/05/2010 | Merrill Lynch | | 1,132,091 | 1,000,000 | 0 |
| 3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions | | | | | | 953,151,362 | 906,256,595 | 2,645,001 |
| Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | | | | |
| 00110A-AD-6 | AEP Texas Central Trans. Fund Series 200 | | 07/27/2010 | Wachovia-Wells Fargo Sec | | 1,937,332 | 1,695,000 | 7,059 |
| 00131A-AA-7 | AH Mortgage Advance Trust AHMAT 2010-ADV | | 11/05/2010 | Deutsche Bank | | 1,699,976 | 1,700,000 | 0 |
| 013817-AR-2 | Alcoa Inc 6.000% 07/15/13 | | 08/31/2010 | Credit Suisse First Boston LLC | | 1,091,620 | 1,000,000 | 8,000 |
| 02005A-AN-8 | Ally Master Owner Trust Series 2010-4 Cl | | 08/18/2010 | Salomon SmBarney (Citigroup) | | 2,000,000 | 2,000,000 | 0 |
| 02209S-AH-6 | Altria Group Inc 10.200% 02/06/39 | | 11/03/2010 | Greenwich Capital-RBS | | 740,610 | 500,000 | 13,033 |
| 02581F-YA-1 | American Express Centurion Bk | | 10/29/2010 | Goldman Sachs | | 433,864 | 385,000 | 8,972 |
| 026874-BW-6 | American Intl Group Inc | | 11/30/2010 | Salomon SmBarney (Citigroup) | | 498,705 | 500,000 | 0 |
| 03063P-AC-6 | Americredit Auto Recs Trust Series 2010- | | 09/15/2010 | Barclays Capital | | 999,848 | 1,000,000 | 0 |
| 03064G-AB-7 | AmeriCredit Automobile Rcv Tr Series 201 | | 08/13/2010 | Greenwich Capital-RBS | | 999,999 | 1,000,000 | 0 |
| 031162-BE-9 | Amgen Inc 4.950% 10/01/41 | | 09/13/2010 | Goldman Sachs | | 991,820 | 1,000,000 | 0 |
| 032166-AR-1 | Amsouth Bank NA 5.200% 04/01/15 | | 08/23/2010 | Morgan Keegan | | 2,391,142 | 2,425,000 | 48,913 |
| 032511-AX-5 | Anadarko Petroleum Corp | | 08/25/2010 | Deutsche Bank | | 1,990,000 | 2,000,000 | 54,542 |
| 03523T-AC-2 | Anheuser-Busch InBev Worldwide | | 08/25/2010 | Salomon SmBarney (Citigroup) | | 1,441,020 | 1,000,000 | 10,250 |
| 05377R-AM-6 | Aesop Funding II LLC Series 2010-5A Clas | | 10/21/2010 | Greenwich Capital-RBS | | 1,999,444 | 2,000,000 | 0 |
| 057224-AZ-0 | Baker Hughes Inc 5.125% 09/15/40 | | 08/19/2010 | Barclays Capital | | 995,700 | 1,000,000 | 0 |
| 06051G-EE-5 | Bank of America Corp 5.875% 01/05/21 | | 12/16/2010 | Banc of America Securities LLC | | 992,640 | 1,000,000 | 0 |
| 067383-AC-3 | CR BARD INC 4.400% 01/15/21 | | 12/15/2010 | Banc of America Securities LLC | | 496,770 | 500,000 | 0 |
| 09657M-AD-0 | BMW Vehicle Owner Trust Series 2010-A Cl | | 07/23/2010 | Barclays Capital | | 1,023,438 | 1,000,000 | 175 |
| 096630-AA-6 | Boardwalk Pipelines LP | | 09/02/2010 | Wachovia-Wells Fargo Sec | | 1,119,280 | 1,000,000 | 18,441 |
| 118230-AD-3 | Buckeye Partners LP Notes | | 08/18/2010 | Banc of America Securities LLC | | 1,101,640 | 1,000,000 | 18,844 |
| 12612A-AB-8 | CNH Equipment Trust Series 2009-C Class | | 02/11/2010 | Salomon SmBarney (Citigroup) | | 364,342 | 364,058 | 19 |
| 126650-BR-0 | CVS Caremark Corp 6.125% 09/15/39 | | 08/25/2010 | Goldman Sachs | | 1,119,790 | 1,000,000 | 28,073 |
| 126802-AH-0 | Cabela's Master Credit Card Tr Series 20 | | 07/21/2010 | Wachovia-Wells Fargo Sec | | 418,797 | 400,000 | 643 |
| 14041N-DA-6 | Capital One Mult-Asst Exec Tr Series 200 | | 08/20/2010 | Jefferies & Co (JPM-BS) | | 1,806,161 | 1,730,000 | 2,475 |
| 14312R-AE-4 | Carmax Auto Owner Trust Series 2007-1 Cl | | 07/21/2010 | Jefferies & Co (JPM-BS) | | 1,049,466 | 1,022,000 | 1,668 |
| 14313C-AB-2 | Carmax Auto Owner Trust Series 2010-1 Cl | | 02/09/2010 | Wachovia-Wells Fargo Sec | | 2,305,224 | 2,305,285 | 0 |
| 15200M-AB-3 | Centerpoint EngTrans Bond CO Series 2008 | | 10/27/2010 | Salomon SmBarney (Citigroup) | | 2,777,766 | 2,365,000 | 30,946 |
| 15200N-AB-1 | Centerpoint EngTrans Bond CO Series 2009 | | 11/18/2010 | Wachovia-Wells Fargo Sec | | 1,055,313 | 1,000,000 | 9,419 |
| 172967-EW-7 | Citigroup Inc 8.125% 07/15/39 | | 08/24/2010 | Greenwich Capital-RBS | | 3,781,560 | 3,000,000 | 28,438 |
| 172967-FD-8 | Citigroup Inc 4.750% 05/19/15 | | 08/24/2010 | Salomon SmBarney (Citigroup) | | 1,036,100 | 1,000,000 | 12,931 |
| 172967-FF-3 | Citigroup Inc 5.375% 08/09/20 | | 08/24/2010 | Salomon SmBarney (Citigroup) | | 507,645 | 500,000 | 1,344 |
| 185506-AB-8 | Cleco Katrina/Rita Hurric. Rec Series 20 | | 07/28/2010 | Credit Suisse First Boston LLC | | 2,329,375 | 2,000,000 | 47,062 |
| 20030N-BB-6 | Comcast Corp 6.400% 03/01/40 | | 08/25/2010 | Salomon SmBarney (Citigroup) | | 1,145,590 | 1,000,000 | 31,822 |
| 20825C-AQ-7 | ConocoPhillips 6.500% 02/01/39 | | 08/25/2010 | Goldman Sachs | | 1,287,980 | 1,000,000 | 5,236 |
| 254683-AC-9 | Discover Card Master Tr I Series 2007-A1 | | 11/30/2010 | Wachovia-Wells Fargo Sec | | 1,812,486 | 1,555,000 | 4,393 |
| 266233-AC-9 | Duquesne Light Holdings Inc | | 09/08/2010 | Barclays Capital | | 1,489,080 | 1,500,000 | 0 |
| 28102Q-AF-4 | Edison International 3.750% 09/15/17 | | 09/14/2010 | Salomon SmBarney (Citigroup) | | 998,110 | 1,000,000 | 0 |
| 29273R-AJ-8 | Energy Transfer Partners LP | | 08/25/2010 | Barclays Capital | | 2,317,320 | 2,000,000 | 24,583 |
| 30250R-AA-2 | FDIC Trust Series 2010-R1 Class 1 | | 07/28/2010 | Greenwich Capital-RBS | | 26,198,446 | 26,199,109 | 46,093 |
| 32027N-PD-7 | First Franklin Mtg Loan AB Cer Series 20 | | 09/23/2010 | Caprok Capital | | 1,709,221 | 1,718,349 | 41 |
| 340711-AR-1 | Florida Gas Transmission Co LL | | 10/08/2010 | Salomon SmBarney (Citigroup) | | 1,457,124 | 1,365,000 | 12,892 |
| 34528Q-AQ-7 | Ford Credit Floorpl Master Series 2010- | | 11/18/2010 | Wachovia-Wells Fargo Sec | | 1,072,188 | 1,000,000 | 933 |
| 34529C-AC-8 | Ford Credit Auto Lease Trust Series 2010 | | 10/21/2010 | Salomon SmBarney (Citigroup) | | 1,999,833 | 2,000,000 | 0 |
| 34529D-AC-6 | Ford Credit Auto Lease Trust Series 2009 | | 07/28/2010 | Nomura Securities Intl Inc | | 707,840 | 694,918 | 1,217 |
| 34529G-AG-0 | Ford Credit Auto Owner Trust Series 2009 | | 07/23/2010 | Barclays Capital | | 417,406 | 400,000 | 430 |
| 34529M-AE-2 | Ford Credit Auto Owner Trust Series 2010 | | 07/27/2010 | Banc of America Securities LLC | | 999,826 | 1,000,000 | 0 |
| 36159J-BM-2 | GE Capital Cred Card Note Tst Series 200 | | 10/27/2010 | Various | | 3,663,906 | 3,500,000 | 4,715 |
| 36962G-3P-7 | General Electric Capital Corp | | 08/24/2010 | Barclays Capital | | 2,618,950 | 2,500,000 | 17,543 |
| 373298-CG-1 | Georgia-Pacific LLC 7.000% 01/15/15 | | 12/01/2010 | Morgan Keegan | | 1,037,500 | 1,000,000 | 27,417 |
| 373334-JS-1 | Georgia Power Co 4.750% 09/01/40 | | 08/26/2010 | Barclays Capital | | 990,360 | 1,000,000 | 0 |

# SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks **ACQUIRED** During Current Year

| 1<br>CUSIP Identification | 2<br>Description | 3<br>Foreign | 4<br>Date Acquired | 5<br>Name of Vendor | 6<br>Number of Shares of Stock | 7<br>Actual Cost | 8<br>Par Value | 9<br>Paid for Accrued Interest and Dividends |
|---|---|---|---|---|---|---|---|---|
| 38141E-A6-6 | Goldman Sachs Group Inc | | 08/25/2010 | Goldman Sachs | | 1,081,470 | 1,000,000 | 14,500 |
| 391164-AD-2 | Great Plains Energy Inc | | 08/10/2010 | BNP Paribas/NY | | 999,540 | 1,000,000 | 0 |
| 404201-AE-7 | HSBC Bank USA NA 4.875% 08/24/20 | | 08/24/2010 | Cantor, Fitzgerald & Co | | 2,070,900 | 2,000,000 | 813 |
| 41020V-AA-9 | John Hancock Financial Svcs | | 08/17/2010 | Morgan Keegan | | 1,209,170 | 1,000,000 | 1,024 |
| 41659L-AR-2 | Hartford Life Inst Fnd MTN | | 11/30/2010 | Banc of America Securities LLC | | 968,490 | 1,000,000 | 303 |
| 42809H-AD-9 | Hess Corp 5.600% 02/15/41 | | 08/24/2010 | Deutsche Bank | | 1,038,720 | 1,000,000 | 2,644 |
| 45822P-AA-3 | Integrys Energy Group Inc | | 11/09/2010 | Salomon SmBarney (Citigroup) | | 999,370 | 1,000,000 | 0 |
| 46630D-AE-2 | JP Morgan Chase Coml Mtg Sec Series 2007 | | 09/15/2010 | Nomura Securities Intl Inc | | 2,155,469 | 2,000,000 | 6,182 |
| 472319-AH-5 | Jefferies Group Inc 6.875% 04/15/21 | | 08/24/2010 | Jefferies & Co (JPM-BS) | | 2,124,000 | 2,000,000 | 22,535 |
| 5526E2-AC-3 | MBNA America Bank NA Notes | | 09/08/2010 | Oppenheimer | | 1,100,100 | 1,000,000 | 23,354 |
| 571903-AH-6 | Marriott International Inc/DE | | 08/25/2010 | Credit Suisse First Boston LLC | | 849,510 | 802,000 | 1,880 |
| 57643L-JU-1 | Master Asset Backed Sec Trust Series 200 | | 10/22/2010 | Jefferies & Co (JPM-BS) | | 800,602 | 813,827 | 22 |
| 59156R-AP-3 | MetLife Inc Reset on 12/36 to FLT | | 08/18/2010 | Banc of America Securities LLC | | 1,850,000 | 2,000,000 | 23,644 |
| 617446-7N-3 | Morgan Stanley 4.000% 07/24/15 | | 08/25/2010 | Morgan Stanley & Co., Inc | | 1,006,840 | 1,000,000 | 3,778 |
| 617446-7P-8 | Morgan Stanley 5.500% 07/24/20 | | 08/25/2010 | Morgan Stanley & Co., Inc | | 2,020,880 | 2,000,000 | 10,389 |
| 62888V-AB-4 | NCUA Guaranteed Notes Series 2010-R1 Cla | | 10/18/2010 | Barclays Capital | | 3,941,523 | 3,941,879 | 0 |
| 62888X-AB-0 | NCUA Guaranteed Notes Series 2010-C1 Cla | | 11/03/2010 | Barclays Capital | | 2,184,416 | 2,190,000 | 0 |
| 64952W-AW-3 | New York Life Global Funding | | 04/29/2010 | Barclays Capital | | 4,986,400 | 5,000,000 | 0 |
| 68233J-AG-9 | Oncor Electric Delivery Co LLC | | 09/08/2010 | Barclays Capital | | 992,640 | 1,000,000 | 0 |
| 740816-AH-6 | President and Fellows of Harva | | 11/04/2010 | Goldman Sachs | | 496,665 | 500,000 | 0 |
| 74340-AW-2 | Prologis Trust 6.875% 03/15/20 | | 08/25/2010 | Goldman Sachs | | 155,709 | 160,000 | 5,011 |
| 755111-BU-4 | RC Trust I 4.875% 10/15/40 | | 10/13/2010 | Credit Suisse First Boston LLC | | 993,610 | 1,000,000 | 0 |
| 78445P-AA-1 | SLM Student Loan Trust Series 2010-BA Cl | | 07/14/2010 | Barclays Capital | | 324,153 | 324,153 | 0 |
| 806605-AE-1 | Schering-Plough Corp 5.300% 12/01/13 | | 08/31/2010 | Oppenheimer | | 1,130,610 | 1,000,000 | 13,544 |
| 842400-FQ-1 | Southern California Edison Co | | 08/25/2010 | Banc of America Securities LLC | | 1,987,280 | 2,000,000 | 0 |
| 84265V-AB-1 | Southern Copper Corp 6.375% 07/27/15 | | 08/25/2010 | Goldman Sachs | | 1,120,120 | 1,000,000 | 5,844 |
| 88732J-AJ-7 | Time Warner Cable Inc 6.550% 05/01/37 | | 08/25/2010 | Goldman Sachs | | 2,282,280 | 2,000,000 | 43,303 |
| 89235Y-AD-7 | Toyota Auto Receivables Trust Series 201 | | 07/14/2010 | Deutsche Bank | | 784,857 | 785,000 | 0 |
| 89417E-AH-2 | Travelers Cos Inc/The 5.350% 11/01/40 | | 10/27/2010 | Goldman Sachs | | 496,895 | 500,000 | 0 |
| 90261X-GF-3 | UBS AG/Stamford Branch | | 08/25/2010 | UBS Warburg LLC | | 1,003,320 | 1,000,000 | 1,125 |
| 902748-AA-0 | UIL Holdings Corp 4.625% 10/01/20 | | 10/04/2010 | Morgan Stanley & Co., Inc | | 744,030 | 750,000 | 0 |
| 91019P-CP-5 | UDR Inc 5.250% 01/15/15 | | 08/25/2010 | Wachovia-Wells Fargo Sec | | 1,005,057 | 940,000 | 6,169 |
| 91159H-GW-4 | US Bancorp 2.000% 06/14/13 | | 06/09/2010 | Morgan Stanley & Co., Inc | | 9,987,500 | 10,000,000 | 0 |
| 91292D-AC-9 | Qwest Corp 6.875% 09/15/33 | | 10/27/2010 | Banc of America Securities LLC | | 506,250 | 500,000 | 4,392 |
| 92343V-AU-8 | Verizon Communications Inc | | 09/28/2010 | Barclays Capital | | 25,922,600 | 20,000,000 | 0 |
| 92344G-AX-4 | Verizon Communications Inc | | 08/25/2010 | Goldman Sachs | | 548,105 | 500,000 | 13,406 |
| 92344T-AA-6 | Verizon Communications Inc (old Bell Atl | | 08/26/2010 | Morgan Stanley & Co., Inc | | 1,052,250 | 1,000,000 | 16,636 |
| 92867E-AC-2 | Volkswagen Auto Lease Trust Series 2010- | | 10/27/2010 | Barclays Capital | | 1,999,810 | 2,000,000 | 0 |
| 949746-NY-3 | Wells Fargo & Co 4.375% 01/31/13 | | 08/30/2010 | Wachovia-Wells Fargo Sec | | 1,068,040 | 1,000,000 | 3,889 |
| 96122B-AA-4 | Westpac Capital Trust III 144A Sub | | 11/01/2010 | Jefferies & Co (JPM-BS) | | 1,002,500 | 1,000,000 | 5,496 |
| 981464-BU-3 | World Financial Network Credit Series 20 | | 11/18/2010 | Wachovia-Wells Fargo Sec | | 1,035,938 | 1,000,000 | 842 |
| 98156Y-AF-8 | World Omni Auto Receivables Tr Series 20 | | 07/23/2010 | Barclays Capital | | 588,699 | 546,000 | 1,009 |
| 008916-AJ-7 | Agrium Inc 6.125% 01/15/41 | A | 12/15/2010 | BNP Paribas/NY | | 494,545 | 500,000 | 0 |
| 03938L-AP-9 | ArcelorMittal 7.000% 10/15/39 | F | 08/24/2010 | Goldman Sachs | | 1,029,750 | 1,000,000 | 25,667 |
| 05565Q-BN-7 | BP Capital Markets Plc | F | 09/28/2010 | Greenwich Capital-RBS | | 498,580 | 500,000 | 0 |
| 05616X-AC-6 | Babson CLO Ltd Series 2007-1A Class A2A | F | 08/12/2010 | Greenwich Capital-RBS | | 1,294,214 | 1,399,907 | 834 |
| 105756-BR-0 | Fed Republic of Brazil | F | 08/25/2010 | UBS Warburg LLC | | 838,125 | 750,000 | 6,211 |
| 25243Y-AM-1 | Diageo Capital Plc 5.750% 10/23/17 | F | 11/30/2010 | Goldman Sachs | | 9,813,888 | 8,360,000 | 53,411 |
| 44927J-AC-0 | ICICI Bank Ltd 5.750% 11/16/20 | F | 11/08/2010 | Deutsche Bank | | 497,710 | 500,000 | 0 |
| 78010X-AE-1 | Royal Bank of Scotland Plc | F | 08/24/2010 | Greenwich Capital-RBS | | 2,293,380 | 2,250,000 | 1,055 |
| 80281T-AB-4 | Santander Issuances S.A Uniper | F | 08/19/2010 | Jefferies & Co (JPM-BS) | | 979,500 | 1,000,000 | 10,320 |
| 80282D-AB-8 | Santander Drive Auto Rec Trust Series 20 | F | 07/28/2010 | UBS Warburg LLC | | 2,008,203 | 2,000,000 | 1,284 |
| 80282G-AD-7 | Santander Drive Auto Rec Trust Series 20 | F | 08/19/2010 | Credit Suisse First Boston LLC | | 1,999,713 | 2,000,000 | 0 |
| 82937A-AA-1 | Sinochem Overseas Capital Co L | F | 11/04/2010 | Salomon SmBarney (Citigroup) | | 497,335 | 500,000 | 0 |
| 82937A-AB-9 | Sinochem Overseas Capital Co L | F | 11/04/2010 | Salomon SmBarney (Citigroup) | | 995,190 | 1,000,000 | 0 |
| 87927V-AL-2 | Telecom Italia Capital SA | F | 08/26/2010 | Morgan Stanley & Co., Inc | | 1,054,930 | 1,000,000 | 20,625 |
| 89383Q-AY-5 | Transocean Inc 6.500% 11/15/20 | F | 09/16/2010 | Goldman Sachs | | 499,650 | 500,000 | 0 |
| 3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | | 208,830,584 | 195,336,485 | 879,703 |
| Bonds - Credit Tenant Loans | | | | | | | | |
| Bonds - Hybrid Securities | | | | | | | | |
| Bonds - Parent, Subsidiaries and Affiliates | | | | | | | | |

# SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks **ACQUIRED** During Current Year

| 1<br>CUSIP Identification | 2<br>Description | 3<br>Foreign | 4<br>Date Acquired | 5<br>Name of Vendor | 6<br>Number of Shares of Stock | 7<br>Actual Cost | 8<br>Par Value | 9<br>Paid for Accrued Interest and Dividends |
|---|---|---|---|---|---|---|---|---|
| 8399997 - Subtotals - Bonds - Part 3 | | | | | | 2,034,922,475 | 1,930,425,326 | 6,836,154 |
| 8399998 - Summary item from Part 5 for Bonds | | | | | | 393,123,438 | 376,777,364 | 1,460,210 |
| 8399999 - Subtotals - Bonds | | | | | | 2,428,045,913 | 2,307,202,690 | 8,296,364 |
| Preferred Stocks - Industrial and Miscellaneous (Unaffiliated) | | | | | | | | |
| 06739F-EY-3 | Barclays Bank PLC RESET 12/16 | F | 08/24/2010 | Barclays Capital | 1,535,000.000 | 1,358,475 | 0.00 | 18,193 |
| 40427L-AB-0 | HSBC Capital Funding LP Ser.2 PFD SEC. P | F | 09/15/2010 | HSBC Securities Inc. | 1,000,000.000 | 1,310,000 | 0.00 | 22,613 |
| 8499999 - Preferred Stocks - Industrial and Miscellaneous (Unaffiliated) | | | | | | 2,668,475 | XXX | 40,806 |
| Preferred Stocks - Parent, Subsidiaries, and Affiliates | | | | | | | | |
| 8999997 - Subtotals - Preferred Stocks - Part 3 | | | | | | 2,668,475 | XXX | 40,806 |
| 8999999 - Subtotals - Preferred Stocks | | | | | | 2,668,475 | XXX | 40,806 |
| Common Stocks - Industrial and Miscellaneous (Unaffiliated) | | | | | | | | |
| Common Stocks - Parent, Subsidiaries, and Affiliates | | | | | | | | |
| Common Stocks - Mutual Funds | | | | | | | | |
| Common Stocks - Money Market Mutual Funds | | | | | | | | |
| 9899999 - Subtotals - Preferred and Common Stocks | | | | | | 2,668,475 | XXX | 40,806 |
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| 9999999 Totals | | | | | | 2,430,714,388 | XXX | 8,337,170 |

# 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 Identi-fication | 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 | | | | | | | | | | | | | | | | | | | | |
| 36202C-3X-9 | G2SF Pool # 2614 6.000% 07/20/28 | | 12/01/2010 | Paydown | | 48,634 | 48,634.00 | 50,567 | 50,522 | 0 | (1,888) | 0 | (1,888) | 0 | 48,634 | 0 | 0 | 0 | 1,552 | 07/20/2028 |
| 36203L-BU-5 | GNSF Pool # 352051 7.500% 10/15/23 | | 12/01/2010 | Paydown | | 30,486 | 30,486.00 | 32,897 | 32,823 | 0 | (2,336) | 0 | (2,336) | 0 | 30,486 | 0 | 0 | 0 | 878 | 10/15/2023 |
| 36203W-2C-1 | GNSF Pool # 361771 7.000% 02/15/22 | | 12/01/2010 | Paydown | | 11,292 | 11,292.00 | 12,253 | 12,218 | 0 | (926) | 0 | (926) | 0 | 11,292 | 0 | 0 | 0 | 532 | 02/15/2022 |
| 36204B-QP-1 | GNSF Pool #365062 7.500% 06/15/24 | | 12/01/2010 | Paydown | | 5,371 | 5,371.00 | 5,785 | 5,773 | 0 | (402) | 0 | (402) | 0 | 5,371 | 0 | 0 | 0 | 218 | 06/15/2024 |
| 36206G-6W-5 | GNSF Pool # 411385 6.500% 04/15/26 | | 12/01/2010 | Paydown | | 15,256 | 15,256.00 | 16,002 | 15,984 | 0 | (728) | 0 | (728) | 0 | 15,256 | 0 | 0 | 0 | 551 | 04/15/2026 |
| 36206G-UD-0 | GNSF Pool #411080 5.500% 11/15/38 | | 09/23/2010 | Nomura Securities Intl Inc | | 40,214,923 | 37,409,230.00 | 38,858,838 | 38,841,589 | 0 | (2,047) | 0 | (2,047) | 0 | 38,839,542 | 0 | 1,375,381 | 1,375,381 | 1,714,679 | 11/15/2038 |
| 36206G-UD-0 | GNSF Pool #411080 5.500% 11/15/38 | | 09/01/2010 | Paydown | | 9,769,862 | 9,769,862.00 | 10,148,444 | 10,143,939 | 0 | (374,077) | 0 | (374,077) | 0 | 9,769,862 | 0 | 0 | 0 | 190,807 | 11/15/2038 |
| 36207X-XU-1 | GNSF Pool # 445391 7.500% 01/15/27 | | 12/01/2010 | Paydown | | 20,643 | 20,642.00 | 22,208 | 22,172 | 0 | (1,530) | 0 | (1,530) | 0 | 20,643 | 0 | 0 | 0 | 628 | 01/15/2027 |
| 36208X-RG-8 | GNSF Pool # 464087 6.500% 08/15/28 | | 12/01/2010 | Paydown | | 32,303 | 32,303.00 | 33,888 | 33,853 | 0 | (1,550) | 0 | (1,550) | 0 | 32,303 | 0 | 0 | 0 | 1,608 | 08/15/2028 |
| 36209E-X4-9 | GNSF Pool # 469699 7.000% 11/15/28 | | 12/01/2010 | Paydown | | 5,384 | 5,384.00 | 5,831 | 5,822 | 0 | (438) | 0 | (438) | 0 | 5,384 | 0 | 0 | 0 | 198 | 11/15/2028 |
| 36209K-RR-1 | GNSF Pool # 473996 6.500% 07/15/28 | | 12/01/2010 | Paydown | | 96,671 | 96,671.00 | 101,414 | 101,309 | 0 | (4,639) | 0 | (4,639) | 0 | 96,671 | 0 | 0 | 0 | 3,666 | 07/15/2028 |
| 36209Q-K9-5 | GNSF Pool # 478320 6.500% 06/15/28 | | 12/01/2010 | Paydown | | 35,134 | 35,134.00 | 36,857 | 36,819 | 0 | (1,686) | 0 | (1,686) | 0 | 35,134 | 0 | 0 | 0 | 1,462 | 06/15/2028 |
| 3620A5-6Q-7 | GNSF Pool #720079 4.500% 06/15/39 | | 09/10/2010 | Salomon SmBarney (Citigroup) | | 27,853,487 | 26,448,415.00 | 26,580,657 | 26,579,493 | 0 | 595 | 0 | 595 | 0 | 26,580,087 | 0 | 1,273,400 | 1,273,400 | 960,339 | 06/15/2039 |
| 3620A5-6Q-7 | GNSF Pool #720079 4.500% 06/15/39 | | 09/01/2010 | Paydown | | 1,839,043 | 1,839,043.00 | 1,848,238 | 1,848,157 | 0 | (9,114) | 0 | (9,114) | 0 | 1,839,043 | 0 | 0 | 0 | 40,017 | 06/15/2039 |
| 3620AA-TP-3 | GNSF Pool #724258 4.500% 09/15/39 | | 09/10/2010 | BNP Paribas/NY | | 47,887,111 | 45,430,997.00 | 46,183,448 | 46,178,570 | 0 | 2,451 | 0 | 2,451 | 0 | 46,181,021 | 0 | 1,706,090 | 1,706,090 | 1,649,375 | 09/15/2039 |
| 3620AA-TP-3 | GNSF Pool #724258 4.500% 09/15/39 | | 09/01/2010 | Paydown | | 1,861,779 | 1,861,779.00 | 1,892,614 | 1,892,414 | 0 | (30,636) | 0 | (30,636) | 0 | 1,861,779 | 0 | 0 | 0 | 41,680 | 09/15/2039 |
| 36210B-UM-5 | GNSF Pool # 487588 6.000% 04/15/29 | | 12/01/2010 | Paydown | | 245,457 | 245,457.00 | 255,122 | 254,910 | 0 | (9,453) | 0 | (9,453) | 0 | 245,457 | 0 | 0 | 0 | 8,088 | 04/15/2029 |
| 36211S-JD-0 | GNSF Pool # 521460 7.500% 01/15/30 | | 12/01/2010 | Paydown | | 2,909 | 2,909.00 | 3,130 | 3,126 | 0 | (217) | 0 | (217) | 0 | 2,909 | 0 | 0 | 0 | 115 | 01/15/2030 |
| 36220S-SH-0 | GNSF Pool # 297620 7.500% 09/15/22 | | 12/01/2010 | Paydown | | 45,265 | 45,265.00 | 48,798 | 48,676 | 0 | (3,412) | 0 | (3,412) | 0 | 45,265 | 0 | 0 | 0 | 1,196 | 09/15/2022 |
| 36225A-T3-4 | GNSF Pool # 780570 7.000% 05/15/27 | | 12/01/2010 | Paydown | | 43,473 | 43,473.00 | 47,111 | 47,028 | 0 | (3,555) | 0 | (3,555) | 0 | 43,473 | 0 | 0 | 0 | 1,580 | 05/15/2027 |
| 36241K-5Y-0 | GNSF Pool #782663 5.000% 05/15/39 | | 09/23/2010 | Greenwich Capital-RBS | | 43,710,994 | 40,977,056.00 | 41,827,010 | 41,817,243 | 0 | (3,660) | 0 | (3,660) | 0 | 41,813,583 | 0 | 1,897,411 | 1,897,411 | 1,698,859 | 05/15/2039 |
| 36241K-5Y-0 | GNSF Pool #782663 5.000% 05/15/39 | | 09/01/2010 | Paydown | | 6,575,718 | 6,575,718.00 | 6,712,113 | 6,710,546 | 0 | (134,828) | 0 | (134,828) | 0 | 6,575,718 | 0 | 0 | 0 | 157,329 | 05/15/2039 |
| 36241K-7F-9 | GNSF Pool #782694 5.000% 06/15/39 | | 09/23/2010 | BNP Paribas/NY | | 43,857,810 | 41,175,001.00 | 42,300,880 | 42,295,380 | 0 | 511 | 0 | 511 | 0 | 42,295,891 | 0 | 1,561,918 | 1,561,918 | 1,709,324 | 06/15/2039 |
| 36241K-7F-9 | GNSF Pool #782694 5.000% 06/15/39 | | 09/01/2010 | Paydown | | 7,122,312 | 7,122,313.00 | 7,317,063 | 7,316,112 | 0 | (193,799) | 0 | (193,799) | 0 | 7,122,312 | 0 | 0 | 0 | 177,578 | 06/15/2039 |
| 36241K-ER-5 | GNSF Pool # 781944 5.000% 07/01/35 | | 12/01/2010 | Paydown | | 2,672,581 | 2,672,581.00 | 2,742,784 | 2,741,684 | 0 | (69,103) | 0 | (69,103) | 0 | 2,672,581 | 0 | 0 | 0 | 67,353 | 07/01/2035 |
| 36241K-EV-6 | GNSF Pool # 781948 6.500% 05/15/35 | | 12/01/2010 | Paydown | | 1,510,546 | 1,510,546.00 | 1,584,512 | 1,583,216 | 0 | (72,670) | 0 | (72,670) | 0 | 1,510,546 | 0 | 0 | 0 | 47,561 | 05/15/2035 |
| 36241K-NP-9 | GNSF Pool 782198 6.000% 10/15/37 | | 12/01/2010 | Paydown | | 4,393,719 | 4,393,719.00 | 4,551,691 | 4,548,896 | 0 | (155,177) | 0 | (155,177) | 0 | 4,393,719 | 0 | 0 | 0 | 120,171 | 10/15/2037 |
| 36241K-SM-1 | GNSF Pool #782324 7.000% 05/15/38 | | 12/01/2010 | Paydown | | 6,728,834 | 6,728,834.00 | 7,207,106 | 7,200,486 | 0 | (471,652) | 0 | (471,652) | 0 | 6,728,834 | 0 | 0 | 0 | 105,600 | 05/15/2038 |
| 36241K-XQ-6 | GNSF Pool #782487 5.000% 12/15/38 | | 09/23/2010 | Wachovia-Wells Fargo Sec | | 39,950,383 | 37,501,093.00 | 38,819,490 | 38,804,946 | 0 | (4,519) | 0 | (4,519) | 0 | 38,800,427 | 0 | 1,149,955 | 1,149,955 | 1,547,447 | 12/15/2038 |
| 36241K-XQ-6 | GNSF Pool #782487 5.000% 12/15/38 | | 09/01/2010 | Paydown | | 7,370,954 | 7,370,954.00 | 7,630,089 | 7,627,231 | 0 | (256,276) | 0 | (256,276) | 0 | 7,370,954 | 0 | 0 | 0 | 151,235 | 12/15/2038 |

# 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 Identi-fication | 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 |
| 36241K-ZZ-4 | GNSF Pool# 782560 5.500% 02/15/39 | | 09/23/2010 | Jefferies & Co (JPM-BS) | | 47,495,493 | 44,175,433.00 | 45,769,890 | 45,752,091 | 0 | (3,395) | 0 | (3,395) | 0 | 45,748,696 | 0 | 1,746,798 | 1,746,798 | 2,020,335 | 02/15/2039 |
| 36241K-ZZ-4 | GNSF Pool# 782560 5.500% 02/15/39 | | 09/01/2010 | Paydown | | 13,236,847 | 13,236,846.00 | 13,714,614 | 13,709,280 | 0 | (472,434) | 0 | (472,434) | 0 | 13,236,847 | 0 | 0 | 0 | 252,149 | 02/15/2039 |
| 36290R-RZ-8 | GNSF Pool # 615304 5.000% 07/15/33 | | 12/01/2010 | Paydown | | 397,625 | 397,625.00 | 408,485 | 408,300 | 0 | (10,675) | 0 | (10,675) | 0 | 397,625 | 0 | 0 | 0 | 8,071 | 07/15/2033 |
| 36290T-3T-4 | GNSF Pool #617410 6.000% 02/15/37 | | 12/01/2010 | Paydown | | 1,052,951 | 1,052,951.00 | 1,066,030 | 1,065,725 | 0 | (12,775) | 0 | (12,775) | 0 | 1,052,951 | 0 | 0 | 0 | 32,765 | 02/15/2037 |
| 36290U-KD-7 | GNSF Pool # 617792 6.000% 11/15/37 | | 12/01/2010 | Paydown | | 1,298,179 | 1,298,179.00 | 1,344,630 | 1,343,809 | 0 | (45,629) | 0 | (45,629) | 0 | 1,298,179 | 0 | 0 | 0 | 33,858 | 11/15/2037 |
| 36291A-RE-1 | GNSF Pool # 622485 6.000% 10/15/33 | | 12/01/2010 | Paydown | | 1,219,965 | 1,219,965.00 | 1,265,333 | 1,264,466 | 0 | (44,501) | 0 | (44,501) | 0 | 1,219,965 | 0 | 0 | 0 | 28,416 | 10/15/2033 |
| 36292L-D5-0 | GNSF Pool # 651824 5.500% 05/15/36 | | 12/01/2010 | Paydown | | 3,795,882 | 3,795,882.00 | 3,910,351 | 3,908,442 | 0 | (112,560) | 0 | (112,560) | 0 | 3,795,882 | 0 | 0 | 0 | 117,232 | 05/15/2036 |
| 36295Q-VR-8 | GNSF Pool # 677524 6.000% 10/15/37 | | 12/01/2010 | Paydown | | 1,369,828 | 1,369,828.00 | 1,418,842 | 1,417,974 | 0 | (48,146) | 0 | (48,146) | 0 | 1,369,828 | 0 | 0 | 0 | 19,523 | 10/15/2037 |
| 36295Q-VU-1 | GNSF Pool #677527 6.000% 11/15/37 | | 12/01/2010 | Paydown | | 1,220,250 | 1,220,250.00 | 1,263,912 | 1,263,140 | 0 | (42,890) | 0 | (42,890) | 0 | 1,220,250 | 0 | 0 | 0 | 29,819 | 11/15/2037 |
| 36296Q-2F-5 | GNSF Pool #698374 4.000% 07/15/39 | | 09/14/2010 | UBS Warburg LLC | | 32,936,248 | 31,803,257.00 | 31,067,806 | 31,072,936 | 0 | (567) | 0 | (567) | 0 | 31,072,369 | 0 | 1,863,879 | 1,863,879 | 1,026,293 | 07/15/2039 |
| 36296Q-2F-5 | GNSF Pool #698374 4.000% 07/15/39 | | 09/01/2010 | Paydown | | 1,583,073 | 1,583,073.00 | 1,546,465 | 1,546,720 | 0 | 36,353 | 0 | 36,353 | 0 | 1,583,073 | 0 | 0 | 0 | 28,294 | 07/15/2039 |
| 36296Q-RN-1 | GNSF Pool #698093 4.500% 04/15/39 | | 09/09/2010 | BNP Paribas/NY | | 46,357,860 | 43,986,701.00 | 44,955,783 | 44,945,463 | 0 | 10,752 | 0 | 10,752 | 0 | 44,956,215 | 0 | 1,401,644 | 1,401,644 | 1,562,418 | 04/15/2039 |
| 36296Q-RN-1 | GNSF Pool #698093 4.500% 04/15/39 | | 09/01/2010 | Paydown | | 4,635,820 | 4,635,820.00 | 4,737,952 | 4,736,865 | 0 | (101,045) | 0 | (101,045) | 0 | 4,635,820 | 0 | 0 | 0 | 74,507 | 04/15/2039 |
| 36296Q-VT-3 | GNSF Pool #698226 4.500% 06/15/39 | | 09/09/2010 | BNP Paribas/NY | | 48,991,435 | 46,485,572.00 | 46,351,200 | 46,351,651 | 0 | (404) | 0 | (404) | 0 | 46,351,248 | 0 | 2,640,187 | 2,640,187 | 1,648,613 | 06/15/2039 |
| 36296Q-VT-3 | GNSF Pool #698226 4.500% 06/15/39 | | 09/01/2010 | Paydown | | 2,797,999 | 2,798,000.00 | 2,789,911 | 2,789,939 | 0 | 8,061 | 0 | 8,061 | 0 | 2,797,999 | 0 | 0 | 0 | 51,166 | 06/15/2039 |
| 83162C-FR-9 | Small Business Administration 94-20 L | | 12/01/2010 | Paydown | | 52,504 | 52,504.00 | 52,298 | 52,298 | 0 | 206 | 0 | 206 | 0 | 52,504 | 0 | 0 | 0 | 3,041 | 12/01/2014 |
| 912810-FT-0 | US Treasury N/B Bonds 4.500% 02/15/36 | | 05/05/2010 | Banc of America Securities LLC | | 5,231,294 | 5,101,000.00 | 5,701,163 | 5,689,796 | 0 | (4,671) | 0 | (4,671) | 0 | 5,685,125 | 0 | (453,831) | (453,831) | 166,135 | 02/15/2036 |
| 912810-PX-0 | US Treasury N/B Notes 4.500% 05/15/38 | | 05/06/2010 | Various | | 51,686,323 | 50,000,000.00 | 54,918,081 | 54,829,605 | 0 | (34,146) | 0 | (34,146) | 0 | 54,795,459 | 0 | (3,109,136) | (3,109,136) | 1,093,923 | 05/15/2038 |
| 912827-6J-6 | US Treasury N/B Notes 5.750% 08/15/10 | | 08/15/2010 | Maturity | | 2,510,000 | 2,510,000.00 | 2,616,675 | 2,518,661 | 0 | (8,661) | 0 | (8,661) | 0 | 2,510,000 | 0 | 0 | 0 | 144,325 | 08/15/2010 |
| 912828-JC-5 | US Treasury N/B Notes 2.875% 06/30/10 | | 06/30/2010 | Maturity | | 375,000 | 375,000.00 | 385,928 | 378,987 | 0 | (3,987) | 0 | (3,987) | 0 | 375,000 | 0 | 0 | 0 | 5,391 | 06/30/2010 |
| 912828-LJ-7 | US Treasury N/B Notes 3.625% 08/15/19 | | 05/05/2010 | Barclays Capital | | 25,232,322 | 25,000,000.00 | 25,355,569 | 25,345,420 | 0 | (10,624) | 0 | (10,624) | 0 | 25,334,796 | 0 | (102,474) | (102,474) | 655,905 | 08/15/2019 |
| 912828-LZ-1 | US Treasury N/B Notes 2.125% 11/30/14 | | 01/26/2010 | Various | | 114,021,685 | 115,000,000.00 | 112,576,362 | 112,577,663 | 0 | 34,965 | 0 | 34,965 | 0 | 112,612,627 | 0 | 1,409,058 | 1,409,058 | 395,227 | 11/30/2014 |
| 0399999 - Bonds - U.S. Governments | | | | | | 701,456,917 | 676,523,304.00 | 690,094,120 | 689,770,168 | 0 | (2,673,534) | 0 | (2,673,534) | 0 | 687,096,635 | 0 | 14,360,280 | 14,360,280 | 19,799,032 | XXX |
| Bonds - All Other Governments | | | | | | | | | | | | | | | | | | | | |
| Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed) | | | | | | | | | | | | | | | | | | | | |
| 196711-LZ-6 | State of Colorado CO COPS-TXB- CO COPS-T | | 09/15/2010 | Barclays Capital | | 11,343,200 | 10,000,000.00 | 10,132,500 | 10,131,992 | 0 | 487 | 0 | 487 | 0 | 10,132,479 | 0 | 1,210,721 | 1,210,721 | 747,125 | 09/15/2039 |
| 20772F-GU-8 | State of Connecticut Ser C | | 12/15/2010 | Call 100.0000 | | 6,000,000 | 6,000,000.00 | 6,438,780 | 6,230,731 | 0 | (230,731) | 0 | (230,731) | 0 | 6,000,000 | 0 | 0 | 0 | 322,500 | 12/15/2013 |
| 246380-3H-0 | State of Delaware DE ST-2009C | | 05/05/2010 | Morgan Stanley & Co., Inc. | | 8,392,666 | 7,160,000.00 | 8,383,071 | 8,372,884 | 0 | (19,103) | 0 | (19,103) | 0 | 8,353,782 | 0 | 38,884 | 38,884 | 196,900 | 10/01/2026 |
| 341422-T7-8 | Florida St Brd Ed Cap Outlay Ref-Pub Ed- | | 06/01/2010 | Maturity | | 1,325,000 | 1,325,000.00 | 1,484,583 | 1,334,726 | 0 | (9,726) | 0 | (9,726) | 0 | 1,325,000 | 0 | 0 | 0 | 33,125 | 06/01/2010 |
| 373383-MK-1 | State of Georgia Ser D | | 10/01/2010 | Call 100.0000 | | 14,030,000 | 14,030,000.00 | 15,143,140 | 14,546,361 | 0 | (516,361) | 0 | (516,361) | 0 | 14,030,000 | 0 | 0 | 0 | 806,725 | 10/01/2014 |
| 452150-UG-8 | Illinois State 5.375% 06/01/24 | | 04/02/2010 | Call 101.0000 | | 2,525,000 | 2,500,000.00 | 2,532,300 | 2,517,771 | 0 | (3,197) | 0 | (3,197) | 0 | 2,514,573 | 0 | 10,427 | 10,427 | 45,165 | 06/01/2024 |
| 57582P-NZ-9 | Massachusetts State MA ST-REF-A | | 09/16/2010 | Morgan Stanley & Co., Inc. | | 13,885,076 | 12,770,000.00 | 13,320,485 | 13,313,399 | 0 | (37,464) | 0 | (37,464) | 0 | 13,275,935 | 0 | 609,142 | 609,142 | 673,972 | 09/01/2032 |
| 605579-6Y-2 | State of Mississippi Ref-Ser D | | 07/01/2010 | Maturity | | 3,945,000 | 3,945,000.00 | 4,145,879 | 4,018,613 | 0 | (73,613) | 0 | (73,613) | 0 | 3,945,000 | 0 | 0 | 0 | 197,250 | 07/01/2010 |
| 658256-EZ-1 | North Carolina State Pub Impt-Ser A | | 09/01/2010 | Call 100.5000 | | 5,025,000 | 5,000,000.00 | 5,344,100 | 5,149,370 | 0 | (149,370) | 0 | (149,370) | 0 | 5,000,000 | 0 | 25,000 | 25,000 | 250,000 | 09/01/2011 |
| 70914P-KE-1 | Commonwealth of Pennsylvania PA ST-2ND S | | 09/22/2010 | Salomon SmBarney (Citigroup) | | 20,392,204 | 17,610,000.00 | 19,879,225 | 19,867,223 | 0 | (154,378) | 0 | (154,378) | 0 | 19,712,844 | 0 | 679,360 | 679,360 | 836,475 | 04/15/2024 |
| 745145-PW-6 | Puerto Rico Commonwealth Pub Impt | | 07/01/2010 | Call 100.0000 | | 5,000,000 | 5,000,000.00 | 5,296,800 | 5,108,823 | 0 | (108,823) | 0 | (108,823) | 0 | 5,000,000 | 0 | 0 | 0 | 287,500 | 07/01/2017 |
| 745145-QA-3 | Puerto Rico Commonwealth Pub Impt | | 07/01/2010 | Call 100.0000 | | 6,505,000 | 6,505,000.00 | 6,891,137 | 6,646,579 | 0 | (141,579) | 0 | (141,579) | 0 | 6,505,000 | 0 | 0 | 0 | 374,038 | 07/01/2021 |
| 882722-KF-7 | Texas State Trans. TX TRANS COMM BABS | | 05/18/2010 | Barclays Capital | | 21,090,000 | 20,000,000.00 | 20,000,000 | 20,000,000 | 0 | 0 | 0 | 0 | 0 | 20,000,000 | 0 | 1,090,000 | 1,090,000 | 704,950 | 04/01/2039 |
| 1799999 - Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed) | | | | | | 119,458,146 | 111,845,000.00 | 118,992,000 | 117,238,472 | 0 | (1,443,858) | 0 | (1,443,858) | 0 | 115,794,613 | 0 | 3,663,534 | 3,663,534 | 5,475,725 | XXX |
| Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) | | | | | | | | | | | | | | | | | | | | |

# 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 Identi-fication | 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 |
| 052394-5A-7 | Austin Texas Pub Impt 5.625% 09/01/12 | | 09/01/2010 | Call 100.0000 | | 3,900,000 | 3,900,000.00 | 4,179,981 | 4,021,737 | 0 | (121,737) | 0 | (121,737) | 0 | 3,900,000 | 0 | 0 | 0 | 219,375 | 09/01/2012 |
| 052394-5B-5 | Austin Texas PUB IMPT 5.625% 09/01/13 | | 09/01/2010 | Call 100.0000 | | 4,135,000 | 4,135,000.00 | 4,431,852 | 4,264,072 | 0 | (129,072) | 0 | (129,072) | 0 | 4,135,000 | 0 | 0 | 0 | 232,594 | 09/01/2013 |
| 167501-YZ-2 | Chicago Ill Board of Ed | | 12/01/2010 | Call 100.0000 | | 2,000,000 | 2,000,000.00 | 2,061,880 | 2,032,276 | 0 | (32,276) | 0 | (32,276) | 0 | 2,000,000 | 0 | 0 | 0 | 112,500 | 12/01/2020 |
| 232760-T5-7 | Cypress-Fairbanks Independent GO Taxable | | 09/09/2010 | Barclays Capital | | 10,822,100 | 10,000,000.00 | 10,000,000 | 10,000,000 | 0 | 0 | 0 | 0 | 0 | 10,000,000 | 0 | 822,100 | 822,100 | 742,080 | 02/15/2038 |
| 234667-JA-2 | Dallas County Hospital Distric DALLAS CN | | 09/09/2010 | Barclays Capital | | 18,693,558 | 17,550,000.00 | 17,592,177 | 17,591,147 | 0 | (2,330) | 0 | (2,330) | 0 | 17,588,817 | 0 | 1,104,741 | 1,104,741 | 1,073,985 | 08/15/2034 |
| 364195-BY-2 | County of Galveston TX GALVEST GALVESTON | | 09/10/2010 | Morgan Stanley & Co., Inc. | | 18,314,950 | 17,000,000.00 | 17,347,400 | 17,344,805 | 0 | (7,273) | 0 | (7,273) | 0 | 17,337,532 | 0 | 977,418 | 977,418 | 1,042,889 | 02/01/2029 |
| 403755-WF-4 | Gwinnett County School Distric | | 07/27/2010 | Conversion | | 10,777,691 | 10,000,000.00 | 10,832,100 | 10,828,121 | 0 | (50,430) | 0 | (50,430) | 0 | 10,777,691 | 0 | 0 | 0 | 494,444 | 02/01/2032 |
| 440673-TF-8 | Horry County SC Sch Dist Ser A | | 03/01/2010 | Maturity | | 2,480,000 | 2,480,000.00 | 2,589,864 | 2,497,660 | 0 | (17,660) | 0 | (17,660) | 0 | 2,480,000 | 0 | 0 | 0 | 62,000 | 03/01/2010 |
| 440673-UC-3 | Horry County SC Sch Dist Ser A | | 03/01/2010 | Maturity | | 4,635,000 | 4,635,000.00 | 4,840,331 | 4,668,006 | 0 | (33,006) | 0 | (33,006) | 0 | 4,635,000 | 0 | 0 | 0 | 115,875 | 03/01/2010 |
| 64966C-WB-3 | City of New York NY Unrefunfd Bal - Ser | | 09/15/2010 | Call 101.0000 | | 136,350 | 135,000.00 | 138,252 | 136,933 | 0 | (805) | 0 | (805) | 0 | 136,128 | 0 | 222 | 222 | 6,750 | 05/15/2030 |
| 64966F-2U-7 | New York, New York Ser. B | | 09/15/2010 | Call 101.0000 | | 202,000 | 200,000.00 | 211,480 | 205,837 | 0 | (4,079) | 0 | (4,079) | 0 | 201,758 | 0 | 242 | 242 | 12,906 | 08/01/2013 |
| 64966F-2U-7 | New York, New York Ser. B | | 07/01/2010 | Conversion | | 567,687 | 560,000.00 | 592,144 | 576,344 | 0 | (8,657) | 0 | (8,657) | 0 | 567,687 | 0 | 0 | 0 | 28,558 | 08/01/2013 |
| 667027-UT-1 | Northside TX Indpt Sch Dist Unrefunded B | | 08/15/2010 | Redemption 100.0000 | | 4,130,003 | 4,130,000.00 | 4,242,625 | 4,177,636 | 0 | (47,636) | 0 | (47,636) | 0 | 4,130,000 | 0 | 0 | 0 | 242,638 | 08/15/2025 |
| 681712-PR-0 | City of Omaha NE Ref-Omaha Convention Ct | | 05/06/2010 | Morgan Stanley & Co., Inc. | | 7,553,259 | 6,300,000.00 | 7,566,993 | 7,563,543 | 0 | (18,896) | 0 | (18,896) | 0 | 7,544,647 | 0 | 8,612 | 8,612 | 202,125 | 04/01/2027 |
| 2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) | | | | | | 88,347,598 | 83,025,000.00 | 86,627,079 | 85,908,117 | 0 | (473,857) | 0 | (473,857) | 0 | 85,434,260 | 0 | 2,913,335 | 2,913,335 | 4,588,719 | XXX |
| Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions | | | | | | | | | | | | | | | | | | | | |
| 01030R-EQ-1 | Alabama Housing Finance Author ALABAMA H | | 10/01/2010 | Call 100.0000 | | 210,000 | 210,000.00 | 183,796 | 184,389 | 0 | 369 | 0 | 369 | 0 | 184,758 | 0 | 25,242 | 25,242 | 8,250 | 10/01/2029 |
| 010869-CV-5 | Alameda CA Corridor Trans Auth Taxable - | | 10/01/2010 | Maturity | | 5,000,000 | 5,000,000.00 | 5,202,800 | 5,095,079 | 0 | (95,079) | 0 | (95,079) | 0 | 5,000,000 | 0 | 0 | 0 | 295,000 | 10/01/2010 |
| 04780M-BC-2 | Atlanta GA Arpt Rev Ref-Gen-Ser A- | | 01/04/2010 | Call 101.0000 | | 1,934,150 | 1,915,000.00 | 1,961,171 | 1,934,150 | 0 | 0 | 0 | 0 | 0 | 1,934,150 | 0 | 0 | 0 | 55,056 | 01/01/2020 |
| 096224-EC-0 | Bluefield WV Sewer & Wtr | | 10/01/2010 | Call 100.0000 | | 5,000 | 5,000.00 | 5,177 | 5,121 | 0 | (51) | 0 | (51) | 0 | 5,070 | 0 | (70) | (70) | 293 | 10/01/2011 |
| 13066K-A4-1 | California State Department of CA WTR SY | | 09/22/2010 | Salomon SmBarney (Citigroup) | | 18,368,854 | 15,975,000.00 | 17,649,819 | 17,643,606 | 0 | (104,266) | 0 | (104,266) | 0 | 17,539,339 | 0 | 829,515 | 829,515 | 654,531 | 12/01/2026 |
| 15504R-ET-2 | Central Puget Sound Regional T | | 05/19/2010 | Barclays Capital | | 15,709,200 | 15,000,000.00 | 15,102,050 | 15,101,637 | 0 | (139) | 0 | (139) | 0 | 15,101,498 | 0 | 607,702 | 607,702 | 537,660 | 11/01/2039 |
| 161045-KT-5 | City of Charlotte NC CHARLOTTE CHARLOTTE | | 09/22/2010 | Morgan Stanley & Co., Inc. | | 24,075,961 | 21,895,000.00 | 23,121,590 | 23,115,325 | 0 | (68,014) | 0 | (68,014) | 0 | 23,047,311 | 0 | 1,028,650 | 1,028,650 | 875,800 | 07/01/2038 |
| 16753L-BF-4 | City of Chicago IL Ref-Peoples Gas Lt & | | 08/18/2010 | Call 100.5000 | | 10,050,000 | 10,000,000.00 | 10,090,800 | 10,058,797 | 0 | (24,296) | 0 | (24,296) | 0 | 10,034,500 | 0 | 15,500 | 15,500 | 537,014 | 03/01/2030 |
| 172311-GB-2 | City of Cincinnati OH CINCINNA CINCINNAT | | 09/10/2010 | Barclays Capital | | 10,830,500 | 10,000,000.00 | 10,000,000 | 10,000,000 | 0 | 0 | 0 | 0 | 0 | 10,000,000 | 0 | 830,500 | 830,500 | 509,464 | 12/01/2034 |
| 231266-FD-4 | University of Missouri/MO CURATORS UNIV- | | 01/28/2010 | Merrill Lynch | | 12,076,157 | 11,650,000.00 | 12,088,317 | 12,086,463 | 0 | (512) | 0 | (512) | 0 | 12,085,951 | 0 | (9,794) | (9,794) | 175,514 | 11/01/2039 |
| 235241-LT-1 | Dallas Area Rapid Transit DALLAS RAPID T | | 02/03/2010 | Various | | 20,327,250 | 20,000,000.00 | 20,000,000 | 20,000,000 | 0 | 0 | 0 | 0 | 0 | 20,000,000 | 0 | 327,250 | 327,250 | 214,375 | 12/01/2034 |
| 235416-TP-9 | City of Dallas TX REF-SER A | | 10/01/2010 | Maturity | | 5,000,000 | 5,000,000.00 | 5,292,450 | 5,135,957 | 0 | (135,957) | 0 | (135,957) | 0 | 5,000,000 | 0 | 0 | 0 | 250,000 | 10/01/2010 |
| 240523-UJ-7 | County of Dekalb GA DE KALB W/S REF-B | | 05/25/2010 | Morgan Stanley & Co., Inc. | | 12,411,384 | 10,310,000.00 | 12,430,621 | 12,425,077 | 0 | (37,550) | 0 | (37,550) | 0 | 12,387,526 | 0 | 23,858 | 23,858 | 356,339 | 10/01/2026 |
| 303867-GN-9 | Fairfax Cnty VA FAIRFAX SWR | | 05/12/2010 | Merrill Lynch | | 7,533,000 | 6,975,000.00 | 7,712,676 | 7,698,345 | 0 | (24,059) | 0 | (24,059) | 0 | 7,674,286 | 0 | (141,286) | (141,286) | 319,688 | 07/15/2033 |
| 31280J-J5-4 | FGCI Pool # E63884 6.500% 04/01/11 | | 12/01/2010 | Paydown | | 11,058 | 11,058.00 | 11,569 | 11,364 | 0 | (306) | 0 | (306) | 0 | 11,058 | 0 | 0 | 0 | 345 | 04/01/2011 |
| 31283G-M2-0 | FGLMC Pool # G00377 7.000% 08/01/25 | | 12/01/2010 | Paydown | | 33,860 | 33,860.00 | 35,939 | 35,886 | 0 | (2,026) | 0 | (2,026) | 0 | 33,860 | 0 | 0 | 0 | 1,061 | 08/01/2025 |
| 31283G-Q2-6 | FGLMC Pool # G00473 7.500% 03/01/26 | | 12/01/2010 | Paydown | | 33,459 | 33,459.00 | 35,653 | 35,598 | 0 | (2,138) | 0 | (2,138) | 0 | 33,459 | 0 | 0 | 0 | 1,493 | 03/01/2026 |
| 31283H-2M-6 | FGLMC Pool # G01680 6.000% 03/01/34 | | 12/01/2010 | Paydown | | 790,416 | 790,416.00 | 822,915 | 822,273 | 0 | (31,857) | 0 | (31,857) | 0 | 790,416 | 0 | 0 | 0 | 16,712 | 03/01/2034 |
| 31283J-XA-4 | FGCI Pool # G10673 5.500% 07/01/11 | | 12/01/2010 | Paydown | | 32,050 | 32,050.00 | 33,399 | 32,946 | 0 | (895) | 0 | (895) | 0 | 32,050 | 0 | 0 | 0 | 868 | 07/01/2011 |
| 31287N-F4-5 | FGLMC Pool # C62887 6.000% 01/01/32 | | 12/01/2010 | Paydown | | 186,819 | 186,819.00 | 194,850 | 194,683 | 0 | (7,864) | 0 | (7,864) | 0 | 186,819 | 0 | 0 | 0 | 5,658 | 01/01/2032 |
| 31287N-J3-3 | FGLMC Pool # C62982 6.500% 01/01/32 | | 12/01/2010 | Paydown | | 102,535 | 102,535.00 | 108,156 | 108,046 | 0 | (5,511) | 0 | (5,511) | 0 | 102,535 | 0 | 0 | 0 | 3,404 | 01/01/2032 |
| 31287N-NS-3 | FGLMC Pool # C63101 6.000% 01/01/32 | | 12/01/2010 | Paydown | | 120,979 | 120,979.00 | 126,104 | 125,997 | 0 | (5,018) | 0 | (5,018) | 0 | 120,979 | 0 | 0 | 0 | 1,909 | 01/01/2032 |
| 31287P-EB-5 | FGLMC Pool # C63730 6.500% 02/01/32 | | 12/01/2010 | Paydown | | 314,933 | 314,933.00 | 332,199 | 331,861 | 0 | (16,928) | 0 | (16,928) | 0 | 314,933 | 0 | 0 | 0 | 13,425 | 02/01/2032 |
| 31287R-LU-1 | FGLMC Pool # C65739 7.000% 04/01/32 | | 12/01/2010 | Paydown | | 130,029 | 130,029.00 | 138,757 | 138,599 | 0 | (8,570) | 0 | (8,570) | 0 | 130,029 | 0 | 0 | 0 | 6,664 | 04/01/2032 |

# 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 Identi-fication | 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 |
| 31287T-BF-1 | FGLMC Pool # C67238 6.500% 11/01/32 | | 12/01/2010 | Paydown | | 79,941 | 79,941.00 | 84,324 | 84,240 | 0 | (4,299) | 0 | (4,299) | 0 | 79,941 | 0 | 0 | 0 | 4,613 | 11/01/2032 |
| 31287V-DL-1 | FGLMC Pool # C69107 6.500% 07/01/32 | | 12/01/2010 | Paydown | | 376,562 | 376,562.00 | 397,206 | 396,807 | 0 | (20,245) | 0 | (20,245) | 0 | 376,562 | 0 | 0 | 0 | 10,785 | 07/01/2032 |
| 3128F3-J2-0 | FGLMC Pool # D63881 7.000% 09/01/25 | | 12/01/2010 | Paydown | | 5,488 | 5,488.00 | 5,827 | 5,819 | 0 | (330) | 0 | (330) | 0 | 5,488 | 0 | 0 | 0 | 72 | 09/01/2025 |
| 3128F4-6L-0 | FGLMC Pool # D65375 7.000% 11/01/25 | | 12/01/2010 | Paydown | | 6,617 | 6,617.00 | 7,026 | 7,016 | 0 | (398) | 0 | (398) | 0 | 6,617 | 0 | 0 | 0 | 253 | 11/01/2025 |
| 3128F5-CG-1 | FGLMC Pool # D65471 7.500% 11/01/25 | | 12/01/2010 | Paydown | | 17,270 | 17,270.00 | 18,407 | 18,378 | 0 | (1,107) | 0 | (1,107) | 0 | 17,270 | 0 | 0 | 0 | 916 | 11/01/2025 |
| 3128FB-2E-4 | FGLMC Pool # D70773 9.000% 05/01/25 | | 12/01/2010 | Paydown | | 2,094 | 2,094.00 | 2,282 | 2,277 | 0 | (182) | 0 | (182) | 0 | 2,094 | 0 | 0 | 0 | 104 | 05/01/2025 |
| 3128FJ-4E-5 | FGLMC Pool # D77121 7.500% 01/01/27 | | 12/01/2010 | Paydown | | 10,059 | 10,059.00 | 10,717 | 10,701 | 0 | (642) | 0 | (642) | 0 | 10,059 | 0 | 0 | 0 | 267 | 01/01/2027 |
| 3128FK-XS-9 | FGLMC Pool # D77889 7.500% 02/01/27 | | 12/01/2010 | Paydown | | 1,761 | 1,761.00 | 1,875 | 1,872 | 0 | (111) | 0 | (111) | 0 | 1,761 | 0 | 0 | 0 | 72 | 02/01/2027 |
| 3128GV-E7-1 | FGCI Pool # E91058 6.000% 08/01/17 | | 12/01/2010 | Paydown | | 296,299 | 296,299.00 | 310,250 | 309,357 | 0 | (13,057) | 0 | (13,057) | 0 | 296,299 | 0 | 0 | 0 | 8,992 | 08/01/2017 |
| 3128GV-EW-6 | FGCI Pool # E91049 5.500% 09/01/17 | | 12/01/2010 | Paydown | | 377,965 | 377,965.00 | 393,162 | 392,224 | 0 | (14,259) | 0 | (14,259) | 0 | 377,965 | 0 | 0 | 0 | 11,537 | 09/01/2017 |
| 3128KF-BD-1 | FGLMC Pool # A52736 6.000% 09/01/36 | | 12/01/2010 | Paydown | | 5,812,401 | 5,812,401.00 | 6,025,047 | 6,021,015 | 0 | (208,614) | 0 | (208,614) | 0 | 5,812,401 | 0 | 0 | 0 | 147,515 | 09/01/2036 |
| 3128KH-KJ-4 | FGLMC Pool # A54797 6.500% 06/01/36 | | 12/01/2010 | Paydown | | 4,562,132 | 4,562,132.00 | 4,781,584 | 4,777,746 | 0 | (215,615) | 0 | (215,615) | 0 | 4,562,132 | 0 | 0 | 0 | 127,590 | 06/01/2036 |
| 3128LX-AY-6 | FGLMC Giant Pool G01981 Giant Pool G0182 | | 12/01/2010 | Paydown | | 2,085,685 | 2,085,685.00 | 2,168,833 | 2,167,215 | 0 | (81,531) | 0 | (81,531) | 0 | 2,085,685 | 0 | 0 | 0 | 60,301 | 05/01/2035 |
| 3128LX-FW-5 | FGLMC Giant Pool G01981 Giant Pool G0198 | | 12/01/2010 | Paydown | | 3,516,966 | 3,516,966.00 | 3,591,389 | 3,590,121 | 0 | (73,155) | 0 | (73,155) | 0 | 3,516,966 | 0 | 0 | 0 | 95,140 | 12/01/2035 |
| 3128M1-QS-1 | FGCI Giant Pool G12365 | | 12/01/2010 | Paydown | | 2,424,887 | 2,424,887.00 | 2,537,164 | 2,532,533 | 0 | (107,647) | 0 | (107,647) | 0 | 2,424,887 | 0 | 0 | 0 | 74,784 | 09/01/2021 |
| 3128M5-NM-8 | FGLMC Pool #G03696 5.500% 01/01/38 | | 12/01/2010 | Paydown | | 5,511,621 | 5,511,621.00 | 5,693,332 | 5,689,552 | 0 | (177,931) | 0 | (177,931) | 0 | 5,511,621 | 0 | 0 | 0 | 153,692 | 01/01/2038 |
| 3128M5-WA-4 | FGLMC FG G03941 6.000% 02/01/38 | | 12/01/2010 | Paydown | | 6,744,809 | 6,744,809.00 | 6,989,079 | 6,983,577 | 0 | (238,768) | 0 | (238,768) | 0 | 6,744,809 | 0 | 0 | 0 | 184,220 | 02/01/2038 |
| 3128MJ-AR-1 | FGLMC Giant Pool G08015 | | 12/01/2010 | Paydown | | 2,778,362 | 2,778,362.00 | 2,857,993 | 2,856,464 | 0 | (78,102) | 0 | (78,102) | 0 | 2,778,362 | 0 | 0 | 0 | 83,673 | 10/01/2034 |
| 3128MJ-E2-2 | FGLMC Giant Giant Pool G08152 | | 12/01/2010 | Paydown | | 4,952,444 | 4,952,444.00 | 5,190,672 | 5,186,479 | 0 | (234,035) | 0 | (234,035) | 0 | 4,952,444 | 0 | 0 | 0 | 149,302 | 09/01/2036 |
| 3128MJ-EZ-9 | FGLMC Giant Giant Pool G08151 | | 12/01/2010 | Paydown | | 3,328,088 | 3,328,088.00 | 3,449,846 | 3,447,520 | 0 | (119,432) | 0 | (119,432) | 0 | 3,328,088 | 0 | 0 | 0 | 91,419 | 09/01/2036 |
| 3128NC-XF-6 | FHARM- HYBRID POOL #1G0678 | | 12/01/2010 | Paydown | | 2,786,018 | 2,786,018.00 | 2,892,071 | 2,892,544 | 0 | (106,526) | 0 | (106,526) | 0 | 2,786,018 | 0 | 0 | 0 | 76,943 | 01/01/2036 |
| 3128PE-G8-5 | FGCI Pool # J02923 5.000% 06/01/21 | | 12/01/2010 | Paydown | | 4,678,197 | 4,678,197.00 | 4,809,907 | 4,804,905 | 0 | (126,708) | 0 | (126,708) | 0 | 4,678,197 | 0 | 0 | 0 | 134,276 | 06/01/2021 |
| 31292G-4T-0 | FGLMC Pool # C00834 6.000% 07/01/29 | | 12/01/2010 | Paydown | | 145,514 | 145,514.00 | 151,952 | 151,808 | 0 | (6,293) | 0 | (6,293) | 0 | 145,514 | 0 | 0 | 0 | 4,466 | 07/01/2029 |
| 31292G-MT-0 | FGLMC Pool # C00731 Pool # C00370 | | 12/01/2010 | Paydown | | 28,901 | 28,901.00 | 30,676 | 30,627 | 0 | (1,725) | 0 | (1,725) | 0 | 28,901 | 0 | 0 | 0 | 1,455 | 08/01/2024 |
| 31292G-RA-6 | FGLMC Pool # C00731 Pool # C00481 | | 12/01/2010 | Paydown | | 12,442 | 12,442.00 | 13,538 | 13,512 | 0 | (1,069) | 0 | (1,069) | 0 | 12,442 | 0 | 0 | 0 | 826 | 10/01/2026 |
| 31292G-SD-9 | FGLMC Pool # C00731 Pool # C00516 | | 12/01/2010 | Paydown | | 8,873 | 8,873.00 | 9,413 | 9,401 | 0 | (528) | 0 | (528) | 0 | 8,873 | 0 | 0 | 0 | 336 | 05/01/2027 |
| 31292G-WT-9 | FGLMC Pool # C00731 Pool # C00658 | | 12/01/2010 | Paydown | | 30,091 | 30,091.00 | 31,816 | 31,778 | 0 | (1,687) | 0 | (1,687) | 0 | 30,091 | 0 | 0 | 0 | 981 | 10/01/2028 |
| 31292G-Y4-2 | FGLMC Pool # C00731 Pool # C00731 | | 12/01/2010 | Paydown | | 73,655 | 73,655.00 | 77,877 | 77,786 | 0 | (4,131) | 0 | (4,131) | 0 | 73,655 | 0 | 0 | 0 | 2,441 | 03/01/2029 |
| 31292G-ZZ-2 | FGLMC Pool # C00760 6.500% 05/01/29 | | 12/01/2010 | Paydown | | 61,880 | 61,880.00 | 65,388 | 65,313 | 0 | (3,433) | 0 | (3,433) | 0 | 61,880 | 0 | 0 | 0 | 2,052 | 05/01/2029 |
| 31292H-NC-4 | FHLMC Pool # C01287 6.500% 01/01/32 | | 12/01/2010 | Paydown | | 274,061 | 274,061.00 | 289,256 | 288,959 | 0 | (14,898) | 0 | (14,898) | 0 | 274,061 | 0 | 0 | 0 | 9,126 | 01/01/2032 |
| 31292H-U2-8 | FHLMC Pool # C01501 5.500% 03/01/33 | | 12/01/2010 | Paydown | | 1,109,622 | 1,109,622.00 | 1,142,811 | 1,142,148 | 0 | (32,527) | 0 | (32,527) | 0 | 1,109,622 | 0 | 0 | 0 | 34,611 | 03/01/2033 |
| 31293G-CB-9 | FGLMC Pool # C19966 Pool # C19966 | | 12/01/2010 | Paydown | | 56,683 | 56,683.00 | 59,932 | 59,862 | 0 | (3,178) | 0 | (3,178) | 0 | 56,683 | 0 | 0 | 0 | 1,510 | 01/01/2029 |
| 31293S-F6-1 | FGLMC Pool # C28289 6.500% 07/01/29 | | 12/01/2010 | Paydown | | 56,162 | 56,162.00 | 59,346 | 59,278 | 0 | (3,116) | 0 | (3,116) | 0 | 56,162 | 0 | 0 | 0 | 1,007 | 07/01/2029 |
| 31293U-C3-6 | FGLMC Pool # C29990 6.000% 08/01/29 | | 12/01/2010 | Paydown | | 45,227 | 45,227.00 | 47,228 | 47,183 | 0 | (1,956) | 0 | (1,956) | 0 | 45,227 | 0 | 0 | 0 | 795 | 08/01/2029 |
| 31294J-VS-4 | FGCI Pool # E00625 6.000% 02/01/14 | | 12/01/2010 | Paydown | | 113,143 | 113,143.00 | 117,373 | 116,797 | 0 | (3,654) | 0 | (3,654) | 0 | 113,143 | 0 | 0 | 0 | 3,331 | 02/01/2014 |
| 31294K-DL-6 | FGCI Pool # E01007 6.000% 08/01/16 | | 12/01/2010 | Paydown | | 300,128 | 300,128.00 | 312,716 | 311,749 | 0 | (11,621) | 0 | (11,621) | 0 | 300,128 | 0 | 0 | 0 | 9,229 | 08/01/2016 |
| 31294K-JC-0 | FGCI Pool # E01159 6.500% 06/01/17 | | 12/01/2010 | Paydown | | 748,579 | 748,579.00 | 783,231 | 780,623 | 0 | (32,044) | 0 | (32,044) | 0 | 748,579 | 0 | 0 | 0 | 23,841 | 06/01/2017 |
| 31294K-L8-6 | FGCI Pool # E01251 5.500% 11/01/17 | | 12/01/2010 | Paydown | | 719,892 | 719,892.00 | 749,234 | 747,472 | 0 | (27,579) | 0 | (27,579) | 0 | 719,892 | 0 | 0 | 0 | 20,399 | 11/01/2017 |
| 31294K-P4-1 | FGCI Pool #E01343 5.000% 04/01/18 | | 12/01/2010 | Paydown | | 966,195 | 966,195.00 | 1,000,118 | 998,197 | 0 | (32,002) | 0 | (32,002) | 0 | 966,195 | 0 | 0 | 0 | 25,700 | 04/01/2018 |
| 31294K-Q7-3 | FGCI Pool # E01378 5.000% 05/01/18 | | 12/01/2010 | Paydown | | 1,104,970 | 1,104,970.00 | 1,143,342 | 1,141,198 | 0 | (36,228) | 0 | (36,228) | 0 | 1,104,970 | 0 | 0 | 0 | 29,542 | 05/01/2018 |

# 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 Identi-fication | 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 |
| 312962-G8-0 | FGCI Pool # B10223 Pool # B10223 | | 12/01/2010 | Paydown | | 852,970 | 852,970.00 | 886,200 | 884,465 | 0 | (31,495) | 0 | (31,495) | 0 | 852,970 | 0 | 0 | 0 | 22,107 | 10/01/2018 |
| 31296Q-RV-4 | FGLMC Pool # A15900 5.500% 11/01/33 | | 12/01/2010 | Paydown | | 423,590 | 423,590.00 | 436,260 | 436,012 | 0 | (12,422) | 0 | (12,422) | 0 | 423,590 | 0 | 0 | 0 | 11,386 | 11/01/2033 |
| 31296R-U3-0 | FGLMC Pool # A16902 Pool # A16902 | | 12/01/2010 | Paydown | | 955,220 | 955,220.00 | 1,006,392 | 1,005,440 | 0 | (50,220) | 0 | (50,220) | 0 | 955,220 | 0 | 0 | 0 | 54,037 | 12/01/2033 |
| 31297B-CH-3 | FGLMC Gold Pool # A23672 | | 12/01/2010 | Paydown | | 961,405 | 961,405.00 | 999,733 | 998,977 | 0 | (37,572) | 0 | (37,572) | 0 | 961,405 | 0 | 0 | 0 | 21,404 | 06/01/2034 |
| 31297C-6Y-1 | FGLMC Pool # A25387 5.500% 08/01/34 | | 12/01/2010 | Paydown | | 2,993,581 | 2,993,581.00 | 3,079,379 | 3,077,725 | 0 | (84,144) | 0 | (84,144) | 0 | 2,993,581 | 0 | 0 | 0 | 84,059 | 08/01/2034 |
| 31297F-J6-1 | FGLMC Pool # A27485 6.000% 10/01/34 | | 12/01/2010 | Paydown | | 1,923,425 | 1,923,425.00 | 2,000,105 | 1,998,601 | 0 | (75,176) | 0 | (75,176) | 0 | 1,923,425 | 0 | 0 | 0 | 44,864 | 10/01/2034 |
| 31297G-B3-4 | FGLMC Gold Pool # A28158 | | 12/01/2010 | Paydown | | 1,524,944 | 1,524,944.00 | 1,585,737 | 1,584,550 | 0 | (59,606) | 0 | (59,606) | 0 | 1,524,944 | 0 | 0 | 0 | 51,437 | 11/01/2034 |
| 31297H-LQ-0 | FGLMC Pool # A29335 5.500% 01/01/35 | | 12/01/2010 | Paydown | | 440,317 | 440,317.00 | 452,524 | 452,290 | 0 | (11,973) | 0 | (11,973) | 0 | 440,317 | 0 | 0 | 0 | 10,529 | 01/01/2035 |
| 31297K-WH-1 | FGLMC Pool # A30648 5.500% 12/01/34 | | 12/01/2010 | Paydown | | 1,360,405 | 1,360,405.00 | 1,399,395 | 1,398,648 | 0 | (38,244) | 0 | (38,244) | 0 | 1,360,405 | 0 | 0 | 0 | 30,971 | 12/01/2034 |
| 31298A-AF-0 | FGLMC Pool # C41806 8.000% 09/01/30 | | 12/01/2010 | Paydown | | 17,696 | 17,696.00 | 18,764 | 18,745 | 0 | (1,048) | 0 | (1,048) | 0 | 17,696 | 0 | 0 | 0 | 784 | 09/01/2030 |
| 31298A-AX-1 | FHLMC Pool # C41822 7.000% 08/01/30 | | 12/01/2010 | Paydown | | 778 | 778.00 | 831 | 829 | 0 | (51) | 0 | (51) | 0 | 778 | 0 | 0 | 0 | 29 | 08/01/2030 |
| 31298Q-V6-2 | FGLMC Pool # C54237 7.000% 07/01/31 | | 12/01/2010 | Paydown | | 17,017 | 17,017.00 | 18,158 | 18,137 | 0 | (1,120) | 0 | (1,120) | 0 | 17,017 | 0 | 0 | 0 | 331 | 07/01/2031 |
| 31335G-C4-5 | FGLMC Pool # C80444 Pool # C80091 | | 12/01/2010 | Paydown | | 128,269 | 128,269.00 | 135,828 | 135,608 | 0 | (7,340) | 0 | (7,340) | 0 | 128,269 | 0 | 0 | 0 | 4,757 | 01/01/2024 |
| 31335G-M5-1 | FGLMC Pool # C80444 Pool # C80380 | | 12/01/2010 | Paydown | | 15,955 | 15,955.00 | 17,005 | 16,978 | 0 | (1,024) | 0 | (1,024) | 0 | 15,955 | 0 | 0 | 0 | 762 | 02/01/2026 |
| 31335G-NZ-4 | FGLMC Pool # C80444 Pool # C80408 | | 12/01/2010 | Paydown | | 18,784 | 18,784.00 | 20,012 | 19,981 | 0 | (1,197) | 0 | (1,197) | 0 | 18,784 | 0 | 0 | 0 | 859 | 06/01/2026 |
| 31335H-WL-3 | FGLMC Pool # C90651 6.000% 02/01/23 | | 12/01/2010 | Paydown | | 351,869 | 351,869.00 | 366,215 | 365,762 | 0 | (13,893) | 0 | (13,893) | 0 | 351,869 | 0 | 0 | 0 | 11,605 | 02/01/2023 |
| 31335K-HW-9 | FGCI Pool # E20245 Pool # E20245 | | 12/01/2010 | Paydown | | 18,464 | 18,464.00 | 19,150 | 18,893 | 0 | (429) | 0 | (429) | 0 | 18,464 | 0 | 0 | 0 | 617 | 06/01/2011 |
| 3133TL-4A-3 | Freddie Mac Series 2155 Class Series 215 | | 12/01/2010 | Paydown | | 298,960 | 298,960.00 | 312,124 | 312,485 | 0 | (13,525) | 0 | (13,525) | 0 | 298,960 | 0 | 0 | 0 | 9,091 | 05/15/2029 |
| 313448-DU-3 | FHLMC Pool # 298215 Pool # 298215 | | 12/01/2010 | Paydown | | 14,058 | 14,058.00 | 14,846 | 14,782 | 0 | (725) | 0 | (725) | 0 | 14,058 | 0 | 0 | 0 | 548 | 07/01/2017 |
| 31358H-HV-0 | FNR Series 1991-85 Class Z Series 1991-8 | | 12/01/2010 | Paydown | | 62,387 | 62,387.00 | 67,163 | 66,888 | 0 | (4,501) | 0 | (4,501) | 0 | 62,387 | 0 | 0 | 0 | 2,570 | 06/25/2021 |
| 31358S-6X-4 | FNGT Series 2001-T2 Class B Series 2001- | | 11/01/2010 | Paydown | | 5,000,000 | 5,000,000.00 | 5,283,070 | 5,141,108 | 0 | (141,108) | 0 | (141,108) | 0 | 5,000,000 | 0 | 0 | 0 | 276,008 | 11/25/2010 |
| 313603-2H-4 | FNR Series 1990-35 Class E Series 1990-3 | | 12/01/2010 | Paydown | | 11,097 | 11,097.00 | 12,192 | 12,355 | 0 | (1,257) | 0 | (1,257) | 0 | 11,097 | 0 | 0 | 0 | 682 | 04/25/2020 |
| 313616-5Z-3 | FNCL Pool # 52164 7.500% 06/01/17 | | 12/01/2010 | Paydown | | 2,194 | 2,194.00 | 2,323 | 2,313 | 0 | (119) | 0 | (119) | 0 | 2,194 | 0 | 0 | 0 | 83 | 06/01/2017 |
| 31365D-JE-6 | FNCL Pool # 124561 7.500% 11/01/22 | | 12/01/2010 | Paydown | | 36,347 | 36,347.00 | 38,799 | 38,711 | 0 | (2,364) | 0 | (2,364) | 0 | 36,347 | 0 | 0 | 0 | 1,541 | 11/01/2022 |
| 31371F-PX-4 | FNCI Pool # 250738 7.000% 10/01/11 | | 12/01/2010 | Paydown | | 25,657 | 25,657.00 | 26,577 | 26,272 | 0 | (615) | 0 | (615) | 0 | 25,657 | 0 | 0 | 0 | 903 | 10/01/2011 |
| 31371F-WM-0 | FNCI Pool # 250952 6.500% 06/01/12 | | 12/01/2010 | Paydown | | 33,807 | 33,807.00 | 35,441 | 35,033 | 0 | (1,226) | 0 | (1,226) | 0 | 33,807 | 0 | 0 | 0 | 1,078 | 06/01/2012 |
| 31371H-GY-8 | FNCL Pool # 252315 5.500% 02/01/29 | | 12/01/2010 | Paydown | | 270,894 | 270,894.00 | 281,029 | 280,794 | 0 | (9,900) | 0 | (9,900) | 0 | 270,894 | 0 | 0 | 0 | 7,532 | 02/01/2029 |
| 31371H-TA-6 | FNCL Pool # 252645 6.500% 08/01/29 | | 12/01/2010 | Paydown | | 83,438 | 83,438.00 | 88,117 | 88,015 | 0 | (4,577) | 0 | (4,577) | 0 | 83,438 | 0 | 0 | 0 | 2,832 | 08/01/2029 |
| 31371J-DT-8 | FNCL Pool # 253114 8.000% 03/01/30 | | 12/01/2010 | Paydown | | 51,417 | 51,417.00 | 54,879 | 54,813 | 0 | (3,396) | 0 | (3,396) | 0 | 51,417 | 0 | 0 | 0 | 2,342 | 03/01/2030 |
| 31371K-K7-5 | FNCL Pool # 254218 7.000% 02/01/32 | | 12/01/2010 | Paydown | | 78,543 | 78,543.00 | 84,240 | 84,134 | 0 | (5,591) | 0 | (5,591) | 0 | 78,543 | 0 | 0 | 0 | 2,882 | 02/01/2032 |
| 31371K-LQ-2 | FNCL Pool # 254235 6.000% 03/01/17 | | 12/01/2010 | Paydown | | 175,706 | 175,706.00 | 183,979 | 183,397 | 0 | (7,691) | 0 | (7,691) | 0 | 175,706 | 0 | 0 | 0 | 5,343 | 03/01/2017 |
| 31371K-LU-3 | FNCL Pool # 254239 6.500% 03/01/32 | | 12/01/2010 | Paydown | | 129,403 | 129,403.00 | 136,416 | 136,276 | 0 | (6,873) | 0 | (6,873) | 0 | 129,403 | 0 | 0 | 0 | 3,885 | 03/01/2032 |
| 31371K-VB-4 | FNCL Pool # 254510 5.000% 11/01/17 | | 12/01/2010 | Paydown | | 1,291,129 | 1,291,129.00 | 1,334,944 | 1,332,223 | 0 | (41,094) | 0 | (41,094) | 0 | 1,291,129 | 0 | 0 | 0 | 33,978 | 11/01/2017 |
| 31371K-Y4-7 | FNCL Pool # 254631 5.000% 02/01/18 | | 12/01/2010 | Paydown | | 862,871 | 862,871.00 | 892,152 | 890,405 | 0 | (27,535) | 0 | (27,535) | 0 | 862,871 | 0 | 0 | 0 | 22,465 | 02/01/2018 |
| 31371M-Y9-2 | FNCL Pool # 256436 6.000% 09/01/36 | | 12/01/2010 | Paydown | | 3,966,060 | 3,966,060.00 | 4,105,935 | 4,103,178 | 0 | (137,119) | 0 | (137,119) | 0 | 3,966,060 | 0 | 0 | 0 | 119,172 | 09/01/2036 |

# 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 Identi-fication | 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 |
| 31371M-ZA-8 | FNCL Pool # 256437 6.500% 09/01/36 | | 12/01/2010 | Paydown | | 2,708,257 | 2,708,257.00 | 2,836,840 | 2,834,537 | 0 | (126,280) | 0 | (126,280) | 0 | 2,708,257 | 0 | 0 | 0 | 79,211 | 09/01/2036 |
| 31371N-GN-9 | FNCL Pool #256805 5.500% 07/01/22 | | 12/01/2010 | Paydown | | 10,099,040 | 10,099,040.00 | 10,458,778 | 10,446,277 | 0 | (347,237) | 0 | (347,237) | 0 | 10,099,040 | 0 | 0 | 0 | 283,153 | 07/01/2022 |
| 31371U-J5-9 | FNCL Pool # 262284 6.500% 12/01/23 | | 12/01/2010 | Paydown | | 49,729 | 49,729.00 | 52,566 | 52,482 | 0 | (2,753) | 0 | (2,753) | 0 | 49,729 | 0 | 0 | 0 | 1,196 | 12/01/2023 |
| 31373U-NW-3 | FNCL Pool # 303805 6.500% 04/01/26 | | 12/01/2010 | Paydown | | 54,418 | 54,418.00 | 57,504 | 57,425 | 0 | (3,007) | 0 | (3,007) | 0 | 54,418 | 0 | 0 | 0 | 1,766 | 04/01/2026 |
| 31374T-B4-0 | FNCL Pool # 323259 6.000% 08/01/13 | | 12/01/2010 | Paydown | | 90,634 | 90,634.00 | 95,015 | 94,321 | 0 | (3,687) | 0 | (3,687) | 0 | 90,634 | 0 | 0 | 0 | 2,661 | 08/01/2013 |
| 31374T-C3-1 | FNCL Pool # 323290 6.000% 09/01/13 | | 12/01/2010 | Paydown | | 102,075 | 102,075.00 | 107,009 | 106,246 | 0 | (4,171) | 0 | (4,171) | 0 | 102,075 | 0 | 0 | 0 | 3,033 | 09/01/2013 |
| 31374T-MS-5 | FNCL Pool # 323569 6.500% 01/01/29 | | 12/01/2010 | Paydown | | 292,098 | 292,098.00 | 308,659 | 308,290 | 0 | (16,192) | 0 | (16,192) | 0 | 292,098 | 0 | 0 | 0 | 9,273 | 01/01/2029 |
| 31375D-VC-4 | FNCL Pool # 331911 7.000% 12/01/25 | | 12/01/2010 | Paydown | | 6,599 | 6,599.00 | 7,072 | 7,060 | 0 | (461) | 0 | (461) | 0 | 6,599 | 0 | 0 | 0 | 271 | 12/01/2025 |
| 31376K-QN-9 | FNCI Pool # 357861 5.500% 06/01/20 | | 12/01/2010 | Paydown | | 801,119 | 801,119.00 | 830,326 | 829,065 | 0 | (27,946) | 0 | (27,946) | 0 | 801,119 | 0 | 0 | 0 | 26,084 | 06/01/2020 |
| 31377M-HR-5 | FNJM Pool # 381040 6.460% 12/01/28 | | 10/01/2010 | Paydown | | 4,167,362 | 4,167,362.00 | 4,629,147 | 4,573,554 | 0 | (406,193) | 0 | (406,193) | 0 | 4,167,362 | 0 | 0 | 0 | 222,134 | 12/01/2028 |
| 31378Y-H3-1 | FNCL Pool # 412550 6.500% 01/01/28 | | 12/01/2010 | Paydown | | 1,327 | 1,327.00 | 1,403 | 1,401 | 0 | (74) | 0 | (74) | 0 | 1,327 | 0 | 0 | 0 | 47 | 01/01/2028 |
| 31379E-L7-0 | FNCI Pool # 417150 6.000% 02/01/13 | | 12/01/2010 | Paydown | | 54,214 | 54,214.00 | 56,834 | 56,350 | 0 | (2,137) | 0 | (2,137) | 0 | 54,214 | 0 | 0 | 0 | 1,707 | 02/01/2013 |
| 31379X-GB-5 | FNCI Pool # 432294 6.500% 06/01/13 | | 12/01/2010 | Paydown | | 77,505 | 77,505.00 | 81,372 | 80,667 | 0 | (3,162) | 0 | (3,162) | 0 | 77,505 | 0 | 0 | 0 | 2,482 | 06/01/2013 |
| 31380D-HF-6 | FNCL Pool # 436830 6.500% 07/01/28 | | 12/01/2010 | Paydown | | 123,042 | 123,042.00 | 130,018 | 129,860 | 0 | (6,817) | 0 | (6,817) | 0 | 123,042 | 0 | 0 | 0 | 4,158 | 07/01/2028 |
| 31380T-BB-6 | FNCL Pool # 449234 5.500% 01/01/29 | | 12/01/2010 | Paydown | | 145,865 | 145,865.00 | 151,322 | 151,195 | 0 | (5,330) | 0 | (5,330) | 0 | 145,865 | 0 | 0 | 0 | 4,381 | 01/01/2029 |
| 31381B-T9-0 | FNCL Pool # 456076 6.000% 12/01/28 | | 12/01/2010 | Paydown | | 150,152 | 150,152.00 | 156,667 | 156,514 | 0 | (6,362) | 0 | (6,362) | 0 | 150,152 | 0 | 0 | 0 | 3,800 | 12/01/2028 |
| 31381C-VM-6 | FNCL Pool # 457020 6.500% 01/01/29 | | 12/01/2010 | Paydown | | 76,173 | 76,173.00 | 80,491 | 80,395 | 0 | (4,223) | 0 | (4,223) | 0 | 76,173 | 0 | 0 | 0 | 3,557 | 01/01/2029 |
| 31382G-AX-5 | FNCL Pool # 481622 5.500% 01/01/29 | | 12/01/2010 | Paydown | | 199,944 | 199,944.00 | 207,424 | 207,250 | 0 | (7,307) | 0 | (7,307) | 0 | 199,944 | 0 | 0 | 0 | 6,889 | 01/01/2029 |
| 31382Q-LU-7 | FNCL Pool # 489139 6.500% 07/01/29 | | 12/01/2010 | Paydown | | 4,904 | 4,904.00 | 5,179 | 5,173 | 0 | (269) | 0 | (269) | 0 | 4,904 | 0 | 0 | 0 | 174 | 07/01/2029 |
| 31382S-HE-4 | FNCL Pool # 490829 6.500% 05/01/29 | | 12/01/2010 | Paydown | | 69,124 | 69,124.00 | 73,000 | 72,915 | 0 | (3,791) | 0 | (3,791) | 0 | 69,124 | 0 | 0 | 0 | 3,200 | 05/01/2029 |
| 31382S-YP-0 | FNCL Pool # 491318 6.000% 04/01/29 | | 12/01/2010 | Paydown | | 127,435 | 127,435.00 | 132,725 | 132,602 | 0 | (5,167) | 0 | (5,167) | 0 | 127,435 | 0 | 0 | 0 | 2,463 | 04/01/2029 |
| 31383C-S6-3 | FNCI Pool # 499241 6.500% 07/01/14 | | 12/01/2010 | Paydown | | 44,758 | 44,758.00 | 46,949 | 46,647 | 0 | (1,889) | 0 | (1,889) | 0 | 44,758 | 0 | 0 | 0 | 1,539 | 07/01/2014 |
| 31383E-RF-0 | FNCL Pool # 500986 6.500% 07/01/29 | | 12/01/2010 | Paydown | | 3,336 | 3,336.00 | 3,523 | 3,519 | 0 | (183) | 0 | (183) | 0 | 3,336 | 0 | 0 | 0 | 114 | 07/01/2029 |
| 31383R-4Q-2 | FNCL Pool # 511231 7.500% 10/01/29 | | 12/01/2010 | Paydown | | 2,748 | 2,748.00 | 2,939 | 2,935 | 0 | (186) | 0 | (186) | 0 | 2,748 | 0 | 0 | 0 | 106 | 10/01/2029 |
| 31383S-XA-3 | FNCI Pool # 511973 7.000% 10/01/14 | | 12/01/2010 | Paydown | | 26,043 | 26,043.00 | 27,138 | 26,994 | 0 | (951) | 0 | (951) | 0 | 26,043 | 0 | 0 | 0 | 999 | 10/01/2014 |
| 31383X-EL-9 | FNCI Pool # 515939 7.000% 10/01/29 | | 12/01/2010 | Paydown | | 47,349 | 47,349.00 | 50,779 | 50,709 | 0 | (3,360) | 0 | (3,360) | 0 | 47,349 | 0 | 0 | 0 | 1,401 | 10/01/2029 |
| 31386D-TN-0 | FNCL Pool # 560457 7.500% 12/01/30 | | 12/01/2010 | Paydown | | 19,184 | 19,184.00 | 20,497 | 20,472 | 0 | (1,289) | 0 | (1,289) | 0 | 19,184 | 0 | 0 | 0 | 936 | 12/01/2030 |
| 31387B-WP-4 | FNCL Pool # 579454 6.000% 04/01/31 | | 12/01/2010 | Paydown | | 278,692 | 278,692.00 | 290,437 | 290,180 | 0 | (11,488) | 0 | (11,488) | 0 | 278,692 | 0 | 0 | 0 | 9,014 | 04/01/2031 |
| 31387E-EK-9 | FNCL Pool # 581638 7.000% 06/01/31 | | 12/01/2010 | Paydown | | 111,135 | 111,135.00 | 119,195 | 119,041 | 0 | (7,906) | 0 | (7,906) | 0 | 111,135 | 0 | 0 | 0 | 3,163 | 06/01/2031 |
| 31390A-J8-4 | FNCL Pool # 640287 6.500% 07/01/32 | | 12/01/2010 | Paydown | | 601,496 | 601,496.00 | 634,095 | 633,451 | 0 | (31,955) | 0 | (31,955) | 0 | 601,496 | 0 | 0 | 0 | 18,038 | 07/01/2032 |
| 31390Y-C4-8 | FNCI Pool # 659891 6.500% 09/01/32 | | 12/01/2010 | Paydown | | 426,347 | 426,347.00 | 449,453 | 448,999 | 0 | (22,652) | 0 | (22,652) | 0 | 426,347 | 0 | 0 | 0 | 13,324 | 09/01/2032 |

# 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 Identi-fication | 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 |
| 31391Q-Q5-6 | FNCL Pool # 673776 6.500% 06/01/32 | | 12/01/2010 | Paydown | | 186,448 | 186,448.00 | 196,786 | 196,581 | 0 | (10,133) | 0 | (10,133) | 0 | 186,448 | 0 | 0 | 0 | 7,093 | 06/01/2032 |
| 313921-6F-0 | Fannie Mae Whole Loan Series 2 Series 20 | | 12/01/2010 | Paydown | | 181,993 | 181,993.00 | 193,709 | 191,138 | 0 | (9,145) | 0 | (9,145) | 0 | 181,993 | 0 | 0 | 0 | 6,598 | 09/25/2041 |
| 31392C-MJ-0 | Fannie Mae Whole Loan W Series W Series | | 12/01/2010 | Paydown | | 222,999 | 222,999.00 | 213,080 | 214,463 | 0 | 8,536 | 0 | 8,536 | 0 | 222,999 | 0 | 0 | 0 | 5,591 | 02/25/2042 |
| 31393B-Q7-3 | Fannie Mae Aces Series 2003-35 Series 20 | | 12/01/2010 | Paydown | | 1,937,529 | 1,937,529.00 | 1,950,254 | 1,946,036 | 0 | (8,508) | 0 | (8,508) | 0 | 1,937,529 | 0 | 0 | 0 | 40,554 | 04/25/2017 |
| 31393J-LT-3 | FHR Series 2557 Class GT Series 2557 Cla | | 12/01/2010 | Paydown | | 2,257,114 | 2,257,114.00 | 2,293,704 | 2,272,913 | 0 | (15,799) | 0 | (15,799) | 0 | 2,257,114 | 0 | 0 | 0 | 49,683 | 09/15/2016 |
| 31393R-6W-5 | FREDDIE MAC Series 2617 Class Series 261 | | 12/01/2010 | Paydown | | 1,816,494 | 1,816,494.00 | 1,839,321 | 1,831,375 | 0 | (14,881) | 0 | (14,881) | 0 | 1,816,494 | 0 | 0 | 0 | 41,697 | 06/15/2016 |
| 31394V-CX-6 | FANNIE MAE Series 2005-117 Cla Series 20 | | 12/01/2010 | Paydown | | 1,337,332 | 1,337,332.00 | 1,363,655 | 1,350,579 | 0 | (13,247) | 0 | (13,247) | 0 | 1,337,332 | 0 | 0 | 0 | 37,488 | 01/25/2027 |
| 31395A-SR-7 | FHR Series 2812 Class DA Series 2812 Cla | | 12/01/2010 | Paydown | | 1,395,757 | 1,395,757.00 | 1,455,316 | 1,440,699 | 0 | (44,942) | 0 | (44,942) | 0 | 1,395,757 | 0 | 0 | 0 | 38,608 | 06/15/2023 |
| 31395M-AS-8 | Freddie Mac Series 2929 Class Series 292 | | 12/01/2010 | Paydown | | 3,569,389 | 3,569,389.00 | 3,681,461 | 3,668,790 | 0 | (99,401) | 0 | (99,401) | 0 | 3,569,389 | 0 | 0 | 0 | 108,776 | 11/15/2032 |
| 31396F-RY-1 | FHR Series 3085 Class QL Series 3085 Cla | | 12/01/2010 | Paydown | | 1,242,045 | 1,242,045.00 | 1,244,503 | 1,242,300 | 0 | (255) | 0 | (255) | 0 | 1,242,045 | 0 | 0 | 0 | 38,843 | 11/15/2035 |
| 31396R-KR-7 | Freddie Mac Series 3153 Cllass Series 31 | | 07/01/2010 | Paydown | | 6,250,690 | 6,250,690.00 | 6,409,457 | 6,311,100 | 0 | (60,410) | 0 | (60,410) | 0 | 6,250,690 | 0 | 0 | 0 | 121,656 | 04/15/2024 |
| 31400A-QJ-0 | FNCL Pool # 681857 6.000% 03/01/33 | | 12/01/2010 | Paydown | | 672,202 | 672,202.00 | 698,430 | 697,880 | 0 | (25,678) | 0 | (25,678) | 0 | 672,202 | 0 | 0 | 0 | 24,434 | 03/01/2033 |
| 31400A-RG-5 | FNCL Pool # 681887 6.000% 04/01/33 | | 12/01/2010 | Paydown | | 720,671 | 720,671.00 | 748,790 | 748,201 | 0 | (27,530) | 0 | (27,530) | 0 | 720,671 | 0 | 0 | 0 | 24,628 | 04/01/2033 |
| 31400E-R2-8 | FNCI Pool # 685505 5.000% 05/01/18 | | 12/01/2010 | Paydown | | 488,309 | 488,309.00 | 504,270 | 503,351 | 0 | (15,042) | 0 | (15,042) | 0 | 488,309 | 0 | 0 | 0 | 13,989 | 05/01/2018 |
| 31400H-ZX-4 | FNCL Pool #688458 6.000% 03/01/33 | | 12/01/2010 | Paydown | | 526,555 | 526,555.00 | 547,758 | 547,317 | 0 | (20,762) | 0 | (20,762) | 0 | 526,555 | 0 | 0 | 0 | 14,197 | 03/01/2033 |
| 31400Q-ZZ-9 | FNCL Pool # 694760 5.500% 04/01/33 | | 12/01/2010 | Paydown | | 1,368,117 | 1,368,117.00 | 1,409,894 | 1,409,030 | 0 | (40,913) | 0 | (40,913) | 0 | 1,368,117 | 0 | 0 | 0 | 40,311 | 04/01/2033 |
| 31400R-6W-6 | FNCL Pool # 695785 5.500% 04/01/18 | | 12/01/2010 | Paydown | | 723,281 | 723,281.00 | 751,685 | 748,749 | 0 | (25,468) | 0 | (25,468) | 0 | 723,281 | 0 | 0 | 0 | 19,548 | 04/01/2018 |
| 31401B-YH-2 | FNCL Pool # 703712 5.500% 02/01/18 | | 12/01/2010 | Paydown | | 1,333,399 | 1,333,399.00 | 1,385,763 | 1,382,662 | 0 | (49,263) | 0 | (49,263) | 0 | 1,333,399 | 0 | 0 | 0 | 34,808 | 02/01/2018 |
| 31401C-M6-7 | FNCL Pool # 704281 5.500% 05/01/33 | | 12/01/2010 | Paydown | | 748,435 | 748,435.00 | 771,289 | 770,818 | 0 | (22,383) | 0 | (22,383) | 0 | 748,435 | 0 | 0 | 0 | 24,632 | 05/01/2033 |
| 31402D-CV-0 | FNCI Pool # 725584 5.000% 07/01/34 | | 12/01/2010 | Paydown | | 2,101,791 | 2,101,791.00 | 2,151,099 | 2,150,193 | 0 | (48,402) | 0 | (48,402) | 0 | 2,101,791 | 0 | 0 | 0 | 62,481 | 07/01/2034 |
| 31402G-UD-3 | FNCL Pool # 728780 6.000% 07/01/33 | | 12/01/2010 | Paydown | | 492,295 | 492,295.00 | 511,503 | 511,107 | 0 | (18,812) | 0 | (18,812) | 0 | 492,295 | 0 | 0 | 0 | 13,066 | 07/01/2033 |
| 31402H-WU-1 | FNCI Pool # 729759 5.000% 06/01/18 | | 12/01/2010 | Paydown | | 1,166,167 | 1,166,167.00 | 1,204,283 | 1,199,281 | 0 | (33,113) | 0 | (33,113) | 0 | 1,166,167 | 0 | 0 | 0 | 29,106 | 06/01/2018 |
| 31403E-M4-6 | FNCL Pool # 746579 5.000% 10/01/33 | | 12/01/2010 | Paydown | | 1,106,719 | 1,106,719.00 | 1,133,893 | 1,133,384 | 0 | (26,665) | 0 | (26,665) | 0 | 1,106,719 | 0 | 0 | 0 | 34,876 | 10/01/2033 |
| 31403F-VV-3 | FNCL Pool # 747728 5.500% 11/01/33 | | 12/01/2010 | Paydown | | 1,637,320 | 1,637,320.00 | 1,687,317 | 1,686,303 | 0 | (48,983) | 0 | (48,983) | 0 | 1,637,320 | 0 | 0 | 0 | 47,247 | 11/01/2033 |
| 31403M-NU-9 | FNCL Pool # 752903 5.500% 01/01/34 | | 12/01/2010 | Paydown | | 1,689,418 | 1,689,418.00 | 1,741,006 | 1,739,964 | 0 | (50,546) | 0 | (50,546) | 0 | 1,689,418 | 0 | 0 | 0 | 50,555 | 01/01/2034 |
| 31403U-MG-3 | FNCL Pool # 758259 6.000% 12/01/33 | | 12/01/2010 | Paydown | | 425,687 | 425,687.00 | 442,297 | 441,956 | 0 | (16,269) | 0 | (16,269) | 0 | 425,687 | 0 | 0 | 0 | 11,512 | 12/01/2033 |
| 31404R-TU-1 | FNCL Pool # 776463 5.000% 03/01/34 | | 12/01/2010 | Paydown | | 667,541 | 667,541.00 | 683,932 | 683,632 | 0 | (16,090) | 0 | (16,090) | 0 | 667,541 | 0 | 0 | 0 | 18,582 | 03/01/2034 |
| 31404T-AK-9 | FNCL Pool # 777710 5.500% 06/01/34 | | 12/01/2010 | Paydown | | 722,617 | 722,617.00 | 743,780 | 743,355 | 0 | (20,738) | 0 | (20,738) | 0 | 722,617 | 0 | 0 | 0 | 24,513 | 06/01/2034 |
| 31405C-JM-2 | FNCL Pool # 785168 5.500% 07/01/34 | | 12/01/2010 | Paydown | | 1,516,709 | 1,516,709.00 | 1,561,127 | 1,560,235 | 0 | (43,527) | 0 | (43,527) | 0 | 1,516,709 | 0 | 0 | 0 | 49,475 | 07/01/2034 |
| 31405F-GS-5 | FNCL Pool # 787809 5.500% 07/01/34 | | 12/01/2010 | Paydown | | 1,695,059 | 1,695,059.00 | 1,744,701 | 1,743,704 | 0 | (48,645) | 0 | (48,645) | 0 | 1,695,059 | 0 | 0 | 0 | 55,209 | 07/01/2034 |
| 31405H-U7-1 | FNCI Pool # 790006 5.500% 08/01/19 | | 12/01/2010 | Paydown | | 1,204,081 | 1,204,081.00 | 1,248,732 | 1,246,595 | 0 | (42,514) | 0 | (42,514) | 0 | 1,204,081 | 0 | 0 | 0 | 33,809 | 08/01/2019 |

# 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 Identi-fication | 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 |
| 31405M-L6-2 | FNCL Pool # 793349 6.000% 08/01/34 | | 12/01/2010 | Paydown | | 2,003,472 | 2,003,472.00 | 2,080,391 | 2,078,829 | 0 | (75,357) | 0 | (75,357) | 0 | 2,003,472 | 0 | 0 | 0 | 57,063 | 08/01/2034 |
| 31405M-LV-7 | FNCL Pool # 793340 5.500% 08/01/34 | | 12/01/2010 | Paydown | | 1,789,684 | 1,789,684.00 | 1,842,097 | 1,841,047 | 0 | (51,363) | 0 | (51,363) | 0 | 1,789,684 | 0 | 0 | 0 | 51,804 | 08/01/2034 |
| 31405M-W7-8 | FNCL Pool # 793670 6.000% 09/01/34 | | 12/01/2010 | Paydown | | 3,517,541 | 3,517,541.00 | 3,652,590 | 3,649,848 | 0 | (132,307) | 0 | (132,307) | 0 | 3,517,541 | 0 | 0 | 0 | 108,223 | 09/01/2034 |
| 31405Q-UE-6 | FNCL Pool # 796281 5.500% 12/01/34 | | 12/01/2010 | Paydown | | 1,551,246 | 1,551,246.00 | 1,596,676 | 1,595,771 | 0 | (44,525) | 0 | (44,525) | 0 | 1,551,246 | 0 | 0 | 0 | 45,669 | 12/01/2034 |
| 31405U-TP-4 | FNCL Pool # 799858 5.000% 11/01/34 | | 12/01/2010 | Paydown | | 3,040,020 | 3,040,020.00 | 3,111,339 | 3,110,045 | 0 | (70,025) | 0 | (70,025) | 0 | 3,040,020 | 0 | 0 | 0 | 88,988 | 11/01/2034 |
| 31405V-QS-9 | FNCL Pool # 800665 6.000% 10/01/34 | | 12/01/2010 | Paydown | | 1,716,199 | 1,716,199.00 | 1,782,089 | 1,780,757 | 0 | (64,558) | 0 | (64,558) | 0 | 1,716,199 | 0 | 0 | 0 | 41,968 | 10/01/2034 |
| 31405V-ZB-6 | FNCL Pool # 800938 5.500% 10/01/34 | | 12/01/2010 | Paydown | | 1,134,294 | 1,134,294.00 | 1,167,513 | 1,166,849 | 0 | (32,556) | 0 | (32,556) | 0 | 1,134,294 | 0 | 0 | 0 | 37,114 | 10/01/2034 |
| 31406B-AX-8 | FNCL Pool # 804722 5.000% 12/01/34 | | 12/01/2010 | Paydown | | 1,131,147 | 1,131,147.00 | 1,157,683 | 1,157,204 | 0 | (26,057) | 0 | (26,057) | 0 | 1,131,147 | 0 | 0 | 0 | 34,252 | 12/01/2034 |
| 31406D-D6-0 | FNCL Pool # 806625 6.000% 12/01/34 | | 12/01/2010 | Paydown | | 1,337,809 | 1,337,809.00 | 1,389,172 | 1,388,135 | 0 | (50,326) | 0 | (50,326) | 0 | 1,337,809 | 0 | 0 | 0 | 38,080 | 12/01/2034 |
| 31406V-30-7 | FNCL Pool # 821707 5.500% 06/01/35 | | 12/01/2010 | Paydown | | 3,924,666 | 3,924,666.00 | 4,035,922 | 4,033,736 | 0 | (109,070) | 0 | (109,070) | 0 | 3,924,666 | 0 | 0 | 0 | 107,574 | 06/01/2035 |
| 31406X-H6-2 | FNCL Pool # 822953 5.500% 02/01/35 | | 12/01/2010 | Paydown | | 1,189,794 | 1,189,794.00 | 1,224,638 | 1,223,948 | 0 | (34,154) | 0 | (34,154) | 0 | 1,189,794 | 0 | 0 | 0 | 35,708 | 02/01/2035 |
| 31406X-JF-0 | FNCL Pool # 822962 5.500% 03/01/35 | | 12/01/2010 | Paydown | | 1,360,761 | 1,360,761.00 | 1,400,612 | 1,399,824 | 0 | (39,063) | 0 | (39,063) | 0 | 1,360,761 | 0 | 0 | 0 | 36,210 | 03/01/2035 |
| 31407J-2Q-4 | FNCL Pool # 832483 5.000% 09/01/35 | | 12/01/2010 | Paydown | | 3,268,586 | 3,268,586.00 | 3,342,714 | 3,341,383 | 0 | (72,797) | 0 | (72,797) | 0 | 3,268,586 | 0 | 0 | 0 | 92,589 | 09/01/2035 |
| 31408D-VM-3 | FNARM Pool Pool # 848520 Hybrid | | 12/01/2010 | Paydown | | 3,027,083 | 3,027,083.00 | 3,112,601 | 3,111,228 | 0 | (84,145) | 0 | (84,145) | 0 | 3,027,083 | 0 | 0 | 0 | 77,287 | 12/01/2035 |
| 31410E-5T-1 | FNCL Pool # 887458 6.500% 09/01/23 | | 12/01/2010 | Paydown | | 5,125,298 | 5,125,298.00 | 5,368,636 | 5,361,189 | 0 | (235,892) | 0 | (235,892) | 0 | 5,125,298 | 0 | 0 | 0 | 150,725 | 09/01/2023 |
| 31410K-WQ-3 | FNCI Pool# 889955 5.500% 10/01/38 | | 09/15/2010 | Credit Suisse First Boston LLC | | 35,966,139 | 33,775,978.00 | 34,894,807 | 34,870,834 | 0 | 8,948 | 0 | 8,948 | 0 | 34,879,782 | 0 | 1,086,357 | 1,086,357 | 1,491,303 | 10/01/2038 |
| 31410K-WQ-3 | FNCI Pool# 889955 5.500% 10/01/38 | | 09/01/2010 | Paydown | | 10,926,656 | 10,926,656.00 | 11,288,601 | 11,280,846 | 0 | (354,190) | 0 | (354,190) | 0 | 10,926,656 | 0 | 0 | 0 | 258,042 | 10/01/2038 |
| 31410P-CH-4 | FNCL Pool # 892972 6.000% 09/01/36 | | 12/01/2010 | Paydown | | 6,518,649 | 6,518,649.00 | 6,748,549 | 6,744,019 | 0 | (225,369) | 0 | (225,369) | 0 | 6,518,649 | 0 | 0 | 0 | 182,406 | 09/01/2036 |
| 31410R-VU-0 | FNCL Pool # 895327 6.500% 09/01/36 | | 12/01/2010 | Paydown | | 1,429,741 | 1,429,741.00 | 1,497,622 | 1,496,406 | 0 | (66,666) | 0 | (66,666) | 0 | 1,429,741 | 0 | 0 | 0 | 46,294 | 09/01/2036 |
| 31412P-HT-1 | FNCL Pool #930942 5.000% 04/01/39 | | 09/15/2010 | Wachovia-Wells Fargo Sec | | 47,182,038 | 44,511,357.00 | 45,415,494 | 45,406,010 | 0 | 10,359 | 0 | 10,359 | 0 | 45,416,369 | 0 | 1,765,669 | 1,765,669 | 1,794,248 | 04/01/2039 |
| 31412P-HT-1 | FNCL Pool #930942 5.000% 04/01/39 | | 09/01/2010 | Paydown | | 4,986,091 | 4,986,091.00 | 5,087,371 | 5,086,309 | 0 | (100,218) | 0 | (100,218) | 0 | 4,986,091 | 0 | 0 | 0 | 132,560 | 04/01/2039 |
| 31415V-K9-5 | FNCL Pool# 990520 5.500% 09/01/38 | | 12/01/2010 | Paydown | | 14,779,862 | 14,779,861.00 | 15,186,470 | 15,178,861 | 0 | (399,000) | 0 | (399,000) | 0 | 14,779,862 | 0 | 0 | 0 | 436,436 | 09/01/2038 |
| 31416Q-UK-9 | FNCL Pool # AA6885 4.500% 07/01/39 | | 09/14/2010 | BNP Paribas/NY | | 43,918,058 | 41,727,371.00 | 41,779,530 | 41,777,307 | 0 | 894 | 0 | 894 | 0 | 41,778,201 | 0 | 2,139,857 | 2,139,857 | 1,491,753 | 07/01/2039 |
| 31416Q-UK-9 | FNCL Pool # AA6885 4.500% 07/01/39 | | 09/01/2010 | Paydown | | 1,238,288 | 1,238,288.00 | 1,239,836 | 1,239,770 | 0 | (1,482) | 0 | (1,482) | 0 | 1,238,288 | 0 | 0 | 0 | 26,977 | 07/01/2039 |
| 31416Q-VQ-5 | FNCI Pool# AA6922 4.000% 08/01/24 | | 09/15/2010 | UBS Warburg LLC | | 62,599,701 | 59,698,717.00 | 60,071,834 | 60,062,324 | 0 | (3,253) | 0 | (3,253) | 0 | 60,059,072 | 0 | 2,540,630 | 2,540,630 | 1,922,466 | 08/01/2024 |
| 31416Q-VQ-5 | FNCI Pool# AA6922 4.000% 08/01/24 | | 09/01/2010 | Paydown | | 4,726,913 | 4,726,913.00 | 4,756,457 | 4,755,704 | 0 | (28,790) | 0 | (28,790) | 0 | 4,726,913 | 0 | 0 | 0 | 81,734 | 08/01/2024 |
| 31416R-NM-1 | FNCL Pool # AA7595 4.500% 07/01/39 | | 09/14/2010 | Wachovia-Wells Fargo Sec | | 29,167,800 | 27,733,460.00 | 27,824,461 | 27,822,342 | 0 | 832 | 0 | 832 | 0 | 27,823,174 | 0 | 1,344,626 | 1,344,626 | 992,656 | 07/01/2039 |
| 31416R-NM-1 | FNCL Pool # AA7595 4.500% 07/01/39 | | 09/01/2010 | Paydown | | 992,272 | 992,272.00 | 995,528 | 995,452 | 0 | (3,180) | 0 | (3,180) | 0 | 992,272 | 0 | 0 | 0 | 17,613 | 07/01/2039 |
| 38373M-AC-4 | GOV NATL MORTG ASSOC Series 20 Series 20 | | 08/01/2010 | Paydown | | 1,985,620 | 1,985,620.00 | 2,031,442 | 2,022,586 | 0 | (36,966) | 0 | (36,966) | 0 | 1,985,620 | 0 | 0 | 0 | 50,408 | 08/16/2023 |
| 38374D-AJ-8 | GOV NATL MORG ASSOC Series 200 Series 20 | | 12/01/2010 | Paydown | | 4,474,722 | 4,474,722.00 | 4,601,048 | 4,543,474 | 0 | (68,752) | 0 | (68,752) | 0 | 4,474,722 | 0 | 0 | 0 | 116,282 | 05/20/2030 |
| 38374M-MA-4 | GOV NAT MORT ASSOC Series 2005 Series 20 | | 12/01/2010 | Paydown | | 720,553 | 720,553.00 | 758,150 | 750,708 | 0 | (30,155) | 0 | (30,155) | 0 | 720,553 | 0 | 0 | 0 | 20,929 | 11/20/2016 |

# 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 Identi-fication | 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 |
| 38374M-VJ-5 | GOV NAT MORT ASSOC Series 2005 Series 20 | | 12/01/2010 | Paydown | | 1,687,626 | 1,687,626.00 | 1,746,702 | 1,740,016 | 0 | (52,390) | 0 | (52,390) | 0 | 1,687,626 | 0 | 0 | 0 | 43,054 | 01/20/2032 |
| 392274-MJ-2 | Grter Orlando FL Arpt Auth | | 10/01/2010 | Maturity | | 1,990,000 | 1,990,000.00 | 2,042,019 | 2,014,482 | 0 | (24,482) | 0 | (24,482) | 0 | 1,990,000 | 0 | 0 | 0 | 114,425 | 10/01/2010 |
| 407288-JL-4 | Hamilton County Ohio Swr Sys Impt - Ser | | 12/01/2010 | Maturity | | 700,000 | 700,000.00 | 748,818 | 725,184 | 0 | (25,184) | 0 | (25,184) | 0 | 700,000 | 0 | 0 | 0 | 38,500 | 12/01/2010 |
| 407288-WT-2 | County of Hamilton OH HAMILTON SWR TXB-B | | 09/09/2010 | Salomon SmBarney (Citigroup) | | 10,789,900 | 10,000,000.00 | 9,974,000 | 9,974,000 | 0 | 0 | 0 | 0 | 0 | 9,974,000 | 0 | 815,900 | 815,900 | 510,972 | 12/01/2034 |
| 45201Y-QU-4 | Illinois Hsg Dev Auth Homeowne Homeowner | | 11/01/2010 | Call 100.0000 | | 890,000 | 890,000.00 | 741,388 | 743,262 | 0 | 1,775 | 0 | 1,775 | 0 | 745,037 | 0 | 144,963 | 144,963 | 53,938 | 08/01/2036 |
| 455141-GZ-8 | Indiana Transportation Finance | | 12/01/2010 | Call 100.0000 | | 3,850,000 | 3,850,000.00 | 4,162,543 | 4,010,793 | 0 | (160,793) | 0 | (160,793) | 0 | 3,850,000 | 0 | 0 | 0 | 211,750 | 12/01/2020 |
| 45735A-AX-2 | Inland Empire,CA Solid Waste Amt-Lndfl I | | 08/01/2010 | Call 100.0000 | | 1,170,000 | 1,170,000.00 | 1,220,240 | 1,203,010 | 0 | (6,822) | 0 | (6,822) | 0 | 1,196,188 | 0 | (26,188) | (26,188) | 55,000 | 08/01/2011 |
| 485427-H4-3 | Kansas State Dev Fin Auth Rev Wtr Pollut | | 11/01/2010 | Call 100.0000 | | 4,060,000 | 4,060,000.00 | 4,404,856 | 4,229,186 | 0 | (169,186) | 0 | (169,186) | 0 | 4,060,000 | 0 | 0 | 0 | 244,277 | 11/01/2013 |
| 575577-CP-4 | Massachusetts Bay Transn Auth Unrefd Bal | | 07/01/2010 | Call 100.0000 | | 165,000 | 165,000.00 | 173,412 | 168,093 | 0 | (3,093) | 0 | (3,093) | 0 | 165,000 | 0 | 0 | 0 | 9,488 | 07/01/2013 |
| 575577-CR-0 | Massachusetts Bay Transn Auth Unrefd Bal | | 07/01/2010 | Call 100.0000 | | 215,000 | 215,000.00 | 226,679 | 219,289 | 0 | (4,289) | 0 | (4,289) | 0 | 215,000 | 0 | 0 | 0 | 12,363 | 07/01/2014 |
| 575577-CV-1 | Massachusetts Bay Transn Auth Unrefd Bal | | 07/01/2010 | Call 100.0000 | | 575,000 | 575,000.00 | 603,112 | 585,343 | 0 | (10,343) | 0 | (10,343) | 0 | 575,000 | 0 | 0 | 0 | 33,063 | 07/01/2016 |
| 575579-HJ-9 | Massachusetts Bay Trans Auth MA BAY TRN | | 05/06/2010 | Salomon SmBarney (Citigroup) | | 9,292,971 | 8,295,000.00 | 9,758,653 | 9,748,340 | 0 | (16,000) | 0 | (16,000) | 0 | 9,732,339 | 0 | (439,368) | (439,368) | 357,146 | 07/01/2031 |
| 57586C-BL-8 | Massachusetts St Health & H/E-M | | 09/15/2010 | Morgan Stanley & Co., Inc. | | 5,089,960 | 4,000,000.00 | 4,430,040 | 4,388,572 | 0 | (12,876) | 0 | (12,876) | 0 | 4,375,696 | 0 | 714,264 | 714,264 | 256,083 | 07/01/2025 |
| 575930-V8-2 | Massachusetts Housing Finance AMT-Rental | | 07/01/2010 | Call 100.0000 | | 365,000 | 365,000.00 | 340,293 | 341,063 | 0 | 444 | 0 | 444 | 0 | 341,507 | 0 | 23,493 | 23,493 | 18,798 | 07/01/2026 |
| 592646-LD-3 | Metro Washington DC Arpt Ref-AMT-Ser C-2 | | 11/09/2010 | Barclays Capital | | 5,185,800 | 5,000,000.00 | 4,544,150 | 4,560,529 | 0 | 16,889 | 0 | 16,889 | 0 | 4,577,418 | 0 | 608,382 | 608,382 | 281,250 | 10/01/2024 |
| 592646-RR-6 | Metro Washington DC Arpt AMT-SER A | | 11/09/2010 | Barclays Capital | | 17,294,270 | 17,000,000.00 | 14,065,460 | 14,114,939 | 0 | 50,996 | 0 | 50,996 | 0 | 14,165,935 | 0 | 3,128,335 | 3,128,335 | 956,250 | 10/01/2032 |
| 59266T-BJ-9 | Metropolitan Water District of S CAL MET | | 09/21/2010 | Merrill Lynch | | 11,068,722 | 10,525,000.00 | 10,459,689 | 10,461,156 | 0 | 566 | 0 | 566 | 0 | 10,461,722 | 0 | 606,999 | 606,999 | 820,438 | 07/01/2039 |
| 59465E-5L-3 | Michigan State Hospital Financ MI HOSP F | | 11/01/2010 | Maturity | | 6,495,000 | 6,495,000.00 | 6,541,829 | 6,518,516 | 0 | (23,516) | 0 | (23,516) | 0 | 6,495,000 | 0 | 0 | 0 | 324,750 | 11/01/2010 |
| 60636W-NU-5 | Missouri Highway & Transportat MO HWYS N | | 05/20/2010 | Goldman Sachs | | 10,908,450 | 10,500,000.00 | 10,554,150 | 10,553,799 | 0 | (67) | 0 | (67) | 0 | 10,553,732 | 0 | 354,718 | 354,718 | 373,209 | 05/01/2033 |
| 649697-AZ-2 | New York NYC Hsg Auth MFH Ref-Sec Assist | | 01/04/2010 | Call 100.0000 | | 255,000 | 255,000.00 | 255,000 | 255,000 | 0 | 0 | 0 | 0 | 0 | 255,000 | 0 | 0 | 0 | 7,204 | 07/01/2010 |
| 649697-AZ-2 | New York NYC Hsg Auth MFH Ref-Sec Assist | | 07/01/2010 | Maturity | | 260,000 | 260,000.00 | 260,000 | 260,000 | 0 | 0 | 0 | 0 | 0 | 260,000 | 0 | 0 | 0 | 14,690 | 07/01/2010 |
| 64970K-4R-5 | New York,NYC Mun Wtr Fin Auth NYC WTR/SW | | 09/15/2010 | Merrill Lynch | | 18,753,567 | 17,850,000.00 | 17,821,797 | 17,823,430 | 0 | 334 | 0 | 334 | 0 | 17,823,764 | 0 | 929,803 | 929,803 | 681,771 | 06/15/2037 |
| 64971K-ZY-5 | New York City Transitional Fin PREREFUND | | 02/16/2010 | Call 101.0000 | | 1,641,250 | 1,625,000.00 | 1,725,214 | 1,651,583 | 0 | (10,338) | 0 | (10,338) | 0 | 1,641,245 | 0 | 5 | 5 | 46,719 | 02/15/2017 |
| 649836-HG-1 | New York State Dorm Auth Revs Mtg-WK Nu | | 08/01/2010 | Various | | 370,000 | 370,000.00 | 370,829 | 370,000 | 0 | 0 | 0 | 0 | 0 | 370,000 | 0 | 0 | 0 | 16,660 | 02/01/2016 |
| 649902-ZQ-9 | New York State Dormitory Autho NYS DORM- | | 09/10/2010 | Merrill Lynch | | 15,325,500 | 15,000,000.00 | 15,018,300 | 15,018,235 | 0 | (30) | 0 | (30) | 0 | 15,018,205 | 0 | 307,295 | 307,295 | 824,502 | 03/15/2039 |
| 655909-BB-4 | Norfolk VA Redev & Hsg Auth Ref-Merrimac | | 12/01/2010 | Call 100.0000 | | 230,000 | 230,000.00 | 226,838 | 228,977 | 0 | 220 | 0 | 220 | 0 | 229,197 | 0 | 803 | 803 | 12,650 | 12/01/2013 |
| 67759R-BW-1 | Ohio State Rev Major New State Major New | | 06/15/2010 | Maturity | | 5,000,000 | 5,000,000.00 | 5,257,250 | 5,088,684 | 0 | (88,684) | 0 | (88,684) | 0 | 5,000,000 | 0 | 0 | 0 | 125,000 | 06/15/2010 |
| 677659-SU-9 | Ohio State Wtr Dev Auth UNREFD-Fresh Wtr | | 06/01/2010 | Conversion | | 591,277 | 565,000.00 | 613,155 | 598,418 | 0 | (7,141) | 0 | (7,141) | 0 | 591,277 | 0 | 0 | 0 | 18,006 | 12/01/2016 |
| 718867-LT-9 | Phoenix AZ Str & Hwy User Rev REF - JR L | | 07/01/2010 | Call 100.0000 | | 280,000 | 280,000.00 | 280,095 | 280,000 | 0 | 0 | 0 | 0 | 0 | 280,000 | 0 | 0 | 0 | 17,500 | 07/01/2011 |
| 73358W-BJ-2 | Port Auth of NY & NJ PORT AUTH-CONS-161S | | 09/22/2010 | Merrill Lynch | | 16,259,550 | 15,000,000.00 | 15,460,050 | 15,454,972 | 0 | (27,378) | 0 | (27,378) | 0 | 15,427,594 | 0 | 831,956 | 831,956 | 712,500 | 10/15/2039 |
| 735389-MT-2 | Port Seattle WA Revenue PORT SEATTLE-TXB | | 09/09/2010 | Merrill Lynch | | 5,968,710 | 5,500,000.00 | 5,328,785 | 5,329,090 | 0 | 1,457 | 0 | 1,457 | 0 | 5,330,547 | 0 | 638,163 | 638,163 | 334,736 | 05/01/2036 |
| 74265L-SS-8 | Private Colleges & Universitie Unrefd Ba | | 11/01/2010 | Call 100.0000 | | 230,000 | 230,000.00 | 236,261 | 231,921 | 0 | (1,921) | 0 | (1,921) | 0 | 230,000 | 0 | 0 | 0 | 12,650 | 11/01/2019 |
| 785846-CT-1 | Sacramento City Financing Auth SACRAMENT | | 07/21/2010 | Call 100.0000 | | 458,000 | 458,000.00 | 397,626 | 400,155 | 0 | 1,523 | 0 | 1,523 | 0 | 401,678 | 0 | 56,322 | 56,322 | 1,838 | 07/15/2027 |
| 796253-D6-6 | San Antonio Tex Elec & Gas SAN ANTONIO E | | 06/01/2010 | Conversion | | 12,067,448 | 12,000,000.00 | 12,077,880 | 12,070,990 | 0 | (3,541) | 0 | (3,541) | 0 | 12,067,448 | 0 | 0 | 0 | 500,013 | 02/01/2032 |
| 796253-T7-7 | City of San Antonio TX SAN ANT SAN ANTON | | 06/01/2010 | Conversion | | 5,152,402 | 5,000,000.00 | 5,159,100 | 5,158,187 | 0 | (5,785) | 0 | (5,785) | 0 | 5,152,402 | 0 | 0 | 0 | 208,333 | 02/01/2034 |
| 796253-T9-3 | San Antonio, TX Elec & Gas Rev SAN ANTON | | 01/26/2010 | Goldman Sachs | | 12,571,320 | 12,000,000.00 | 12,000,000 | 12,000,000 | 0 | 0 | 0 | 0 | 0 | 12,000,000 | 0 | 571,320 | 571,320 | 452,865 | 02/01/2039 |

# 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 Identi-fication | 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 |
| 812642-P5-9 | City of Seattle WA Ref | | 06/25/2010 | Call 100.0000 | | 3,410,000 | 3,410,000.00 | 3,433,052 | 3,410,000 | 0 | 0 | 0 | 0 | 0 | 3,410,000 | 0 | 0 | 0 | 167,658 | 07/01/2016 |
| 837147-7C-5 | South Carolina State Public Se SC PUB SV | | 01/26/2010 | Merrill Lynch | | 10,418,800 | 10,000,000.00 | 10,173,050 | 10,170,454 | 0 | (778) | 0 | (778) | 0 | 10,169,675 | 0 | 249,125 | 249,125 | 116,667 | 01/01/2040 |
| 89602N-KY-9 | Triborough Bridge & Tunnel Aut TRIBORO B | | 05/12/2010 | Merrill Lynch | | 26,111,000 | 25,000,000.00 | 24,772,000 | 24,777,097 | 0 | 1,400 | 0 | 1,400 | 0 | 24,778,497 | 0 | 1,332,503 | 1,332,503 | 631,944 | 11/15/2037 |
| 89602N-UN-2 | Triborough Bridge & Tunnel Aut TRIBORO B | | 09/09/2010 | Morgan Stanley & Co., Inc. | | 10,056,500 | 10,000,000.00 | 10,000,000 | 10,000,000 | 0 | 0 | 0 | 0 | 0 | 10,000,000 | 0 | 56,500 | 56,500 | 545,417 | 11/15/2039 |
| 91412F-7X-9 | University of California REGENTS UNIV | | 01/27/2010 | Merrill Lynch | | 2,531,625 | 2,500,000.00 | 2,498,225 | 2,498,415 | 0 | 124 | 0 | 124 | 0 | 2,498,539 | 0 | 33,086 | 33,086 | 67,054 | 05/15/2031 |
| 914402-RB-0 | University System of Maryland & Tuition | | 04/01/2010 | Maturity | | 7,185,000 | 7,185,000.00 | 7,514,001 | 7,258,511 | 0 | (73,511) | 0 | (73,511) | 0 | 7,185,000 | 0 | 0 | 0 | 179,625 | 04/01/2010 |
| 915115-3X-5 | University of Texas CP UNIV TX | | 05/06/2010 | Merrill Lynch | | 5,033,700 | 5,000,000.00 | 5,000,000 | 5,000,000 | 0 | 0 | 0 | 0 | 0 | 5,000,000 | 0 | 33,700 | 33,700 | 171,015 | 07/01/2039 |
| 915137-X7-3 | University of Texas CP UNIV TX-REVS-FING | | 09/14/2010 | Merrill Lynch | | 5,398,750 | 5,000,000.00 | 5,000,000 | 5,000,000 | 0 | 0 | 0 | 0 | 0 | 5,000,000 | 0 | 398,750 | 398,750 | 341,693 | 08/15/2041 |
| 97689P-2P-2 | Wisconsin HSG & Econ. Dev WI HSG-SER C | | 12/01/2010 | Various | | 5,795,000 | 5,795,000.00 | 4,826,598 | 4,838,727 | 0 | 7,721 | 0 | 7,721 | 0 | 4,846,448 | 0 | 948,552 | 948,552 | 252,438 | 09/01/2036 |
| 3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions | | | | | | 858,142,003 | 827,007,221.00 | 843,882,125 | 841,893,455 | 0 | (8,485,035) | 0 | (8,485,035) | 0 | 833,408,416 | 0 | 24,733,587 | 24,733,587 | 30,347,212 | XXX |
| Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | | | | | | | | | | | | | | | | |
| 00206R-AG-7 | AT&T Inc 6.300% 01/15/38 | | 09/22/2010 | Salomon SmBarney (Citigroup) | | 18,652,258 | 16,600,000.00 | 17,658,582 | 17,656,453 | 0 | (11,194) | 0 | (11,194) | 0 | 17,645,259 | 0 | 1,006,999 | 1,006,999 | 1,254,960 | 01/15/2038 |
| 03064A-AC-8 | Americredit Auto Rec Trust Series 2009-1 | | 11/29/2010 | Barclays Capital | | 8,136,250 | 8,000,000.00 | 7,999,748 | 7,999,802 | 0 | 121 | 0 | 121 | 0 | 7,999,923 | 0 | 136,324 | 136,324 | 234,418 | 10/15/2013 |
| 079867-AQ-0 | BellSouth Telecommunication | | 12/15/2010 | Redemption 100.0000 | | 74,460 | 74,460.00 | 68,644 | 72,143 | 0 | 2,317 | 0 | 2,317 | 0 | 74,460 | 0 | 0 | 0 | 3,537 | 12/15/2015 |
| 084664-AF-8 | Berkshire Hathaway Finance Cor | | 12/15/2010 | Maturity | | 10,000,000 | 10,000,000.00 | 10,266,990 | 10,141,336 | 0 | (141,336) | 0 | (141,336) | 0 | 10,000,000 | 0 | 0 | 0 | 420,000 | 12/15/2010 |
| 36159J-BQ-3 | GE Capital Cred Card Note Tst Series 200 | | 11/29/2010 | Barclays Capital | | 3,642,750 | 3,600,000.00 | 3,599,753 | 3,599,784 | 0 | 114 | 0 | 114 | 0 | 3,599,898 | 0 | 42,852 | 42,852 | 88,138 | 09/15/2014 |
| 684065-AZ-8 | Orange & Rockland Util, Inc Notes-MBIA I | | 06/15/2010 | Maturity | | 25,000,000 | 25,000,000.00 | 26,361,875 | 25,474,132 | 0 | (474,132) | 0 | (474,132) | 0 | 25,000,000 | 0 | 0 | 0 | 937,500 | 06/15/2010 |
| 784010-AA-8 | SCL Term Aereo Santiago 144A | R | 07/01/2010 | Redemption 100.0000 | | 359,189 | 359,189.00 | 386,401 | 347,562 | 30,011 | (9,483) | 0 | 20,528 | 0 | 368,090 | 0 | (8,901) | (8,901) | 18,920 | 01/01/2012 |
| 809326-AC-5 | Bank of Scotland GTD BY CO | R | 08/15/2010 | Maturity | | 5,000,000 | 5,000,000.00 | 5,017,100 | 5,007,345 | 0 | (7,345) | 0 | (7,345) | 0 | 5,000,000 | 0 | 0 | 0 | 385,000 | 08/15/2010 |
| 3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | | 70,864,907 | 68,633,649.00 | 71,359,093 | 70,298,557 | 30,011 | (640,938) | 0 | (610,927) | 0 | 69,687,630 | 0 | 1,177,274 | 1,177,274 | 3,342,473 | XXX |
| Bonds - Credit Tenant Loans | | | | | | | | | | | | | | | | | | | | |
| Bonds - Hybrid Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds - Parent, Subsidiaries, and Affiliates | | | | | | | | | | | | | | | | | | | | |
| 8399997 - Subtotals - Bonds - Part 4 | | | | | | 1,838,269,571 | 1,767,034,174.00 | 1,810,954,417 | 1,805,108,769 | 30,011 | (13,717,222) | 0 | (13,687,211) | 0 | 1,791,421,554 | 0 | 46,848,010 | 46,848,010 | 63,553,161 | XXX |
| 8399998 - Summary item from Part 5 for Bonds | | | | | | 394,759,707 | 376,377,364.40 | 393,123,438 | 0 | 0 | (3,068,240) | 0 | (3,068,240) | 0 | 390,055,198 | 0 | 4,704,510 | 4,704,510 | 3,726,378 | XXX |
| 8399999 - Subtotals - Bonds | | | | | | 2,233,029,278 | 2,143,411,538.40 | 2,204,077,855 | 1,805,108,769 | 30,011 | (16,785,462) | 0 | (16,755,451) | 0 | 2,181,476,752 | 0 | 51,552,520 | 51,552,520 | 67,279,539 | XXX |
| Preferred Stocks - Industrial and Miscellaneous (Unaffiliated) | | | | | | | | | | | | | | | | | | | | |
| Preferred Stocks - Parent, Subsidiaries, and Affiliates | | | | | | | | | | | | | | | | | | | | |
| Common Stocks - Industrial and Miscellaneous (Unaffiliated) | | | | | | | | | | | | | | | | | | | | |
| Common Stocks - Parent, Subsidiaries, and Affiliates | | | | | | | | | | | | | | | | | | | | |
| Common Stock - Mutual Funds | | | | | | | | | | | | | | | | | | | | |
| Common Stocks - Money Market Mutual Funds | | | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | | | |
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| | | | | | | | | | | | | | | | | | | | | |
| 9999999 Totals | | | | | | 2,233,029,278 | XXX | 2,204,077,855 | 1,805,108,769 | 30,011 | (16,785,462) | 0 | (16,755,451) | 0 | 2,181,476,752 | 0 | 51,552,520 | 51,552,520 | 67,279,539 | XXX |

# SCHEDULE D - PART 5

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | Change in Book/Adjusted Carrying Value | | | | | 17 | 18 | 19 | 20 | 21 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | | | | | | | 12 | 13 | 14 | 15 | 16 | | | | | |
| CUSIP Identification | Description | Foreign | Date Acquired | Name of Vendor | Disposal Date | Name of Purchaser | Par Value (Bonds) or Number of Shares (Stocks) | Actual Cost | Consideration | Book/ Adjusted Carrying Value at Disposal | Unrealized Valuation Increase/ (Decrease) | Current Year's (Amortization)/ Accretion | Current Year's Other Than Temporary Impairment Recognized | Total Change In B./A. C.V. (12 + 13 - 14) | Total Foreign Exchange Change in B./A. C.V. | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Interest and Dividends Received During Year | Paid for Accrued Interest and Dividends |
| Bonds - U.S. Governments | | | | | | | | | | | | | | | | | | | | |
| 36202E-PN-3 | G2SF Pool # 4029 6.500% 09/20/37 | | 03/09/2010 | Oppenheimer | 12/01/2010 | Paydown | 2,457,226 | 2,661,099 | 2,457,226 | 2,457,226 | 0 | (203,873) | 0 | (203,873) | 0 | 0 | 0 | 0 | 62,893 | 7,542 |
| 36202F-AW-6 | G2SF Pool# 4521 5.500% 08/20/39 | | 03/09/2010 | BNP Paribas/NY | 12/01/2010 | Paydown | 2,404,494 | 2,554,774 | 2,404,494 | 2,404,494 | 0 | (150,281) | 0 | (150,281) | 0 | 0 | 0 | 0 | 62,934 | 6,245 |
| 36202F-JQ-0 | G2SF Pool #4771 4.500% 08/20/40 | | 09/10/2010 | Oppenheimer | 12/01/2010 | Paydown | 330,784 | 348,719 | 330,784 | 330,784 | 0 | (17,935) | 0 | (17,935) | 0 | 0 | 0 | 0 | 2,938 | 827 |
| 3620A3-ZP-2 | GNSF Pool #718150 4.500% 02/15/40 | | 09/15/2010 | Nomura Securities Intl Inc | 12/01/2010 | Paydown | 926,906 | 978,610 | 926,906 | 926,906 | 0 | (51,704) | 0 | (51,704) | 0 | 0 | 0 | 0 | 5,737 | 2,201 |
| 3620AA-TY-4 | GNSF Pool #724267 5.000% 09/15/39 | | 03/12/2010 | Oppenheimer | 12/01/2010 | Paydown | 1,583,104 | 1,661,517 | 1,583,104 | 1,583,104 | 0 | (78,413) | 0 | (78,413) | 0 | 0 | 0 | 0 | 37,290 | 3,738 |
| 3620AC-2A-1 | GNSF Pool #726269 4.500% 09/15/39 | | 07/13/2010 | Salomon SmBarney (Citigroup) | 10/26/2010 | Nomura Securities Intl Inc | 712,681 | 744,529 | 761,009 | 744,585 | 0 | 56 | 0 | 56 | 0 | 0 | 16,424 | 16,424 | 9,532 | 1,782 |
| 3620AC-2A-1 | GNSF Pool #726269 4.500% 09/15/39 | | 07/13/2010 | Salomon SmBarney (Citigroup) | 12/01/2010 | Paydown | 48,248 | 50,404 | 48,248 | 48,248 | 0 | (2,156) | 0 | (2,156) | 0 | 0 | 0 | 0 | 627 | 121 |
| 3620AC-6L-3 | GNSF Pool 726375 5.000% 10/15/39 | | 07/13/2010 | Barclays Capital | 12/01/2010 | Paydown | 40,452 | 43,315 | 40,452 | 40,452 | 0 | (2,863) | 0 | (2,863) | 0 | 0 | 0 | 0 | 530 | 112 |
| 3620AK-YB-6 | GNSF Pool# 732506 6.000% 05/15/40 | | 11/04/2010 | Banc of America Securities LLC | 12/01/2010 | Paydown | 32,630 | 36,220 | 32,630 | 32,630 | 0 | (3,589) | 0 | (3,589) | 0 | 0 | 0 | 0 | 163 | 92 |
| 3620AM-EE-8 | GNSF Pool # 733733 5.000% 06/15/40 | | 08/10/2010 | Wachovia-Wells Fargo Sec | 12/03/2010 | Various | 984,477 | 1,058,393 | 1,060,017 | 1,059,215 | 0 | 822 | 0 | 822 | 0 | 0 | 802 | 802 | 14,403 | 2,461 |
| 3620AM-EE-8 | GNSF Pool # 733733 5.000% 06/15/40 | | 08/10/2010 | Wachovia-Wells Fargo Sec | 12/01/2010 | Paydown | 17,825 | 19,181 | 17,825 | 17,825 | 0 | (1,356) | 0 | (1,356) | 0 | 0 | 0 | 0 | 253 | 45 |
| 3620AM-JF-0 | GNSF Pool # 733862 4.500% 08/15/40 | | 10/21/2010 | Oppenheimer | 12/01/2010 | Paydown | 60,476 | 64,700 | 60,476 | 60,476 | 0 | (4,224) | 0 | (4,224) | 0 | 0 | 0 | 0 | 343 | 189 |
| 3620AQ-2S-1 | GNSF Pool #737085 4.000% 08/15/40 | | 09/15/2010 | Wachovia-Wells Fargo Sec | 12/01/2010 | Paydown | 316,067 | 327,870 | 316,067 | 316,067 | 0 | (11,803) | 0 | (11,803) | 0 | 0 | 0 | 0 | 2,209 | 667 |
| 36230L-TT-6 | GNSF Pool # 752362 4.500% 10/15/40 | | 10/20/2010 | Nomura Securities Intl Inc | 10/21/2010 | Nomura Securities Intl Inc | 500,000 | 531,914 | 530,937 | 531,914 | 0 | 0 | 0 | 0 | 0 | 0 | (977) | (977) | 1,063 | 1,063 |
| 36241L-AN-6 | GNSF Pool #782713 5.500% 07/15/39 | | 08/10/2010 | UBS Warburg LLC | 12/01/2010 | Paydown | 186,251 | 202,693 | 186,251 | 186,251 | 0 | (16,442) | 0 | (16,442) | 0 | 0 | 0 | 0 | 2,056 | 512 |
| 36241L-H2-5 | GNSF Pool #782949 5.000% 05/15/40 | | 09/23/2010 | Greenwich Capital-RBS | 12/01/2010 | Paydown | 5,963,107 | 6,358,163 | 5,963,107 | 5,963,107 | 0 | (395,056) | 0 | (395,056) | 0 | 0 | 0 | 0 | 44,918 | 22,362 |
| 36295P-Y2-2 | GNSF Pool #676729 4.500% 06/15/40 | | 09/10/2010 | Credit Suisse First Boston LLC | 12/01/2010 | Paydown | 486,001 | 514,781 | 486,001 | 486,001 | 0 | (28,780) | 0 | (28,780) | 0 | 0 | 0 | 0 | 2,836 | 1,215 |
| 36295Q-LB-4 | GNSF Pool #677222 5.500% 08/15/38 | | 10/20/2010 | UBS Warburg LLC | 11/04/2010 | UBS Warburg LLC | 500,000 | 543,164 | 545,469 | 543,164 | 0 | 0 | 0 | 0 | 0 | 0 | 2,305 | 2,305 | 1,299 | 1,299 |
| 36295Q-PB-0 | GNSF Pool# 677318 6.000% 09/15/38 | | 07/30/2010 | Jefferies & Co (JPM-BS) | 12/01/2010 | Paydown | 109,716 | 120,756 | 109,716 | 109,716 | 0 | (11,040) | 0 | (11,040) | 0 | 0 | 0 | 0 | 1,444 | 329 |
| 36295Y-WZ-2 | GNSF Pool # 684764 5.000% 04/15/38 | | 10/21/2010 | Nomura Securities Intl Inc | 12/01/2010 | Paydown | 1,493,092 | 1,608,574 | 1,493,092 | 1,493,092 | 0 | (115,481) | 0 | (115,481) | 0 | 0 | 0 | 0 | 9,364 | 5,184 |
| 36297F-WP-3 | GNSF Pool #710854 5.000% 09/15/39 | | 10/29/2010 | Nomura Securities Intl Inc | 12/01/2010 | Paydown | 9,508 | 10,316 | 9,508 | 9,508 | 0 | (808) | 0 | (808) | 0 | 0 | 0 | 0 | 40 | 22 |
| 36297K-CH-2 | GNSF Pool # 713872 4.500% 09/15/39 | | 07/16/2010 | Salomon SmBarney (Citigroup) | 12/01/2010 | Paydown | 27,542 | 28,915 | 27,542 | 27,542 | 0 | (1,373) | 0 | (1,373) | 0 | 0 | 0 | 0 | 322 | 69 |
| 36297K-ZU-8 | GNSF Pool #714555 4.500% 06/15/39 | | 09/23/2010 | Greenwich Capital-RBS | 12/01/2010 | Paydown | 2,342,362 | 2,473,022 | 2,342,362 | 2,342,362 | 0 | (130,660) | 0 | (130,660) | 0 | 0 | 0 | 0 | 19,218 | 7,905 |
| 912810-FG-8 | US Treasury N/B Bonds 5.250% 02/15/29 | | 07/09/2010 | Banc of America Securities LLC | 12/17/2010 | Various | 13,220,000 | 15,696,737 | 16,725,739 | 15,681,587 | 0 | (15,150) | 0 | (15,150) | 0 | 0 | 1,044,152 | 1,044,152 | 399,111 | 281,838 |
| 912810-FJ-2 | US Treasury N/B Bonds 6.125% 08/15/29 | | 08/27/2010 | Barclays Capital | 08/27/2010 | Banc of America Securities LLC | 3,000,000 | 4,170,950 | 4,169,051 | 4,170,950 | 0 | 0 | 0 | 0 | 0 | 0 | (1,899) | (1,899) | 7,490 | 7,490 |
| 912810-QE-1 | US Treasury N/B Bond 4.625% 02/15/40 | | 07/09/2010 | Various | 09/13/2010 | Various | 13,000,000 | 14,391,771 | 15,046,339 | 14,389,820 | 0 | (1,951) | 0 | (1,951) | 0 | 0 | 656,519 | 656,519 | 299,835 | 241,599 |
| 912810-QH-4 | US Treasury N/B Bond 4.375% 05/15/40 | | 10/25/2010 | Salomon SmBarney (Citigroup) | 10/27/2010 | Salomon SmBarney (Citigroup) | 2,350,000 | 2,554,891 | 2,478,323 | 2,554,891 | 0 | 0 | 0 | 0 | 0 | 0 | (76,568) | (76,568) | 46,377 | 46,377 |
| 912828-ND-8 | US Treasury N/B Notes 3.500% 05/15/20 | | 07/09/2010 | Various | 10/06/2010 | Various | 29,750,000 | 31,028,625 | 31,747,436 | 31,018,040 | 0 | (10,585) | 0 | (10,585) | 0 | 0 | 729,396 | 729,396 | 256,564 | 152,364 |
| 912828-NH-9 | US Treasury N/B Notes 1.125% 06/15/13 | | 07/08/2010 | Various | 08/31/2010 | Various | 33,000,000 | 33,137,415 | 33,307,384 | 33,133,807 | 0 | (3,608) | 0 | (3,608) | 0 | 0 | 173,577 | 173,577 | 58,823 | 18,842 |
| 912828-NK-2 | US Treasury N/B Notes 2.500% 06/30/17 | | 07/09/2010 | Various | 09/28/2010 | Various | 15,500,000 | 15,527,621 | 15,866,129 | 15,527,604 | 0 | (16) | 0 | (16) | 0 | 0 | 338,524 | 338,524 | 47,235 | 9,205 |
| 912828-NL-0 | US Treasury N/B Notes 1.875% 06/30/15 | | 07/08/2010 | Various | 08/31/2010 | Various | 36,800,000 | 36,953,881 | 37,419,195 | 36,950,947 | 0 | (2,934) | 0 | (2,934) | 0 | 0 | 468,248 | 468,248 | 79,043 | 8,794 |
| 912828-NN-6 | US Treasury N/B Notes 1.000% 07/15/13 | | 10/27/2010 | Various | 10/27/2010 | Various | 4,800,000 | 4,840,829 | 4,852,812 | 4,839,682 | 0 | (1,146) | 0 | (1,146) | 0 | 0 | 13,130 | 13,130 | 10,810 | 6,522 |
| 912828-NP-1 | US Treasury N/B Notes 1.750% 07/31/15 | | 08/20/2010 | Barclays Capital | 11/05/2010 | Various | 6,000,000 | 6,094,942 | 6,165,449 | 6,091,919 | 0 | (3,023) | 0 | (3,023) | 0 | 0 | 73,529 | 73,529 | 23,706 | 6,563 |

# SCHEDULE D - PART 5

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | Change in Book/Adjusted Carrying Value | | | | | 17 | 18 | 19 | 20 | 21 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | | | | | | | 12 | 13 | 14 | 15 | 16 | | | | | |
| CUSIP Identification | Description | Foreign | Date Acquired | Name of Vendor | Disposal Date | Name of Purchaser | Par Value (Bonds) or Number of Shares (Stocks) | Actual Cost | Consideration | Book/ Adjusted Carrying Value at Disposal | Unrealized Valuation Increase/ (Decrease) | Current Year's (Amortization)/ Accretion | Current Year's Other Than Temporary Impairment Recognized | Total Change In B./A. C.V. (12 + 13 - 14) | Total Foreign Exchange Change in B./A. C.V. | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Interest and Dividends Received During Year | Paid for Accrued Interest and Dividends |
| 912828-NQ-9 | US Treasury N/B Notes 0.625% 07/31/12 | | 08/20/2010 | Nomura Securities Intl Inc | 10/27/2010 | Nomura Securities Intl Inc | 3,000,000 | 3,007,979 | 3,009,365 | 3,007,725 | 0 | (254) | 0 | (254) | 0 | 0 | 1,640 | 1,640 | 2,327 | 1,172 |
| 912828-NR-7 | US Treasury N/B Notes 2.375% 07/31/17 | | 08/20/2010 | Barclays Capital | 10/27/2010 | Various | 5,000,000 | 5,116,231 | 5,139,433 | 5,113,836 | 0 | (2,395) | 0 | (2,395) | 0 | 0 | 25,598 | 25,598 | 25,622 | 7,422 |
| 912828-NS-5 | US Treasury N/B Notes 0.625% 06/30/12 | | 07/09/2010 | Various | 11/08/2010 | Various | 39,500,000 | 39,503,335 | 39,559,852 | 39,503,187 | 0 | (148) | 0 | (148) | 0 | 0 | 56,665 | 56,665 | 29,368 | 3,261 |
| 912828-NT-3 | US Treasury N/B Notes 2.625% 08/15/20 | | 10/13/2010 | Cantor, Fitzgerald & Co. | 10/14/2010 | Various | 900,000 | 912,094 | 912,338 | 912,094 | 0 | 0 | 0 | 0 | 0 | 0 | 244 | 244 | 4,109 | 4,109 |
| 912828-NT-3 | US Treasury N/B Notes 2.625% 08/15/20 | | 08/18/2010 | Morgan Keegan | 08/18/2010 | Greenwich Capital-RBS | (1,200,000) | (1,197,563) | (1,199,395) | (1,197,563) | 0 | 0 | 0 | 0 | 0 | 0 | (1,833) | (1,833) | (428) | (428) |
| 912828-NZ-9 | US Treasury N/B 1.250% 09/30/15 | | 10/13/2010 | Deutsche Bank | 10/29/2010 | Banc of America Securities LLC | 965,000 | 969,900 | 969,784 | 969,861 | 0 | (40) | 0 | (40) | 0 | 0 | (76) | (76) | 1,127 | 597 |
| 912828-PC-8 | US Treasury N/B Notes 2.625% 11/15/20 | | 12/08/2010 | Greenwich Capital-RBS | 12/16/2010 | Banc of America Securities LLC | 900,000 | 852,683 | 836,221 | 852,818 | 0 | 134 | 0 | 134 | 0 | 0 | (16,595) | (16,595) | 2,347 | 1,566 |
| 0399999 - Bonds - U.S. Governments | | | | | | | 236,503,950 | 236,503,950 | 238,738,678 | 235,235,874 | 0 | (1,268,075) | 0 | (1,268,075) | 0 | 0 | 3,502,805 | 3,502,805 | 1,575,878 | 863,275 |
| Bonds - All Other Governments | | | | | | | | | | | | | | | | | | | | |
| Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed) | | | | | | | | | | | | | | | | | | | | |
| Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) | | | | | | | | | | | | | | | | | | | | |
| 34153P-NK-0 | Florida State Board of Educati FL BOE-RF | | 07/14/2010 | Stifel-Hanifen Stifel,Nicolaus | 10/14/2010 | Barclays Capital | 1,000,000 | 1,129,790 | 1,146,260 | 1,126,900 | 0 | (2,890) | 0 | (2,890) | 0 | 0 | 19,360 | 19,360 | 19,167 | 6,667 |
| 64966F-2T-0 | New York, New York Prerefd -Ser. B | | 07/01/2010 | Conversion | 08/01/2010 | Call 101.0000 | 560,000 | 567,687 | 565,600 | 565,600 | 0 | (2,087) | 0 | (2,087) | 0 | 0 | 0 | 0 | 16,100 | 12,458 |
| 702333-4U-6 | Pasadena Independent School Di PASADENA | | 07/30/2010 | Merrill Lynch | 09/09/2010 | Stifel-Hanifen Stifel,Nicolaus | 500,000 | 579,110 | 592,285 | 578,827 | 0 | (283) | 0 | (283) | 0 | 0 | 13,458 | 13,458 | 972 | 0 |
| 2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) | | | | | | | 2,276,587 | 2,276,587 | 2,304,145 | 2,271,327 | 0 | (5,260) | 0 | (5,260) | 0 | 0 | 32,818 | 32,818 | 36,239 | 19,125 |
| Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions | | | | | | | | | | | | | | | | | | | | |
| 02R042-6C-7 | FHLMC TBA 4.500% 12/12/40 | | 11/04/2010 | Nomura Securities Intl Inc | 12/09/2010 | Nomura Securities Intl Inc | 1,500,000 | 1,577,344 | 1,536,797 | 1,577,344 | 0 | 0 | 0 | 0 | 0 | 0 | (40,547) | (40,547) | 2,250 | 2,250 |
| 040688-LE-1 | Arizona Water Infrastructure F WTR Quali | | 07/14/2010 | Morgan Stanley & Co., Inc. | 10/27/2010 | Barclays Capital | 1,000,000 | 1,081,120 | 1,101,690 | 1,079,405 | 0 | (1,715) | 0 | (1,715) | 0 | 0 | 22,285 | 22,285 | 12,917 | 0 |
| 072024-NV-0 | Bay Area Toll Authority | | 08/24/2010 | Salomon SmBarney (Citigroup) | 10/25/2010 | Salomon SmBarney (Citigroup) | 3,000,000 | 3,318,750 | 3,196,320 | 3,318,376 | 0 | (374) | 0 | (374) | 0 | 0 | (122,056) | (122,056) | 68,669 | 32,867 |
| 072024-PY-2 | Bay Area Toll Authority BAY AREA TOLL-TX | | 10/27/2010 | Salomon SmBarney (Citigroup) | 12/10/2010 | Salomon SmBarney (Citigroup) | 1,500,000 | 1,500,000 | 1,455,405 | 1,500,000 | 0 | 0 | 0 | 0 | 0 | 0 | (44,595) | (44,595) | 11,799 | 0 |
| 13066Y-QM-4 | California State Department of CA WTR | | 07/09/2010 | Morgan Stanley & Co., Inc. | 08/24/2010 | Morgan Stanley & Co., Inc. | 1,000,000 | 1,147,750 | 1,211,270 | 1,146,005 | 0 | (1,745) | 0 | (1,745) | 0 | 0 | 65,265 | 65,265 | 14,583 | 8,611 |
| 15504R-CU-1 | Central Puget Sound Regional T CENT PUGE | | 07/15/2010 | Morgan Stanley & Co., Inc. | 11/02/2010 | UBS/Paine Webber | 1,000,000 | 1,049,670 | 1,052,340 | 1,048,017 | 0 | (1,653) | 0 | (1,653) | 0 | 0 | 4,323 | 4,323 | 25,556 | 10,972 |
| 235241-LX-2 | Dallas Area Rapid Transit DALLAS | | 09/28/2010 | Merrill Lynch | 09/29/2010 | Barclays Capital | 5,000,000 | 5,000,000 | 5,033,550 | 5,000,000 | 0 | 0 | 0 | 0 | 0 | 0 | 33,550 | 33,550 | 0 | 0 |
| 240523-UJ-7 | County of Dekalb GA DE KALB W/S REF-B | | 01/21/2010 | Morgan Stanley & Co., Inc. | 05/25/2010 | Morgan Stanley & Co., Inc. | 11,000,000 | 13,061,950 | 13,242,020 | 13,031,978 | 0 | (29,972) | 0 | (29,972) | 0 | 0 | 210,042 | 210,042 | 380,188 | 184,479 |
| 3128K8-GJ-9 | FGLMC Pool #A47401 5.000% 10/01/35 | | 10/18/2010 | Wachovia-Wells Fargo Sec. | 12/01/2010 | Paydown | 67,111 | 71,263 | 67,111 | 67,111 | 0 | (4,152) | 0 | (4,152) | 0 | 0 | 0 | 0 | 401 | 186 |
| 3128LA-BC-3 | FGLMC Pool # A76335 5.000% 04/01/38 | | 11/18/2010 | Wachovia-Wells Fargo Sec. | 12/14/2010 | Wachovia-Wells Fargo Sec. | 1,699,998 | 1,799,607 | 1,770,123 | 1,799,554 | 0 | (53) | 0 | (53) | 0 | 0 | (29,431) | (29,431) | 3,778 | 2,833 |
| 3128M5-SZ-4 | FGLMC Pool #G03836 5.000% 02/01/38 | | 08/10/2010 | Morgan Stanley & Co., Inc. | 11/18/2010 | Wachovia-Wells Fargo Sec. | 1,574,644 | 1,673,551 | 1,666,908 | 1,673,557 | 0 | 5 | 0 | 5 | 0 | 0 | (6,648) | (6,648) | 15,746 | 2,843 |
| 3128M5-SZ-4 | FGLMC Pool #G03836 5.000% 02/01/38 | | 08/10/2010 | Morgan Stanley & Co., Inc. | 12/01/2010 | Paydown | 425,356 | 452,073 | 425,356 | 425,356 | 0 | (26,718) | 0 | (26,718) | 0 | 0 | 0 | 0 | 9,871 | 768 |
| 3128M6-H5-0 | FGLMC Pool #G04452 6.000% 07/01/38 | | 09/14/2010 | Nomura Securities Intl Inc | 12/01/2010 | Paydown | 1,317,896 | 1,434,653 | 1,317,896 | 1,317,896 | 0 | (116,757) | 0 | (116,757) | 0 | 0 | 0 | 0 | 11,808 | 3,514 |
| 3128M7-TS-5 | FGLMC Pool #G05661 5.000% 09/01/39 | | 09/14/2010 | Nomura Securities Intl Inc | 12/01/2010 | Paydown | 2,543,656 | 2,716,347 | 2,543,656 | 2,543,656 | 0 | (172,690) | 0 | (172,690) | 0 | 0 | 0 | 0 | 22,474 | 5,653 |
| 3128M7-V2-9 | FGLMC Pool# G05733 5.000% 11/01/39 | | 10/22/2010 | Salomon SmBarney (Citigroup) | 12/01/2010 | Paydown | 928,525 | 997,294 | 928,525 | 928,525 | 0 | (68,769) | 0 | (68,769) | 0 | 0 | 0 | 0 | 6,073 | 3,353 |
| 3128MB-RG-4 | FGCI Pool #G12987 5.500% 02/01/23 | | 07/16/2010 | Jefferies & Co (JPM-BS) | 12/01/2010 | Paydown | 166,740 | 180,080 | 166,740 | 166,740 | 0 | (13,339) | 0 | (13,339) | 0 | 0 | 0 | 0 | 1,852 | 408 |
| 3128MB-V6-1 | FGCI Pool #G13137 4.500% 05/01/23 | | 07/13/2010 | Nomura Securities Intl Inc | 10/25/2010 | Various | 801,947 | 846,618 | 846,025 | 846,433 | 0 | (185) | 0 | (185) | 0 | 0 | (408) | (408) | 9,866 | 1,804 |
| 3128MB-V6-1 | FGCI Pool #G13137 4.500% 05/01/23 | | 07/13/2010 | Nomura Securities Intl Inc | 11/01/2010 | Paydown | 198,053 | 209,085 | 198,053 | 198,053 | 0 | (11,032) | 0 | (11,032) | 0 | 0 | 0 | 0 | 4,014 | 446 |
| 3128MC-PS-8 | FGCI Pool G13833 4.500% 05/01/25 | | 06/18/2010 | Wachovia-Wells Fargo Sec. | 12/01/2010 | Paydown | 1,333,853 | 1,409,715 | 1,333,853 | 1,333,853 | 0 | (75,863) | 0 | (75,863) | 0 | 0 | 0 | 0 | 18,606 | 3,668 |
| 3128PQ-PK-1 | FGCI Pool #J11326 4.000% 12/01/24 | | 07/14/2010 | BNP Paribas/NY | 09/03/2010 | Various | 728,787 | 757,340 | 763,393 | 757,267 | 0 | (73) | 0 | (73) | 0 | 0 | 6,126 | 6,126 | 4,719 | 1,458 |
| 3128PQ-PK-1 | FGCI Pool #J11326 4.000% 12/01/24 | | 07/14/2010 | BNP Paribas/NY | 12/01/2010 | Paydown | 80,575 | 83,732 | 80,575 | 80,575 | 0 | (3,157) | 0 | (3,157) | 0 | 0 | 0 | 0 | 775 | 161 |

# SCHEDULE D - PART 5

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | Change in Book/Adjusted Carrying Value | | | | | 17 | 18 | 19 | 20 | 21 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | | | | | | | 12 | 13 | 14 | 15 | 16 | | | | | |
| CUSIP Identification | Description | Foreign | Date Acquired | Name of Vendor | Disposal Date | Name of Purchaser | Par Value (Bonds) or Number of Shares (Stocks) | Actual Cost | Consideration | Book/ Adjusted Carrying Value at Disposal | Unrealized Valuation Increase/ (Decrease) | Current Year's (Amortization)/ Accretion | Current Year's Other Than Temporary Impairment Recognized | Total Change In B./A. C.V. (12 + 13 - 14) | Total Foreign Exchange Change in B./A. C.V. | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Interest and Dividends Received During Year | Paid for Accrued Interest and Dividends |
| 3128PR-4M-8 | FGCI Pool #J12628 4.500% 07/01/25 | | 07/28/2010 | Credit Suisse First Boston LLC | 12/01/2010 | Paydown | 54,628 | 57,906 | 54,628 | 54,628 | 0 | (3,278) | 0 | (3,278) | 0 | 0 | 0 | 0 | 553 | 109 |
| 312932-LN-4 | FGLMC Pool# A85733 4.500% 04/01/39 | | 10/20/2010 | Nomura Securities Intl Inc | 11/04/2010 | Nomura Securities Intl Inc | 1,250,000 | 1,311,084 | 1,317,920 | 1,311,084 | 0 | 0 | 0 | 0 | 0 | 0 | 6,836 | 6,836 | 1,406 | 1,406 |
| 312934-3B-6 | FGLMC Pool A87994 5.000% 08/01/39 | | 07/15/2010 | Salomon SmBarney (Citigroup) | 12/01/2010 | Paydown | 141,798 | 150,350 | 141,798 | 141,798 | 0 | (8,552) | 0 | (8,552) | 0 | 0 | 0 | 0 | 1,418 | 217 |
| 312936-R4-1 | FGLMC Pool# A89507 4.500% 10/01/39 | | 07/26/2010 | Morgan Stanley & Co., Inc. | 09/24/2010 | Wachovia-Wells Fargo Sec. | 741,878 | 771,553 | 770,625 | 771,413 | 0 | (140) | 0 | (140) | 0 | 0 | (787) | (787) | 3,895 | 1,020 |
| 312936-R4-1 | FGLMC Pool# A89507 4.500% 10/01/39 | | 07/26/2010 | Morgan Stanley & Co., Inc. | 12/01/2010 | Paydown | 203,309 | 211,441 | 203,309 | 203,309 | 0 | (8,132) | 0 | (8,132) | 0 | 0 | 0 | 0 | 2,367 | 280 |
| 312941-7F-8 | FGLMC Pool #A93594 4.500% 08/01/40 | | 08/04/2010 | UBS Warburg LLC | 12/01/2010 | Paydown | 5,388 | 5,627 | 5,388 | 5,388 | 0 | (239) | 0 | (239) | 0 | 0 | 0 | 0 | 51 | 7 |
| 312941-NJ-2 | FGLMC Pool #A93093 4.500% 07/01/40 | | 10/26/2010 | Banc of America Securities LLC | 12/01/2010 | Paydown | 8,589 | 9,056 | 8,589 | 8,589 | 0 | (467) | 0 | (467) | 0 | 0 | 0 | 0 | 32 | 10 |
| 312942-DC-6 | FGLMC Pool #A93699 4.000% 09/01/40 | | 08/04/2010 | UBS Warburg LLC | 10/25/2010 | Nomura Securities Intl Inc | 498,682 | 507,058 | 513,954 | 507,056 | 0 | (3) | 0 | (3) | 0 | 0 | 6,898 | 6,898 | 2,161 | 720 |
| 312942-DC-6 | FGLMC Pool #A93699 4.000% 09/01/40 | | 08/04/2010 | UBS Warburg LLC | 12/01/2010 | Paydown | 13,426 | 13,651 | 13,426 | 13,426 | 0 | (226) | 0 | (226) | 0 | 0 | 0 | 0 | 120 | 19 |
| 312942-QT-5 | FGLMC Pool #A94066 4.500% 09/01/40 | | 09/23/2010 | Nomura Securities Intl Inc | 12/01/2010 | Paydown | 356,405 | 374,337 | 356,405 | 356,405 | 0 | (17,932) | 0 | (17,932) | 0 | 0 | 0 | 0 | 2,874 | 1,203 |
| 31297V-VD-7 | FGLMC Pool # A39612 5.500% 11/01/35 | | 07/14/2010 | Wachovia-Wells Fargo Sec. | 12/01/2010 | Paydown | 66,738 | 71,806 | 66,738 | 66,738 | 0 | (5,068) | 0 | (5,068) | 0 | 0 | 0 | 0 | 787 | 112 |
| 31371L-2M-0 | FNCL Pool # 255580 5.500% 02/01/35 | | 07/14/2010 | UBS Warburg LLC | 12/01/2010 | Paydown | 307,653 | 331,976 | 307,653 | 307,653 | 0 | (24,324) | 0 | (24,324) | 0 | 0 | 0 | 0 | 4,427 | 846 |
| 31371L-ZM-4 | FNCI Pool 255548 5.000% 01/01/20 | | 07/15/2010 | BNP Paribas/NY | 12/01/2010 | Paydown | 94,378 | 101,338 | 94,378 | 94,378 | 0 | (6,960) | 0 | (6,960) | 0 | 0 | 0 | 0 | 995 | 210 |
| 31371M-KF-3 | FNCT Pool #255994 5.500% 11/01/25 | | 09/14/2010 | Broadpoint Capital | 12/01/2010 | Paydown | 1,743,859 | 1,890,997 | 1,743,859 | 1,743,859 | 0 | (147,138) | 0 | (147,138) | 0 | 0 | 0 | 0 | 14,995 | 4,263 |
| 31371N-BD-6 | FNCL Pool #256636 5.500% 03/01/37 | | 09/15/2010 | BNP Paribas/NY | 12/01/2010 | Paydown | 2,448,439 | 2,616,195 | 2,448,439 | 2,448,439 | 0 | (167,756) | 0 | (167,756) | 0 | 0 | 0 | 0 | 21,008 | 7,107 |
| 3137A2-AZ-4 | FHLMC Multifamily Stru. PT Series K009 C | | 11/15/2010 | Banc of America Securities LLC | 12/01/2010 | Paydown | 14,669 | 14,815 | 14,669 | 14,669 | 0 | (146) | 0 | (146) | 0 | 0 | 0 | 0 | 34 | 25 |
| 31403D-BY-4 | FNCL Pool #745355 5.000% 03/01/36 | | 09/10/2010 | Salomon SmBarney (Citigroup) | 12/01/2010 | Paydown | 1,368,736 | 1,452,999 | 1,368,736 | 1,368,736 | 0 | (84,263) | 0 | (84,263) | 0 | 0 | 0 | 0 | 11,354 | 2,471 |
| 31403D-QC-6 | FNCL Pool # 745751 5.500% 09/01/35 | | 07/14/2010 | Barclays Capital | 12/01/2010 | Paydown | 265,956 | 286,650 | 265,956 | 265,956 | 0 | (20,695) | 0 | (20,695) | 0 | 0 | 0 | 0 | 3,139 | 447 |
| 31407B-U6-4 | FNCL Pool #826005 5.000% 07/01/35 | | 09/24/2010 | Wachovia-Wells Fargo Sec. | 12/01/2010 | Paydown | 40,691 | 43,044 | 40,691 | 40,691 | 0 | (2,352) | 0 | (2,352) | 0 | 0 | 0 | 0 | 271 | 68 |
| 31410W-KQ-0 | FNCL Pool #899503 5.500% 06/01/37 | | 10/18/2010 | Wachovia-Wells Fargo Sec. | 12/01/2010 | Paydown | 43,235 | 46,377 | 43,235 | 43,235 | 0 | (3,141) | 0 | (3,141) | 0 | 0 | 0 | 0 | 322 | 132 |
| 31412N-E6-9 | FNCL Pool 929957 6.000% 09/01/38 | | 07/15/2010 | BNP Paribas/NY | 12/01/2010 | Paydown | 199,088 | 217,317 | 199,088 | 199,088 | 0 | (18,229) | 0 | (18,229) | 0 | 0 | 0 | 0 | 2,670 | 365 |
| 31412N-FD-3 | FNCL Pool 929964 6.000% 09/01/38 | | 07/28/2010 | Salomon SmBarney (Citigroup) | 12/01/2010 | Paydown | 73,288 | 79,941 | 73,288 | 73,288 | 0 | (6,653) | 0 | (6,653) | 0 | 0 | 0 | 0 | 923 | 134 |
| 31412R-JF-5 | FNCL Pool# 932762 6.500% 03/01/40 | | 07/28/2010 | Banc of America Securities LLC | 09/02/2010 | BNP Paribas/NY | 444,874 | 490,404 | 487,415 | 490,284 | 0 | (120) | 0 | (120) | 0 | 0 | (2,869) | (2,869) | 3,454 | 884 |
| 31412R-JF-5 | FNCL Pool# 932762 6.500% 03/01/40 | | 07/28/2010 | Banc of America Securities LLC | 12/01/2010 | Paydown | 101,388 | 111,764 | 101,388 | 101,388 | 0 | (10,376) | 0 | (10,376) | 0 | 0 | 0 | 0 | 2,103 | 201 |
| 31412R-KU-0 | FNCL Pool #932807 4.000% 09/01/40 | | 09/14/2010 | Wachovia-Wells Fargo Sec. | 12/01/2010 | Paydown | 1,038,731 | 1,071,435 | 1,038,731 | 1,038,731 | 0 | (32,704) | 0 | (32,704) | 0 | 0 | 0 | 0 | 7,501 | 1,847 |
| 31412U-ZA-1 | FNCL Pool # 935537 4.500% 08/01/39 | | 07/13/2010 | BNP Paribas/NY | 12/01/2010 | Paydown | 66,495 | 68,791 | 66,495 | 66,495 | 0 | (2,296) | 0 | (2,296) | 0 | 0 | 0 | 0 | 614 | 91 |
| 31412X-GY-4 | FNCL Pool# 937715 6.000% 06/01/37 | | 10/22/2010 | Morgan Stanley & Co., Inc. | 12/01/2010 | Paydown | 344,082 | 377,791 | 344,082 | 344,082 | 0 | (33,709) | 0 | (33,709) | 0 | 0 | 0 | 0 | 1,720 | 516 |
| 31414J-AA-1 | FNCL Pool #967201 5.500% 12/01/37 | | 07/26/2010 | UBS Warburg LLC | 12/01/2010 | Nomura Securities Intl Inc | 840,629 | 906,566 | 901,246 | 906,416 | 0 | (150) | 0 | (150) | 0 | 0 | (5,170) | (5,170) | 16,953 | 1,413 |
| 31414J-AA-1 | FNCL Pool #967201 5.500% 12/01/37 | | 07/26/2010 | UBS Warburg LLC | 12/01/2010 | Paydown | 159,372 | 171,872 | 159,372 | 159,372 | 0 | (12,501) | 0 | (12,501) | 0 | 0 | 0 | 0 | 1,845 | 268 |
| 31414S-TW-3 | FNCL Pool # 974965 5.000% 04/01/38 | | 08/10/2010 | Salomon SmBarney (Citigroup) | 12/01/2010 | Paydown | 183,643 | 195,393 | 183,643 | 183,643 | 0 | (11,750) | 0 | (11,750) | 0 | 0 | 0 | 0 | 1,499 | 332 |
| 31416B-6Y-9 | FNCL Pool #995587 5.500% 08/01/37 | | 10/18/2010 | UBS Warburg LLC | 12/01/2010 | Paydown | 24,411 | 26,391 | 24,411 | 24,411 | 0 | (1,980) | 0 | (1,980) | 0 | 0 | 0 | 0 | 112 | 34 |
| 31416B-SA-7 | FNCL Pool #995213 6.000% 07/01/36 | | 07/15/2010 | Oppenheimer | 12/01/2010 | Paydown | 198,537 | 216,932 | 198,537 | 198,537 | 0 | (18,396) | 0 | (18,396) | 0 | 0 | 0 | 0 | 2,331 | 364 |
| 31416C-EZ-5 | FNCL Pool# 995752 4.500% 05/01/39 | | 09/09/2010 | BNP Paribas/NY | 12/01/2010 | Paydown | 1,506,936 | 1,586,285 | 1,506,936 | 1,506,936 | 0 | (79,350) | 0 | (79,350) | 0 | 0 | 0 | 0 | 12,299 | 2,449 |
| 31416W-RH-7 | FNCL Pool #AB1387 4.500% 08/01/40 | | 09/09/2010 | BNP Paribas/NY | 12/01/2010 | Paydown | 1,914,403 | 1,998,756 | 1,914,403 | 1,914,403 | 0 | (84,353) | 0 | (84,353) | 0 | 0 | 0 | 0 | 14,538 | 3,111 |

# SCHEDULE D - PART 5

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | Change in Book/Adjusted Carrying Value | | | | | 17 | 18 | 19 | 20 | 21 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | | | | | | | 12 | 13 | 14 | 15 | 16 | | | | | |
| CUSIP Identification | Description | Foreign | Date Acquired | Name of Vendor | Disposal Date | Name of Purchaser | Par Value (Bonds) or Number of Shares (Stocks) | Actual Cost | Consideration | Book/ Adjusted Carrying Value at Disposal | Unrealized Valuation Increase/ (Decrease) | Current Year's (Amortization)/ Accretion | Current Year's Other Than Temporary Impairment Recognized | Total Change In B./A. C.V. (12 + 13 - 14) | Total Foreign Exchange Change in B./A. C.V. | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Interest and Dividends Received During Year | Paid for Accrued Interest and Dividends |
| 31417V-S2-0 | FN Pool AC8636 HYB 3.607% 02/01/40 | | 06/23/2010 | Oppenheimer | 12/01/2010 | Paydown | 2,760,402 | 2,874,053 | 2,760,402 | 2,760,402 | 0 | (113,651) | 0 | (113,651) | 0 | 0 | 0 | 0 | 25,758 | 5,797 |
| 31418M-U4-2 | FNCL Pool #AD0602 6.500% 01/01/39 | | 07/28/2010 | Jefferies & Co (JPM-BS) | 12/01/2010 | Paydown | 86,521 | 95,524 | 86,521 | 86,521 | 0 | (9,004) | 0 | (9,004) | 0 | 0 | 0 | 0 | 1,111 | 172 |
| 31418Q-G8-0 | FN Pool# AD2922 HYB 3.564% 04/01/40 | | 07/30/2010 | Salomon SmBarney (Citigroup) | 12/01/2010 | Paydown | 327,567 | 342,819 | 327,567 | 327,567 | 0 | (15,252) | 0 | (15,252) | 0 | 0 | 0 | 0 | 2,326 | 711 |
| 31419A-BH-9 | FNCI Pool #AE0039 4.000% 05/01/25 | | 07/16/2010 | Wachovia-Wells Fargo Sec | 12/01/2010 | Paydown | 47,253 | 49,269 | 47,253 | 47,253 | 0 | (2,016) | 0 | (2,016) | 0 | 0 | 0 | 0 | 379 | 84 |
| 31419A-GT-8 | FN Pool# AE0209 4.331% 06/01/20 | | 07/28/2010 | Wachovia-Wells Fargo Sec | 12/01/2010 | Paydown | 3,972 | 4,206 | 3,972 | 3,972 | 0 | (234) | 0 | (234) | 0 | 0 | 0 | 0 | 37 | 0 |
| 31419D-L5-8 | FNCL Pool #AE3047 4.500% 09/01/40 | | 09/14/2010 | UBS Warburg LLC | 12/01/2010 | Paydown | 312,460 | 328,864 | 312,460 | 312,460 | 0 | (16,404) | 0 | (16,404) | 0 | 0 | 0 | 0 | 2,142 | 625 |
| 31419D-MT-5 | FNCI Pool #AE3069 4.000% 09/01/25 | | 09/23/2010 | Wachovia-Wells Fargo Sec | 12/01/2010 | Paydown | 796,268 | 838,197 | 796,268 | 796,268 | 0 | (41,929) | 0 | (41,929) | 0 | 0 | 0 | 0 | 4,754 | 2,390 |
| 45528S-6N-1 | Indianapolis Local Public Impr | | 08/06/2010 | Salomon SmBarney (Citigroup) | 10/04/2010 | Salomon SmBarney (Citigroup) | 1,000,000 | 1,108,110 | 1,121,610 | 1,106,606 | 0 | (1,504) | 0 | (1,504) | 0 | 0 | 15,004 | 15,004 | 7,639 | 0 |
| 60636P-C7-3 | Missouri State Environmental I MO ENV IM | | 01/28/2010 | Merrill Lynch | 09/09/2010 | Salomon SmBarney (Citigroup) | 13,610,000 | 15,607,131 | 16,254,423 | 15,506,763 | 0 | (100,369) | 0 | (100,369) | 0 | 0 | 747,660 | 747,660 | 391,288 | 0 |
| 783186-NJ-4 | Rutgers-State University of Ne | | 11/04/2010 | Morgan Stanley & Co., Inc. | 11/10/2010 | Morgan Stanley & Co., Inc | 1,200,000 | 1,200,000 | 1,206,000 | 1,200,000 | 0 | 0 | 0 | 0 | 0 | 0 | 6,000 | 6,000 | 0 | 0 |
| 84247P-BU-4 | Southern California Public Pow | | 07/21/2010 | Salomon SmBarney (Citigroup) | 11/23/2010 | Morgan Stanley & Co., Inc | 745,000 | 771,429 | 723,410 | 770,748 | 0 | (673) | 0 | (673) | 0 | 0 | (47,340) | (47,340) | 11,278 | 0 |
| 3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions | | | | | | | 81,375,442 | 81,375,442 | 80,556,923 | 79,732,785 | 0 | (1,642,657) | 0 | (1,642,657) | 0 | 0 | 824,138 | 824,138 | 1,213,428 | 308,734 |
| Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | | | | | | | | | | | | | | | | |
| 02005A-AG-3 | Ally Master Owner Trust Series 2010-3 Cl | | 04/29/2010 | Barclays Capital | 11/29/2010 | Barclays Capital | 8,275,000 | 8,273,686 | 8,480,582 | 8,273,935 | 0 | 249 | 0 | 249 | 0 | 0 | 206,647 | 206,647 | 136,372 | 0 |
| 02581F-YA-1 | American Express Centurion Bk | | 10/29/2010 | Goldman Sachs | 11/30/2010 | Salomon SmBarney (Citigroup) | 500,000 | 563,460 | 562,155 | 562,771 | 0 | (689) | 0 | (689) | 0 | 0 | (616) | (616) | 14,131 | 11,652 |
| 0258M0-CY-3 | American Express Credit Corp | | 08/31/2010 | BNP Paribas/NY | 11/01/2010 | Credit Suisse First Boston LLC | 1,000,000 | 1,145,050 | 1,145,070 | 1,136,988 | 0 | (8,062) | 0 | (8,062) | 0 | 0 | 8,082 | 8,082 | 15,006 | 2,636 |
| 035229-CV-3 | Anheuser-Busch Cos Inc | | 08/31/2010 | Greenwich Capital-RBS | 09/14/2010 | Morgan Stanley & Co., Inc | 1,000,000 | 1,113,280 | 1,115,220 | 1,112,633 | 0 | (647) | 0 | (647) | 0 | 0 | 2,587 | 2,587 | 21,322 | 19,358 |
| 06051G-EC-9 | Bank of America Corp 5.625% 07/01/20 | | 08/25/2010 | Banc of America Securities LLC | 10/13/2010 | Cantor, Fitzgerald & Co | 1,000,000 | 1,041,050 | 1,060,910 | 1,040,655 | 0 | (395) | 0 | (395) | 0 | 0 | 20,255 | 20,255 | 18,125 | 10,625 |
| 06052F-AB-6 | Bank of America Auto Trust Series 2009-2 | | 02/22/2010 | Nomura Securities Intl Inc | 12/15/2010 | Paydown | 26,825,000 | 26,913,020 | 26,825,000 | 26,825,000 | 0 | (88,020) | 0 | (88,020) | 0 | 0 | 0 | 0 | 165,063 | 8,644 |
| 12612A-AB-8 | CNH Equipment Trust Series 2009-C Class | | 02/11/2010 | Salomon SmBarney (Citigroup) | 12/15/2010 | Paydown | 3,635,942 | 3,638,783 | 3,635,942 | 3,635,942 | 0 | (2,841) | 0 | (2,841) | 0 | 0 | 0 | 0 | 21,101 | 192 |
| 126650-BT-6 | CVS Caremark Corp 3.250% 05/18/15 | | 08/31/2010 | Credit Suisse First Boston LLC | 10/08/2010 | Oppenheimer | 1,000,000 | 1,039,420 | 1,053,030 | 1,038,528 | 0 | (892) | 0 | (892) | 0 | 0 | 14,502 | 14,502 | 13,181 | 9,479 |
| 126802-AQ-0 | Cabela's Master Credit Card Tr Series 20 | | 07/21/2010 | Wachovia-Wells Fargo Sec | 11/18/2010 | Wachovia-Wells Fargo Sec | 2,184,000 | 2,210,788 | 2,189,289 | 2,188,240 | 0 | (22,548) | 0 | (22,548) | 0 | 0 | 1,049 | 1,049 | 40,690 | 3,497 |
| 14041N-BA-8 | Capital One Mult-Asst Exec Tr Series 200 | | 07/28/2010 | Barclays Capital | 10/15/2010 | Paydown | 1,679,000 | 1,690,871 | 1,679,000 | 1,679,000 | 0 | (11,871) | 0 | (11,871) | 0 | 0 | 0 | 0 | 20,106 | 3,798 |
| 14313C-AB-2 | Carmax Auto Owner Trust Series 2010-1 Cl | | 02/09/2010 | Wachovia-Wells Fargo Sec | 12/15/2010 | Paydown | 694,715 | 694,697 | 694,715 | 694,715 | 0 | 18 | 0 | 18 | 0 | 0 | 0 | 0 | 4,409 | 0 |
| 161571-DM-3 | Chase Issuance Trust Serie 2009 - A3 Clas | | 08/20/2010 | Jefferies & Co (JPM-BS) | 11/30/2010 | Wachovia-Wells Fargo Sec | 1,500,000 | 1,523,672 | 1,514,238 | 1,515,682 | 0 | (7,990) | 0 | (7,990) | 0 | 0 | (1,443) | (1,443) | 10,800 | 1,000 |
| 172967-FF-3 | Citigroup Inc 5.375% 08/09/20 | | 08/24/2010 | Salomon SmBarney (Citigroup) | 09/16/2010 | Prager, Sealy & Co (Pershing) | 500,000 | 507,645 | 506,240 | 507,607 | 0 | (38) | 0 | (38) | 0 | 0 | (1,367) | (1,367) | 3,135 | 1,344 |
| 260543-CA-9 | Dow Chemical Co/The 5.900% 02/15/15 | | 08/25/2010 | Banc of America Securities LLC | 12/01/2010 | Banc of America Securities LLC | 1,000,000 | 1,111,210 | 1,115,590 | 1,104,982 | 0 | (6,228) | 0 | (6,228) | 0 | 0 | 10,608 | 10,608 | 18,192 | 2,458 |
| 30250R-AA-2 | FDIC Trust Series 2010-R1 Class 1 | | 07/28/2010 | Greenwich Capital-RBS | 12/01/2010 | Paydown | 3,936,891 | 3,936,792 | 3,936,891 | 3,936,891 | 0 | 99 | 0 | 99 | 0 | 0 | 0 | 0 | 22,821 | 6,926 |
| 32027N-PD-7 | First Franklin Mtg Loan AB Cer Series 20 | | 09/23/2010 | Caprok Capital | 12/29/2010 | Paydown | 306,623 | 304,994 | 306,623 | 306,623 | 0 | 1,629 | 0 | 1,629 | 0 | 0 | 0 | 0 | 463 | 7 |
| 34529D-AC-6 | Ford Credit Auto Lease Trust Series 2009 | | 07/28/2010 | Nomura Securities Intl Inc | 12/15/2010 | Paydown | 305,082 | 310,754 | 305,082 | 305,082 | 0 | (5,673) | 0 | (5,673) | 0 | 0 | 0 | 0 | 3,706 | 534 |
| 373334-JR-3 | Georgia Power Co 5.400% 06/01/40 | | 08/24/2010 | HSBC Securities Inc | 08/30/2010 | Banc of America Securities LLC | 1,000,000 | 1,097,830 | 1,075,490 | 1,097,820 | 0 | (10) | 0 | (10) | 0 | 0 | (22,330) | (22,330) | 13,050 | 12,600 |
| 4042Q1-AE-7 | HSBC Bank USA NA 4.875% 08/24/20 | | 08/24/2010 | Cantor, Fitzgerald & Co | 12/15/2010 | HSBC Securities Inc | 1,000,000 | 1,035,450 | 973,600 | 1,034,556 | 0 | (894) | 0 | (894) | 0 | 0 | (60,956) | (60,956) | 15,708 | 406 |
| 428236-BA-0 | Hewlett-Packard Co 0.427% 09/13/12 | | 09/08/2010 | Salomon SmBarney (Citigroup) | 09/21/2010 | HSBC Securities Inc | 1,000,000 | 1,000,000 | 1,000,078 | 1,000,000 | 0 | 0 | 0 | 0 | 0 | 0 | 78 | 78 | 128 | 0 |
| 534187-AU-3 | Lincoln National Corp 6.050% 04/20/67 | | 08/24/2010 | Banc of America Securities LLC | 11/09/2010 | Banc of America Securities LLC | 1,000,000 | 842,500 | 940,000 | 842,657 | 0 | 157 | 0 | 157 | 0 | 0 | 97,343 | 97,343 | 34,451 | 21,343 |

# SCHEDULE D - PART 5

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | Change in Book/Adjusted Carrying Value | | | | | 17 | 18 | 19 | 20 | 21 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | | | | | | | 12 | 13 | 14 | 15 | 16 | | | | | |
| CUSIP Identification | Description | Foreign | Date Acquired | Name of Vendor | Disposal Date | Name of Purchaser | Par Value (Bonds) or Number of Shares (Stocks) | Actual Cost | Consideration | Book/ Adjusted Carrying Value at Disposal | Unrealized Valuation Increase/ (Decrease) | Current Year's (Amortization)/ Accretion | Current Year's Other Than Temporary Impairment Recognized | Total Change In B./A. C.V. (12 + 13 - 14) | Total Foreign Exchange Change in B./A. C.V. | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Interest and Dividends Received During Year | Paid for Accrued Interest and Dividends |
| 544152-AB-7 | Lorillard Tobacco Co 6.875% 05/01/20 | | 08/24/2010 | Deutsche Bank | 11/22/2010 | Barclays Capital | 1,500,000 | 1,584,240 | 1,589,625 | 1,582,866 | 0 | (1,374) | 0 | (1,374) | 0 | 0 | 6,759 | 6,759 | 64,167 | 38,672 |
| 57643L-JU-1 | Master Asset Backed Sec Trust Series 200 | | 10/22/2010 | Jefferies & Co (JPM-BS) | 12/25/2010 | Paydown | 262,281 | 258,019 | 262,281 | 262,281 | 0 | 4,262 | 0 | 4,262 | 0 | 0 | 0 | 0 | 153 | 7 |
| 59157B-AB-8 | MetLife Institutional Funding | | 09/21/2010 | Deutsche Bank | 12/01/2010 | First Tennessee Sec - BI | 1,000,000 | 1,000,000 | 1,000,257 | 1,000,000 | 0 | 0 | 0 | 0 | 0 | 0 | 257 | 257 | 1,283 | 0 |
| 594918-AJ-3 | Microsoft Corp 4.500% 10/01/40 | | 09/22/2010 | Barclays Capital | 11/04/2010 | Barclays Capital | 1,000,000 | 989,110 | 966,760 | 989,130 | 0 | 20 | 0 | 20 | 0 | 0 | (22,370) | (22,370) | 5,250 | 0 |
| 62888V-AB-4 | NCUA Guaranteed Notes Series 2010-R1 Cla | | 10/18/2010 | Barclays Capital | 12/07/2010 | Paydown | 308,121 | 308,093 | 308,121 | 308,121 | 0 | 28 | 0 | 28 | 0 | 0 | 0 | 0 | 356 | 0 |
| 743410-AW-2 | Prologis Trust 6.875% 03/15/20 | | 08/25/2010 | Goldman Sachs | 12/07/2010 | Call 107.7220 | 1,840,000 | 1,790,651 | 1,982,085 | 1,791,725 | 0 | 1,074 | 0 | 1,074 | 0 | 0 | 190,360 | 190,360 | 146,913 | 57,628 |
| 755111-BT-7 | RC Trust I 3.125% 10/15/20 | | 10/13/2010 | Credit Suisse First Boston LLC | 11/09/2010 | Banc of America Securities LLC | 500,000 | 497,325 | 484,765 | 497,341 | 0 | 16 | 0 | 16 | 0 | 0 | (12,576) | (12,576) | 1,085 | 0 |
| 759468-AA-9 | Reliance Holdings USA Inc | | 10/14/2010 | Salomon SmBarney (Citigroup) | 11/09/2010 | BNP Paribas/NY | 500,000 | 497,690 | 491,345 | 497,703 | 0 | 13 | 0 | 13 | 0 | 0 | (6,358) | (6,358) | 1,625 | 0 |
| 78445P-AA-1 | SLM Student Loan Trust Series 2010-BA Cl | | 07/14/2010 | Barclays Capital | 12/15/2010 | Paydown | 175,847 | 175,847 | 175,847 | 175,847 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 651 | 0 |
| 842400-FF-5 | Southern California Edison Co | | 08/24/2010 | HSBC Securities Inc | 08/30/2010 | Deutsche Bank | 1,100,000 | 1,264,219 | 1,245,673 | 1,264,193 | 0 | (26) | 0 | (26) | 0 | 0 | (18,520) | (18,520) | 7,631 | 7,123 |
| 842400-FH-1 | Southern California Edison Co | | 08/24/2010 | HSBC Securities Inc | 08/30/2010 | Deutsche Bank | 1,000,000 | 1,219,870 | 1,196,550 | 1,219,837 | 0 | (33) | 0 | (33) | 0 | 0 | (23,287) | (23,287) | 4,793 | 4,297 |
| 92344G-AX-4 | Verizon Communications Inc | | 08/25/2010 | Goldman Sachs | 12/15/2010 | KeyBank | 500,000 | 548,105 | 498,390 | 547,825 | 0 | (280) | 0 | (280) | 0 | 0 | (49,435) | (49,435) | 22,344 | 13,406 |
| 03938L-AP-9 | ArcelorMittal 7.000% 10/15/39 | F | 08/24/2010 | Goldman Sachs | 10/27/2010 | HSBC Securities Inc | 1,000,000 | 1,029,750 | 999,090 | 1,029,741 | 0 | (9) | 0 | (9) | 0 | 0 | (30,651) | (30,651) | 38,111 | 25,667 |
| 78010X-AE-1 | Royal Bank of Scotland Plc | F | 08/24/2010 | Greenwich Capital-RBS | 10/04/2010 | Greenwich Capital-RBS | 750,000 | 764,460 | 785,018 | 764,337 | 0 | (123) | 0 | (123) | 0 | 0 | 20,680 | 20,680 | 5,039 | 352 |
| 822582-AQ-5 | Shell International Finance BV | F | 08/26/2010 | Banc of America Securities LLC | 10/13/2010 | Deutsche Bank | 1,000,000 | 1,045,128 | 1,059,409 | 1,043,958 | 0 | (1,170) | 0 | (1,170) | 0 | 0 | 15,451 | 15,451 | 9,472 | 5,425 |
| 3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | | | 72,967,459 | 72,967,459 | 73,159,961 | 72,815,212 | 0 | (152,248) | 0 | (152,248) | 0 | 0 | 344,749 | 344,749 | 900,833 | 269,076 |
| Bonds - Credit Tenant Loans | | | | | | | | | | | | | | | | | | | | |
| Bonds - Hybrid Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds - Parent, Subsidiaries, and Affiliates | | | | | | | | | | | | | | | | | | | | |
| 8399998 - Subtotals - Bonds | | | | | | | 393,123,438 | 393,123,438 | 394,759,707 | 390,055,198 | 0 | (3,068,240) | 0 | (3,068,240) | 0 | 0 | 4,704,510 | 4,704,510 | 3,726,378 | 1,460,210 |
| Preferred Stocks - Industrial and Miscellaneous (Unaffiliated) | | | | | | | | | | | | | | | | | | | | |
| Preferred Stocks - Parent, Subsidiaries, and Affiliates (Unaffiliated) | | | | | | | | | | | | | | | | | | | | |
| Common Stocks - Industrial and Miscellaneous (Unaffiliated) | | | | | | | | | | | | | | | | | | | | |
| Common Stocks - Parent, Subsidiaries, and Affiliates | | | | | | | | | | | | | | | | | | | | |
| Common Stocks - Mutual Funds | | | | | | | | | | | | | | | | | | | | |
| Common Stocks- Money Market Mutual Funds | | | | | | | | | | | | | | | | | | | | |
| 9999999 Totals | | | | | | | | 393,123,438 | 394,759,707 | 390,055,198 | 0 | (3,068,240) | 0 | (3,068,240) | 0 | 0 | 4,704,510 | 4,704,510 | 3,726,378 | 1,460,210 |

# SCHEDULE D - PART 6 - SECTION 1

Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | Stock of Such Company Owned by Insurer on Statement Date | |
|---|---|---|---|---|---|---|---|---|---|
| | | | | | | | | 9 | 10 |
| CUSIP Identification | Description Name of Subsidiary, Controlled or Affiliated Company | Foreign | NAIC Company Code or Alien Insurer Identification Number | NAIC Valuation Method (See SVO Purposes and Procedures Manual) | Do Insurer's Assets Include Intangible Assets Connected with Holding of Such Company's Stock? | Total Amount of Such Intangible Assets | Book / Adjusted Carrying Value | Number of Shares | % of Outstanding |
| | | | | | | | | | |
| 1999999 Totals | | | | | | 0 | 0 | XXX | XXX |

NONE

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: $ 0
2. Total amount of intangible assets nonadmitted $ 0

# SCHEDULE D - PART 6 - SECTION 2

| 1 | 2 | 3 | 4 | Stock in Lower-Tier Company Owned Indirectly by Insurer on Statement Date | |
|---|---|---|---|---|---|
| | | | | 5 | 6 |
| CUSIP Identification | Name of Lower-Tier Company | Name of Company Listed in Section 1 Which Controls Lower-Tier Company | Total Amount of Intangible Assets Included in Amount Shown in Column 7, Section 1 | Number of Shares | % of Outstanding |
| | | | | | |
| 0399999 Total | | | | XXX | XXX |

NONE

# SCHEDULE DA - PART 1

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

| 1 | 2 | Codes | | 5 | 6 | 7 | 8 | Change In Book/Adjusted Carrying Value | | | | 13 | 14 | Interest | | | | | | 21 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | 3 | 4 | | | | | 9 | 10 | 11 | 12 | | | 15 | 16 | 17 | 18 | 19 | 20 | |
| CUSIP Identi-fication | Description | Code | Foreign | Date Acquired | Name of Vendor | Maturity Date | 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. | Par Value | Actual Cost | Amount Due And Accrued Dec. 31 of Current Year On Bond Not In Default | Non-Admitted Due and Accrued | Rate of | Effective Rate of | When Paid | Amount Received During Year | Paid for Accrued Interest |
| Bonds: U.S. Governments Issuer Obligations | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S Governments Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: All Other Governments - Issuer Obligations | | | | | | | | | | | | | | | | | | | | |
| Bonds: All Other Governments - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: All Other Governments - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: All Other Governments - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: All Other Governments - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: All Other Governments - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations | | | | | | | | | | | | | | | | | | | | |
| | MBIA Cap 2001 I T.E Grantor Tr Series 20 | | | 12/31/2010 | MBIA Insurance Corp | 07/15/2011 | 102,315 | 0 | 8 | 0 | 0 | 101,546 | 102,307 | 2,458 | 0 | 5.250 | 2.621 | JJ | 0 | 2,458 |
| | Vigo County School Corp, IN Series 2002- | | | 12/31/2010 | MBIA Insurance Corp | 09/15/2011 | 418,472 | 0 | 42 | 0 | 0 | 415,315 | 418,430 | 6,481 | 0 | 5.300 | 3.598 | MS | 0 | 6,481 |
| | Contra Costa Series 2003-A | | | 12/31/2010 | MBIA Insurance Corp | 07/15/2011 | 464,654 | 0 | 30 | 0 | 0 | 461,165 | 464,624 | 2,610 | 0 | 4.430 | 2.352 | MN | 0 | 2,610 |
| | Philadelphia School District PHILA SD-TR | | | 07/16/2010 | Wachovia-Wells Fargo Sec | 06/30/2011 | 1,006,336 | 0 | (5,664) | 0 | 0 | 1,000,000 | 1,012,000 | 12,014 | 0 | 2.500 | 1.209 | JUN | 0 | 903 |
| 1899999 - Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations | | | | | | | 1,991,777 | 0 | (5,584) | 0 | 0 | 1,978,026 | 1,997,361 | 23,563 | 0 | XXX | XXX | XXX | 0 | 12,452 |
| Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Residential Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| 2499999 - Bonds: Subtotals - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) | | | | | | | 1,991,777 | 0 | (5,584) | 0 | 0 | 1,978,026 | 1,997,361 | 23,563 | 0 | XXX | XXX | XXX | 0 | 12,452 |
| Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Issuer Obligations | | | | | | | | | | | | | | | | | | | | |
| 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 | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations | | | | | | | | | | | | | | | | | | | | |
| | National Repurchase Agreement | | | 10/01/2010 | MBIA Inc as Principal | 01/01/2011 | 1,775,000,000 | 0 | 0 | 0 | 0 | 1,775,000,000 | 1,775,000,000 | 2,944,208 | 0 | 0.649 | 0.649 | MAT | 0 | 0 |
| 3299999 - Bonds: Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations | | | | | | | 1,775,000,000 | 0 | 0 | 0 | 0 | 1,775,000,000 | 1,775,000,000 | 2,944,208 | 0 | XXX | XXX | XXX | 0 | 0 |
| Bonds: Industrial and Miscellaneous (Unaffiliated) - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: Industrial and Miscellaneous (Unaffiliated) - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: Industrial and Miscellaneous (Unaffiliated) - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: Industrial and Miscellaneous (Unaffiliated) - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: Industrial and Miscellaneous (Unaffiliated) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| 3899999 - Bonds: Subtotals - Industrial and Miscellaneous (Unaffiliated) | | | | | | | 1,775,000,000 | 0 | 0 | 0 | 0 | 1,775,000,000 | 1,775,000,000 | 2,944,208 | 0 | XXX | XXX | XXX | 0 | 0 |
| Bonds: Credit Tenant Loans - Issuer Obligations | | | | | | | | | | | | | | | | | | | | |
| Bonds: Credit Tenant Loans - Single Class Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: Hybrid Securities - Issuer Obligations | | | | | | | | | | | | | | | | | | | | |
| Bonds: Hybrid Securities - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: Hybrid Securities - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: Hybrid Securities - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: Hybrid Securities - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: Hybrid Securities - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: Parent, Subsidiaries and Affiliates Bonds - Issuer Obligations | | | | | | | | | | | | | | | | | | | | |
| Bonds: Parent, Subsidiaries and Affiliates Bonds - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: Parent, Subsidiaries and Affiliates Bonds - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |

# SCHEDULE DA - PART 1

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

| 1 | 2 | Codes | | 5 | 6 | 7 | 8 | Change In Book/Adjusted Carrying Value | | | | 13 | 14 | Interest | | | | | | 21 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | 3 | 4 | | | | | 9 | 10 | 11 | 12 | | | 15 | 16 | 17 | 18 | 19 | 20 | |
| CUSIP Identi-fication | Description | Code | Foreign | Date Acquired | Name of Vendor | Maturity Date | 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. | Par Value | Actual Cost | Amount Due And Accrued Dec. 31 of Current Year On Bond Not In Default | Non-Admitted Due and Accrued | Rate of | Effective Rate of | When Paid | Amount Received During Year | Paid for Accrued Interest |
| Bonds: Parent, Subsidiaries and Affiliates Bonds - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: Parent, Subsidiaries and Affiliates Bonds - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| Bonds: Parent, Subsidiaries and Affiliates Bonds - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | | | | | | | | | | | | | | | |
| 7799999 - Total Bonds: Subtotals - Issuer Obligations | | | | | | | 1,776,991,777 | 0 | (5,584) | 0 | 0 | 1,776,978,026 | 1,776,997,361 | 2,967,771 | 0 | XXX | XXX | XXX | 0 | 12,452 |
| 8399999 - Total Bonds: Subtotals - Bonds | | | | | | | 1,776,991,777 | 0 | (5,584) | 0 | 0 | 1,776,978,026 | 1,776,997,361 | 2,967,771 | 0 | XXX | XXX | XXX | 0 | 12,452 |
| Parent, Subsidiaries and Affiliates - Mortgage Loans | | | | | | | | | | | | | | | | | | | | |
| Parent, Subsidiaries and Affiliates - Other Short-Term Invested Assets | | | | | | | | | | | | | | | | | | | | |
| Mortgage Loans | | | | | | | | | | | | | | | | | | | | |
| Exempt Money Market Mutual Funds | | | | | | | | | | | | | | | | | | | | |
| Class One Money Market Mutual Funds | | | | | | | | | | | | | | | | | | | | |
| 61747C-71-5 | Morgan Stanley Prime Inst Inst - 3120 | | | 12/30/2010 | Goldman Sachs | | 48,140,000 | 0 | 0 | 0 | 0 | 48,140,000 | 48,140,000 | 224 | 0 | 0.170 | 0.194 | MON | 18,869 | 0 |
| 09248U-61-9 | Blackrock Liquidity TempFund #24 | | | 12/30/2010 | No Broker | | 47,600,000 | 0 | 0 | 0 | 0 | 0 | 47,600,000 | 4,858 | 0 | 0.000 | 0.000 | | 13,790 | 0 |
| 8999999 - Class One Money Market Mutual Funds | | | | | | | 95,740,000 | 0 | 0 | 0 | 0 | XXX | 95,740,000 | 5,082 | 0 | XXX | XXX | XXX | 32,659 | 0 |
| Other Short-Term Invested Assets | | | | | | | | | | | | | | | | | | | | |
| 9199999 TOTALS | | | | | | | 1,872,731,777 | 0 | (5,584) | 0 | 0 | XXX | 1,872,737,361 | 2,972,853 | 0 | XXX | XXX | XXX | 32,659 | 12,452 |

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

# SCHEDULE E - PART 1 - CASH

| 1<br>Depository | | 2<br>Code | 3<br>Rate of Interest | 4<br>Amount of Interest Received During Year | 5<br>Amount of Interest Accrued December 31 of Current Year | 6<br>Balance | 7<br>* |
|---|---|---|---|---|---|---|---|
| OPEN DEPOSITORIES | | | | | | | |
| JP Morgan Chase | New York | | 0.300 | 0 | 0 | 9,071,812 | XXX |
| 0199998 Deposits in 0 depositories that do not exceed the allowable limit in any one depository (See Instructions)-open depositories | | XXX | XXX | 0 | 0 | 0 | XXX |
| 0199999 Totals-Open Depositories | | XXX | XXX | 0 | 0 | 9,071,812 | XXX |
| SUSPENDED DEPOSITORIES | | | | | | | |
| | | | 0.000 | 0 | 0 | 0 | |
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| | | | | | | | XXX |
| | | | | | | | XXX |
| 0399999 Total Cash on Deposit | | XXX | XXX | 0 | 0 | 9,071,812 | XXX |
| 0499999 Cash in Company's Office | | XXX | XXX | XXX | XXX | 0 | XXX |
| 0599999 Total Cash | | XXX | XXX | 0 | 0 | 9,071,812 | XXX |

**TOTALS OF DEPOSITORY BALANCES ON THE LAST DAY OF EACH MONTH DURING THE CURRENT YEAR**

| | | | | | | | |
|---|---|---|---|---|---|---|---|
| 1. January | 3,798,654 | 4. April | 2,292,569 | 7. July | 78,973,491 | 10. October | (8,227,418) |
| 2. February | 39,441,942 | 5. May | 31,219,750 | 8. August | 15,566,304 | 11. November | 10,729,610 |
| 3. March | 2,898,461 | 6. June | 255,167,878 | 9. September | 43,513,099 | 12. December | 9,071,812 |

# SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned December 31 of Current Year

| 1<br>Description | 2<br>Code | 3<br>Date Acquired | 4<br>Rate of Interest | 5<br>Maturity Date | 6<br>Book/Adjusted Carrying Value | 7<br>Amount of Interest Due & Accrued | 8<br>Amount Received During Year |
|---|---|---|---|---|---|---|---|
| U.S. Governments Issuer Obligations | | | | | | | |
| U.S. Governments Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | |
| All Other Governments - Issuer Obligations | | | | | | | |
| All Other Governments - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | |
| All Other Governments - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | | |
| All Other Governments - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | |
| All Other Governments - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | |
| All Other Governments - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | | |
| U.S. States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations | | | | | | | |
| U.S. States, Territories and Possessions (Direct and Guaranteed) - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | |
| U.S. States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | | |
| U.S. States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | |
| U.S. States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | |
| U.S. States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | | |
| U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations | | | | | | | |
| MBIA CAP 2001 B T.E Grantor Tr Series 20 | | 12/31/2010 | 5.891 | 01/15/2011 | 2,762 | 68 | (2) |
| 1899999 - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations | | | | | 2,762 | 68 | (2) |
| U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | |
| U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Residential Mortgage-Backed/Asset-Backed Securities | | | | | | | |
| U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | |
| U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | |
| U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | | |
| 2499999 - Subtotals - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) | | | | | 2,762 | 68 | (2) |
| U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Issuer Obligations | | | | | | | |
| 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 | | | | | | | |
| U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | | |
| U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | |
| U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | |
| U.S. Special Revenue and Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | | |
| Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations | | | | | | | |
| Industrial and Miscellaneous (Unaffiliated) - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | |
| Industrial and Miscellaneous (Unaffiliated) - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | | |
| Industrial and Miscellaneous (Unaffiliated) - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | |
| Industrial and Miscellaneous (Unaffiliated) - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | |
| Industrial and Miscellaneous (Unaffiliated) - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | | |
| Credit Tenant Loans - Issuer Obligations | | | | | | | |
| Credit Tenant Loans Single Class Mortgage-Backed Securities | | | | | | | |
| Hybrid Securities - Issuer Obligations | | | | | | | |
| Hybrid Securities - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | |
| Hybrid Securities - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | | |
| Hybrid Securities - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | |
| Hybrid Securities - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | |
| Hybrid Securities - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | | |
| Parent, Subsidiaries and Affiliates Bonds - Issuer Obligations | | | | | | | |
| Parent, Subsidiaries and Affiliates Bonds - Single Class Mortgage-Backed/Asset-Backed Securities | | | | | | | |
| Parent, Subsidiaries and Affiliates Bonds - Defined Multi-Class Residential Mortgage-Backed Securities | | | | | | | |
| Parent, Subsidiaries and Affiliates Bonds - Other Multi-Class Residential Mortgage-Backed Securities | | | | | | | |
| Parent, Subsidiaries and Affiliates Bonds - Defined Multi-Class Commercial Mortgage-Backed Securities | | | | | | | |
| Parent, Subsidiaries and Affiliates Bonds - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities | | | | | | | |
| 7799999 - Subtotals - Issuer Obligations | | | | | 2,762 | 68 | (2) |
| 8399999 - Subtotals - Bonds | | | | | 2,762 | 68 | (2) |
| Sweep Accounts | | | | | | | |
| Other Cash Equivalents | | | | | | | |
| 8699999 Total Cash Equivalents | | | | | 2,762 | 68 | (2) |

# SCHEDULE E PART 3 - SPECIAL DEPOSITS

| States, etc. | 1<br>Type of Deposits | 2<br>Purpose of Deposits | Deposits For the Benefit of All Policyholders | | All Other Special Deposits | |
|---|---|---|---|---|---|---|
| | | | 3<br>Book/Adjusted Carrying Value | 4<br>Fair Value | 5<br>Book/Adjusted Carrying Value | 6<br>Fair Value |
| 1. Alabama AL | | | 0 | 0 | 0 | 0 |
| 2. Alaska AK | | | 0 | 0 | 0 | 0 |
| 3. Arizona AZ | | | 0 | 0 | 0 | 0 |
| 4. Arkansas AR | | State requirement | 102,479 | 103,038 | 0 | 0 |
| 5. California CA | | | 0 | 0 | 0 | 0 |
| 6. Colorado CO | | | 0 | 0 | 0 | 0 |
| 7. Connecticut CT | | | 0 | 0 | 0 | 0 |
| 8. Delaware DE | | | 0 | 0 | 0 | 0 |
| 9. District of Columbia DC | | | 0 | 0 | 0 | 0 |
| 10. Florida FL | | | 0 | 0 | 0 | 0 |
| 11. Georgia GA | | State requirement | 102,479 | 103,038 | 0 | 0 |
| 12. Hawaii HI | | | 0 | 0 | 0 | 0 |
| 13. Idaho ID | | | 0 | 0 | 0 | 0 |
| 14. Illinois IL | | | 0 | 0 | 0 | 0 |
| 15. Indiana IN | | | 0 | 0 | 0 | 0 |
| 16. Iowa IA | | | 0 | 0 | 0 | 0 |
| 17. Kansas KS | | | 0 | 0 | 0 | 0 |
| 18. Kentucky KY | | | 0 | 0 | 0 | 0 |
| 19. Louisiana LA | | | 0 | 0 | 0 | 0 |
| 20. Maine ME | | | 0 | 0 | 0 | 0 |
| 21. Maryland MD | | | 0 | 0 | 0 | 0 |
| 22. Massachusetts MA | | State requirement | 100,382 | 100,398 | 0 | 0 |
| 23. Michigan MI | | | 0 | 0 | 0 | 0 |
| 24. Minnesota MN | | | 0 | 0 | 0 | 0 |
| 25. Mississippi MS | | | 0 | 0 | 0 | 0 |
| 26. Missouri MO | | | 0 | 0 | 0 | 0 |
| 27. Montana MT | | | 0 | 0 | 0 | 0 |
| 28. Nebraska NE | | | 0 | 0 | 0 | 0 |
| 29. Nevada NV | | | 0 | 0 | 0 | 0 |
| 30. New Hampshire NH | | State requirement | 501,805 | 551,680 | 0 | 0 |
| 31. New Jersey NJ | | | 0 | 0 | 0 | 0 |
| 32. New Mexico NM | | State requirement | 802,971 | 842,938 | 0 | 0 |
| 33. New York NY | | State requirement | 2,007,221 | 2,206,720 | 0 | 0 |
| 34. North Carolina NC | | State requirement | 301,099 | 323,555 | 0 | 0 |
| 35. North Dakota ND | | | 0 | 0 | 0 | 0 |
| 36. Ohio OH | | | 0 | 0 | 0 | 0 |
| 37. Oklahoma OK | | | 0 | 0 | 0 | 0 |
| 38. Oregon OR | | State requirement | 260,992 | 261,036 | 0 | 0 |
| 39. Pennsylvania PA | | | 0 | 0 | 0 | 0 |
| 40. Rhode Island RI | | | 0 | 0 | 0 | 0 |
| 41. South Carolina SC | | | 0 | 0 | 0 | 0 |
| 42. South Dakota SD | | | 0 | 0 | 0 | 0 |
| 43. Tennessee TN | | | 0 | 0 | 0 | 0 |
| 44. Texas TX | | | 0 | 0 | 0 | 0 |
| 45. Utah UT | | | 0 | 0 | 0 | 0 |
| 46. Vermont VT | | | 0 | 0 | 0 | 0 |
| 47. Virginia VA | | State requirement | 501,805 | 551,680 | 0 | 0 |
| 48. Washington WA | | | 0 | 0 | 0 | 0 |
| 49. West Virginia WV | | | 0 | 0 | 0 | 0 |
| 50. Wisconsin WI | | | 0 | 0 | 0 | 0 |
| 51. Wyoming WY | | | 0 | 0 | 0 | 0 |
| 52. American Samoa AS | | | 0 | 0 | 0 | 0 |
| 53. Guam GU | | | 0 | 0 | 0 | 0 |
| 54. Puerto Rico PR | | State requirement | 790,000 | 791,161 | 0 | 0 |
| 55. US Virgin Islands VI | | | 0 | 0 | 0 | 0 |
| 56. Northern Mariana Islands MP | | | 0 | 0 | 0 | 0 |
| 57. Canada CN | | | 0 | 0 | 0 | 0 |
| 58. Aggregate Other Alien OT | XXX | XXX | 0 | 0 | 0 | 0 |
| 59. Total | XXX | XXX | 5,471,233 | 5,835,244 | 0 | 0 |
| **DETAILS OF WRITE-INS** | | | | | | |
| 5801. | | | 0 | 0 | 0 | 0 |
| 5802. | | | 0 | 0 | 0 | 0 |
| 5803. | | | 0 | 0 | 0 | 0 |
| 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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| Schedule B – Verification Between Years | SI02 |
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