

ANNUAL STATEMENT

OF THE

**COOPERATIVA DE SEGUROS
DE VIDA DE PR, COSVI**

of

San Juan

in the state of

Puerto Rico

TO THE

Insurance Department

OF THE STATE OF

Puerto Rico

For the Year Ended
December 31, 2013

2013



ANNUAL STATEMENT

For the Year Ended December 31, 2013

OF THE CONDITION AND AFFAIRS OF THE

COOPERATIVA DE SEGUROS DE VIDA DE PR, COSVI

NAIC Group Code	0000 <small>(Current Period)</small>	0000 <small>(Prior Period)</small>	NAIC Company Code	79715	Employer's ID Number	66-0231517
Organized under the Laws of	Puerto Rico		State of Domicile or Port of Entry	Puerto Rico		
Country of Domicile	United States of America					
Incorporated/Organized	12/11/1959		Commenced Business	09/11/1960		
Statutory Home Office	400 Americo Miranda <small>(Street and Number)</small>			San Juan, PR, US 00936-3428 <small>(City or Town, State, Country and Zip Code)</small>		
Main Administrative Office			400 Americo Miranda <small>(Street and Number)</small>			
	San Juan, PR, US 00936-3428 <small>(City or Town, State, Country and Zip Code)</small>				(787)751-5656 <small>(Area Code) (Telephone Number)</small>	
Mail Address	P.O Box 363428 <small>(Street and Number or P.O. Box)</small>			San Juan, PR, US 00936-3428 <small>(City or Town, State, Country and Zip Code)</small>		
Primary Location of Books and Records			400 Americo Miranda <small>(Street and Number)</small>			
	San Juan, PR, US 00936-3428 <small>(City or Town, State, Country and Zip Code)</small>				(787)751-5656 <small>(Area Code) (Telephone Number)</small>	
Internet Website Address	www.cosvi.com					
Statutory Statement Contact	CPA Loarina V. Rivera <small>(Name)</small>				(787)751-5656-6704 <small>(Area Code)(Telephone Number)(Extension)</small>	
	loarina.rivera@cosvi.com <small>(E-Mail Address)</small>				(787)772-4380 <small>(Fax Number)</small>	

OFFICERS

Name	Title
Julio Villafañe	President
CPA Mario C. Ayala	Finance VP & CFO
Alberto Cabrer	Business Expansion & Dev. VP

OTHERS

Evelyn Burgos, Corporate Development VP Shirley Merced, VP of Information Technology	CPA Gretel González, Compl & Audit Director Margarita Olivella, Insurance Operation VP
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DIRECTORS OR TRUSTEES

CPA Felipe M. Del Rosario Jacinto Laureano Joel Chévere Santos R. Almodóvar Carmen M. Lugo Lcdo. Federico Rivera Orlando Torres	Samuel Borrellí Lisette Rodríguez Dr. Carlos R. Cardona Lucas N. Avilés Wilson Muñoz Héctor L. Rodríguez
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State of Puerto Rico
 County of San Juan ss

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

_____ (Signature) Julio Villafañe _____ (Printed Name) 1. President _____ (Title)	_____ (Signature) CPA Mario C. Ayala _____ (Printed Name) 2. Finance VP & CFO _____ (Title)	_____ (Signature) Alberto Cabrer _____ (Printed Name) 3. Business Expansion & Dev. VP _____ (Title)
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Subscribed and sworn to before me this _____ day of _____, 2014

- a. Is this an original filing?
 b. If no, 1. State the amendment number
 2. Date filed
 3. Number of pages attached

Yes[X] No[]

 (Notary Public Signature)

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols.1-2)	4 Net Admitted Assets
1. Bonds (Schedule D)	325,095,571		325,095,571	303,368,237
2. Stocks (Schedule D)				
2.1 Preferred stocks	149,921		149,921	149,921
2.2 Common Stocks	6,802,292		6,802,292	8,940,815
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens	7,527,552		7,527,552	9,282,288
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....9,943,983 encumbrances)	31,771,022		31,771,022	32,328,032
4.2 Properties held for the production of income (less \$.....0 encumbrances)	711,670		711,670	711,670
4.3 Properties held for sale (less \$.....0 encumbrances)	1,954,330		1,954,330	2,358,670
5. Cash (\$.....14,293,108, Schedule E Part 1), cash equivalents (\$.....4,450,000, Schedule E Part 2) and short-term investments (\$.....0, Schedule DA)	18,743,108		18,743,108	13,205,633
6. Contract loans (including \$.....0 premium notes)	4,279,559		4,279,559	4,434,826
7. Derivatives (Schedule DB)				
8. Other invested assets (Schedule BA)				
9. Receivables for securities				
10. Securities Lending Reinvested Collateral Assets (Schedule DL)				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	397,035,025		397,035,025	374,780,092
13. Title plants less \$.....0 charged off (for Title insurers only)				
14. Investment income due and accrued	4,212,086		4,212,086	3,664,783
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	3,279,765	805,636	2,474,129	2,745,231
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (Including \$.....0 earned but unbilled premiums)	3,234,041		3,234,041	3,638,750
15.3 Accrued retrospective premiums				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	142,540		142,540	304,176
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts	297,825		297,825	438,913
17. Amounts receivable relating to uninsured plans				191,619
18.1 Current federal and foreign income tax recoverable and interest thereon				
18.2 Net deferred tax asset				
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software	6,094,548	5,686,852	407,696	409,025
21. Furniture and equipment, including health care delivery assets (\$.....0)	346,297	346,297		
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates				
24. Health care (\$.....0) and other amounts receivable				
25. Aggregate write-ins for other than invested assets	11,675,346	5,824,781	5,850,565	5,932,525
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	426,317,473	12,663,566	413,653,907	392,105,114
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Lines 26 and 27)	426,317,473	12,663,566	413,653,907	392,105,114
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501. Prepaid Expenses	380,283	380,283		
2502. Others	7,983,674	5,444,498	2,539,176	2,621,136
2503. Sales of Business Disposal- Discontinued Operation	3,311,389		3,311,389	3,311,389
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	11,675,346	5,824,781	5,850,565	5,932,525

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$.....282,384,953 (Exhibit 5, Line 9999999) less \$.....0 included in Line 6.3 (including \$.....0 Modco Reserve)	282,384,953	255,477,219
2. Aggregate reserve for accident and health contracts (including \$.....0 Modco Reserve)	14,090,553	11,982,081
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$.....0 Modco Reserve)	72,928,858	74,918,397
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Column 1 less sum of Columns 9, 10, and 11)	4,286,888	4,841,360
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Columns 9, 10, and 11)	5,061,579	5,641,030
5. Policyholders' dividends \$.....0 and coupons \$.....0 due and unpaid (Exhibit 4, Line 10)		
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$.....0 Modco)	63,944	83,499
6.2 Dividends not yet apportioned (including \$.....0 Modco)		
6.3 Coupons and similar benefits (including \$.....0 Modco)		
7. Amount provisionally held for deferred dividend policies not included in Line 6		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$.....0 discount; including \$.....1,323 accident and health premiums (Exhibit 1, Part 1, Column 1, sum of Lines 4 and 14)	400,277	222,953
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts		
9.2 Provision for experience rating refunds, including the liability of \$.....0 accident and health experience rating refunds of which \$.....0 is for medical loss ratio rebate per the Public Health Service Act		
9.3 Other amounts payable on reinsurance, including \$.....0 assumed and \$.....0 ceded		
9.4 Interest Maintenance Reserve (IMR, Line 6)	3,302,184	3,899,013
10. Commissions to agents due or accrued-life and annuity contracts \$.....0 accident and health \$.....0 and deposit-type contract funds \$.....0		
11. Commissions and expense allowances payable on reinsurance assumed		
12. General expenses due or accrued (Exhibit 2, Line 12, Column 6)	1,482,081	1,611,703
13. Transfers to Separate Accounts due or accrued (net) (including \$.....0 accrued for expense allowances recognized in reserves, net of reinsured allowances)		
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5)	125,926	135,578
15.1 Current federal and foreign income taxes, including \$.....0 on realized capital gains (losses)		
15.2 Net deferred tax liability		
16. Unearned investment income	165,627	165,627
17. Amounts withheld or retained by company as agent or trustee		
18. Amounts held for agents' account, including \$.....0 agents' credit balances		
19. Remittances and items not allocated		
20. Net adjustment in assets and liabilities due to foreign exchange rates		
21. Liability for benefits for employees and agents if not included above	37,234	159,438
22. Borrowed money \$.....0 and interest thereon \$.....0	2,917,389	4,798,197
23. Dividends to stockholders declared and unpaid		
24. Miscellaneous liabilities:		
24.01 Asset Valuation Reserve (AVR, Line 16, Column 7)	4,700,331	4,642,644
24.02 Reinsurance in unauthorized and certified (\$.....0) companies		
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$.....0) reinsurers		
24.04 Payable to parent, subsidiaries and affiliates		
24.05 Drafts outstanding		
24.06 Liability for amounts held under uninsured plans		
24.07 Funds held under coinsurance		
24.08 Derivatives		
24.09 Payable for securities		
24.10 Payable for securities lending		
24.11 Capital notes \$.....0 and interest thereon \$.....0		
25. Aggregate write-ins for liabilities	6,365,474	7,951,820
26. TOTAL Liabilities excluding Separate Accounts Business (Lines 1 to 25)	398,313,298	376,530,559
27. From Separate Accounts Statement		
28. TOTAL LIABILITIES (Lines 26 and 27)	398,313,298	376,530,559
29. Common capital stock		
30. Preferred capital stock		
31. Aggregate write-ins for other than special surplus funds		
32. Surplus Notes	5,100,000	5,107,000
33. Gross paid in and contributed surplus (Page 3, Line 33, Column 2 plus Page 4, Line 51.1, Column 1)		
34. Aggregate write-ins for special surplus funds	51,101,760	48,461,611
35. Unassigned funds (surplus)	(40,861,151)	(37,994,056)
36. Less treasury stock, at cost:		
36.10 shares common (value included in Line 29 \$.....0)		
36.20 shares preferred (value included in Line 30 \$.....0)		
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (Including \$.....0 in Separate Accounts Statement)	15,340,609	15,574,555
38. TOTALS of Lines 29, 30 and 37 (Page 4, Line 55)	15,340,609	15,574,555
39. TOTALS of Lines 28 and 38 (Page 2, Line 28, Column 3)	413,653,907	392,105,114
DETAILS OF WRITE-INS		
2501. Mortgage Funds		4,359,831
2502. Reserve Discontinued Operation	528,590	675,867
2503. Liability for Pension Benefit	3,692,703	
2598. Summary of remaining write-ins for Line 25 from overflow page	2,144,181	2,916,122
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	6,365,474	7,951,820
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page		
3199. TOTALS (Lines 3101 through 3103 plus 3198) (Line 31 above)		
3401. Funds Contribution Certificates- Common	29,460,010	26,819,861
3402. Funds Contribution Certificates- Preferred	21,641,750	21,641,750
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page		
3499. TOTALS (Lines 3401 through 3403 plus 3498) (Line 34 above)	51,101,760	48,461,611

ANNUAL STATEMENT FOR THE YEAR **2013** OF THE **COOPERATIVA DE SEGUROS DE VIDA DE PR, COSVI**
SUMMARY OF OPERATIONS

	1 Current Year	2 Prior Year
1. Premiums and annuity considerations for life and accident and health contracts (Exhibit 1, Part 1, Line 20.4, Col. 1, less Col.11)	84,389,829	83,383,382
2. Considerations for supplementary contracts with life contingencies		16,458
3. Net investment income (Exhibit of Net Investment Income, Line 17)	16,616,259	18,525,523
4. Amortization of Interest Maintenance Reserve (IMR, Line 5)	739,161	877,676
5. Separate Accounts net gain from operations excluding unrealized gains or losses		
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Column 1)		
7. Reserve adjustments on reinsurance ceded		
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts		
8.2 Charges and fees for deposit-type contracts	837,974	826,405
8.3 Aggregate write-ins for miscellaneous income	2,032,512	936,326
9. TOTALS (Lines 1 to 8.3)	104,615,735	104,565,770
10. Death benefits	14,222,049	15,804,340
11. Matured endowments (excluding guaranteed annual pure endowments)		
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Columns 4 + 8)	147,009	147,510
13. Disability benefits and benefits under accident and health contracts	9,210,265	8,772,185
14. Coupons, guaranteed annual pure endowments and similar benefits		
15. Surrender benefits and withdrawals for life contracts	19,154,944	25,677,245
16. Group conversions		
17. Interest and adjustments on contract or deposit-type contract funds	10,586,005	10,645,645
18. Payments on supplementary contracts with life contingencies	337,027	356,103
19. Increase in aggregate reserves for life and accident and health contracts	19,724,626	11,561,978
20. TOTALS (Lines 10 to 19)	73,381,925	72,965,006
21. Commissions on premiums, annuity considerations, and deposit type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Column 1)	6,892,805	6,831,620
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Column 1)		
23. General insurance expenses (Exhibit 2, Line 10, Columns 1, 2, 3 and 4)	24,278,541	23,130,132
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Columns 1 + 2 + 3)	1,461,523	1,158,893
25. Increase in loading on deferred and uncollected premiums	255,529	(207,754)
26. Net transfers to or (from) Separate Accounts net of reinsurance		
27. Aggregate write-ins for deductions		
28. TOTALS (Lines 20 to 27)	106,270,323	103,877,897
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	(1,654,588)	687,873
30. Dividends to policyholders		
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	(1,654,588)	687,873
32. Federal and foreign income taxes incurred (excluding tax on capital gains)		
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	(1,654,588)	687,873
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$.....0 (excluding taxes of \$.....0 transferred to the IMR)	(737,657)	829,838
35. Net Income (Line 33 plus Line 34)	(2,392,245)	1,517,711
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Column 2)	15,574,555	14,315,315
37. Net Income (Line 35)	(2,392,245)	1,517,711
38. Change in net unrealized capital gains (losses) less capital gains tax of \$.....0	1,518,260	1,461,436
39. Change in net unrealized foreign exchange capital gain (loss)		
40. Change in net deferred income tax		
41. Change in nonadmitted assets	4,901,368	(683,803)
42. Change in liability for reinsurance in unauthorized companies and certified companies		
43. Change in reserve on account of change in valuation basis, (increase) or decrease		
44. Change in asset valuation reserve	(57,687)	(1,043,237)
45. Change in treasury stock (Page 3, Lines 36.1 and 36.2 Column 2 minus Column 1)		
46. Surplus (contributed to) withdrawn from Separate Accounts during period		
47. Other changes in surplus in Separate Accounts Statement		
48. Change in surplus notes		
49. Cumulative effect of changes in accounting principles		
50. Capital changes:		
50.1 Paid in		
50.2 Transferred from surplus (Stock Dividend)		
50.3 Transferred to surplus		
51. Surplus adjustment:		
51.1 Paid in		
51.2 Transferred to capital (Stock Dividend)		
51.3 Transferred from capital		
51.4 Change in surplus as a result of reinsurance		
52. Dividends to stockholders		
53. Aggregate write-ins for gains and losses in surplus	(4,203,644)	7,133
54. Net change in capital and surplus for the year (Lines 37 through 53)	(233,948)	1,259,240
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38)	15,340,607	15,574,555
DETAILS OF WRITE-INS		
08.301. Others	532,512	936,326
08.302. Refinancing	1,500,000	
08.303.		
08.398. Summary of remaining write-ins for Line 8.3 from overflow page		
08.399. TOTALS (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)	2,032,512	936,326
2701.		
2702.		
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page		
2799. TOTALS (Lines 2701 through 2703 plus 2798) (Line 27 above)		
5301. Capital Paid in	(712)	7,133
5302. Pension Plan- Transition Liability	(5,445,403)	
5303. Original Building- Write down	(1,391,391)	
5398. Summary of remaining write-ins for Line 53 from overflow page	2,633,862	
5399. TOTALS (Lines 5301 through 5303 plus 5398) (Line 53 above)	(4,203,644)	7,133

CASH FLOW

	1 Current Year	2 Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	85,862,779	83,043,509
2. Net investment income	15,925,837	17,821,136
3. Miscellaneous income	2,870,486	1,762,731
4. Total (Lines 1 through 3)	104,659,102	102,627,376
5. Benefit and loss related payments	45,338,006	53,986,454
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	31,661,919	30,962,021
8. Dividends paid to policyholders	19,555	(55,474)
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses)		
10. Total (Lines 5 through 9)	77,019,480	84,893,001
11. Net cash from operations (Line 4 minus Line 10)	27,639,622	17,734,375
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	64,895,259	73,893,733
12.2 Stocks	3,490,987	2,201,610
12.3 Mortgage loans	1,874,934	1,703,328
12.4 Real estate	132,408	
12.5 Other invested assets		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments		
12.7 Miscellaneous proceeds	918,257	644,423
12.8 Total investment proceeds (Lines 12.1 to 12.7)	71,311,845	78,443,094
13. Cost of investments acquired (long-term only):		
13.1 Bonds	85,569,344	90,435,754
13.2 Stocks	35,354	25,000
13.3 Mortgage loans		
13.4 Real estate	851,266	782,953
13.5 Other invested assets		
13.6 Miscellaneous applications	808,772	1,832,646
13.7 Total investments acquired (Lines 13.1 to 13.6)	87,264,736	93,076,353
14. Net increase (decrease) in contract loans and premium notes	(155,267)	(14,874)
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(15,797,624)	(14,618,385)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes	(7,000)	
16.2 Capital and paid in surplus, less treasury stock		
16.3 Borrowed funds	(1,880,808)	(2,063,761)
16.4 Net deposits on deposit-type contracts and other insurance liabilities	(1,989,539)	(4,777,180)
16.5 Dividends to stockholders		
16.6 Other cash provided (applied)	(2,427,176)	2,322,753
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	(6,304,523)	(4,518,188)
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)	5,537,475	(1,402,198)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	13,205,633	14,607,831
19.2 End of year (Line 18 plus Line 19.1)	18,743,108	13,205,633

Note: Supplemental Disclosures of Cash Flow Information for Non-Cash Transactions:

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ANALYSIS OF OPERATIONS BY LINES OF BUSINESS

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health			12 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance (a)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other	
1. Premiums and annuity considerations for life and accident and health contracts	84,389,829		9,784,263	34,963,410		10,138,514	10,211,993		3,847,717	520,545	14,923,387	
2. Considerations for supplementary contracts with life contingencies												
3. Net investment income	16,616,259		2,818,235	7,802,128		1,152,533	80,253	3,898,708	34,860	57,056	772,486	
4. Amortization of Interest Maintenance Reserve (IMR)	739,161		94,928	417,985	9,215	50,742	3,809	133,817	43	3,377	25,245	
5. Separate Accounts net gain from operations excluding unrealized gains or losses												
6. Commissions and expense allowances on reinsurance ceded												
7. Reserve adjustments on reinsurance ceded												
8. Miscellaneous Income												
8.1 Fees associated with income from investment mngmt., admin., and contract guarantees (From S.A.)												
8.2 Charges and fees for deposit-type contracts	837,974			218,923				619,051				
8.3 Aggregate write-ins for miscellaneous income	2,032,512		424,546	920,764	17,018	132,096	362,771	6,501	4,436	4,970	159,410	
9. TOTALS (Lines 1 to 8.3)	104,615,735		13,121,972	44,323,210	26,233	11,473,885	10,658,826	4,658,077	3,887,056	585,948	15,880,528	
10. Death benefits	14,222,049		1,998,459			5,164,231	7,059,359					
11. Matured endowments (excluding guaranteed annual pure endowments)												
12. Annuity benefits	147,009							147,009				
13. Disability benefits and benefits under accident and health contracts	9,210,265								1,816,030	33,195	7,361,040	
14. Coupons, guaranteed annual pure endowments and similar benefits												
15. Surrender benefits and withdrawals for life contracts	19,154,944		2,034,921	17,120,023								
16. Group conversions												
17. Interest and adjustments on contract or deposit-type contract funds	10,586,005		583,034	7,504,037	454,383			2,044,551				
18. Payments on supplementary contracts with life contingencies	337,027				337,027							
19. Increase in aggregate reserves for life and accident and health contracts	19,724,626		707,268	17,283,152	(149,756)	998,855	101,283	(389)	(264,889)	154,880	894,222	
20. TOTALS (Lines 10 to 19)	73,381,925		5,323,682	41,907,212	641,654	6,163,086	7,160,642	2,191,171	1,551,141	188,075	8,255,262	
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only)	6,892,805		2,297,440	486,174		999,314	410,966	1,273	637,758	106	2,059,774	
22. Commissions and expense allowances on reinsurance assumed												
23. General insurance expenses	24,278,540		4,166,867	3,385,579	520,858	4,427,296	2,864,721	1,562,575	2,520,221	210,018	4,620,405	
24. Insurance taxes, licenses and fees, excluding federal income taxes	1,461,524		236,852	192,443	29,607	251,656	144,726	88,820	171,192	14,266	331,962	
25. Increase in loading on deferred and uncollected premiums	255,529		256,153								(624)	
26. Net transfers to or (from) Separate Accounts net of reinsurance												
27. Aggregate write-ins for deductions												
28. TOTALS (Lines 20 to 27)	106,270,323		12,280,994	45,971,408	1,192,119	11,841,352	10,581,055	3,843,839	4,880,312	412,465	15,266,779	
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 - Line 28)	(1,654,588)		840,978	(1,648,198)	(1,165,886)	(367,467)	77,771	814,238	(993,256)	173,483	613,749	
30. Dividends to policyholders												
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 - Line 30)	(1,654,588)		840,978	(1,648,198)	(1,165,886)	(367,467)	77,771	814,238	(993,256)	173,483	613,749	
32. Federal income taxes incurred (excluding tax on capital gains)												
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	(1,654,588)		840,978	(1,648,198)	(1,165,886)	(367,467)	77,771	814,238	(993,256)	173,483	613,749	
DETAILS OF WRITE-INS												
08.301. Others	532,512		111,230	241,237	4,459	34,609	95,045	1,703	1,162	1,302	41,765	
08.302. Refinancing	1,500,000		313,316	679,527	12,559	97,487	267,726	4,798	3,274	3,668	117,645	
08.303.												
08.398. Summary of remaining write-ins for Line 8.3 from overflow page												
08.399. TOTALS (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)	2,032,512		424,546	920,764	17,018	132,096	362,771	6,501	4,436	4,970	159,410	
2701.												
2702.												
2703.												
2798. Summary of remaining write-ins for Line 27 from overflow page												
2799. TOTALS (Lines 2701 through 2703 plus 2798) (Line 27 above)												

(a) Includes the following amounts for FEGLI/SGLI: Line 1 \$.....0, Line 10 \$.....0, Line 16 \$.....0, Line 23 \$.....0, Line 24 \$.....0.

ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group	
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance	8 Annuities
Involving Life or Disability Contingencies (Reserves) (Net of Reinsurance Ceded)								
1. Reserve December 31, prior year	255,477,219		41,830,417	184,187,012	4,060,828	22,359,875	1,679,348	1,359,739
2. Tabular net premiums or considerations	57,131,389		9,348,256	35,373,485		6,083,109	6,326,539	
3. Present value of disability claims incurred	(211,459)		(211,459)		X X X			
4. Tabular interest	9,064,226		1,875,389	5,846,208	213,191	966,292	124,862	38,284
5. Tabular less actual reserve released	(2,289,591)		113,395	(2,488,870)	6,305			79,579
6. Increase in reserve on account of change in valuation basis								
7. Other increases (net)								
8. Totals (Lines 1 to 7)	319,171,784		52,955,998	222,917,835	4,280,324	29,409,276	8,130,749	1,477,602
9. Tabular cost	19,391,521		6,990,473		X X X	6,050,542	6,350,506	
10. Reserves released by death	284,961		284,961	X X X	X X X			X X X
11. Reserves released by other terminations (net)	16,439,739		2,439,474	14,000,265				
12. Annuity, supplementary contract, and disability payments involving life contingencies	670,610		134,202		369,252			167,156
13. Net transfers to or (from) Separate Accounts								
14. Total deductions (Lines 9 to 13)	36,786,831		9,849,110	14,000,265	369,252	6,050,542	6,350,506	167,156
15. Reserve December 31, current year	282,384,953		43,106,888	208,917,570	3,911,072	23,358,734	1,780,243	1,310,446

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a) 76,907	79,238
1.1 Bonds exempt from U.S. tax	(a)	
1.2 Other bonds (unaffiliated)	(a) 17,496,736	17,964,296
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b)	
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)	21,554	21,554
2.21 Common stocks of affiliates		
3. Mortgage loans	(c) 406,145	406,145
4. Real estate	(d) 3,959,786	3,959,786
5. Contract loans	313,672	313,672
6. Cash, cash equivalents and short-term investments	(e) 130,985	127,447
7. Derivative instruments	(f)	
8. Other invested assets		
9. Aggregate write-ins for investment income		
10. Total gross investment income	22,405,785	22,872,138
11. Investment expenses		(g) 5,101,361
12. Investment taxes, licenses and fees, excluding federal income taxes		(g) 381,922
13. Interest expense		(h)
14. Depreciation on real estate and other invested assets		(i) 772,596
15. Aggregate write-ins for deductions from investment income		
16. Total deductions (Lines 11 through 15)		6,255,879
17. Net Investment income (Line 10 minus Line 16)		16,616,259

DETAILS OF WRITE-INS

0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page		
0999. TOTALS (Lines 0901 through 0903 plus 0998) (Line 9 above)		
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		
1599. TOTALS (Lines 1501 through 1503 plus 1598) (Line 15 above)		

- (a) Includes \$.....1,605,342 accrual of discount less \$.....(693,516) amortization of premium and less \$.....551,091 paid for accrued interest on purchases.
- (b) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 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 \$.....3 accrual of discount less \$.....0 amortization of premium and less \$.....0 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 \$.....772,596 depreciation on real estate and \$.....0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1	2	3	4	5
	Realized Gain (Loss) on Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds	17,647		17,647		
1.1 Bonds exempt from U.S. tax					
1.2 Other bonds (unaffiliated)	123,775		123,775		
1.3 Bonds of affiliates					
2.1 Preferred stocks (unaffiliated)					
2.11 Preferred stocks of affiliates					
2.2 Common stocks (unaffiliated)	(36,651)	(164,500)	(201,151)	1,518,261	
2.21 Common stocks of affiliates					
3. Mortgage loans	(535,596)		(535,596)		
4. Real estate					
5. Contract loans					
6. Cash, cash equivalents and short-term investments					
7. Derivative instruments					
8. Other invested assets					
9. Aggregate write-ins for capital gains (losses)					
10. Total capital gains (losses)	(430,825)	(164,500)	(595,325)	1,518,261	

DETAILS OF WRITE-INS

0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page					
0999. TOTALS (Lines 0901 through 0903 plus 0998) (Line 9 above)					

EXHIBIT 1 - PART 1 - PREMIUMS AND ANNUITY CONSIDERATIONS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

6

	1 Total	2 Industrial Life	Ordinary		5 Credit Life (Group and Individual)	Group		Accident and Health			11 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities		6 Life Insurance	7 Annuities	8 Group	9 Credit (Group and Individual)	10 Other	
FIRST YEAR (other than single)											
1.	Uncollected	9,742		9,742							
2.	Deferred and accrued	679,172		679,172							
3.	Deferred, accrued and uncollected:										
3.1	Direct	688,914		688,914							
3.2	Reinsurance assumed										
3.3	Reinsurance ceded										
3.4	Net (Line 1 + Line 2)	688,914		688,914							
4.	Advance	22,878		22,878							
5.	Line 3.4 - Line 4	666,036		666,036							
6.	Collected during year:										
6.1	Direct	23,471,608	1,673,209	21,798,399							
6.2	Reinsurance assumed										
6.3	Reinsurance ceded										
6.4	Net	23,471,608	1,673,209	21,798,399							
7.	Line 5 + Line 6.4	24,137,644	2,339,245	21,798,399							
8.	Prior year (uncollected + deferred and accrued - advance)	678,832	678,832								
9.	First year premiums and considerations:										
9.1	Direct	23,458,812	1,660,413	21,798,399							
9.2	Reinsurance assumed										
9.3	Reinsurance ceded										
9.4	Net (Line 7 - Line 8)	23,458,812	1,660,413	21,798,399							
SINGLE											
10.	Single premiums and considerations:										
10.1	Direct										
10.2	Reinsurance assumed										
10.3	Reinsurance ceded										
10.4	Net										
RENEWAL											
11.	Uncollected	3,428,879	143,128		159,325	1,044,806		819,205	16,962		1,245,453
12.	Deferred and accrued	3,535,395	3,535,395								
13.	Deferred, accrued and uncollected:										
13.1	Direct	6,964,274	3,678,523		159,325	1,044,806		819,205	16,962		1,245,453
13.2	Reinsurance assumed										
13.3	Reinsurance ceded										
13.4	Net (Line 11 + Line 12)	6,964,274	3,678,523		159,325	1,044,806		819,205	16,962		1,245,453
14.	Advance	377,399	376,076								1,323
15.	Line 13.4 - Line 14	6,586,875	3,302,447		159,325	1,044,806		819,205	16,962		1,244,130
16.	Collected during year:										
16.1	Direct	64,723,404	9,467,719	13,165,011	10,598,073	10,781,366		5,002,053	524,455		15,184,727
16.2	Reinsurance assumed										
16.3	Reinsurance ceded	1,783,907	1,032,103			332,240					419,564
16.4	Net	62,939,497	8,435,616	13,165,011	10,598,073	10,449,126		5,002,053	524,455		14,765,163
17.	Line 15 + Line 16.4	69,526,372	11,738,063	13,165,011	10,757,398	11,493,932		5,821,258	541,417		16,009,293
18.	Prior year (uncollected + deferred and accrued - advance)	8,595,355	3,614,213		618,884	1,281,939		1,973,541	20,872		1,085,906
19.	Renewal premiums and considerations:										
19.1	Direct	62,714,924	9,155,953	13,165,011	10,138,514	10,544,233		3,847,717	520,545		15,342,951
19.2	Reinsurance assumed										
19.3	Reinsurance ceded	1,783,907	1,032,103			332,240					419,564
19.4	Net (Line 17 - Line 18)	60,931,017	8,123,850	13,165,011	10,138,514	10,211,993		3,847,717	520,545		14,923,387
TOTAL											
20.	TOTAL premiums and annuity considerations:										
20.1	Direct	86,173,736	10,816,366	34,963,410	10,138,514	10,544,233		3,847,717	520,545		15,342,951
20.2	Reinsurance assumed										
20.3	Reinsurance ceded	1,783,907	1,032,103			332,240					419,564
20.4	Net (Lines 9.4 + 10.4 + 19.4)	84,389,829	9,784,263	34,963,410	10,138,514	10,211,993		3,847,717	520,545		14,923,387

EXHIBIT 1 - PART 2 - DIVIDENDS AND COUPONS APPLIED, REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES AND COMMISSIONS INCURRED (Direct Business Only)

	1	2	Ordinary		5	Group		Accident and Health			11
			3	4		6	7	8	9	10	
	Total	Industrial Life	Life Insurance	Individual Annuities	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business
DIVIDENDS AND COUPONS APPLIED (included in Part 1)											
21.											
22.											
REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED											
23.											
23.1											
23.2											
23.3											
24.											
24.1											
24.2											
24.3											
25.											
25.1											
25.2											
25.3											
26.											
26.1											
26.2											
26.3											
COMMISSIONS INCURRED (direct business only)											
27.	4,029,259		1,342,992	284,198	584,159	240,234	744	372,808	62	1,204,062	
28.											
29.	2,863,546		954,448	201,976	415,155	170,732	529	264,950	44	855,712	
30.											
31.	6,892,805		2,297,440	486,174	999,314	410,966	1,273	637,758	106	2,059,774	

EXHIBIT 2 - GENERAL EXPENSES

	Insurance				5 Investment	6 Total
	1 Life	2 Accident and Health		4 All Other Lines of Business		
		2 Cost Containment	3 All Other			
1. Rent	2,293,134		1,234,764		846,779	4,374,677
2. Salaries and wages	4,555,835		2,453,142		92,957	7,101,934
3.11 Contributions for benefit plans for employees	742,015		274,548		10,413	1,026,976
3.12 Contributions for benefit plans for agents	528,196		284,413			812,609
3.21 Payments to employees under non-funded benefit plans						
3.22 Payments to agents under non-funded benefit plans						
3.31 Other employee welfare	108,855		58,614		2,215	169,684
3.32 Other agent welfare						
4.1 Legal fees and expenses	393,007		211,619		1,333	605,959
4.2 Medical examination fees	1,300		325			1,625
4.3 Inspection report fees	172,216					172,216
4.4 Fees of public accountants and consulting actuaries	264,819		142,595		898	408,312
4.5 Expense of investigation and settlement of policy claims			30,240			30,240
5.1 Traveling expenses	155,914		83,954		529	240,397
5.2 Advertising	431,212		232,191			663,403
5.3 Postage, express, telegraph and telephone	394,162		212,241			606,403
5.4 Printing and stationery	74,424		40,075		252	114,751
5.5 Cost or depreciation of furniture and equipment	50,719		27,310		172	78,201
5.6 Rental of equipment	1,218,258		655,985		4,133	1,878,376
5.7 Cost or depreciation of EDP equipment and software	414,304		223,087		1,405	638,796
6.1 Books and periodicals	3,396		1,829			5,225
6.2 Bureau and association fees	11,654		6,276			17,930
6.3 Insurance, except on real estate	159,944		86,124		490	246,558
6.4 Miscellaneous losses						
6.5 Collection and bank service charges	132,713		71,462		450	204,625
6.6 Sundry general expenses	1,873,271		1,008,684		250,903	3,132,858
6.7 Group service and administration fees	2,948,548		11,167			2,959,715
6.8 Reimbursements by uninsured plans						
7.1 Agency expense allowance						
7.2 Agents' balances charged off (less \$.....0 recovered)						
7.3 Agency conferences other than local meetings						
9.1 Real estate expenses					895,662	895,662
9.2 Investment expenses not included elsewhere					357,788	357,788
9.3 Aggregate write-ins for expenses					2,634,982	2,634,982
10. General expenses Incurred	16,927,896		7,350,645		5,101,361	(a) 29,379,902
11. General expenses unpaid December 31, prior year	515,125		1,048,227		48,351	1,611,703
12. General expenses unpaid December 31, current year	473,696		963,923		44,462	1,482,081
13. Amounts receivable relating to uninsured plans, prior year						
14. Amounts receivable relating to uninsured plans, current year						
15. General expenses paid during year (Lines 10 + 11 - 12 - 13 + 14)	16,969,325		7,434,949		5,105,250	29,509,524

DETAILS OF WRITE-INS

09.301. Interest Expense Surplus Notes					2,634,982	2,634,982
09.302.						
09.303.						
09.398. Summary of remaining write-ins for Line 9.3 from overflow page						
09.399. TOTALS (Lines 09.301 through 09.303 plus 09.398) (Line 9.3 above)					2,634,982	2,634,982

(a) Includes management fees of \$.....0 to affiliates and \$.....0 to non-affiliates.

EXHIBIT 3 - TAXES, LICENSES AND FEES (EXCLUDING FEDERAL INCOME TAXES)

	Insurance			4 Investment	5 Total	
	1 Life	2 Accident and Health				3 All Other Lines of Business
1. Real estate taxes				381,922	381,922	
2. State insurance department licenses and fees	87,773	47,262			135,035	
3. State taxes on premiums	161,564	94,598			256,162	
4. Other state taxes, incl. \$.....0 for employee benefits	117,185	63,100			180,285	
5. U.S. Social Security taxes	546,650	294,350			841,000	
6. All other taxes	30,931	18,110			49,041	
7. Taxes, licenses and fees incurred	944,103	517,420		381,922	1,843,445	
8. Taxes, licenses and fees unpaid December 31, prior year	43,331	88,179		4,068	135,578	
9. Taxes, licenses and fees unpaid December 31, current year	40,296	81,852		3,778	125,926	
10. Taxes, licenses and fees paid during year (Lines 7 + 8 - 9)	947,138	523,747		382,212	1,853,097	

EXHIBIT 4 - DIVIDENDS OR REFUNDS

	1 Life	2 Accident and Health
	1. Applied to pay renewal premiums	
2. Applied to shorten the endowment or premium-paying period		
3. Applied to provide paid-up additions		
4. Applied to provide paid-up annuities		
5. Total (Lines 1 through 4)		
6. Paid-in cash		
7. Left on deposit		
8. Aggregate write-ins for dividend or refund options		
9. Total (Lines 5 through 8)		
10. Amount due and unpaid		
11. Provision for dividends or refunds payable in the following calendar year		
12. Terminal dividends		
13. Provision for deferred dividend contracts		
14. Amount provisionally held for deferred dividend contracts not included in line 13		
15. Total (Lines 10 through 14)		
16. Total from prior year		
17. Total dividends or refunds (Lines 9 + 15 - 16)		

DETAILS OF WRITE-INS

0801.		
0802.		
0803.		
0898. Summary of remaining write-ins for Line 8 from overflow page		
0899. TOTALS (Lines 0801 through 0803 plus 0898) (Line 8 above)		

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
Life Insurance (Gross)					
1941 CSO ANB CRVM 2.50%	19,838		19,838		
1941 CSO ANB CRVM 3.00%	35,100		35,100		
1941 CSO ANB Net Single Premium 2.50%	1,329		1,329		
1958 CET MF Unismoke ALB Net Single Premium 2.50%	89,971		89,971		
1958 CET MF Unismoke ALB Net Single Premium 3.00%	9		9		
1958 CET MF Unismoke ALB Net Single Premium 4.00%	13,741		13,741		
1958 CET MF Unismoke ALB Net Single Premium 4.50%	2,426		2,426		
1958 CET MF Unismoke ANB Net Single Premium 2.50%	3,026		3,026		
1958 CET MF Unismoke ANB Net Single Premium 3.00%	15,017		15,017		
1958 CET MF Unismoke ANB Net Single Premium 3.50%	13,925		13,925		
1958 CSO JOINT ALB Net Level Premium 4.00%	292,557		292,557		
1958 CSO JOINT ANB Net Level Premium 3.50%	558,861		558,861		
1958 CSO JOINT ANB Net Single Premium 2.50%	3,441		3,441		
1958 CSO MF UNISMOKE CRVM 4.50%	5,046,285		5,046,285		
1958 CSO MF Unismoke ALB CRVM 4.50%	319,825		319,825		
1958 CSO MF Unismoke ALB Net Level Premium 2.50%	14,787		14,787		
1958 CSO MF Unismoke ALB Net Level Premium 3.75%	5,295		5,295		
1958 CSO MF Unismoke ALB Net Level Premium 4.00%	45,114		45,114		
1958 CSO MF Unismoke ANB Female Net Level Premium 3.75%	19,716		19,716		
1958 CSO SINGLE ALB CRVM 2.50%	7,352		7,352		
1958 CSO SINGLE ALB CRVM 3.00%	21,533		21,533		
1958 CSO SINGLE ALB CRVM 3.50%	113,247		113,247		
1958 CSO SINGLE ALB Graded 3.00%	9,205		9,205		
1958 CSO SINGLE ALB Hold gross unearned 3.50%	32		32		
1958 CSO SINGLE ALB Hold gross unearned 4.00%	144		144		
1958 CSO SINGLE ALB Hold gross unearned 4.50%	18		18		
1958 CSO SINGLE ALB Net Level Premium 2.50%	154,620		154,620		
1958 CSO SINGLE ALB Net Level Premium 3.00%	561		561		
1958 CSO SINGLE ALB Net Level Premium 3.50%	226,269		226,269		
1958 CSO SINGLE ALB Net Level Premium 3.75%	3,993		3,993		
1958 CSO SINGLE ALB Net Level Premium 4.50%	734		734		
1958 CSO SINGLE ANB CRVM 2.50%	830,085		830,085		
1958 CSO SINGLE ANB CRVM 3.00%	4,428		4,428		
1958 CSO SINGLE ANB Graded 2.50%	2,667		2,667		
1958 CSO SINGLE ANB Graded 3.00%	899		899		
1958 CSO SINGLE ANB Graded 3.25%	11,613		11,613		
1958 CSO SINGLE ANB Net Level Premium 2.50%	178,177		178,177		
1958 CSO UNISMOKE MF ALB CRVM 3.00%	1,101		1,101		
1958 CSO UNISMOKE MF ALB CRVM 3.50%	33,938		33,938		
1958 CSO UNISMOKE MF ALB Graded 3.00%	28,751		28,751		
1958 CSO UNISMOKE MF ALB Net Level Premium 3.00%	6,625		6,625		
1958 CSO UNISMOKE MF ALB Net Single Premium 4.00%	7,260		7,260		
1980 (50-50) Smoker / NO Smoker CRVM 4.50%	32,660		32,660		
1980 (50-50) Smoker / NO Smoker CRVM 4.75%	2,167		2,167		
1980 (50-50) Smoker / NO Smoker CRVM 5.00%	91		91		
1980 (60-40) CET Smoker/No Smoker Net Single Premium 3.50%	158,322		158,322		
1980 (60-40) CET Smoker/No Smoker Net Single Premium 4.00%	245,015		245,015		
1980 (60-40) CET Smoker/No Smoker Net Single Premium 4.50%	26,416		26,416		
1980 (60-40) Smoker/No Smoker CRVM 4.50%	7,745,700		7,745,700		
1980 (60-40) Smoker/No Smoker CSO CRVM 3.50%	356		356		
1980 (60-40) Smoker/No Smoker CSO CRVM 3.75%	18,596		18,596		
1980 (60-40) Smoker/No Smoker CSO CRVM 4.00%	210		210		
1980 (60-40) Smoker/No Smoker CSO CRVM 4.50%	1,931,554		1,931,554		
1980 (60-40) Smoker/No Smoker CSO CRVM 4.75%	28,787		28,787		
1980 (60-40) Smoker/No Smoker CSO CRVM 5.00%	21,724		21,724		
1980 (60-40) Smoker/No Smoker CSO Net Level Premium 4.50%	3,609		3,609		
1980 (60-40) Smoker/No Smoker CSO Net Single Premium 3.50%	3,225		3,225		
1980 (60-40) Smoker/No Smoker CSO Net Single Premium 4.00%	6		6		
1980 (60-40) Smoker/No Smoker CSO Net Single Premium 4.50%	52,367		52,367		
1980 (60-40) Smoker/No Smoker CSO Tabla Net Level Premium 3.75%	29,903		29,903		
1980 (80-20) Smoker / NO Smoker CSO CRVM 3.00%	706		706		
1980 (80-20) Smoker / NO Smoker CSO Net Level Premium 3.75%	2,366		2,366		
1980 CET MF NonSmoker / Smoker ALB Net Single Premium 3.50%	20,716		20,716		
1980 CET MF NonSmoker / Smoker ALB Net Single Premium 3.75%	31,342		31,342		
1980 CET MF NonSmoker / Smoker ALB Net Single Premium 4.00%	7,764		7,764		
1980 CSO (100MALE) Smoker/No Smoker ALB CRVM 4.50%	38,868		38,868		
1980 CSO (80M-20F) CRVM 4.50%	737,923		737,923		
1980 CSO 60M/40F ALB CRVM 4.50%	1,648,375		1,648,375		
1980 CSO 60M/40F ALB S/NS CRVM 5.50%	253,204		253,204		
1980 CSO CRVM 4.50%	7,022,865		7,022,865		
1980 CSO CRVM 4.50%	146,594		146,594		
1980 CSO MF Smoke/NonSmoke ALB CRVM 3.00%	2,882		2,882		
1980 CSO MF Smoke/NonSmoke ALB CRVM 4.50%	1,041,067		1,041,067		
1980 CSO MF Smoke/NonSmoke ALB CRVM 4.75%	846,178		846,178		
1980 CSO MF Smoke/NonSmoke ALB CRVM 5.00%	52,219		52,219		
1980 CSO MF Smoke/NonSmoke ALB CRVM-ELRA 4.00%	75,520		75,520		
1980 CSO MF Smoke/NonSmoke ALB CRVM-ELRA 4.50%	30,325		30,325		
1980 CSO MF Smoke/NonSmoke ALB Net Level Premium 3.75%	97,174		97,174		
1980 CSO MF Smoke/NonSmoke ALB Net Single Premium 4.50%	263		263		
1980 CSO MF Unismoke ALB Net Single Premium 4.75%	7,237		7,237		
2001 CSO ALB Composite 60%M, 40%F Net Single Premium 3.50%	52,077		52,077		
2001 CSO ALB Composite 60%M, 40%F Net Single Premium 4.00%	4,029		4,029		
2001 CSO ALB CRVM 4.50%	2,254,181		2,254,181		
2001 CSO ALB MALE COMPOSITE Net Level Premium 3.50%	200,763		200,763		
2001 CSO ALB MALE COMPOSITE Net Level Premium 4.00%	282,675		282,675		
2001 CSO ALB MALE COMPOSITE Net Single Premium 3.50%	383		383		
2001 CSO MF S/NS ALB CRVM 4.25%	40,370		40,370		
2001 CSO MF S/NS ALB CRVM 4.50%	897,891		897,891		
2001 CSO MF S/NS ALB CRVM 4.75%	153,222		153,222		
2001 CSO MF S/NS ALB CRVM 5.00%	45,733		45,733		
2001 CSO MF S/NS ALB CRVM-ELRA 4.50%	952		952		
2001 CSO MF S/NS ALB Net Level Premium 3.75%	2,828		2,828		
2001 CSO MF S/NS ALB Net Single Premium 3.50%	13,835		13,835		
2001 CSO MF S/NS ALB Net Single Premium 3.75%	11,318		11,318		
2001 CSO MF S/NS ALB Net Single Premium 4.00%	11,319		11,319		
2001 CSO MF S/NS ALB Net Single Premium 4.50%	23,054,418		6,137	22,389,073	659,208
2001 CSO MF S/NS ALB Net Single Premium 4.75%	9,221		9,221		
2001 CSO Select & Ultimate MF NonSmoker /Smoker ALB CRVM 5.50%	33,375		33,375		
2001 CSO Select & Ultimate MF NonSmoker /Smoker ALB CRVM-ELRA 3.50%	236,349		236,349		
2001 CSO Select & Ultimate MF NonSmoker /Smoker ALB CRVM-ELRA 4.00%	130,383		130,383		
2001 CSO Select & Ultimate MF NonSmoker /Smoker ALB CRVM-ELRA 4.25%	95,234		95,234		
2001 CSO Select & Ultimate MF NonSmoker /Smoker ALB CRVM-ELRA 4.50%	61,820		61,820		

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
2001 CSO ULTIMA ANB Composite (60% M - 40% F) CRVM 4.00%	21,442		21,442		
2001 CSO ULTIMA ANB Composite (60% M - 40% F) CRVM 4.50%	21,293		21,293		
2001 CSO Ultima, ALB, Composite (60% M, 40% F) CRVM 3.50%	280,461		280,461		
2001 CSO Ultima, ALB, Composite (60% M, 40% F) CRVM 3.75%	1,146		1,146		
2001 CSO Ultima, ALB, Composite (60% M, 40% F) CRVM 4.00%	2,527,619		2,527,619		
2001 CSO Ultima, ALB, Composite (60% M, 40% F) CRVM 4.25%	2,504		2,504		
2001 CSO Ultima, ALB, Composite (60% M, 40% F) CRVM 4.50%	1,667		1,667		
2001 CSO Ultima, ALB, Composite (60% M, 40% F) CRVM 4.75%	964		964		
2001 CSO Ultima, ALB, Composite (60% M, 40% F) Net Level Premium 3.75%	218		218		
2001 CSO Ultimate M/F ALB S/NS CRVM 4.00%	3,102		3,102		
2001 CSO Ultimate M/F ALB S/NS CRVM 4.25%	271,341		271,341		
2001 CSO Ultimate M/F ALB S/NS CRVM 4.75%	464,940		464,940		
2001 CSO Ultimate M/F ALB S/NS CRVM-ELRA 4.00%	1,303,205		1,303,205		
2001 CSO UNISEX(60-40) ALB S/NS CRVM 3.50%	82,022		82,022		
2001 CSO UNISEX(60-40) ALB S/NS CRVM 3.75%	3,105		3,105		
2001 CSO UNISEX(60-40) ALB S/NS CRVM 4.00%	1,059,623		1,059,623		
2001 CSO UNISEX(60-40) ALB S/NS CRVM 4.25%	16,403		16,403		
2001 CSO UNISEX(60-40) ALB S/NS CRVM 4.50%	219,602		219,602		
2001 CSO UNISEX(60-40) ALB S/NS Net Level Premium 3.75%	222		222		
2001 CSO UNISEX(60-40) ALB S/NS Net Level Premium 4.00%	693		693		
2001 CSO UNISEX(60-40) ALB S/NS Net Single Premium 3.50%	39,593		39,593		
2001 CSO UNISEX(60-40) ALB S/NS Net Single Premium 4.00%	42,561		42,561		
Unearned Premium	2,090,245			969,662	1,120,583
0199997 Subtotal - Life Insurance (Gross)	66,554,158		41,415,632	23,358,735	1,779,791
0199999 Totals - (Net)	66,554,158		41,415,632	23,358,735	1,779,791
Annuities (excluding supplementary contracts with life contingencies) (Gross)					
UP 1984 4.50%	449,157	X X X	449,157	X X X	
UP 1984 6.00%	861,290	X X X	861,290	X X X	
INDIVIDUAL RETIREMENT ANNUITIES	208,917,572	X X X	208,917,572	X X X	
0299997 Subtotal - Annuities (excluding supplementary contracts with life contingencies) (Gross)	210,228,019	X X X	210,228,019	X X X	
0299999 Totals - (Net)	210,228,019	X X X	210,228,019	X X X	
Supplementary Contracts with Life Contingencies (Gross)					
IAM 1983 ANB 3.0% CRVM	1,072,235		1,072,235		
IAM 1983 ANB 3.5% CRVM	1,215,592		1,215,592		
IAM 1983 ANB 4.0% CRVM	34,555		34,555		
IAM 1983 ANB 4.5% CRVM	341,830		341,830		
IAM 1983 ANB 5.5% CRVM	1,246,859		1,246,859		
0399997 Subtotal - Supplementary Contracts with Life Contingencies (Gross)	3,911,071		3,911,071		
0399999 Totals - (Net)	3,911,071		3,911,071		
Accidental Death Benefits (Gross)					
1959 ADB 3.50%	782		782		
1959 ADB 3.75%	480		480		
1959 ADB 4.00%	7,185		7,185		
1959 ADB 4.25%	2,068		2,068		
1959 ADB 4.50%	15,893		15,893		
0499997 Subtotal - Accidental Death Benefits (Gross)	26,408		26,408		
0499999 Totals - (Net)	26,408		26,408		
Disability-Active Lives (Gross)					
1952 Disability 2.50%	5		5		
1952 Disability 3.50%	3,525		3,525		
1952 Disability 3.75%	146		146		
1952 Disability 4.00%	29,297		29,297		
1952 Disability 4.25%	956		956		
1952 Disability 4.50%	122,342		122,342		
1964 Disability 3.50%	1,194		1,194		
1965 Disability 3.75%	5		5		
1966 Disability 4.00%	5,084		5,084		
1964 Disability 4.50%	22,691		22,691		
0599997 Subtotal - Disability-Active Lives (Gross)	185,245		185,245		
0599999 Totals - (Net)	185,245		185,245		
Disability-Disabled Lives (Gross)					
1952 Disability 3.00%	415		415		
1952 Disability 3.50%	6,959		6,513		446
1952 Disability 3.75%	1,716		1,716		
1952 Disability 4.00%	32,558		32,558		
1952 Disability 4.25%	2,242		2,242		
1952 Disability 4.50%	525,815		525,815		
1964 Disability 4.50%	29,129		29,129		
0699997 Subtotal - Disability-Disabled Lives (Gross)	598,834		598,388		446
0699999 Totals - (Net)	598,834		598,388		446
Miscellaneous Reserves (Gross)					
Deficiency Reserve	131,280		131,280		
Non-Deduction Reserve	351,734		351,734		
Immediate Payment of Claims	303,718		303,718		
Excess Cash Value	94,486		94,486		
0799997 Subtotal - Miscellaneous Reserves (Gross)	881,218		881,218		
0799999 Totals - (Net)	881,218		881,218		
9999999 Totals - (Net) -Page 3, Line 1	282,384,953		257,245,981	23,358,735	1,780,237

EXHIBIT 5 - INTERROGATORIES

- | | |
|--|-------------|
| 1.1 Has the reporting entity ever issued both participating and non-participating contracts? | Yes[X] No[] |
| 1.2 If not, state which kind is issued. | |
| 2.1 Does the reporting entity at present issue both participating and non-participating contracts? | Yes[X] No[] |
| 2.2 If not, state which kind is issued. | |
| 3. Does the reporting entity at present issue or have in force contracts that contain non-guaranteed elements?
If so, attach a statement that contains the determination procedures, answers to the interrogatories and an actuarial opinion as described in the instructions. | Yes[] No[X] |
| 4. Has the reporting entity any assessment or stipulated premium contracts in force?
If so, state: | Yes[] No[X] |
| 4.1 Amount of insurance: | \$ 0 |
| 4.2 Amount of reserve: | \$ 0 |
| 4.3 Basis of reserve | |
| 4.4 Basis of regular assessments | |
| 4.5 Basis of special assessments | |
| 4.6 Assessments collected during the year | \$ 0 |
| 5. If the contract loan interest rate guaranteed in any one or more of its currently issued contracts is less than 5%, not in advance, state the contract loan rate guarantees on any such contracts | |
| 6. Does the reporting entity hold reserves for any annuity contracts that are less than the reserves that would be held on a standard basis? | Yes[] No[X] |
| 6.1 If so, state the amount of reserve on such contracts on the basis actually held: | \$ 0 |
| 6.2 That would have been held (on an exact or approximate basis) using the actual ages of the annuitants; the interest rate(s) used in 6.1, and the same mortality basis used by the reporting entity for the valuation of comparable annuity benefits issued to standard lives. If the reporting entity has no comparable annuity benefits for standard lives to be valued, the mortality basis shall be the table most recently approved by the state of domicile for valuing individual annuity benefits:
Attach statement of methods employed in their valuation. | \$ 0 |
| 7. Does the reporting entity have any Synthetic GIC contracts or agreements in effect as of December 31 of the current year? | Yes[] No[X] |
| 7.1 If yes, state the total dollar amount of assets covered by these contracts or agreements: | \$ 0 |
| 7.2 Specify the basis (fair value, amortized cost, etc.) for determining the amount | |
| 7.3 State the amount of reserves established for this business: | \$ 0 |
| 7.4 Identify where the reserves are reported in the blank | |
| 8. Does the reporting entity have any Contingent Deferred Annuity contracts or agreements in effect as of December 31 of the current year? | Yes[] No[X] |
| 8.1 If yes, state the total dollar amount of account value covered by these contracts or agreements: | \$ 0 |
| 8.2 State the amount of reserves established for this business: | \$ 0 |
| 8.3 Identify where the reserves are reported in the blank: | |
| 9. Does the reporting entity have any Guaranteed Lifetime Income Benefit contracts, agreements or riders in effect as of December 31 of the current year? | Yes[] No[X] |
| 9.1 If yes, state the total dollar amount of any account value associated with these contracts, agreements or riders: | \$ 0 |
| 9.2 State the amount of reserves established for this business: | \$ 0 |
| 9.3 Identify where the reserves are reported in the blank: | |

EXHIBIT 5A - CHANGES IN BASES OF VALUATION DURING THE YEAR

1 Description of Valuation Class	Valuation Basis		4 Increase in Actuarial Reserve Due to Change
	2 Changed From	3 Changed To	
<div style="border: 1px solid black; padding: 10px; display: inline-block;">N O N E</div>			
9999999 Total (Column 4 Only)			

EXHIBIT 6 - AGGREGATE RESERVES FOR ACCIDENT AND HEALTH CONTRACTS

	1 Total	2 Group Accident and Health	3 Credit Accident and Health (Group and Individual)	4 Collectively Renewable	Other Individual Contracts				
					5 Non- Cancelable	6 Guaranteed Renewable	7 Non-Renewable for Stated Reasons Only	8 Other Accident Only	9 All Other
ACTIVE LIFE RESERVE									
1. Unearned premium reserves	2,460,173	13,906	1,646,521		514	799,232			
2. Additional contract reserves (a)	10,404,811				36,906	10,367,905			
3. Additional actuarial reserves - Asset/Liability analysis									
4. Reserve for future contingent benefits									
5. Reserve for rate credits									
6. Aggregate write-ins for reserves									
7. Totals (Gross)	12,864,984	13,906	1,646,521		37,420	11,167,137			
8. Reinsurance ceded	32,778				4,898	27,880			
9. TOTALS (NET)	12,832,206	13,906	1,646,521		32,522	11,139,257			
CLAIM RESERVE									
10. Present value of amounts not yet due on claims	1,733,032	1,060,323			672,709				
11. Additional actuarial reserves - Asset/Liability analysis									
12. Reserve for future contingent benefits									
13. Aggregate write-ins for reserves									
14. TOTALS (Gross)	1,733,032	1,060,323			672,709				
15. Reinsurance ceded	474,685				474,685				
16. TOTALS (Net)	1,258,347	1,060,323			198,024				
17. TOTAL (Net)	14,090,553	1,074,229	1,646,521		230,546	11,139,257			
18. TABULAR FUND INTEREST	244,752				11,475	233,277			
DETAILS OF WRITE-INS									
0601.									
0602.									
0603.									
0698. Summary of remaining write-ins for Line 6 from overflow page									
0699. TOTALS (Lines 0601 through 0603 plus 0698) (Line 6 above)									
1301.									
1302.									
1303.									
1398. Summary of remaining write-ins for Line 13 from overflow page									
1399. TOTALS (Lines 1301 through 1303 plus 1398) (Line 13 above)									

(a) Attach statement as to valuation standard used in calculating this reserve, specifying reserve bases, interest rates and methods.:

EXHIBIT 7 - DEPOSIT-TYPE CONTRACTS

	1	2	3	4	5	6
	Total	Guaranteed Interest Contracts	Annuities Certain	Supplemental Contracts	Dividend Accumulations or Refunds	Premium and Other Deposit Funds
1. Balance at the beginning of the year before reinsurance	74,918,397		14,534,757		748,458	59,635,182
2. Deposits received during the year	13,946,199		3,842,423		16,050	10,087,726
3. Investment earnings credited to the account	2,273,390		503,770		5,859	1,763,761
4. Other net change in reserves						
5. Fees and other charges assessed						
6. Surrender charges						
7. Net surrender or withdrawal payments	18,209,128		3,773,606		77,033	14,358,489
8. Other net transfers to or (from) Separate Accounts						
9. Balance at the end of current year before reinsurance (Lines 1 + 2 + 3 + 4 - 5 - 6 - 7 - 8)	72,928,858		15,107,344		693,334	57,128,180
10. Reinsurance balance at the beginning of the year						
11. Net change in reinsurance assumed						
12. Net change in reinsurance ceded						
13. Reinsurance balance at the end of the year (Lines 10 + 11 - 12)						
14. Net balance at the end of current year after reinsurance (Lines 9 + 13)	72,928,858		15,107,344		693,334	57,128,180

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 1 - Liability End of Current Year

	1	2	Ordinary			6	Group		Accident and Health		
			3	4	5		7	8	9	10	11
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other
1. Due and Unpaid:											
1.1 Direct	1,705,200		30,780			654,161	660,305		89,942	10,489	259,523
1.2 Reinsurance assumed											
1.3 Reinsurance ceded	64,514		10,000								54,514
1.4 Net	1,640,686		20,780			654,161	660,305		89,942	10,489	205,009
2. In course of settlement:											
2.1 Resisted:											
2.11 Direct											
2.12 Reinsurance assumed											
2.13 Reinsurance ceded											
2.14 Net			(b)	(b)		(b)	(b)				
2.2 Other:											
2.21 Direct											
2.22 Reinsurance assumed											
2.23 Reinsurance ceded											
2.24 Net			(b)	(b)		(b)	(b)		(b)	(b)	(b)
3. Incurred but unreported:											
3.1 Direct	7,707,781		284,450			1,294,042	1,373,150		465,001	38,333	4,252,805
3.2 Reinsurance assumed											
3.3 Reinsurance ceded											
3.4 Net	7,707,781		(b)	(b)		(b)	(b)		(b)	(b)	(b)
4. TOTALS:											
4.1 Direct	9,412,981		315,230			1,948,203	2,033,455		554,943	48,822	4,512,328
4.2 Reinsurance assumed											
4.3 Reinsurance ceded	64,514		10,000								54,514
4.4 Net	9,348,467	(a)	(a)	(a)		1,948,203	(a)	2,033,455	554,943	48,822	4,457,814

(a) Including matured endowments (but not guaranteed annual pure endowments) unpaid amounting to \$.....0 in Column 2, \$.....0 in Column 3 and \$.....0 in Column 7.

(b) Include only portion of disability and accident and health claim liabilities applicable to assumed "accrued" benefits. Reserves (including reinsurance assumed and net of reinsurance ceded) for unaccrued benefits for Ordinary Life Insurance \$.....0, Individual Annuities \$.....0, Credit Life (Group and Individual) \$.....0, and Group Life \$.....0, are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health \$.....0, Credit (Group and Individual) Accident and Health \$.....0 and Other Accident and Health \$.....0 are included in Page 3, Line 2, (See Exhibit 6, Claim Reserve).

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 2 - Incurred During the Year

	1	2	Ordinary			6	Group		Accident and Health		
			3	4	5		7	8	9	10	11
	Total	Industrial Life (a)	Life Insurance (b)	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance (c)	Annuities	Group	Credit (Group and Individual)	Other
1. Settlements during the year:											
1.1 Direct	26,024,108		2,567,419		337,027	5,367,057	7,414,594	147,009	3,540,403	69,045	6,581,554
1.2 Reinsurance assumed											
1.3 Reinsurance ceded	1,135,473		482,183				127,588		175,369		350,333
1.4 Net (d)	24,888,635		2,085,236		337,027	5,367,057	7,287,006	147,009	3,365,034	69,045	6,231,221
2. Liability December 31, current year from Part 1:											
2.1 Direct	9,412,981		315,230			1,948,203	2,033,455		554,943	48,822	4,512,328
2.2 Reinsurance assumed											
2.3 Reinsurance ceded	64,514		10,000								54,514
2.4 Net	9,348,467		305,230			1,948,203	2,033,455		554,943	48,822	4,457,814
3. Amounts recoverable from reinsurers December 31, current year	142,540		45,000				9,700		38,860		48,980
4. Liability December 31, prior year:											
4.1 Direct	10,521,522		432,009			2,151,027	2,268,324		2,104,904	84,672	3,480,586
4.2 Reinsurance assumed											
4.3 Reinsurance ceded	39,132		10,000								29,132
4.4 Net	10,482,390		422,009			2,151,027	2,268,324		2,104,904	84,672	3,451,454
5. Amounts recoverable from reinsurers December 31, prior year	304,176		75,000				16,920		39,817		172,439
6. Incurred benefits:											
6.1 Direct	24,915,567		2,450,640		337,027	5,164,233	7,179,725	147,009	1,990,442	33,195	7,613,296
6.2 Reinsurance assumed											
6.3 Reinsurance ceded	999,219		452,183				120,368		174,412		252,256
6.4 Net	23,916,348		1,998,457		337,027	5,164,233	7,059,357	147,009	1,816,030	33,195	7,361,040

(a) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$.....0 in Line 1.1, \$.....0 in Line 1.4, \$.....0 in Line 6.1 and \$.....0 in Line 6.4.
 (b) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$.....0 in Line 1.1, \$.....0 in Line 1.4, \$.....0 in Line 6.1 and \$.....0 in Line 6.4.
 (c) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$.....0 in Line 1.1, \$.....0 in Line 1.4, \$.....0 in Line 6.1 and \$.....0 in Line 6.4.
 (d) Includes \$.....0 premiums waived under total and permanent disability benefits.

EXHIBIT OF NONADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)			
2. Stocks (Schedule D):			
2.1 Preferred stocks			
2.2 Common stocks			
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens			
3.2 Other than first liens			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income			
4.3 Properties held for sale			
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA)			
6. Contract loans			
7. Derivatives (Schedule DB)			
8. Other invested assets (Schedule BA)			
9. Receivables for securities			
10. Securities lending reinvested collateral assets (Schedule DL)			
11. Aggregate write-ins for invested assets			
12. Subtotals, cash and invested assets (Lines 1 to 11)			
13. Title plants (for Title insurers only)			
14. Invested income due and accrued			
15. Premium and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	805,636	1,539,892	734,256
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due			
15.3 Accrued retrospective premiums			
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers			
16.2 Funds held by or deposited with reinsured companies			
16.3 Other amounts receivable under reinsurance contracts			
17. Amounts receivable relating to uninsured plans		1,032	1,032
18.1 Current federal and foreign income tax recoverable and interest thereon			
18.2 Net deferred tax asset			
19. Guaranty funds receivable or on deposit			
20. Electronic data processing equipment and software	5,686,852	6,303,208	616,356
21. Furniture and equipment, including health care delivery assets	346,297	430,323	84,026
22. Net adjustment in assets and liabilities due to foreign exchange rates			
23. Receivables from parent, subsidiaries and affiliates			
24. Health care and other amounts receivable			
25. Aggregate write-ins for other than invested assets	5,824,781	9,290,479	3,465,698
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	12,663,566	17,564,934	4,901,368
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
28. Total (Lines 26 and 27)	12,663,566	17,564,934	4,901,368
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page			
1199. TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above)			
2501. Prepaid Expenses	380,283	2,142,877	1,762,594
2502. Others	5,444,498	7,147,602	1,703,104
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page			
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	5,824,781	9,290,479	3,465,698

Notes to Financial Statements

Note 1. Organization and summary of significant accounting policies:

- A. Organization – Cooperativa de Seguros de Vida de Puerto Rico, COSVI, is a not-for-profit cooperative life insurance company domiciled in Puerto Rico, organized in December 11, 1959. COSVI is owned by 224 cooperative organizations (mainly credit unions) in Puerto Rico. The cooperative philosophy and the special provisions of Chapter 34 of the Puerto Rico Insurance Code (the Code) require COSVI to provide a complete package of insurance products and services to its members at the lowest cost, while also investing in cooperative education and special programs organized by its cooperative owners. Cooperatives constitute a strong economic sector of the economy in Puerto Rico and represent over 1,200,000 members.

Effective January 1, 2008 the Commissioner of Insurance authorized COSVI to create the subsidiary COSVI Asset Management Corporation (CAMC) to provide technological services

COSVI's primary business is the sale of group life, annuity and accident and health insurance through approximately 113 exclusive career agents and managers in four regional offices and personal producing general agents (PPGA's) mainly for group accident and health product distribution. Through its AVANCOOP program, COSVI distributes its individual products through nearly 50 credit unions, in each of which a career agent is maintained to market the COSVI's life, annuity, IRA's and cancer products to complement the cooperative's credit financial products. Its group health activities include disability income, long-term disability and dread disease coverage under fully insured contracts. COSVI also offers a complete portfolio of ordinary life policies, including whole life, interest sensitive whole life, endowment and term insurance.

Most of the policies written by COSVI are issued on a non-participating basis. However, a small number of policies are participating and the amount of annual dividends is determined by actuarial formulas approved by the Commissioner of Insurance of the Commonwealth of Puerto Rico (the Commissioner). The amount of dividends to be paid annually to policyholders is determined by the Board of Directors. These dividends at the policyholder's option can be paid in cash or capitalized.

The accompanying statutory financial statements have been prepared in conformity with accounting practices prescribed or permitted by the Commissioner, which vary in some respects with accounting policies under NAIC SSAP. The following are the most significant practices permitted by the Commissioner that differ from NAIC SSAP:

A) COSVI received written approval from the Commissioner to record the value of its home office building at 85% of the depreciated property's estimated fair value as of December 31, 1999, instead of at the depreciated cost method as required by NAIC SSAP. On June 20, 2013 the Commissioner revoked this practice to be implemented in equal periods and conceded a four year period after December 31, 2012, to eliminate from his records the effect of the previous permitted practice representing \$5.6 million. As of December 31, 2013 COSVI eliminated \$1.4 million against surplus as a result of the revocation by the Commissioner.

B) The Commissioner permits the classification of mutual funds that invest ninety percent (90%) or more of its assets in preferred debt and conduit debt issued by the Puerto Rico Industrial, Medical and Environmental Control Facilities Financing Authority (AFICA) as bonds instead of common stock.

C) The Commissioner has permitted COSVI to record otherwise capitalized dividends on its investment in other cooperative institutions as dividend income.

- B. Basis of presentation – The accompanying statutory financial statements have been prepared in accordance with insurance accounting practices prescribed or permitted by the Commissioner, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America (GAAP).

COSVI follows the National Association of Insurance Commissioners' Statements of Statutory Accounting Principles (NAIC SSAP) as the basis of its statutory accounting principles (SAP), as long as they do not contradict the provisions of the Code, Normative Letters and Circular Letters issued by the Commissioner.

Prescribed statutory accounting practices include a variety of publications of the National Association of Insurance Commissioners (NAIC) including its codification contained in its Accounting Practices and Procedures Manual (the Manual), as well as state laws, regulations, and general administrative rules. Permitted statutory accounting practices encompass all accounting practices not so prescribed. The Commissioner has the right to permit other specific practices that may deviate from prescribed practices. Accordingly, the Commissioner has adopted certain prescribed accounting practices that differ from those found in NAIC SSAP.

- C. Summary of significant accounting policies – The accounting policies followed by COSVI conform to predominant practices followed by the industry and are in conformance with accounting practices prescribed or permitted by the Commissioner. The most significant accounting policies followed by COSVI and the most significant differences between the NAIC SSAP and GAAP bases of accounting, and related financial statements presentation are summarized below:

Notes to Financial Statements

Accounting estimates – The preparation of financial statements in conformance with the accounting practices prescribed or permitted by the Commissioner and NAIC SSAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Fair value measurements – Financial instruments are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Market or observable inputs are the preferred source of value, followed by assumptions based on hypothetical transactions in the absence of market input.

The valuation techniques are based upon observable or unobservable inputs. Observable inputs reflect market data obtained from independent sources, while unobservable inputs reflect COSVI's market assumptions. These two types of inputs create the following fair value hierarchy:

Level 1 – Quoted prices for identical instruments in active markets

Level 2 – Quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active and model-derived valuations whose inputs are observable or whose significant value drivers are observable.

Level 3 – Significant inputs to the valuation model are unobservable.

COSVI maintains policies and procedures to value financial instruments using the best and most relevant data available.

Investments – Bonds and stocks are valued in accordance with rules promulgated by NAIC SSAP. Bonds eligible for amortization under such rules are stated at amortized cost. Premiums and discount are amortized using the interest method. Net realized gains and losses on the sale of bonds are determined using the specific-identification method and are accounted for as an increase (decrease) to the interest maintenance reserve.

Mortgage-backed securities and mortgage loans are carried at cost, net of unamortized premiums and/or discounts. Mortgage-backed securities are revalued in order to reflect principal prepayment assumptions using the prospective method.

Common stocks are carried at estimated fair value, except for certain stocks for which fair value is not readily determinable and are therefore carried at cost, while preferred stocks are carried at cost. Unrealized gains and losses on common stocks are credited (charged) to surplus.

Net realized gains and losses on the sale of bonds and mortgage-backed securities are determined using the specific identification method and are accounted for as an increase (decrease) to the interest maintenance reserve, except for those realized gains (losses) related to excess withdrawal activities, which are credited (charged) to operations. Gains and losses on sale of stocks are credited (charged) to operations. Investment purchases and sales are recorded on the trade date. Non-settled transactions at balance date are reflected as a receivable or payable.

Mortgage loans – Are reported at unpaid principal balance for statutory purposes, whereas for GAAP purposes, they are reported at unpaid principal balance net of unearned interest and an allowance for loan losses, as determined.

Property occupied by COSVI – Investment in property occupied by COSVI is reported net of related obligations rather than on a gross basis. Real estate owned and occupied by COSVI is included in investments rather than reported as an operating asset as under GAAP, and investment income and operating expenses include rent for COSVI's occupancy of those properties. Real estate is recorded at their respective stated values net of accumulated depreciation and net of the outstanding balance of the related collateralized mortgage note payable. Depreciation is determined under the straight-line method over the estimated useful life of 50 years.

COSVI received written approval from the Commissioner to record the value of its home office building at 85% of the depreciated property's estimated fair value as of December 31, 1999, instead of at the depreciated cost method as required NAIC SSAP. As of December 31, 2012, the statutory surplus of COSVI was \$5.6, greater than it would have been if NAIC SSAP had been followed.

On June 20, 2013, the Commissioner rescinded this permitted practice through a four year step down. The financial impact should be recorded in four equal installments commencing after December 31, 2012. A decrease in capital of \$1.4M was recorded as of December 31, 2013. This transaction did not trigger the risk based capital action level.

Notes to Financial Statements

Property-held-for the production of income – Investment in property-held-for the production of income is reported at depreciated cost net of related obligations rather than on a gross basis.

Properties-held-for sale – Investments in properties held-for-sale are reported at the lower of its carrying value or fair value less cost to sell. These assets are not depreciated while classified as held-for-sale and are reported net of related obligations. Any impairment loss to be recognized is measured as the amount by which the carrying amount of these assets exceeds its fair value at the balance sheet date. Investment in properties-held-for sale is reported net of related obligations rather than on a gross basis.

Policy loans – Are reported at their aggregate unpaid balances. The amount, if any, in excess of the cash surrender value of a policy is considered a non-admitted asset. In addition, any portion that is considered uncollectible is written-off as a reduction of investment income.

Cash equivalents – Represent highly liquid and very safe instruments, which can be easily converted into cash. Savings certificates and deposits in cooperatives with maturity of three months or less and money market funds are considered to be cash equivalents. As of December 31, 2013 and 2012, there were \$4,450,000 and none in cash equivalents.

Electronic data processing (EDP) equipment and operating system software – Are depreciated over the lesser of its estimated useful life or three years. Depreciation is determined under the straight-line method. For NAIC SSAP, the aggregate amount of admitted EDP equipment and operating software (net of accumulated depreciation and amortization) is limited to three percent (3%) of the capital and surplus as reported in its most recently filed statement with the Commissioner.

Non-admitted assets – Certain assets designated as non-admitted assets (principally agents' balances, certain premiums receivable, prepaid expenses and other receivables, application software and furniture and equipment) have been excluded from the statutory statements of admitted assets, liabilities, and capital and surplus by a charge to unassigned surplus.

The non-admitted assets charged to unassigned surplus are as follows:

<u>Description</u>	<u>2013</u>	<u>2012</u>
Agents' balances	\$ 5,130,166	\$ 6,837,118
Premiums and other receivables	959,581	1,691,021
Furniture, equipment, and leasehold improvements	346,297	430,323
Prepaid expenses	380,283	2,142,877
Electronic data processing equipment and software	5,686,852	6,303,208
Other assets	160,387	160,387
	<u>\$ 12,663,566</u>	<u>\$ 17,564,934</u>

Policy and contract reserves and claims – Policy and contract reserves are based on statutory mortality and interest requirements without consideration of lapses and withdrawals. As of December 2013 and 2012, most of the policies in force were under the CSO 1958, CSO 1980 and CSO 2001 mortality tables, with interest assumptions, which fluctuate between 2.50% and 5.50%. On December 14, 2005, the Commissioner approved the use of the 2001 mortality tables, effective January 1, 2005. Approximately 98% of the reserves are calculated on a modified reserve basis as to partially offset the effect of immediately expensing acquisition costs by providing a policy reserve increase in the first policy year that is less than the first year increase under the net level premium method. The reserve balance relating to pension plans is determined based on contributions received (employer and employees) plus accrued interest, and the reserve relating to group policies is determined for an amount equal to unearned premiums.

COSVI waives deduction of deferred fractional premium upon death of insured and returns any portion of the final premium beyond the date of death. A factor is applied against each block of reserves.

For life contracts, mean reserves are determined by computing the regular mean reserve for the plan. In addition, COSVI holds one-half of the extra premium charge for the years. Credit reserves are based on statutory mortality reserves determined by formula. Substandard reserves are determined by the increasing mortality in proportion to the substandard risk percentage. As of December 31, 2013 and 2012, COSVI has approximately \$4,765,035 and \$5,144,000 respectively, of insurance in-force for which the gross premiums are less than the net premiums according to the standard of valuation set by the Commissioner. As of December 31, 2013 and 2012, the Cooperative does not have liabilities related with premium deficiency reserve.

The tabular interest, tabular less actual revenue released and tabular cost have been determined by formulas as per NAIC SSAP. The tabular interest of funds not involving life contingencies has been determined by formulas as per NAIC SSAP. The net other increases are determined as per NAIC SSAP.

Notes to Financial Statements

Reinsurance – Policy and contract liabilities ceded to reinsurers have been reported as reductions of the related reserves rather than as assets as would be required under GAAP. Commissions allowed by reinsurers on business ceded are reported as income when received rather than being deferred and amortized with deferred policy acquisition costs as required under GAAP.

Interest maintenance reserve (IMR) and asset valuation reserve (AVR) – The IMR is designed to capture realized gains and losses arising as a result of changes in market rates, which are then amortized to operations until the stated maturity of the investment. The AVR, which is in the nature of a contingency reserve for possible losses arising from fluctuations in the estimated fair value of bonds and stocks held as investments, is recorded as a liability through a charge to surplus.

Revenue recognition – Life premiums are recognized as income over the premium paying period of the related policies. Annuity considerations are recognized as revenue when received. Health premiums are earned ratably over the terms of the related insurance contracts or policies. Premiums received for annuity policies without mortality or morbidity risk are recognized using deposit accounting. Acquisition costs such as commissions and other costs related to acquiring new business are charged to current operations as incurred.

Dividends – Dividends to cooperatives, which are stockholders of COSVI, are charged to surplus. Patronage dividends to policyholders are charged to current operations. Any difference between the accrued dividend (estimate) and the actual payments to policyholders is reflected as a charge or credit to operations in the year payments are made.

Defined benefit pension plan valuation – The valuation for COSVI's employees' pension plan was computed in accordance with the Manual, which requires the use of the guidelines provided by the Compensation-Retirement Benefits Topic of the FASB Accounting Standards Codification, except for the exclusion of employees with non-vested benefits. This standard requires the employer to recognize effective on January 1, 2013, NAIC adopted SSAP No. 102, Accounting for Pensions, a replacement of SSAP No. 89 which requires the recognition of a liability for the full unfunded amount determined by comparing the accumulated benefit obligation to the fair value of plan assets. The impact to COSVI is \$3,692,703 which COSVI has elected to immediately recognize as an incremental liability with an offset directly to surplus.

Defined contribution pension plan - Contributions are expensed over the period in which the employee vests in those contributions. Contributions to plan participants' accounts made prior to vesting are reported as prepaid expenses and are considered a non-admitted asset. Contributions required after a participant terminates or retires shall be accrued and an expense shall be recorded over the working lives of the participants beginning at the date the participant initially vests in plan contributions.

Note 2. Accounting Changes and Corrections of Errors

Not applicable.

Note 3. Business Combinations and Goodwill

Not applicable

Note 4. Discontinued Operations:

On March 17, 2009, COSVI entered into an Asset Purchase Agreement (“APA”) whereby it sold its healthcare operations related to its group health medical plan and individual health Medicare Advantage lines of business to a domestic insurance company (the Purchaser). In connection with such sale, COSVI sold all of its insured commercial membership, as well as its administrative services only agreement.

The APA provides for an initial Payment for each enrolled part D member as reflected on the Center for Medicare and Medicaid Service Report (CMSR) on the following the closing date, and a Final Payment per member enrolled as of December 31, 2009, subject to an adjustment of \$100,000 for every 10 basis points of Medicare Loss Ratio (MLR) above 92%, determined as of April 30, 2010.

On May 6, 2009, an Initial Payment of \$7,539,000 was received, which was subsequently reduced by \$550,000 for retroactive adjustment by CMS not contemplated in the APA.

As of March 21, 2014, the final Payment had not been received since the Purchaser alleged that the MLR exceed one hundred percent (100%).

From the information provided by the Purchaser, as requested by COSVI, documenting its calculation of the MLR, COSVI was able to observe numerous discrepancies, errors and inconsistencies in the Purchaser's calculation and determined the MLR to be 88.7%. The Purchaser recognized and agreed with certain errors but has refused to recalculate the final Payment, incorporating COSVI's observations nor to provide additional documentation to resolve the discrepancies informed, as previously agreed with its management and legal

Notes to Financial Statements

counsel. After numerous meeting and correspondences in an attempt to resolve the issues, the purchaser ceased cooperating, causing COSVI to initiate legal proceeding.

On October 13, 2011, COSVI brought a suit for breach of contract against the Purchaser. The complaint contends that the Purchaser owed the following amounts: \$550,000 for the remainder of the Initial Payment, plus interest of \$400,654; \$5,379,000 for the Final payment, plus interest of \$3,207,301; \$129,484 for risk factor adjustment, plus interest of \$199,791 and \$50,582 for plan to plan payments, plus interest of \$36,850, for a total of \$9,953,662 as allowed by the terms of the APA.

Management and its legal counsel are of the opinion that COSVI has taken all necessary steps to accurately calculate the amount owed by the Purchaser, and to ensure payment of the same. In addition the legal counsel is of the opinion that COSVI has a high likelihood of prevailing in its legal action against the Purchaser and that based on the legal merit and strength of the case against the Purchaser and the applicable provisions of the Insurance Code and NAIC Accounting and Procedures Manual, the receivable should not be recorded as impaired since it is not "probable" that COSVI will lose the case.

The following represents the assets and liabilities applicable to the discontinued operations related to the group health medical plan and individual health Medicare Advantage lines of business, not separately presented in the accompanying statutory financial statements:

Description	2013	2012
Admitted assets-		
Account receivable - sale of healthcare operations	\$ 3,311,389	\$ 3,311,389
	<u>\$ 3,311,389</u>	<u>\$ 3,311,389</u>

The following represents the operating components applicable to the discontinued operations related to the group health medical plan and individual health Medicare Advantage lines of business, not separately presented in the accompanying statutory financial statements:

Description	2013	2012
Premiums	\$ -	\$ 116,998
General insurance expenses	\$ -	\$ -
Other revenues	\$ 10,500	\$ -
Operational gain (loss)	\$ -	\$ 116,998
Net income (loss)	<u>\$ 10,500</u>	<u>\$ 116,998</u>

Note 5. Investments

- A. Mortgage loans – COSVI purchases residential mortgage loans from a mortgage-lending institution and various cooperative institutions. These institutions provide the full servicing and management of the mortgage loans sold to COSVI. Such mortgage loans are sold at 100% of the unpaid principal balance outstanding at the date of the transaction. Interest earned by COSVI on these mortgage loans is guaranteed by the mortgage-lending institutions in accordance with the terms and conditions in effect for each transaction. During the years ended December 31, 2013 and 2012, there were no purchases of mortgage loans. The loan to value ratio related to the mortgage loans purchased by COSVI does not exceed 80%.

Mortgage loans as of December 31, 2013 and 2012 consist of the following:

Description	2013	2012
First mortgage loans with interest rates ranging from 6% through 9 % granted under the mortgage loan fund program and secured by residential properties	\$ 1,329,848	\$ 2,776,431
First mortgage loans with interest rates ranging from 6% through 11%, secured by residential and commercial properties	<u>6,197,704</u>	<u>6,505,857</u>
	<u>\$ 7,527,552</u>	<u>\$ 9,282,288</u>

In June 2009, COSVI entered into a settlement agreement with one of its mortgage banking institution whereby COSVI received various residential properties as a settlement for the mortgage loans accounts maintained at the moment the mortgage banking institution terminated its operations.

Notes to Financial Statements

As of year-end, COSVI held mortgages with interest more than 180 days past due with a recorded investment, excluding accrued interest consist of:

Description	2013	2012
Mortgage more than 180 days past due	\$ 5,805,767	\$ 6,048,081
Current year impaired loans with more than 30 days past due and related allowance for credit losses:	\$ 6,641,131	\$ 8,153,397
a. Related allowance for credit losses	\$ 1,524,970	\$ 1,645,168
Allowance for credit losses:		
a. Balance at the beginning of period	\$ 1,645,168	\$ 1,721,127
b. Additions charged to operations		-
c. Recovery of amounts previously charged off	<u>(120,198)</u>	<u>(75,959)</u>
d. Balance at end of period	\$ <u>1,524,970</u>	\$ <u>1,645,168</u>

Interest income of impaired loans is reported as "collected" when cash is received.

A. Trouble debt restructuring for creditors

Not applicable.

B. Reverse mortgages

Not applicable.

C. Repurchase agreements and/or securities lending transactions

Not applicable.

D. Investments in bonds, mortgage-backed, and equity securities

The amortized cost, gross unrealized gains and losses, and estimated fair value of bonds, mortgage-backed, and equity securities at December 31, 2013 and 2012, are as follows:

2013

Description	Cost or amortized cost	Gross unrealized		Estimated fair value
		Gains	Losses	
Debt securities:				
U.S. Treasury securities and obligations of U.S. government agencies and state agencies	\$ 167,571,919	\$ 6,082,962	\$ (3,952,594)	\$ 169,702,287
Obligations of the Commonwealth of Puerto Rico	152,524,914	46,361	(37,609,031)	114,962,244
Corporate fixed-income securities	4,752,056	132,350	(76,322)	4,808,084
Mortgage-backed securities	<u>246,682</u>	<u>10,943</u>	<u>-</u>	<u>257,625</u>
	325,095,571	6,272,616	(41,637,947)	289,730,240
Equity securities:				
Common stocks	6,832,605	480,475	(510,788)	6,802,292
Preferred stocks	<u>149,921</u>	<u>-</u>	<u>-</u>	<u>149,921</u>
	\$ <u>332,078,097</u>	\$ <u>6,753,091</u>	\$ <u>(42,148,735)</u>	\$ <u>296,682,453</u>

Notes to Financial Statements

Description	Cost or amortized cost	2012 Gross unrealized		Estimated fair value
		Gains	Losses	
Debt securities:				
U.S. Treasury securities and obligations of U.S. government agencies and state agencies	\$ 169,040,008	\$ 19,384,537	\$ (32,146)	\$ 188,392,399
Obligations of the Commonwealth of Puerto Rico	129,736,691	5,189,147	(1,665,702)	133,260,136
Corporate fixed-income securities	4,090,867	290,662	-	4,381,529
Mortgage-backed securities	500,671	21,858	-	522,529
	<u>303,368,237</u>	<u>24,886,204</u>	<u>(1,697,848)</u>	<u>326,556,593</u>
Equity securities:				
Common stocks	10,489,389	383,108	(1,931,682)	8,940,815
Preferred stocks	149,921	-	-	149,921
	<u>\$ 314,007,547</u>	<u>\$ 25,269,312</u>	<u>\$ (3,629,530)</u>	<u>\$ 335,647,329</u>

The carrying value and estimated fair value of bonds and mortgage-backed securities as of December 31, 2013 by contractual maturity are as follows:

Description	Cost or Amortized Cost	Estimated Fair Value
Due within one year or less	\$ -	\$ -
Due after one year through five years	22,820,822	21,627,647
Due after five years through ten years	34,966,018	30,404,313
Due after ten years through twenty years	140,238,566	129,607,318
Due after twenty years	<u>127,070,165</u>	<u>108,090,962</u>
	<u>\$ 325,095,571</u>	<u>\$ 289,730,240</u>

Expected maturities may differ from contractual maturities because borrowers may have the right to call or prepay obligations with or without call or prepayment penalties.

As of December 31, 2013 and 2012, the above investments include the following deposits with the Commissioner that has been made to comply with deposit requirements of Code:

Description	2013	2012
Obligation of the Commonwealth of Puerto Rico:		
Amortized cost	<u>\$ 1,598,807</u>	<u>\$ 1,505,471</u>
Estimated fair value	<u>\$ 1,058,192</u>	<u>\$ 1,652,049</u>

Management periodically evaluates portfolio investments with unrealized losses in order to determine whether such losses should be considered other-than-temporary in accordance with NAIC SSAP. In the case of fixed income securities, the following is considered:

- The issuer's historical credit rating.
- Changes in the open market interest rates.
- Historical of interest payments for each security.
- Historical evaluation of its market value
- The financial condition and prospects of the issuer, including any specific events that may influence the operations of the issuer
- The intent and ability of the institution to retain its investment for a period of time sufficient to allow for any anticipated recovery in fair value.

Notes to Financial Statements

In the case of equity securities, the following is considered

- A) Economic sector of the investment.
- B) Individual and unique events that have cause the continuous drop in market value for that particular stock.
- C) Analysts' evaluations of particular stocks as published in Bloomberg terminal function ANR.
- D) Historical evaluation of its market value.
- E) A significant deterioration in the earnings performance, asset quality, or business prospects of the issuer
- F) A significant adverse change in the regulatory, economic, or technological environment of the issuer
- G) A significant adverse change in the general market condition of either the geographic area or the industry in which the issuer operates
- H) Factors that raise significant concerns about the issuer's ability to continue as an ongoing concern, such as negative cash flows from operations, working capital deficiencies, or noncompliance with statutory capital requirements or debt covenants
- I) COSVI Management's ability and intention to hold the investment for a reasonable time until it recovers a reasonable amount of its cost.

During the year ended December 31, 2013 there were \$164,500 of market declines on certain equity investments that were considered other-than temporary losses. During the year ended December 31, 2012, there were \$350,000 of market declines on certain equity investments that were considered other-than-temporary.

The tables below summarize as of December 31, 2013 and 2012, unrealized losses on all securities held in loss position by both asset class and length of time that a security has been in a loss position:

Description	2013			
	Less than 12 months		12 months or more	
	Estimated fair value	Unrealized Losses	Estimated fair Value	Unrealized Losses
Corporate fixed-income securities	\$ 1,860,399	\$ (76,322)	-	-
U.S. Treasury securities and obligations of U.S. Government agencies and state agencies	56,226,054	(3,800,871)	\$ 1,695,923	(151,723)
Obligations of the Commonwealth of Puerto Rico	92,348,097	(24,578,510)	21,158,437	(13,030,521)
Equity securities – Common stocks	646,425	(21,787)	1,105,096	(489,001)
	<u>\$ 151,080,975</u>	<u>\$ (28,477,490)</u>	<u>\$ 23,959,456</u>	<u>\$ (13,671,245)</u>

Description	2012			
	Less than 12 months		12 months or more	
	Estimated fair value	Unrealized Losses	Estimated fair value	Unrealized Losses
U.S. Treasury securities and obligations of U.S. Government agencies and state agencies	\$ 1,772,397	\$ (32,146)	\$ -	\$ -
Obligations of the Commonwealth of Puerto Rico	56,614,406	(1,062,942)	6,852,660	(602,760)
Equity securities – Common stocks	444,397	(28,603)	3,517,708	(1,903,079)
	<u>\$ 58,831,200</u>	<u>\$ (1,123,691)</u>	<u>\$ 10,370,368</u>	<u>\$ (2,505,839)</u>

Notes to Financial Statements

U.S. Treasury securities, obligations of U.S. Government agencies and state agencies and obligations of the Commonwealth of Puerto Rico – The unrealized gains and losses on these investments, were mainly caused by decrease of the market value. Because COSVI has the ability and intent to hold these investments until a recovery of fair value, which may be maturity, COSVI does not consider these investments to be other-than-temporarily impaired.

Equity securities – The unrealized losses of investments in equity securities consist mainly of mutual funds invested in common stocks and common stocks portfolio diversified across the U.S. economy which invest in the following sectors: technological, pharmaceuticals, manufacturing, entertainment, financial services and natural resources. The remainder of the portfolio reflects unrealized losses on investments that individually are not significant, but in the aggregate represent the balance of the unrealized losses. The temporary losses on the market value of these shares are attributed to general decrease of the market values and their indexes, and not necessarily to some specific situation of any individual investments.

Realized gains and losses on bonds and mortgage-backed securities and common and preferred stocks for the years ended December 31, 2013 and 2012, are as follows

Description	2013	2012
Bonds and mortgage-backed securities-		
Proceeds from sales and principal redemptions	\$ <u>64,895,259</u>	\$ 73,893,733
Gross gains	\$ <u>1,495,112</u>	\$ 3,943,908
Gross losses	\$ <u>(1,353,690)</u>	\$ (1,355,579)
Realized losses amortized from the interest maintenance reserve	\$ <u>(739,161)</u>	\$ (877,676)
Common and preferred stocks-		
Proceeds from sale of stocks	\$ <u>3,490,987</u>	\$ 2,201,610
Gross gains	\$ <u>573,719</u>	\$ 69,164
Gross losses	\$ <u>(774,870)</u>	\$ (275,706)

Net Realized Capital Gain (Loss) for the year end December 31, 2013 and 2012 are as follows

Description	2013	2012
Bonds and mortgage-backed securities-		
Net Gain	\$ <u>141,422</u>	\$ <u>2,588,329</u>
Common and preferred stocks-		
Net Loss	\$ <u>(201,151)</u>	\$ <u>(556,540)</u>
Mortgage Loan - OTTI	\$ <u>(535,596)</u>	\$ _____
Mortgage Loan		
Net Loss	\$ _____	\$ <u>(266,600)</u>
Real State		
Net Loss	\$ _____	\$ <u>(131,082)</u>
Medical Health		
Discontinue Operation	\$ _____	\$ <u>116,985</u>
Transfer to interest maintenance reserve	\$ <u>(142,332)</u>	\$ <u>(1,201,949)</u>
Net Realized Capital Loss	\$ <u>(737,657)</u>	\$ <u>549,144</u>

The components of net investment income (loss) for the year ended December 31, 2013 and 2012 are as follows

Description	2013	2012
Bonds and mortgage-backed securities	\$ <u>18,043,534</u>	\$ 17,841,928
Common stocks	<u>21,554</u>	24,981
Mortgage loans	<u>406,145</u>	224,009
Real estate	<u>3,959,786</u>	3,800,263
Policy loans	<u>313,672</u>	218,535
Cash, cash equivalents and short-term investments	<u>127,447</u>	156,614
Other invested assets	-	(378,614)
	<u>22,872,138</u>	21,887,716
Less: Investment Expenses	<u>(6,255,879)</u>	(3,362,193)
Net Investment Income	\$ <u>16,616,259</u>	\$ <u>18,525,523</u>

Notes to Financial Statements

E. Repurchase agreements

Not applicable

F. Real Estate Investment

COSVI entered into a settlement agreement with a mortgage banking institution whereby COSVI received various residential properties as a settlement for certain mortgage loans accounts maintained by COSVI at the moment such mortgage banking institution terminated its operations. Management's intention is to sell these properties prior to the maximum period of five years allowed under the Code for retention of properties held for sale. As of December 2013 COSVI recorded a valuation allowance balance of approximately \$1,805,664, increasing approximately by \$470,490 for these properties due to current market conditions.

G. Investment in low-income housing tax credits

Not applicable.

Note 6. Joint Ventures, Partnerships and Limited Liability Companies

Not applicable.

Note 7. Investment Income

A. All investment income due and accrued on bonds in or near default, and other amounts that are over 90 days past due, with the exception of mortgage loans in default, are excluded from surplus. Interest income due and accrued on mortgage loans is excluded from surplus when 180 days or more past due.

B. The total amount excluded was \$0.

Note 8. Derivative Instruments

Not applicable.

Note 9. Income Taxes-

The Company is exempt from income taxes by disposition of the Puerto Rico Insurance Code.

Note 10. Related Party Transactions

COSVI's shareholders are cooperatives, mainly credit cooperatives, none of which have a controlling interest in COSVI. In the normal course of business, COSVI provides various types of insurance products to their members, mainly credit insurance products. In addition, COSVI maintains time deposits in various credit cooperatives. As of December 31, 2013 and 2012, such time deposits amounted to \$8,903,000.

COSVI Assets Management Corporation is a wholly owned subsidiary of COSVI. As of December 31, 2013, COSVI Reported \$215,675 as amount receivable from the subsidiary CAMC. Additionally, reported \$82,002 as amount of payable.

Note 11. Debt

As of December 31, 2013 and 2012 properties occupied by COSVI consist of the following:

Description	2013	2012
Land	\$ 4,690,010	\$ 4,690,010
Building and improvements	<u>48,496,862</u>	<u>49,803,164</u>
	53,186,872	54,493,174
Less: Accumulated depreciation	<u>(10,760,197)</u>	<u>(9,703,472)</u>
	42,426,675	44,789,702
Less: Mortgage loan balance	<u>(9,943,983)</u>	<u>(11,750,000)</u>
	\$ <u>32,482,692</u>	\$ <u>33,039,702</u>

As of December 31, 2012, COSVI's Building comprising its home office facilities, including interiors and equipment, was collateralized with an unpaid loan balance of \$11,750,000, payable on monthly installments of principal payments of \$62,500 plus accrued interest at 135 basis points over one month LIBOR rate. (.2087% December 31, 2012)

On February 21, 2013, COSVI entered into a new term loan agreement in the aggregate principal amount of \$10,200,000. The previous existing mortgage loan was repaid in full with a discount of \$1,500,000. For December 31, 2013 the loan has an unpaid balance of \$9,943,983. The term loan will bear interest at 4.75%

Notes to Financial Statements

and will be payable in fifty-nine (59) consecutive monthly installments of \$65,915, including interest based on a 20 year amortization schedule, commencing on March 27, 2013, and a final estimated installment of \$8,506,415 plus interest accrued thereon, due on February 27, 2018.

Collaterals for this loan includes (i) first demand mortgage note up to the loan amount over the property owned and occupied by COSVI, (ii) title insurance policy securing the mortgage on the property and (iii) assignment of all present and future lease agreements of the property. Maturities will as follows:

Year ending December 31,	Amount
2014	\$325,861
2015	341,681
2016	358,269
2017	375,662
Thereafter	8,542,510
	9,943,983

This credit agreement contains various covenants and events of default typical of a credit facility of this size and nature, including among others, maintaining a loan to value ratio of not less than 60% and a debt service coverage ratio of not less than 1.30: 1.

Interest expense during the years ended December 31, 2013 and 2012 amounted to approximately \$448,000 and \$298,000 respectively.

Note 12. Retirement Plans, Deferred Compensation, Post-employment Benefits and Compensated Absences, and other Postretirement Benefit Plans.

A. Defined benefit plan

Effective November 14, 2008, COSVI entered into a hard-freeze and a curtailment transaction on its defined benefit pension plan (the Plan) that covers all of its regular employees. Concurrent with this transaction, COSVI determined to fund the plan through a trust established under the laws of the Commonwealth of Puerto Rico. The trust was established to hold and administer the assets of the Plan in accordance with the terms of the Plan. COSVI also entered into a Trustee and Retirement Plan Administrative Services Agreement with a private financial institution to perform the Plan administration, actuarial and record keeping services.

For January 1, 2013 was effective SSAP No.102. On September 30, 2013 the unfunded accumulated benefit liability of \$2.5 million was recorded against surplus.

A summary of assets, obligations and other pension information for the years ended December 31, 2013 and 2012 is as follows:

Description	2013	2012
Change in projected benefit obligation:		
Projected benefit obligation at beginning of year	\$ 18,356,460	\$ 17,646,537
Adjustment to opening balance	(266,236)	
Interest cost	889,280	997,673
Actuarial (gain) loss	(700,127)	2,121,263)
Benefits paid	(633,121)	(2,409,013)
Projected benefit obligation at end of the year	17,646,256	18,356,460
Change in plan assets:		
Fair value of plan assets at beginning of the year	\$ 15,221,101	\$ 15,755,918
Actual return on plan assets	(873,563)	1,297,737
Employer contributions	239,136	576,459
Benefits paid	(633,121)	(2,409,013)
Fair value of plan assets at end of the year	13,953,553	15,221,101
Funded status of the plan (under-funded)	(3,692,703)	(3,135,359)
Unrecognized actuarial losses	5,445,403	4,969,087
Prepaid pension cost	\$ 1,752,700	\$ 1,833,728
Vested benefit obligation at end of year	\$ 17,610,806	\$ 18,303,623
Non vested benefit obligation at end of year	\$ 35,450	\$ 52,837
Components of net periodic pension costs:		
Interest cost	\$ 889,280	\$ 997,673
Expected return on plan assets	(1,442,679)	(788,088)
Amount of recognized loss	873,563	99,979
Net periodic pension costs	\$ 320,164	\$ 309,564

Notes to Financial Statements

Weighted average actuarial assumptions for the years ended December 31, 2013 and 2012 are as follows:

Description	2013	2012
Discount rate	5.25%	5.00%
Expected return on plan assets	5.00%	5.00%
Expected compensation increase	00.0%	00.0%

Contributions – During the years ended December 31, 2013 and 2012, COSVI made contributions to the plan amounting to approximately \$239,000 and \$576,000, respectively. COSVI's pension plan expects to receive employer contributions for the year ending December 31, 2014 in the amount of \$405,000.

Pension plan assets allocations – Assets categories and related allocation percentages as of December 31, 2013 and 2012, are as follows:

Description	2013	2012
Fixed income securities	85.98%	99.27%
Equities	9.26%	
Cash	4.33%	.04%
Accrued interest	0.43%	.69%
	100.00%	100.00%

The defined benefit plan assets are managed in accordance with the provisions established in the Trustee and Retirement Plan Administrative Services Agreement entered into by COSVI and a private financial institution. The performance of the pension trust assets is monitored by COSVI and measured in accordance with the Plan's objectives.

Benefit payments – Benefit payments are expected to be paid as follows:

Years ending December 31,	Amount
2014	\$ 728,089
2015	800,897
2016	921,032
2017	1,013,135
2018-2021	4,274,484
	\$ 7,737,637

B. Defined contribution plan

On August 1, 2008, COSVI adopted a defined contribution pension plan 1165 (e) Salary Deferral Re1165 (e) Salary Deferral Retirement Plan) with an effective date of January 1, 2009. This Plan covers all full-time employees who have reached eighteen (18) years of age and have completed one (1) year of service.

Under this plan, participants may contribute an amount not exceeding \$15,000. Matching contributions by COSVI are based on \$1.00 for each dollar contributed by the employee, up to 5% of compensation.

COSVI may contribute a discretionary amount in addition to the matching contribution for all eligible participants that is allocated to all employees on a basis of percentage of compensation. The availability of this contribution will be determined in a year-to-year basis.

COSVI contributions will become vested and non-forfeitable upon participant's death, disability or attainment of normal and early retirement age. In the absence of any of the preceding events, participants are 100% vested after completing three (3) years of service. A participant may retire after reaching the age of 60 or elect for early retirement and be fully vested at age 55, with three years of service.

During the years ended December 31, 2013 and 2012, COSVI made contributions amounting to \$390,000 and \$389,000, respectively.

- C. COSVI does not sponsor any multiemployer plans.
- D. COSVI is not part of any consolidated group of companies
- E. Compensated vacation pay is recorded as an accrued liability in salaries and wages general expenses.
- F. Medicare Modernization Act is not applicable.

Notes to Financial Statements

Note 13. Capital and Surplus, Shareholder's Restrictions and Quasi Reorganizations

1. Outstanding shares

The members' contributions, including capitalized dividends at December 31, 2013, are as follows:

Description	Authorized Certificates of Contributions as of December 31, 2013		Issued and Outstanding Certificates of Contributions as of December 31, 2013	
	Shares	Par value	Shares	Par value
Preferred certificates of contributions-				
2001 Series, \$5 par value	2,000,000	\$ 10,000,000	1,517,300	\$ 7,586,500
2004 Series, \$5 par value	8,000,000	40,000,000	2,811,050	14,055,250
Common certificates of contributions, \$10 par value	5,000,000	50,000,000	2,946,001	29,460,010
		100,000,000		51,101,760
Surplus notes		-		5,100,000
		<u>\$ 100,000,000</u>		<u>\$ 56,201,760</u>

2. Dividend rate of preferred stock

The 2001 Series preferred certificates of contributions are cumulative for up to three years at 5% annually, redeemable after the third anniversary of their issuance at the option of the holder upon the approval of the board of directors of COSVI, and is entitled to preferences as to par value and accrued dividends over COSVI's common certificates of contribution in case of liquidation.

The 2004 Series have the following characteristics:

- Dividends on the preferred certificates of contribution are cumulative for up to three years. The percentage in dividends is adjusted annually at January 1 of each year adding .5% based on the rate of primary interest "prime rate." The dividends are paid in cash every three months, if they are declared by the Board of Directors and if there is surplus.
- The certificates are redeemed, in part or at their total, with the approval of COSVI or the owner of each preferred certificate of contribution on the fifth anniversary of their issuance, subject to the approval of the Board of Directors. The price for each redemption is \$5 per certificate, plus accrued dividends.

3. Dividend restrictions

Dividends on the Preferred Contribution are cumulative for up to three years.

The Board of Directors may declare the payment of dividends on Capital Contribution Certificates issued and outstanding after providing for all reserves and in accordance with the dividend rates permitted by the Puerto Rico Insurance Commissioner, a maximum of 8% is established.

4. Date and amounts of dividends paid

No dividends were paid during 2013 or 2012.

5. Amount of ordinary dividends that may be paid

Within the limitations of (3) above, there are no restrictions placed on the portion of the Company's profits that may be paid as ordinary dividends to stockholders.

6. Restrictions of unassigned funds

There are no restrictions on the current unassigned funds.

7. Mutual surplus advances

Advances to Surplus not Repaid (Mutual Companies): Not applicable

8. Company stock held for special purposes

Common Stock, Preferred Stock, Surplus Notes Held by the Company for special purposes: None.

Notes to Financial Statements

9. Changes in special surplus funds

There were no changes in special surplus funds during the year 2013.

10. Changes in unassigned funds from unrealized gains (losses)

The unassigned Surplus included a decrease in unrealized losses of \$1,518,261.

11. Surplus Notes

On October 27, 2008, the Board of Directors approved the issuance of \$12 to \$15 million in surplus notes as a measure to partially offset its operating losses through recapitalization of five-year surplus notes from its cooperative members. As of December 31, 2013 and 2012, COSVI has outstanding \$5,100,000, and \$5,107,000 respectively in surplus notes in consideration of cash. The original surplus notes accrued interests at 4.75% redeemable after the fifth year as to principal and interests, subject to the approval of the Board of Directors and the Commissioner. The surplus notes are considered capital for statutory purposes. Upon liquidation, the surplus notes are payable with the remaining proceeds after all policyholders' liabilities and other secured debt are being paid, but prior to any distribution to holders of preferred and common certificates of contribution.

On August 15, 2011, the Board of Directors approved the conversion of surplus notes to common stocks. The terms of the conversion consisted on the liquidation of the surplus notes and an automatic investment in COSVI's common stock. During the year ended December 31, 2011, \$10,340,000 of the amount outstanding in surplus notes (\$15,447,000) were converted to common stock in a transaction approved by the Commissioner. For December 31, 2013 COSVI paid the accrued interests from the inception of the surplus note until December 31, 2010. Also, COSVI paid an incentive equivalent to the interest that the surplus notes would have accumulated from January 1, 2011 through December 31, 2013. Interest and incentives paid in common certificates during the year ending December 31, 2013 totalized \$2,633,862.

As of December 31, 2013, COSVI requested the approval from the Office of the Puerto Rico Insurance Commissioner to renew the existing Surplus Notes with a total principal amount of \$5,100,000. On March 24, 2014, was received the approval (see note 22 for subsequent events). The new surplus notes will include the aforementioned principal and accrued interest of approximately \$1,300,000 for a new total of approximately \$6,400,000 in Surplus Notes. The new notes will bear an interest rate of 2.50% for five year and will mature during 2019. Schedule I includes a listing of all holders of surplus notes as of December 31, 2013.

(1) Surplus Note Issue to	(2) Issue Date	(3) Interest Rate	(4) Par Value	(5) Carrying Value	(6) (7) (8) Principal/Interest Paid			(9) Maturity Date
					Current Year	Total	Un-approved	
Coop A/C Abraham Rosa	12/31/2008	4.75%	200,000	200,000	0	0	0	12/31/2013
Coop A/C Aguas Buenas	12/26/2008	4.75%	300,000	300,000	0	0	0	12/31/2013
Coop A/C Caparra	12/29/2008	4.75%	100,000	100,000	0	0	0	12/31/2013
Coop Gas Ntra Sra de la Candelaria	12/31/2008	4.75%	10,000	10,000	0	0	0	12/31/2013
Coop A/C Federación de Maestros	12/22/2008	4.75%	40,000	40,000	0	0	0	12/31/2013
Coop A/C UPR	12/29/2008	4.75%	25,000	25,000	0	0	0	12/31/2013
FIDECOOP	12/31/2008	4.75%	1,000,000	1,000,000	0	0	0	12/31/2013
TOTAL ISSUED 2008			\$1,675,000	\$1,675,000	\$ -	\$ -	\$ -	
Coop A/C San Blas Illescás	1/14/2009	4.75%	75,000	75,000	0	0	0	1/14/2014
BioPharma Coop	2/2/2009	4.75%	50,000	50,000	0	0	0	2/2/2014
Corporación Pública para la Supervisión y Seguros de Coop de PR, COSSEC	12/22/2009	4.75%	3,300,000	3,300,000	0	0	0	12/32/2014
TOTAL ISSUED 2009			3,425,000	3,425,000	-	-	-	
			BALANCE 2013	\$5,100,000	\$5,100,000	\$ -	\$ -	\$ -

Note 14. Contingencies

A. Contingent Commitments: None

B. Guarantee funds and other assessments

COSVI is subject to annual assessments of the Puerto Rico Insurance Guaranty Association for Life and Disability. The annual assessments cannot exceed 2% of the direct net premiums written by COSVI during the

Notes to Financial Statements

preceding calendar year. No assessment payments were made during the years ended December 31, 2013 and 2012, except for miscellaneous administrative charges.

C. Gain Contingencies: None.

D. Extra contractual obligations & Bad faith losses

COSVI is a defendant in various legal actions arising in the ordinary course of business. Management and legal counsel for COSVI are of the opinion, that the ultimate disposition of these matters will not have a material adverse effect on its financial position or the result of its operations.

E. Other contingencies and write-downs for impairment:

The company has no assets that are consider to be impaired.

Note 15. Leases

A. COSVI as lessee -COSVI has entered into various non-cancelable operating lease agreements covering office equipment and vehicle leases that call for a monthly rental payment that ranges from \$200 to \$2,700 with an aggregate payment of approximately \$16,732, expiring in various dates through May 2017. Total rent expense for the years ended December 31, 2013 and 2012, under these agreements, amounted to approximately \$217,000 and \$254,000 respectively. During the year ended 2013 all of the vehicles were sold and the leases cancelled.

COSVI has also entered into various sale-leaseback transactions with various financial institutions covering certain computer hardware and software. Under those agreements, COSVI has sold computer hardware and software at an aggregate cost of approximately \$1.9 million and had leased it back for periods of five (5) years. The lease payments range from approximately \$18,600 to approximately \$21,400 with an aggregate payment of approximately \$40,000, expiring in various dates through January 2014. These transactions have been recorded in accordance with SSAP No. 22, *Leases*.

Total rent expense for the years ended December 31, 2013 and 2012, under these agreements amounted to approximately \$305,000 and \$657,000, respectively.

Future minimum lease payments under these leases for the years subsequent to December 31, 2013, are as follows:

<u>Year ending December 31,</u>	<u>Amount</u>
2014	\$ 154,268
2015	135,619
2016	135,619
2017	56,508
	<u>\$ 482,014</u>

A. COSVI as lessor – COSVI has entered into various rental agreements of certain office space available within the office facilities. The rental agreements have monthly rental payments that range from approximately \$260 to \$41,000, with an aggregate monthly payment of approximately \$105,000 as of December 31, 2013. For the years ended December 31, 2013 and 2012, rent revenues on such rental agreements amounted to approximately \$1,372,000 and \$1,213,000, respectively, which are reported as part of net investment income.

Minimum annual rentals under these contracts for the years subsequent to December 31, 2013, are as follows:

<u>Year ending December 31,</u>	<u>Amount</u>
2014	\$1,312,919
2015	1,135,005
2016	1,096,968
2017	992,835
2018	779,944
Thereafter	690,882
	<u>\$6,008,552</u>

Note 16. Information about Financial Instruments with Off-Balance Sheet Risk And Financial Instruments with Concentrations of Credit Risk

Not applicable.

Note 17. Sale, Transfer and Servicing of Financial Assets and Extinguishment of Liabilities

Not applicable.

Notes to Financial Statements

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

Not applicable.

Note 19. Direct Premium Written produced by Managing General Agent /TPAs

Not Applicable.

Note 20. Fair Value Measurements

The following tables summarize COSVI's investments measured at fair value:

Description	2013			Total
	Level 1	Level 2	Level 3	
U.S. Treasury Securities and Obligations of U.S. government Agencies and state agencies	\$ 169,702,287	\$ -	\$ -	\$ 169,702,287
Obligations of Commonwealth of Puerto Rico	114,962,244			114,962,244
Corporate fixed-income securities	4,808,084	-	-	4,808,084
Mortgage-backed securities	257,625	-	-	257,625
Equity securities – common stocks	6,802,292	-	-	6,802,292
Mortgage loans	-	7,527,552	-	7,527,552
Policy loans	-	4,279,559	-	4,279,559
Properties held-for-sale	-		1,954,330	1,954,330
	<u>\$ 296,532,532</u>	<u>\$ 11,807,111</u>	<u>\$ 1,954,330</u>	<u>\$ 310,293,973</u>

Description	2012			Total
	Level 1	Level 2	Level 3	
U.S. Treasury Securities and Obligations of U.S. government Agencies and state agencies	\$ 188,392,398	\$ -	\$ -	\$ 188,392,398
Obligations of Commonwealth of Puerto Rico	133,260,136			133,260,136
Corporate fixed-income securities	4,381,528	-	-	4,381,528
Mortgage-backed securities	522,529	-	-	522,529
Equity securities – common stocks	8,940,814	-	-	8,940,814
Mortgage loans	-	9,282,288	-	9,282,288
Policy loans	-	4,434,826	-	4,434,826
Properties held-for-sale	-		2,358,670	2,358,670
	<u>\$ 335,497,405</u>	<u>\$ 13,717,114</u>	<u>\$ 2,358,670</u>	<u>\$ 351,573,189</u>

Reconciliation of Level 3 fair value measurement of investments is as follows:

Description	2013	2012
Balance, beginning of year	\$ 2,358,670	\$ 2,334,860
Properties transferred from service bank	351,551	-
Adjustment to reserve allowance	(470,490)	101,746
Sales of properties	(285,401)	(77,936)
Balance, end of year	<u>\$ 1,954,330</u>	<u>\$ 2,358,670</u>

Note 21. Other Items.

A. Extraordinary items – None

B. Troubled debt restructuring – None

C. Aggregate Reserve for A&H Contracts

On 2013 the LTD Benefits Reserve was reclassified from the A&H Contract Claims to the Aggregate Reserve for A&H Contracts for the amount of \$1,274,968.

Notes to Financial Statements

D. Uncollectible premiums receivable

Uncollected premium balances which are over ninety days due, amounting to \$1,238,000 approximately are recorded as non-admitted assets. Management is of the opinion that such balances are collectible. However, realization of recorded amounts is dependent on future events and circumstances which are currently not determinable.

E. Business interruption insurance recoveries – None

F. State transferable tax credits – None

G. Subprime mortgage – None

H. Retained Assets – None

Note 22. Subsequent Events

- 1- On February 2014 the Puerto Rico's sovereign rating was downgraded to below investment grade by the three major rating agencies, merely confirming the perceptions of market investors. COSVI is fully conscious of the current situation and aware of the difficult economic environment that the Puerto Rico Commonwealth ("Commonwealth") has suffered in the last couple of years, and the apprehensions investors are getting from these negative headlines.

The Puerto Rico Legislative Body is working in a project law to modify Chapter 6 of the Insurance Code, Section 649, and sub section 8 of the chapter 6. The intention of the Project is to extend the current period for disposing securities that have fallen below investment grade securities from one to three years.

The effect of downgrading of Puerto Rico's sovereign rating in our RBC (Risk Base Capital) will result in a possible reduction. Our RBC as of December 2013 reaches approximately 319%. Due the downgrade RBC will be near 265%.

Due to the downgrade, the AVR will increase approximately \$361,000.

- 2- On March 24, 2014, the Office of the Puerto Rico Insurance Commissioner approved the renewal of the existing Surplus Notes with maturity in 5 years. For the partial or total payment of principal or interests, the Insurer would need the approval from the Office of the Puerto Rico Insurance Commissioner.

Note 23. Reinsurance

A. Ceded Reinsurance Report

Section 1 – General Interrogatories

1. Are any of the reinsures, listed in Schedule S as non-affiliated, owned in excess of 10% or controlled, either directly or indirectly, by the company or by any representative, officer, trustee, or director of the company? Yes () No (X).
2. Have any policies issued by the company been reinsured with a company chartered in a country other than the United States (excluding U.S. Branches of such companies) that is owned in excess of 10% or controlled directly or indirectly by an insured, a beneficiary, a creditor or an insured or any other person not primarily engaged in the insurance business? Yes () No (X).

Section 2 – Ceded Reinsurance Report – Part A

- a. Does the company have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credits? Yes () No (X).
- b. Does the reporting entity have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts that, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsure policies? Yes () No (X).

Notes to Financial Statements

Section 3 – Ceded Reinsurance Report – Part B

1. What is the estimated amount of the aggregate reduction in surplus (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits that are reflected in Section 2 above), of termination of ALL reinsurance agreements, by either party's of the date of this statement? Where necessary, the company may consider the current or anticipated experience of the business reinsured in making this estimate. –None.
 2. Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts that were enforce or which had existing reserves established by the company as of the effective date of the agreement? Yes () No (X).
- B. As of December 31, 2011, the Company had no uncollectible reinsurance balances written off through income and expenses.
- C. The Company has not commuted any ceded reinsurance during the year.

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

Not applicable.

Note 25. Change in Incurred Losses and Loss Adjustment Expenses.

Reserves on accident and health contracts for incurred losses and loss adjustment expenses attributable to insured events of prior years' developed as anticipated during 2013. Original estimates are increased or decreased as additional information becomes known regarding individual claims. However, no significant trends or unanticipated events were noted in 2013.

Note 26. Intercompany Pooling Arrangements

Not applicable.

Note 27. Structured Settlements

Not applicable.

Note 28. Health Care Receivables

- A. Pharmaceutical Rebates
Not applicable
- B. Risk Sharing Receivables
Not applicable.

Note 29. Participating Policies

For reporting year 2013 participating policies under individual life, is 19% of total policies. The Company accounts for its policyholder dividends based upon the policy contract. The Company did not pay any dividends to policyholders during 2013.

For group life policies, COSVI accumulated dividends for the amount of \$63,944 correspondent to only four participating policies.

Note 30. Premium Deficiency Reserves

As of December 31, 2013 the Company does not have liabilities related to premium deficiency reserves in accident & Health contracts.

Note 31. Reserves for Life Contracts and Annuity Contracts

1. Waiver of deduction of deferred fractional premium upon the death of insured.
The company waives deduction of deferred fractional premium upon death of insured and returns any portion of the final premium beyond the date of death. A factor is applied against each such block of reserves.
2. Method employed in the valuation of substandard policies.
For life contracts, mean reserves are determined by computing the regular mean reserve of the plan. In addition, the company holds ½ of the extra premium charge for the year.
Credit reserve is based on statutory mortality reserves determined by formula. Substandard reserves are reserved for by increasing mortality in proportion to the substandard risk percentage.

Notes to Financial Statements

3. As of December 31, 2013 the company had \$4,765,035 insurance in force for which the gross premiums are less than the net premiums according to the standard of valuation set by the Commonwealth of Puerto Rico.
4. The tabular interest, Tabular Less Actual Reserve Released and Tabular Cost have been determined by formulas as described in the instructions.
5. The tabular interest of funds not involving life contingencies have been determined by formula as described in the instructions.
6. The net other increases is determined as described in the instructions.

Note 32. Analysis of Annuity Actuarial Reserves and Deposits Liabilities

As of December 2013 and 2012, COSVI's annuity reserves and deposit fund liabilities that are subject to discretionary withdrawal (with or without adjustment) and not subject to discretionary withdrawal provisions are summarized as follows:

Description	2013		2012	
	Amount	Percent	Amount	Percent
Subject to discretionary withdrawal:				
At book value less current surrender charge of 5% or more	\$ 71,211,933	25 %	\$ 62,673,944	24%
At book value without adjustment (with minimal or no charge or adjustment)	134,526,019	47 %	119,758,060	45%
Not subject to discretionary withdrawal	80,499,411	28 %	82,093,971	31%
	<u>\$ 286,237,363</u>	<u>100 %</u>	<u>\$ 264,525,975</u>	<u>100%</u>

Note 33. Premiums and Annuity Consideration Deferred and uncollected

As of December 31, 2013 and 2012, life insurance premiums deferred and uncollected on policies in force are as follows:

Description	2013		
	Gross	Loading	Net of Loading
Ordinary and annuity new business	\$ 688,914	\$ (522,870)	\$ 166,044
Ordinary renewal	3,679,607	(611,610)	3,067,997
Credit life	159,325	-	159,325
Group life	2,314,804	-	2,314,804
	<u>\$ 6,842,650</u>	<u>\$ (1,134,480)</u>	<u>\$ 5,708,170</u>
Description	2012		
	Gross	Loading	Net of
Ordinary and annuity new business	\$ 839,967	\$ (452,312)	\$ 387,655
Ordinary renewal	3,675,353	(426,015)	3,249,338
Credit life	618,884	-	618,884
Group life	1,281,939	-	1,281,939
	<u>\$ 6,416,143</u>	<u>\$ (878,327)</u>	<u>\$ 5,537,816</u>

Premium and annuity considerations deferred and uncollected net of loading are included as part of deferred and uncollected premiums in the accompanying statutory statements of admitted assets, liabilities and capital and surplus.

Note 34. Separate Accounts

Not applicable.

Notes to Financial Statements

Note 35. Loss/Claim Adjustment

The activity in the policy and contract claims reserve for the accident and health business is as follows:

Description	2013	2012
Policy and contract claims, beginning of year	\$ <u>5,641,030</u>	\$ <u>5,424,774</u>
Incurred claims:		
Current year	5,935,831	4,091,847
Prior year	<u>3,274,434</u>	<u>4,680,338</u>
	<u>9,210,265</u>	<u>8,772,185</u>
Payment of claims:		
Current year	(6,001,642)	(3,980,292)
Prior year	<u>(3,788,074)</u>	<u>(4,575,657)</u>
	<u>(9,789,716)</u>	<u>(8,555,949)</u>
Policy and contract claims, end of year	\$ <u><u>5,061,579</u></u>	\$ <u><u>5,641,030</u></u>

- D. Estimates of Salvage & Subrogation
Not applicable

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?
If yes, complete Schedule Y, Parts 1, 1A and 2. 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?
- 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.12/31/2011
- 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.12/31/2004
- 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).10/18/2008
- 3.4 By what department or departments?
- 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[] No[] N/A[X]
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes[] No[] N/A[X]
- 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. Yes[] No[X]

1 Name of Entity	2 NAIC Company Code	3 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, 0.000%
- 7.21 State the percentage of foreign control
- 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 Nationality	2 Type of Entity
.....

- 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 location (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 Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC) and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC
..... Yes[] No[X] ...			

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
RSM/ROC & Company P.O. Box 10528 San Juan, P.R. 00922-0528
- 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 response to 10.1 is "yes," provide information related to this exemption:
- 10.3 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]
- 10.4 If response to 10.3 is "yes," provide information related to this exemption:
- 10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes[X] No[] N/A[]
- 10.6 If the response to 10.5 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?
Pablo Olmo, Actuary Officer P.O. Box 363428 San Juan, P.R. 00936-3428
- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes[] No[X]

GENERAL INTERROGATORIES (Continued)

- 12.11 Name of real estate holding company
 12.12 Number of parcels involved
 12.13 Total book/adjusted carrying value \$ 0
 12.2 If yes, provide explanation 0
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? Yes [] No [] N/A [X]
 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No [] N/A [X]
 13.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No [] N/A [X]
 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] N/A [X]
- 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).
- 15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes [] No[X]
 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

	1 American Bankers Association (ABA) Routing Number	2 Issuing or Confirming Bank Name	3 Circumstances That Can Trigger the Letter of Credit	4 Amount
15.2001

BOARD OF DIRECTORS

16. 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 []
17. 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 []
18. 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

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [] No[X]
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
 20.11 To directors or other officers \$ 0
 20.12 To stockholders not officers \$ 0
 20.13 Trustees, supreme or grand (Fraternal only) \$ 0
- 20.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):
 20.21 To directors or other officers \$ 0
 20.22 To stockholders not officers \$ 0
 20.23 Trustees, supreme or grand (Fraternal only) \$ 0
- 21.1 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]
- 21.2 If yes, state the amount thereof at December 31 of the current year:
 21.21 Rented from others \$ 0
 21.22 Borrowed from others \$ 0
 21.23 Leased from others \$ 0
 21.24 Other \$ 0
- 22.1 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]
- 22.2 If answer is yes:
 22.21 Amount paid as losses or risk adjustment \$ 0
 22.22 Amount paid as expenses \$ 0
 22.23 Other amounts paid \$ 0
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [] No[X]
 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ 0

INVESTMENT

- 24.01 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 24.03) Yes[X] No []
- 24.02 If no, give full and complete information, relating thereto
 24.03 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)
- 24.04 Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes [] No [] N/A [X]
 24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. \$ 0
 24.06 If answer to 24.04 is no, report amount of collateral for other programs. \$ 0
- 24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes [] No [] N/A [X]
 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [] No [] N/A [X]
 24.09 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 [] N/A [X]

GENERAL INTERROGATORIES (Continued)

- 24.10 For the reporting entity's security lending program, state the amount of the following as of December 31 of the current year:
- 24.101 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. \$ 0
- 24.102 Total book/adjusted carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. \$ 0
- 24.103 Total payable for securities lending reported on the liability page. \$ 0
- 25.1 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 21.1 and 24.03). Yes [] No [X]
- 25.2 If yes, state the amount thereof at December 31 of the current year:
- 25.21 Subject to repurchase agreements \$ 0
- 25.22 Subject to reverse repurchase agreements \$ 0
- 25.23 Subject to dollar repurchase agreements \$ 0
- 25.24 Subject to reverse dollar repurchase agreements \$ 0
- 25.25 Pledged as collateral \$ 0
- 25.26 Placed under option agreements \$ 0
- 25.27 Letter stock or securities restricted as to sale \$ 0
- 25.28 On deposit with state or other regulatory body \$ 0
- 25.29 Other \$ 0
- 25.3 For category (25.27) provide the following:

1 Nature of Restriction	2 Description	3 Amount

- 26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [] No [X]
- 26.2 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.
- 27.1 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]
- 27.2 If yes, state the amount thereof at December 31 of the current year. \$ 0
28. 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 I, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [X] No []
- 28.01 For agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian's Address
MERRILL LYNCH	#15 SECOND STREET, SUITE 210, GUAYNABO, PR 00968
SANTANDER SECURITIES	B7 CALLE TABONUCO STE 1800, GUAYNABO, PR 00968-3028
SAMUEL A. RAMIREZ \$ COMPANY INC.	MCS PLAZA, 255 PONCE DE LEON AVE., SUITE 106 SAN JUAN PR 00917-1900
ORIENTAL FINANCIAL SERVICES CORP	PROFESSIONAL OFFICE PARK V, 997 SAN ROBERTO STREET, ORIENTAL TOWER 9TH FLOOR, SAN JUAN PR 00926

- 28.02 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
Name(s) | 2
Location(s) | 3
Complete Explanation(s) |
|--------------|------------------|------------------------------|
| | | |
- 28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? Yes [X] No []
- 28.04 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
BBVA SECURITIES	ORIENTAL FINANCIAL SERVICES CORP	02/28/2013	MERGE

- 28.05 Identify all investment advisors, broker/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:
- | 1
Central Registration Depository Number(s) | 2
Name | 3
Address |
|--|-----------|--------------|
| | | |
- 29.1 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]
- 29.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
29.2999 Total		

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

GENERAL INTERROGATORIES (Continued)

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

30. 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 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds	325,095,571	289,730,118	(35,365,453)
30.2 Preferred stocks	149,921	149,921	
30.3 Totals	325,245,492	289,880,039	(35,365,453)

30.4 Describe the sources or methods utilized in determining the fair values
Custodian Broker Statement

- 31.1 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[]
- 31.2 If the answer to 31.1 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[X] No[] N/A[]
- 31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:
- 32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes[X] No[]
- 32.2 If no, list exceptions:

OTHER

- 33.1 Amount of payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus, if any? \$ 17,930
- 33.2 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 Name	2 Amount Paid
ACI	6,759

- 34.1 Amount of payments for legal expenses, if any? \$ 605,959
- 34.2 List the name of the firm and the amount paid if any such payments represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
FERRAIUOLI LLC	210,220

- 35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or department of government, if any? \$ 0
- 35.2 List the name of 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 Name	2 Amount Paid

GENERAL INTERROGATORIES (Continued)

PART 2 - LIFE INTERROGATORIES

- 1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes No
- 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 Current Year	2 Prior Year
2.1 Premium Numerator	84,389,829	83,383,382
2.2 Premium Denominator		
2.3 Premium Ratio (2.1 / 2.2)		
2.4 Reserve Numerator	5,826,409	6,402,263
2.5 Reserve Denominator	304,942,755	277,185,838
2.6 Reserve Ratio (2.4 / 2.5)	0.019	0.023

- 3.1 Does this reporting entity have Separate Accounts? Yes No
- 3.2 If yes, has a Separate Accounts statement been filed with this department? Yes No N/A
- 3.3 What portion of capital and surplus funds of the reporting entity covered by assets in the Separate Accounts statement, is not currently distributable from the Separate Accounts to the general account for use by the general account? \$ 0
- 3.4 State the authority under which Separate Accounts are maintained:
- 3.5 Was any of the reporting entity's Separate Accounts business reinsured as of December 31? Yes No
- 3.6 Has the reporting entity assumed by reinsurance any Separate Accounts business as of December 31? Yes No
- 3.7 If the reporting entity has assumed Separate Accounts business, how much, if any, reinsurance assumed receivable for reinsurance of Separate Accounts reserve expense allowances is included as a negative amount in the liability for "Transfers to Separate Accounts due or accrued (net)?" \$ 0
- 4.1 Are personnel or facilities of this reporting entity used by another entity or entities or are personnel or facilities of another entity or entities used by this reporting entity (except for activities such as administration of jointly underwritten group contracts and joint mortality or morbidity studies)? Yes No
- 4.2 Net reimbursement of such expenses between reporting entities:
- 4.21 Paid \$ 0
- 4.22 Received \$ 130,153
- 5.1 Does the reporting entity write any guaranteed interest contracts? Yes No
- 5.2 If yes, what amount pertaining to these items is included in:
- 5.21 Page 3, Line 1 \$ 232,689,152
- 5.22 Page 4, Line 1 \$ 40,364,911
6. For stock reporting entities only:
- 6.1 Total amount paid in by stockholders as surplus funds since organization of the reporting entity: \$ 0
7. Total dividends paid stockholders since the organization of the reporting entity:
- 7.11 Cash \$ 0
- 7.12 Stock \$ 0
- 8.1 Does the company reinsure any Workers' Compensation Carve-Out business defined as: Reinsurance (including retrocessional reinsurance) assumed by life and health insurers of medical, wage loss and death benefits of the occupational illness and accident exposures, but not the employers liability exposures, of business originally written as workers' compensation insurance. Yes No
- 8.2 If yes, has the reporting entity completed the WORKERS' COMPENSATION CARVE-OUT SUPPLEMENT to the Annual Statement? Yes No N/A
- 8.3 If 8.1 is yes, the amounts of earned premiums and claims incurred in this statement are:

	1 Reinsurance Assumed	2 Reinsurance Ceded	3 Net Retained
8.31 Earned premium			
8.32 Paid claims			
8.33 Claim liability and reserve (beginning of year)			
8.34 Claim liability and reserve (end of year)			
8.35 Incurred claims			

8.4 If reinsurance assumed included amounts with attachment points below \$1,000,000, the distribution of the amounts reported in Lines 8.31 and 8.34 for Column (1) are:

GENERAL INTERROGATORIES (Continued)

	Attachment Point	1 Earned Premium	2 Claim Liability and Reserve
8.41	< \$25,000		
8.42	\$25,000 - 99,999		
8.43	\$100,000 - 249,999		
8.44	\$250,000 - 999,999		
8.45	\$1,000,000 or more		

8.5 What portion of earned premium reported in 8.31, Column 1 was assumed from pools? \$ 0

9.1 Does the company have variable annuities with guaranteed benefits? Yes [] No [X]

9.2 If 9.1 is yes, complete the following table for each type of guaranteed benefit.

Type		3 Waiting Period Remaining	4 Account Value Related to Column 3	5 Total Related Account Values	6 Gross Amount of Reserve	7 Location of Reserve	8 Portion Reinsured	9 Reinsurance Reserve Credit
1 Guaranteed Death Benefit	2 Guaranteed Living Benefit							
.....

10. For reporting entities having sold annuities to another insurer where the insurer purchasing the annuities has obtained a release of liability from the claimant (payee) as the result of the purchase of an annuity from the reporting entity only: \$ 0

10.1 Amount of loss reserves established by these annuities during the current year:

10.2 List the name and location of the insurance company purchasing the annuities and the statement value on the purchase date of the annuities.

1 P&C Insurance Company and Location	2 Statement Value on Purchase Date of Annuities (i.e., Present Value)
.....

11.1 Do you act as a custodian for health savings accounts? Yes [] No [X] 0

11.2 If yes, please provide the amount of custodial funds held as of the reporting date:

\$ 0

11.3 Do you act as an administrator for health savings accounts?

Yes [] No [X] 0

11.4 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.****Show Amounts of Life Insurance in this Exhibit in Thousands (Omit \$000)**

	1 2013	2 2012	3 2011	4 2010	5 2009
Life Insurance in Force (Exhibit of Life Insurance)					
1. Ordinary - whole life and endowment (Line 34, Column 4)	295,080	246,270	291,098	262,719	209,002
2. Ordinary - term (Line 21, Column 4, less Line 34, Column 4)	988,534	1,075,793	1,106,979	1,030,147	988,649
3. Credit life (Line 21, Column 6)	1,366,346	1,488,402	66,257	67,614	107,801
4. Group, excluding FEGLI/SGLI (Line 21, Column 9 less Lines 43 & 44, Column 4)	1,719,031	1,751,906	5,310,713	5,090,639	5,002,347
5. Industrial (Line 21, Column 2)					
6. FEGLI/SGLI (Lines 43 & 44, Column 4)					
7. TOTAL (Line 21, Column 10)	4,368,991	4,562,371	6,775,047	6,451,119	6,307,799
New Business Issued (Exhibit of Life Insurance)					
8. Ordinary - whole life and endowment (Line 34, Column 2)	53,415	65,713	117,319	74,588	39,144
9. Ordinary - term (Line 2, Column 4, less Line 34, Column 2)	137,361	150,483	196,978	187,995	222,634
10. Credit life (Line 2, Column 6)	323,887	301,161	30,306	11,368	4,119
11. Group (Line 2, Column 9)	99,566	36,472	427,229	301,641	208,133
12. Industrial (Line 2, Column 2)					
13. TOTAL (Line 2, Column 10)	614,229	553,829	771,832	575,592	474,030
Premium Income-Lines of Business (Exhibit 1 - Part 1)					
14. Industrial life (Exhibit 1 - Part 1, Line 20.4, Column 2)					
15.1 Ordinary life insurance (Exhibit 1 - Part 1, Line 20.4, Column 3)	9,784,263	10,659,067	10,334,220	9,395,603	8,610,077
15.2 Ordinary individual annuities (Exhibit 1 - Part 1, Line 20.4, Column 4)	34,963,410	29,318,679	36,781,230	35,703,944	26,747,852
16. Credit life, (group and individual) (Exhibit 1 - Part 1, Line 20.4, Column 5)	10,138,514	11,074,161	11,866,514	12,415,945	11,009,634
17.1 Group life insurance (Exhibit 1 - Part 1, Line 20.4, Column 6)	10,211,993	10,448,312	10,653,213	11,047,199	11,267,069
17.2 Group annuities (Exhibit 1 - Part 1, Line 20.4, Column 7)					
18.1 A & H group (Exhibit 1 - Part 1, Line 20.4, Column 8)	3,847,717	4,551,490	4,532,327	4,978,783	50,295,490
18.2 A & H credit (group and individual) (Exhibit 1 - Part 1, Line 20.4, Column 9)	520,545	1,602,235	145,223	79,427	157,307
18.3 A & H other (Exhibit 1 - Part 1, Line 20.4 Column 10)	14,923,387	15,729,438	14,015,512	12,892,617	12,725,024
19. Aggregate of all other lines of business (Exhibit 1 - Part 1, Line 20.4, Column 11)					
20. TOTAL	84,389,829	83,383,382	88,328,239	86,513,518	120,812,453
Balance Sheet Items (Pages 2 and 3)					
21. TOTAL Admitted Assets excluding Separate Accounts business (Page 2, Line 26, Column 3)	413,653,907	392,105,114	376,763,167	406,698,302	379,818,739
22. TOTAL Liabilities excluding Separate Accounts business (Page 3, Line 26)	398,313,298	376,530,559	362,447,852	385,484,950	356,097,979
23. Aggregate life reserves (Page 3, Line 1)	282,384,953	255,477,219	238,370,981	215,415,008	190,984,901
24. Aggregate A & H reserves (Page 3, Line 2)	14,090,553	11,982,081	9,987,942	9,633,502	9,401,565
25. Deposit-type contract funds (Page 3, Line 3)	72,928,858	74,918,397	79,695,577	77,148,960	70,855,673
26. Asset valuation reserve (Page 3, Line 24.1)	4,700,331	4,642,644	3,599,408	3,846,450	2,088,835
27. Capital (Page 3, Lines 29 & 30)					
28. Surplus (Page 3, Line 37)	15,340,609	15,574,555	14,315,315	21,213,352	23,720,760
Cash Flow (Page 5)					
29. Net Cash from Operations (Line 11)	27,639,622	17,734,375	18,474,531	17,438,750	10,880,641
Risk-Based Capital Analysis					
30. TOTAL Adjusted Capital	20,072,912	20,258,949	17,928,736	25,083,448	25,835,793
31. Authorized control level risk-based capital	6,290,111	6,475,597	7,915,177	6,779,878	6,896,689
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Column 3) (Line No./Page 2, Line 12, Column 3) x 100.0					
32. Bonds (Line 1)	81.9	80.9	78.8	79.1	75.3
33. Stocks (Lines 2.1 and 2.2)	1.8	2.4	2.9	3.5	5.3
34. Mortgage loans on real estate (Line 3.1 and 3.2)	1.9	2.5	3.0	3.1	3.4
35. Real estate (Lines 4.1, 4.2 and 4.3)	8.7	9.4	10.0	9.4	8.7
36. Cash, cash equivalents and short-term investments (Line 5)	4.7	3.5	4.1	3.9	6.2
37. Contract loans (Line 6)	1.1	1.2	1.2	1.1	1.1
38. Derivatives (Page 2, Line 7)					X X X
39. Other invested assets (Line 8)					
40. Receivables for securities (Line 9)					
41. Securities lending reinvested collateral assets (Line 10)					X X X
42. Aggregate write-ins for invested assets (Line 11)					
43. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0

FIVE - YEAR HISTORICAL DATA (Continued)

	1 2013	2 2012	3 2011	4 2010	5 2009
Investments in Parent, Subsidiaries and Affiliates					
44. Affiliated bonds (Schedule D Summary, Line 12 Column 1)					
45. Affiliated preferred stocks (Schedule D Summary, Line 18, Column 1)					
46. Affiliated common stocks (Schedule D Summary, Line 24, Column 1)					
47. Affiliated short-term investments (subtotal included in Schedule DA Verification, Column 5, Line 10)					
48. Affiliated mortgage loans on real estate					
49. All other affiliated					
50. TOTAL of above Lines 44 to 49					
51. TOTAL Investment in Parent included in Lines 44 to 49 above					
TOTAL Nonadmitted and Admitted Assets					
52. TOTAL Nonadmitted Assets (Page 2, Line 28, Column 2)	12,663,566	17,564,934	16,881,131	15,348,260	12,335,455
53. TOTAL Admitted Assets (Page 2, Line 28, Column 3)	413,653,907	392,105,114	376,763,167	406,698,302	379,818,739
Investment Data					
54. Net investment income (Exhibit of Net Investment Income)	16,616,259	18,525,523	18,574,389	18,858,522	16,322,601
55. Realized capital gains (losses) (Page 4, Line 34, Column 1)	(737,657)	829,838	(1,688,106)	927,606	
56. Unrealized capital gains (losses) (Page 4, Line 38, Col. 1)	1,518,260	1,461,436	(700,669)	1,304,006	
57. TOTAL of Above Lines 54, 55, and 56	17,396,862	20,816,797	16,185,614	21,090,134	16,322,601
Benefits and Reserve Increase (Page 6)					
58. TOTAL Contract Benefits-Life (Lines 10, 11, 12, 13, 14 and 15, Col. 1 minus Lines 10, 11, 12, 13, 14 and 15, Cols. 9, 10 & 11)	33,524,002	41,629,095	34,812,671	33,085,924	32,556,560
59. TOTAL Contract Benefits - A & H (Lines 13 & 14, Columns 9, 10 & 11)	9,210,265	8,772,185	9,361,679	8,098,187	47,234,840
60. Increase in life reserves-other than group and annuities (Line 19, Columns 2 & 3)	707,268	1,980,517	860,774	1,209,138	974,582
61. Increase in A & H reserves (Line 19, Columns 9, 10 & 11)	784,213	1,944,452	652,142	544,457	216,647
62. Dividends to policyholders (Line 30, Column 1)					
Operating Percentages					
63. Insurance expense percent (Page 6, Column 1, Lines 21, 22 & 23 less Line 6) / (Page 6 Column 1, Line 1 plus Exhibit 7, Column 2, Line 2) x 100.00	36.9	35.9	35.5	34.4	26.3
64. Lapse percent (ordinary only) [(Exhibit of Life Insurance, Column 4, Lines 14 & 15) / 1/2 (Exhibit of Life Insurance, Column 4, Lines 1 & 21)] x 100.00	17.3	18.7	10.3	10.0	11.8
65. A & H loss percent (Schedule H, Part 1, Line 5 + Line 6, Column 2)	52.1	46.2	50.7	45.8	69.6
66. A & H cost containment percent (Schedule H, Part 1, Line 4, Column 2)					
67. A & H expense percent excluding cost containment expenses (Schedule H, Part 1, Line 10, Column 2)	55.1	84.4	93.7	95.9	28.1
A & H Claim Reserve Adequacy					
68. Incurred losses on prior years' claims - group health (Schedule H, Part 3, Line 3.1, Column 2)	1,750,145	2,454,745	2,753,323	3,304,276	19,092,499
69. Prior years' claim liability and reserve - group health (Schedule H, Part 3, Line 3.2, Column 2)	2,104,904	2,058,385	2,529,102	1,892,686	18,865,798
70. Incurred losses on prior years' claims - health other than group (Schedule H, Part 3, Line 3.1, Column 1 less Col. 2)	4,037,250	4,772,669	2,505,115	1,199,109	3,818,937
71. Prior years' claim liability and reserve - health other than group (Schedule H, Part 3, Line 3.2, Column 1 less Col. 2)	3,747,220	3,641,305	3,581,725	3,245,766	3,463,808
Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)					
72. Industrial life (Column 2)					
73. Ordinary - life (Column 3)	840,978	3,566,669	2,234,159	2,684,800	1,437,481
74. Ordinary - individual annuities (Column 4)	(1,648,198)	211,580	3,846,935	(430,162)	(1,117,041)
75. Ordinary - supplementary contracts (Column 5)	(1,165,886)	(429,409)	(1,011,139)	(328,388)	54,048
76. Credit life (Column 6)	(367,467)	(695,037)	1,968,470	3,088,586	408,450
77. Group life (Column 7)	77,771	864,585	175,487	1,197,561	881,390
78. Group annuities (Column 8)	814,238	2,297,346	69,388	(314,439)	(99,661)
79. A & H - group (Column 9)	(993,256)	(1,332,372)	(6,615,596)	(6,496,702)	(3,040,488)
80. A & H - credit (Column 10)	173,483	261,202	(108,330)	(24,041)	63,714
81. A & H - other (Column 11)	613,749	(4,056,691)	(1,330,404)	914,244	1,182,565
82. Aggregate of all other lines of business (Column 12)					
83. TOTAL (Column 1)	(1,654,588)	687,873	(771,030)	291,459	(229,542)

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[] N/A[X]

If no, please explain:



DIRECT BUSINESS IN THE STATE OF PUERTO RICO

DURING THE YEAR 2013

NAIC Group Code:

LIFE INSURANCE

NAIC Company Code: 79715

DIRECT PREMIUMS AND ANNUITY CONSIDERATIONS	1	2	3	4	5
	Ordinary	Credit Life (Group and Individual)	Group	Industrial	Total
1. Life Insurance	11,140,927	10,598,074	10,781,366		32,520,367
2. Annuity considerations	34,963,410				34,963,410
3. Deposit-type contract funds	13,946,199	X X X		X X X	13,946,199
4. Other considerations					
5. Totals (sum of Lines 1 to 4)	60,050,536	10,598,074	10,781,366		81,429,976
DIRECT DIVIDENDS TO POLICYHOLDERS					
Life Insurance:					
6.1 Paid in cash or left on deposit					
6.2 Applied to pay renewal premiums					
6.3 Applied to provide paid-up additions or shorten the endowment or premium-paying period					
6.4 Other					
6.5 Totals (sum of Lines 6.1 to 6.4)					
Annuities:					
7.1 Paid in cash or left on deposit					
7.2 Applied to provide paid-up annuities					
7.3 Other					
7.4 Totals (sum of Lines 7.1 to 7.3)					
8. Grand Totals (Lines 6.5 plus 7.4)					
DIRECT CLAIMS AND BENEFITS PAID					
9. Death benefits	2,904,446	5,367,057	7,414,594		15,686,097
10. Matured endowments					
11. Annuity benefits			147,009		147,009
12. Surrender values and withdrawals for life contracts	19,154,944				19,154,944
13. Aggregate write-ins for miscellaneous direct claims and benefits paid					
14. All other benefits, except accident and health					
15. Totals	22,059,390	5,367,057	7,561,603		34,988,050

DETAILS OF WRITE-INS

1301.					
1302.					
1303.					
1398. Summary of remaining write-ins for Line 13 from overflow page					
1399. Totals (Lines 1301 through 1303 plus 1398) (Line 13 above)					

1	Ordinary		Credit Life (Group and Individual)		Group		Industrial		Total	
	1	2	3	4	5	6	7	8	9	10
	No. of Policies	Amount	No. of Ind.Pols & Group Certifs.	Amount	No. of Certificates	Amount	No. of Policies	Amount	No. of Policies	Amount
DIRECT DEATH BENEFITS AND MATURED ENDOWMENTS INCURRED										
16. Unpaid December 31, prior year	26	370,944	98	863,097	259	980,620			383	2,214,661
17. Incurred during current year	224	2,984,129	1,232	6,931,450	4,119	7,767,082			5,575	17,682,661
Settled during current year:										
18.1 By payment in full	155	2,218,747	743	4,535,905	2,927	4,937,293			3,825	11,691,945
18.2 By payment on compromised claims										
18.3 Totals paid	155	2,218,747	743	4,535,905	2,927	4,937,293			3,825	11,691,945
18.4 Reduction by compromise										
18.5 Amount rejected	88	1,090,426	545	2,946,809	1,269	2,995,684			1,902	7,032,919
18.6 Total settlements	243	3,309,173	1,288	7,482,714	4,196	7,932,977			5,727	18,724,864
19. Unpaid Dec. 31, current year (Lines 16 + 17 - 18.6)	7	45,900	42	311,833	182	814,725			231	1,172,458
POLICY EXHIBIT										
20. In force December 31, prior year	24,854	1,322,064	391,200	(a) 1,488,402	614	1,751,906			416,668	4,562,372
21. Issued during year	4,364	190,776	52,197	323,887	9	99,566			56,570	614,229
22. Other changes to in force (Net)	(4,016)	(229,225)	(83,871)	(445,943)	(102)	(132,441)			(87,989)	(807,609)
23. In force December 31 of current year	25,202	1,283,615	359,526	(a) 1,366,346	521	1,719,031			385,249	4,368,992

(a) Includes Individual Credit Life Insurance prior year \$.....0, current year \$.....0.
 Includes Group Credit Life Insurance Loans less than or equal to 60 months at issue, prior year \$.....0, current year \$.....0.
 Loans greater than 60 months at issue BUT NOT GREATER THAN 120 MONTHS prior year \$.....0, current year \$.....0.

ACCIDENT AND HEALTH INSURANCE

	1	2	3	4	5
	Direct Premiums	Direct Premiums Earned	Dividends Paid Or Credited On Direct Business	Direct Losses Paid	Direct Losses Incurred
24. Group Policies (b)	5,002,053	3,848,155		3,365,991	1,816,030
24.1 Federal Employees Health Benefits Plan Premium (b)					
24.2 Credit (Group and Individual)	524,455	366,179		69,045	33,195
24.3 Collectively Renewable Policies (b)					
24.4 Medicare Title XVIII exempt from state taxes or fees Other Individual Policies					
25.1 Non-cancelable (b)	34,811	11,079		95,885	(171,388)
25.2 Guaranteed renewable (b)	15,149,916	14,944,123		6,258,795	7,375,848
25.3 Non-renewable for stated reasons only (b)					
25.4 Other accident only					
25.5 All other (b)					
25.6 Totals (sum of Lines 25.1 to 25.5)	15,184,727	14,955,202		6,354,680	7,204,460
26. Totals (Lines 24 + 24.1 + 24.2 + 24.3 + 24.4 + 25.6)	20,711,235	19,169,536		9,789,716	9,053,685

(b) For health business on indicated lines report: Number of persons insured under PPO managed care products0, and number of persons insured under indemnity only products0.



79715201343059100

2013

Document Code: 430

DIRECT BUSINESS IN THE STATE OF GRAND TOTAL

DURING THE YEAR 2013

NAIC Group Code:

LIFE INSURANCE

NAIC Company Code: 79715

DIRECT PREMIUMS AND ANNUITY CONSIDERATIONS	1	2	3	4	5
	Ordinary	Credit Life (Group and Individual)	Group	Industrial	Total
1. Life Insurance	11,140,927	10,598,074	10,781,366		32,520,367
2. Annuity considerations	34,963,410				34,963,410
3. Deposit-type contract funds	13,946,199	X X X		X X X	13,946,199
4. Other considerations					
5. Totals (sum of Lines 1 to 4)	60,050,536	10,598,074	10,781,366		81,429,976
DIRECT DIVIDENDS TO POLICYHOLDERS					
Life Insurance:					
6.1 Paid in cash or left on deposit					
6.2 Applied to pay renewal premiums					
6.3 Applied to provide paid-up additions or shorten the endowment or premium-paying period					
6.4 Other					
6.5 Totals (sum of Lines 6.1 to 6.4)					
Annuities:					
7.1 Paid in cash or left on deposit					
7.2 Applied to provide paid-up annuities					
7.3 Other					
7.4 Totals (sum of Lines 7.1 to 7.3)					
8. Grand Totals (Lines 6.5 plus 7.4)					
DIRECT CLAIMS AND BENEFITS PAID					
9. Death benefits	2,904,446	5,367,057	7,414,594		15,686,097
10. Matured endowments					
11. Annuity benefits			147,009		147,009
12. Surrender values and withdrawals for life contracts	19,154,944				19,154,944
13. Aggregate write-ins for miscellaneous direct claims and benefits paid					
14. All other benefits, except accident and health					
15. Totals	22,059,390	5,367,057	7,561,603		34,988,050

DETAILS OF WRITE-INS

1301.					
1302.					
1303.					
1398. Summary of remaining write-ins for Line 13 from overflow page					
1399. Totals (Lines 1301 through 1303 plus 1398) (Line 13 above)					

1	Ordinary		Credit Life (Group and Individual)		Group		Industrial		Total	
	1	2	3	4	5	6	7	8	9	10
	Number	Amount	No. of Ind.Pols & Group Certifs.	Amount	No. of Certificates	Amount	Number	Amount	Number	Amount
DIRECT DEATH BENEFITS AND MATURED ENDOWMENTS INCURRED										
16. Unpaid December 31, prior year	26	370,944	98	863,097	259	980,620			383	2,214,661
17. Incurred during current year	224	2,984,129	1,232	6,931,450	4,119	7,767,082			5,575	17,682,661
Settled during current year:										
18.1 By payment in full	155	2,218,747	743	4,535,905	2,927	4,937,293			3,825	11,691,945
18.2 By payment on compromised claims										
18.3 Totals paid	155	2,218,747	743	4,535,905	2,927	4,937,293			3,825	11,691,945
18.4 Reduction by compromise										
18.5 Amount rejected	88	1,090,426	545	2,946,809	1,269	2,995,684			1,902	7,032,919
18.6 Total settlements	243	3,309,173	1,288	7,482,714	4,196	7,932,977			5,727	18,724,864
19. Unpaid Dec. 31, current year (Lines 16 + 17 - 18.6)	7	45,900	42	311,833	182	814,725			231	1,172,458
POLICY EXHIBIT										
20. In force December 31, prior year	24,854	1,322,064	391,200	(a) 1,488,402	614	1,751,906			416,668	4,562,372
21. Issued during year	4,364	190,776	52,197	323,887	9	99,566			56,570	614,229
22. Other changes to in force (Net)	(4,016)	(229,225)	(83,871)	(445,943)	(102)	(132,441)			(87,989)	(807,609)
23. In force December 31 of current year	25,202	1,283,615	359,526	(a) 1,366,346	521	1,719,031			385,249	4,368,992

(a) Includes Individual Credit Life Insurance prior year \$.....0, current year \$.....0.
 Includes Group Credit Life Insurance Loans less than or equal to 60 months at issue, prior year \$.....0, current year \$.....0.
 Loans greater than 60 months at issue BUT NOT GREATER THAN 120 MONTHS prior year \$.....0, current year \$.....0.

ACCIDENT AND HEALTH INSURANCE

	1	2	3	4	5
	Direct Premiums	Direct Premiums Earned	Dividends Paid Or Credited On Direct Business	Direct Losses Paid	Direct Losses Incurred
24. Group Policies (b)	5,002,053	3,848,155		3,365,991	1,816,030
24.1 Federal Employees Health Benefits Plan Premium (b)					
24.2 Credit (Group and Individual)	524,455	366,179		69,045	33,195
24.3 Collectively Renewable Policies (b)					
24.4 Medicare Title XVIII exempt from state taxes or fees Other Individual Policies					
25.1 Non-cancelable (b)	34,811	11,079		95,885	(171,388)
25.2 Guaranteed renewable (b)	15,149,916	14,944,123		6,258,795	7,375,848
25.3 Non-renewable for stated reasons only (b)					
25.4 Other accident only					
25.5 All other (b)					
25.6 Totals (sum of Lines 25.1 to 25.5)	15,184,727	14,955,202		6,354,680	7,204,460
26. Totals (Lines 24 + 24.1 + 24.2 + 24.3 + 24.4 + 25.6)	20,711,235	19,169,536		9,789,716	9,053,685

(b) For health business on indicated lines report: Number of persons insured under PPO managed care products0, and number of persons insured under indemnity only products0.

24 Grand Total

EXHIBIT OF LIFE INSURANCE

	Industrial		Ordinary		Credit Life (Group and Individual)		Group			10 Total Amount of Insurance (a)
	1	2	3	4	5	6	Number of		9	
	Number of Policies	Amount of Insurance (a)	Number of Policies	Amount of Insurance (a)	Number of Individual Policies and Group Certificates	Amount of Insurance (a)	7 Policies	8 Certificates	Amount of Insurance (a)	
1. In force end of prior year			24,854	1,322,063	391,200	1,488,402	614	670,614	1,751,906	4,562,371
2. Issued during year			4,364	190,776	52,197	323,887	9	32,107	99,566	614,229
3. Reinsurance assumed										
4. Revived during year										
5. Increased during year (net)										
6. Subtotals, Lines 2 to 5			4,364	190,776	52,197	323,887	9	32,107	99,566	614,229
7. Additions by dividends during year	X X X		X X X		X X X		X X X	X X X		
8. Aggregate write-ins for increases										
9. TOTALS (Lines 1 and 6 to 8)			29,218	1,512,839	443,397	1,812,289	623	702,721	1,851,472	5,176,600
Deductions during year:										
10. Death			151	3,872			X X X			3,872
11. Maturity							X X X			
12. Disability							X X X			
13. Expiry										
14. Surrender										
15. Lapse			3,865	225,353	83,871	445,943	102	15,108	132,441	803,737
16. Conversion							X X X	X X X	X X X	
17. Decreased (net)										
18. Reinsurance										
19. Aggregate write-ins for decreases										
20. TOTALS (Lines 10 to 19)			4,016	229,225	83,871	445,943	102	15,108	132,441	807,609
21. In force end of year (Line 9 minus Line 20)			25,202	1,283,614	359,526	1,366,346	521	687,613	1,719,031	4,368,991
22. Reinsurance ceded end of year	X X X		X X X	517,206	X X X		X X X	X X X	88,511	605,717
23. Line 21 minus Line 22	X X X		X X X	766,408	X X X	(b) 1,366,346	X X X	X X X	1,630,520	3,763,274
DETAILS OF WRITE-INS										
0801.										
0802.										
0803.										
0898. Summary of remaining write-ins for Line 8 from overflow page										
0899. TOTALS (Lines 0801 through 0803 plus 0898) (Line 8 above)										
1901.										
1902.										
1903.										
1998. Summary of remaining write-ins for Line 19 from overflow page										
1999. TOTALS (Lines 1901 through 1903 plus 1998) (Line 19 above)										

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000).

(b) Group \$.....0; Individual \$.....0.

EXHIBIT OF LIFE INSURANCE (Continued)
ADDITIONAL INFORMATION ON INSURANCE IN FORCE END OF YEAR

	Industrial		Ordinary	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
24. Additions by dividends	X X X		X X X	
25. Other paid-up insurance				
26. Debit ordinary insurance	X X X	X X X		

ADDITIONAL INFORMATION ON ORDINARY INSURANCE

	Issued During Year (included in Line 2)		In Force End of Year (included in Line 21)	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
Term Insurance Excluding Extended Term Insurance				
27. Term policies -- decreasing	13	439	1,753	49,860
28. Term policies -- other	1,266	136,922	8,066	919,877
29. Other term insurance -- decreasing	X X X		X X X	
30. Other term insurance	X X X		X X X	
31. TOTALS (Lines 27 to 30)	1,279	137,361	9,819	969,737
Reconciliation to Lines 2 and 21:				
32. Term additions	X X X		X X X	
33. TOTALS, extended term insurance	X X X	X X X	861	18,797
34. TOTALS, whole life and endowment	3,085	53,415	14,522	295,080
35. TOTALS (Lines 31 to 34)	4,364	190,776	25,202	1,283,614

CLASSIFICATION OF AMOUNT OF INSURANCE (a) BY PARTICIPATING STATUS

	Issued During Year (included in Line 2)		In Force End of Year (included in Line 21)	
	1 Non-Participating	2 Participating	3 Non-Participating	4 Participating
36. Industrial				
37. Ordinary	182,171	8,605	1,187,616	95,998
38. Credit Life (Group and Individual)		323,887		1,366,346
39. Group		99,566		1,719,031
40. TOTALS (Lines 36 to 39)	182,171	432,058	1,187,616	3,181,375

ADDITIONAL INFORMATION ON CREDIT LIFE AND GROUP INSURANCE

	Credit Life		Group	
	1 Number of Individual Policies and Group Certificates	2 Amount of Insurance (a)	3 Number of Certificates	4 Amount of Insurance (a)
41. Amount of insurance included in Line 2 ceded to other companies	X X X		X X X	
42. Number in force end of year if the number under shared groups is counted on a pro-rata basis		X X X		X X X
43. Federal Employees' Group Life Insurance included in Line 21				
44. Servicemen's Group Life Insurance included in Line 21				
45. Group Permanent Insurance included in Line 21				

ADDITIONAL ACCIDENTAL DEATH BENEFITS

46. Amount of additional accidental death benefits in force end of year under ordinary policies (a)	68,717
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BASIS OF CALCULATION OF ORDINARY TERM INSURANCE

47. State basis of calculation of (47.1) decreasing term insurance contained in Family Income, Mortgage Protection, etc., policies and riders and of (47.2) term insurance on wife and children under Family, Parent and Children, etc. policies and riders included above.
47.1
47.2

POLICIES WITH DISABILITY PROVISIONS

Disability Provision	Industrial		Ordinary		Credit		Group	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)	5 Number of Policies	6 Amount of Insurance (a)	7 Number of Certificates	8 Amount of Insurance (a)
48. Waiver of Premium			5,068	153,261				
49. Disability Income			134	4,560				
50. Extended Benefits			X X X	X X X				
51. Other								
52. TOTAL		(b)	5,202	157,821		(b)		(b)

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000).

(b) See Paragraph 9 of the Annual Audited Financial Reports in the General section of the annual statement instructions.

EXHIBIT OF NUMBER OF POLICIES, CONTRACTS, CERTIFICATES, INCOME PAYABLE AND ACCOUNT VALUES IN FORCE FOR SUPPLEMENTARY CONTRACTS, ANNUITIES, ACCIDENT & HEALTH AND OTHER POLICIES

SUPPLEMENTARY CONTRACTS

	Ordinary		Group	
	1 Involving Life Contingencies	2 Not Involving Life Contingencies	3 Involving Life Contingencies	4 Not Involving Life Contingencies
1. In force end of prior year	28	312	30	72
2. Issued during year		63		6
3. Reinsurance assumed				
4. Increased during year (net)				
5. TOTALS (Lines 1 to 4)	28	375	30	78
Deductions during year:				
6. Decreased (net)		39		6
7. Reinsurance ceded				
8. TOTALS (Lines 6 and 7)		39		6
9. In force end of year	28	336	30	72
10. Amount on deposit		(a) 3,423,407		(a) 419,016
11. Income now payable				
12. Amount of income payable	(a) 369,252	(a) 2,855,422	(a) 167,516	(a) 918,184

ANNUITIES

	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year		10,319		115
2. Issued during year		1,462		1
3. Reinsurance assumed				
4. Increased during year (net)				
5. TOTALS (Lines 1 to 4)		11,781		116
Deductions during year:				
6. Decreased (net)		612		28
7. Reinsurance ceded				
8. TOTALS (Lines 6 and 7)		612		28
9. In force end of year		11,169		88
Income now payable:				
10. Amount of income payable:	(a)	X X X	X X X	(a) 14,305,190
Deferred fully paid:				
11. Account balance	X X X	(a)	X X X	(a)
Deferred not fully paid:				
12. Account balance	X X X	(a) 211,894,568	X X X	(a) 54,906,916

ACCIDENT AND HEALTH INSURANCE

	Group		Credit		Other	
	1 Certificates	2 Premiums in Force	3 Policies	4 Premiums in Force	5 Policies	6 Premiums in Force
1. In force end of prior year	11,875	17,487,183	115	1,599,102	157,298	31,053,641
2. Issued during year	562	198,680	4	109,216	35,822	4,672,444
3. Reinsurance assumed						
4. Increased during year (net)		X X X		X X X		X X X
5. TOTALS (Lines 1 to 4)	12,437	X X X	119	X X X	193,120	X X X
Deductions during year:						
6. Conversions		X X X	X X X	X X X	X X X	X X X
7. Decreased (net)	427	X X X		X X X	5,016	X X X
8. Reinsurance ceded		X X X		X X X		X X X
9. TOTALS (Lines 6 to 8)	427	X X X		X X X	5,016	X X X
10. In force end of year	12,010	(a) 17,685,863	119	(a) 1,708,318	188,104	(a) 35,726,085

DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS

	1	2
	Deposit Funds Contracts	Dividend Accumulations Contracts
1. In force end of prior year	212	6,967
2. Issued during year	1,615	
3. Reinsurance assumed		
4. Increased during year (net)		
5. TOTALS (Lines 1 to 4)	1,827	6,967
Deductions during year:		
6. Decreased (net)	99	2,177
7. Reinsurance ceded		
8. TOTALS (Lines 6 and 7)	99	2,177
9. In force end of year	1,728	4,790
10. Amount of account balance	(a) 72,235,524	(a) 693,334

(a) See Paragraph 9 of the Annual Audited Financial Reports in the General section of the annual statement instructions.

FORM FOR CALCULATING THE INTEREST MAINTENANCE RESERVE

INTEREST MAINTENANCE RESERVE

	1 Amount
1. Reserve as of December 31, Prior Year	3,899,013
2. Current Year's Realized Pre-Tax capital gains/(losses) of \$.....141,422 Transferred into the Reserve Net of Taxes of \$.....(910)	142,332
3. Adjustment for current year's liability gains/(losses) released from the reserve
4. Balance before reduction for amount transferred to Summary of Operations (Line 1 + Line 2 + Line 3)	4,041,345
5. Current year's amortization released to Summary of Operations (Amortization, Line 1, Column 4)	739,161
6. Reserve as of December 31, current year (Line 4 minus Line 5)	3,302,184

AMORTIZATION

		1 Reserve as of December 31, Prior Year	2 Current Year's Realized Capital Gains/(Losses) Transferred into the Reserve Net of Taxes	3 Adjustment for Current Year's Liability Gains/(Losses) Released From the Reserve	4 Balance Before Reduction for Current Year's Amortization (Columns 1 + 2 + 3)
Year of Amortization					
1. 2013		777,695	(38,534)		739,161
2. 2014		678,664	(73,838)		604,826
3. 2015		575,169	(66,868)		508,301
4. 2016		488,206	(63,838)		424,368
5. 2017		436,064	(61,392)		374,672
6. 2018		388,492	(57,291)		331,201
7. 2019		335,913	(46,995)		288,918
8. 2020		288,321	(27,735)		260,586
9. 2021		259,224	(7,521)		251,703
10. 2022		227,819	13,140		240,959
11. 2023		189,649	35,229		224,878
12. 2024		143,358	46,326		189,684
13. 2025		92,452	45,136		137,588
14. 2026		54,700	43,834		98,534
15. 2027		14,230	43,336		57,566
16. 2028		(28,641)	41,083		12,442
17. 2029		(77,965)	39,758		(38,207)
18. 2030		(130,627)	36,373		(94,254)
19. 2031		(159,471)	33,469		(126,002)
20. 2032		(156,423)	30,259		(126,164)
21. 2033		(159,757)	26,779		(132,978)
22. 2034		(165,571)	24,361		(141,210)
23. 2035		(131,208)	22,837		(108,371)
24. 2036		(78,560)	21,136		(57,424)
25. 2037		(43,954)	20,029		(23,925)
26. 2038		(11,350)	18,152		6,802
27. 2039		23,675	15,729		39,404
28. 2040		38,704	12,465		51,169
29. 2041		24,259	9,200		33,459
30. 2042		5,943	5,936		11,879
31. 2043 and later	1,780		1,780
32. TOTAL (Lines 1 to 31)		3,899,010	142,335		4,041,345

ASSET VALUATION RESERVE

	Default Component			Equity Component			7 Total Amount (Columns 3 + 6)
	1 Other than Mortgage Loans	2 Mortgage Loans	3 Total (Columns 1 + 2)	4 Common Stock	5 Real Estate and Other Invested Assets	6 Total (Columns 4 + 5)	
1. Reserve as of December 31, prior year	804,554	55,617	860,171	1,162,306	2,620,167	3,782,473	4,642,644
2. Realized Capital Gains/(Losses) Net of Taxes - General Account				(201,152)		(201,152)	(201,152)
3. Realized Capital Gains/(Losses) Net of Taxes - Separate Accounts							
4. Unrealized Capital Gains/(Losses) Net of Deferred Taxes - General Account				1,518,262		1,518,262	1,518,262
5. Unrealized Capital Gains/(Losses) Net of Deferred Taxes - Separate Accounts							
6. Capital gains credited/(losses charged) to contract benefits, payments or reserves							
7. Basic Contribution	194,672	4,375	199,047				199,047
8. Accumulated Balances (Lines 1 through 5 minus 6 plus 7)	999,226	59,992	1,059,218	2,479,416	2,620,167	5,099,583	6,158,801
9. Maximum Reserve	1,232,660	72,047	1,304,707	884,298	3,396,977	4,281,275	5,585,982
10. Reserve Objective	897,399	68,252	965,651	884,298	3,396,977	4,281,275	5,246,926
11. 20% of (Line 10 - Line 8)	(20,365)	1,652	(18,713)	(319,024)	155,362	(163,662)	(182,375)
12. Balance Before Transfers (Lines 8 + 11)	978,861	61,644	1,040,505	2,160,392	2,775,529	4,935,921	5,976,426
13. Transfers							X X X
14. Voluntary Contribution							
15. Adjustment down to Maximum/up to Zero				(1,276,095)		(1,276,095)	(1,276,095)
16. Reserve as of December 31, Current Year (Lines 12 + 13 + 14 + 15)	978,861	61,644	1,040,505	884,297	2,775,529	3,659,826	4,700,331

ASSET VALUATION RESERVE
BASIC CONTRIBUTION, RESERVE OBJECTIVE AND MAXIMUM RESERVE CALCULATIONS
DEFAULT COMPONENT

Line Number	NAIC Designation	Description	1 Book/Adjusted Carrying Value	2 Reclassify Related Party Encumbrances	3 Add Third Party Encumbrances	4 Balance for AVR Reserve Calculations (Columns 1 + 2 + 3)	Basic Contribution		Reserve Objective		Maximum Reserve	
							5 Factor	6 Amount (Columns 4 x 5)	7 Factor	8 Amount (Columns 4 x 7)	9 Factor	10 Amount (Columns 4 x 9)
LONG-TERM BONDS												
1.		Exempt Obligations	977,683	X X X	X X X	977,683	0.0000		0.0000		0.0000	
2.	1	Highest Quality	280,808,390	X X X	X X X	280,808,390	0.0004	112,323	0.0023	645,859	0.0030	842,425
3.	2	High Quality	43,309,498	X X X	X X X	43,309,498	0.0019	82,288	0.0058	251,195	0.0090	389,785
4.	3	Medium Quality		X X X	X X X		0.0093		0.0230		0.0340	
5.	4	Low Quality		X X X	X X X		0.0213		0.0530		0.0750	
6.	5	Lower Quality		X X X	X X X		0.0432		0.1100		0.1700	
7.	6	In or Near Default		X X X	X X X		0.0000		0.2000		0.2000	
8.		TOTAL Unrated Multi-class Securities Acquired by Conversion		X X X	X X X		X X X		X X X		X X X	
9.		TOTAL Bonds (sum of Lines 1 through 8)	325,095,571	X X X	X X X	325,095,571	X X X	194,611	X X X	897,054	X X X	1,232,211
PREFERRED STOCKS												
10.	1	Highest Quality	149,921	X X X	X X X	149,921	0.0004	60	0.0023	345	0.0030	450
11.	2	High Quality		X X X	X X X		0.0019		0.0058		0.0090	
12.	3	Medium Quality		X X X	X X X		0.0093		0.0230		0.0340	
13.	4	Low Quality		X X X	X X X		0.0213		0.0530		0.0750	
14.	5	Lower Quality		X X X	X X X		0.0432		0.1100		0.1700	
15.	6	In or Near Default		X X X	X X X		0.0000		0.2000		0.2000	
16.		Affiliated Life with AVR		X X X	X X X		0.0000		0.0000		0.0000	
17.		TOTAL Preferred Stocks (sum of Lines 10 through 16)	149,921	X X X	X X X	149,921	X X X	60	X X X	345	X X X	450
SHORT-TERM BONDS												
18.		Exempt Obligations		X X X	X X X		0.0000		0.0000		0.0000	
19.	1	Highest Quality		X X X	X X X		0.0004		0.0023		0.0030	
20.	2	High Quality		X X X	X X X		0.0019		0.0058		0.0090	
21.	3	Medium Quality		X X X	X X X		0.0093		0.0230		0.0340	
22.	4	Low Quality		X X X	X X X		0.0213		0.0530		0.0750	
23.	5	Lower Quality		X X X	X X X		0.0432		0.1100		0.1700	
24.	6	In or Near Default		X X X	X X X		0.0000		0.2000		0.2000	
25.		TOTAL Short-term Bonds (sum of Lines 18 through 24)		X X X	X X X		X X X		X X X		X X X	

ASSET VALUATION RESERVE (Continued)
BASIC CONTRIBUTION, RESERVE OBJECTIVE AND MAXIMUM RESERVE CALCULATIONS
DEFAULT COMPONENT

Line Number	NAIC Designation	Description	1 Book/Adjusted Carrying Value	2 Reclassify Related Party Encumbrances	3 Add Third Party Encumbrances	4 Balance for AVR Reserve Calculations (Columns 1 + 2 + 3)	Basic Contribution		Reserve Objective		Maximum Reserve	
							5 Factor	6 Amount (Columns 4 x 5)	7 Factor	8 Amount (Columns 4 x 7)	9 Factor	10 Amount (Columns 4 x 9)
DERIVATIVE INSTRUMENTS												
26.		Exchange Traded		X X X	X X X		0.0004		0.0023		0.0030	
27.	1	Highest Quality		X X X	X X X		0.0004		0.0023		0.0030	
28.	2	High Quality		X X X	X X X		0.0019		0.0058		0.0090	
29.	3	Medium Quality		X X X	X X X		0.0093		0.0230		0.0340	
30.	4	Low Quality		X X X	X X X		0.0213		0.0530		0.0750	
31.	5	Lower Quality		X X X	X X X		0.0432		0.1100		0.1700	
32.	6	In or Near Default		X X X	X X X		0.0000		0.2000		0.2000	
33.		TOTAL Derivative Instruments		X X X	X X X		X X X		X X X		X X X	
34.		TOTAL (Lines 9 + 17 + 25 + 33)	325,245,492	X X X	X X X	325,245,492	X X X	194,671	X X X	897,399	X X X	1,232,660
MORTGAGE LOANS												
In Good Standing:												
35.		Farm Mortgages			X X X		0.0035		0.0100		0.0130	
36.		Residential Mortgages - Insured or Guaranteed			X X X		0.0003		0.0006		0.0010	
37.		Residential Mortgages - All Other	2,718,215		X X X	2,718,215	0.0013	3,534	0.0030	8,155	0.0040	10,873
38.		Commercial Mortgages - Insured or Guaranteed			X X X		0.0003		0.0006		0.0010	
39.		Commercial Mortgages - All Other			X X X		0.0035		0.0100		0.0130	
40.		In Good Standing With Restructured Terms			X X X		0.0035		0.0100		0.0130	
Overdue, Not in Process:												
41.		Farm Mortgages			X X X		0.0420		0.0760		0.1200	
42.		Residential Mortgages - Insured or Guaranteed			X X X		0.0005		0.0012		0.0020	
43.		Residential Mortgages - All Other	336,720		X X X	336,720	0.0025	842	0.0058	1,953	0.0090	3,030
44.		Commercial Mortgages - Insured or Guaranteed			X X X		0.0005		0.0012		0.0020	
45.		Commercial Mortgages - All Other			X X X		0.0420		0.0760		0.1200	
In Process of Foreclosure:												
46.		Farm Mortgages			X X X		0.0000		0.1700		0.1700	
47.		Residential Mortgages - Insured or Guaranteed			X X X		0.0000		0.0040		0.0040	
48.		Residential Mortgages - All Other	4,472,617		X X X	4,472,617	0.0000		0.0130	58,144	0.0130	58,144
49.		Commercial Mortgages - Insured or Guaranteed			X X X		0.0000		0.0040		0.0040	
50.		Commercial Mortgages - All Other			X X X		0.0000		0.1700		0.1700	
51.		TOTAL Schedule B Mortgages (sum of Lines 35 through 50) ..	7,527,552		X X X	7,527,552	X X X	4,375	X X X	68,252	X X X	72,047
52.		Schedule DA Mortgages			X X X		0.0030		0.0100		0.0130	
53.		TOTAL Mortgage Loans on Real Estate (Lines 51 + 52)	7,527,552		X X X	7,527,552	X X X	4,375	X X X	68,252	X X X	72,047

ASSET VALUATION RESERVE
BASIC CONTRIBUTION, RESERVE OBJECTIVE AND MAXIMUM RESERVE CALCULATIONS
EQUITY AND OTHER INVESTED ASSET COMPONENT

Line Number	NAIC Designation	Description	1 Book/Adjusted Carrying Value	2 Reclassify Related Party Encumbrances	3 Add Third Party Encumbrances	4 Balance for AVR Reserve Calculations (Columns 1 + 2 + 3)	Basic Contribution		Reserve Objective		Maximum Reserve	
							5 Factor	6 Amount (Columns 4 x 5)	7 Factor	8 Amount (Columns 4 x 7)	9 Factor	10 Amount (Columns 4 x 9)
COMMON STOCK												
1.		Unaffiliated Public	6,802,291	X X X	X X X	6,802,291	0.0000		0.1300 (a)	884,298	0.1300 (a)	884,298
2.		Unaffiliated Private		X X X	X X X		0.0000		0.1600		0.1600	
3.		Federal Home Loan Bank		X X X	X X X				0.0050		0.0080	
4.		Affiliated Life with AVR		X X X	X X X		0.0000		0.0000		0.0000	
Affiliated Investment Subsidiary:												
5.		Fixed Income Exempt Obligations					X X X		X X X		X X X	
6.		Fixed Income Highest Quality					X X X		X X X		X X X	
7.		Fixed Income High Quality					X X X		X X X		X X X	
8.		Fixed Income Medium Quality					X X X		X X X		X X X	
9.		Fixed Income Low Quality					X X X		X X X		X X X	
10.		Fixed Income Lower Quality					X X X		X X X		X X X	
11.		Fixed Income In/Near Default					X X X		X X X		X X X	
12.		Unaffiliated Common Stock Public							0.1300 (a)		0.1300 (a)	
13.		Unaffiliated Common Stock Private							0.1600		0.1600	
14.		Mortgage Loans					0.0030		0.0100		0.0130	
15.		Real Estate					(b)		(b)		(b)	
16.		Affiliated-Certain Other (See SVO Purposes and Procedures Manual)		X X X	X X X				0.1300		0.1300	
17.		Affiliated-All Other		X X X	X X X				0.1600		0.1600	
18.		TOTAL Common Stock (sum of Lines 1 through 17)	6,802,291			6,802,291	X X X		X X X	884,298	X X X	884,298
REAL ESTATE												
19.		Home Office Property (General Account Only)	31,771,022		9,943,983	41,715,005			0.0750	3,128,625	0.0750	3,128,625
20.		Investment Properties	711,670			711,670			0.0750	53,375	0.0750	53,375
21.		Properties Acquired in Satisfaction of Debt	1,954,330			1,954,330			0.1100	214,976	0.1100	214,976
22.		TOTAL Real Estate (sum of Lines 19 through 21)	34,437,022		9,943,983	44,381,005	X X X		X X X	3,396,977	X X X	3,396,977
OTHER INVESTED ASSETS												
INVESTMENTS WITH THE UNDERLYING CHARACTERISTICS OF BONDS												
23.		Exempt Obligations		X X X	X X X		0.0000		0.0000		0.0000	
24.	1	Highest Quality		X X X	X X X		0.0004		0.0023		0.0030	
25.	2	High Quality		X X X	X X X		0.0019		0.0058		0.0090	
26.	3	Medium Quality		X X X	X X X		0.0093		0.0230		0.0340	
27.	4	Low Quality		X X X	X X X		0.0213		0.0530		0.0750	
28.	5	Lower Quality		X X X	X X X		0.0432		0.1100		0.1700	
29.	6	In or Near Default		X X X	X X X				0.2000		0.2000	
30.		TOTAL with Bond characteristics (sum of Lines 23 through 29)		X X X	X X X		X X X		X X X		X X X	

ASSET VALUATION RESERVE (Continued)
BASIC CONTRIBUTION, RESERVE OBJECTIVE AND MAXIMUM RESERVE CALCULATIONS
EQUITY AND OTHER INVESTED ASSET COMPONENT

Line Number	NAIC Designation	Description	1	2	3	4	Basic Contribution		Reserve Objective		Maximum Reserve	
			Book/Adjusted Carrying Value	Reclassify Related Party Encumbrances	Add Third Party Encumbrances	Balance for AVR Reserve Calculations (Columns 1 + 2 + 3)	5 Factor	6 Amount (Columns 4 x 5)	7 Factor	8 Amount (Columns 4 x 7)	9 Factor	10 Amount (Columns 4 x 9)
INVESTMENTS WITH THE UNDERLYING CHARACTERISTICS OF PREFERRED STOCKS												
31.	1	Highest Quality		X X X	X X X		0.0004		0.0023		0.0030	
32.	2	High Quality		X X X	X X X		0.0019		0.0058		0.0090	
33.	3	Medium Quality		X X X	X X X		0.0093		0.0230		0.0340	
34.	4	Low Quality		X X X	X X X		0.0213		0.0530		0.0750	
35.	5	Lower Quality		X X X	X X X		0.0432		0.1100		0.1700	
36.	6	In or Near Default		X X X	X X X		0.0000		0.2000		0.2000	
37.		Affiliated Life with AVR		X X X	X X X		0.0000		0.0000		0.0000	
38.		Total with Preferred Stock characteristics (sum of Lines 31 through 37)		X X X	X X X		X X X		X X X		X X X	
INVESTMENTS WITH THE UNDERLYING CHARACTERISTICS OF MORTGAGE LOANS												
In Good Standing:												
39.		Farm Mortgages			X X X		0.0030		0.0100		0.0130	
40.		Residential Mortgages - Insured or Guaranteed			X X X		0.0003		0.0006		0.0010	
41.		Residential Mortgages - All Other		X X X	X X X		0.0013		0.0030		0.0040	
42.		Commercial Mortgages - Insured or Guaranteed			X X X		0.0003		0.0006		0.0010	
43.		Commercial Mortgages - All Other			X X X		0.0030		0.0100		0.0130	
44.		In Good Standing With Restructured Terms			X X X		0.0030		0.0100		0.0130	
Overdue, Not in Process:												
45.		Farm Mortgages			X X X		0.0420		0.0760		0.1200	
46.		Residential Mortgages - Insured or Guaranteed			X X X		0.0005		0.0012		0.0020	
47.		Residential Mortgages - All Other			X X X		0.0025		0.0058		0.0090	
48.		Commercial Mortgages - Insured or Guaranteed			X X X		0.0005		0.0012		0.0020	
49.		Commercial Mortgages - All Other			X X X		0.0420		0.0760		0.1200	
In Process of Foreclosure:												
50.		Farm Mortgages			X X X		0.0000		0.1700		0.1700	
51.		Residential Mortgages - Insured or Guaranteed			X X X		0.0000		0.0040		0.0040	
52.		Residential Mortgages - All Other			X X X		0.0000		0.0130		0.0130	
53.		Commercial Mortgages - Insured or Guaranteed			X X X		0.0000		0.0040		0.0040	
54.		Commercial Mortgages - All Other			X X X		0.0000		0.1700		0.1700	
55.		Total with Mortgage Loan characteristics (sum of Lines 39 through 54)			X X X		X X X		X X X		X X X	

ASSET VALUATION RESERVE (Continued)
BASIC CONTRIBUTION, RESERVE OBJECTIVE AND MAXIMUM RESERVE CALCULATIONS
EQUITY AND OTHER INVESTED ASSET COMPONENT

Line Number	NAIC Designation	Description	1	2	3	4	Basic Contribution		Reserve Objective		Maximum Reserve	
			Book/Adjusted Carrying Value	Reclassify Related Party Encumbrances	Add Third Party Encumbrances	Balance for AVR Reserve Calculations (Columns 1 + 2 + 3)	5 Factor	6 Amount (Columns 4 x 5)	7 Factor	8 Amount (Columns 4 x 7)	9 Factor	10 Amount (Columns 4 x 9)
INVESTMENTS WITH THE UNDERLYING CHARACTERISTICS OF COMMON STOCK												
56.		Unaffiliated Public		X X X	X X X		0.0000		0.1300 .. (a)		0.1300 .. (a)	
57.		Unaffiliated Private		X X X	X X X		0.0000		0.1600		0.1600	
58.		Affiliated Life with AVR		X X X	X X X		0.0000					
59.		Affiliated Certain Other (See SVO Purposes and Procedures Manual)		X X X	X X X		0.0000		0.1300		0.1300	
60.		Affiliated Other - All Other		X X X	X X X		0.0000		0.1600		0.1600	
61.		TOTAL with Common Stock characteristics (sum of Lines 56 through 60)		X X X	X X X		X X X		X X X		X X X	
INVESTMENTS WITH THE UNDERLYING CHARACTERISTICS OF REAL ESTATE												
62.		Home Office Property (General Account Only)					0.0000		0.0750		0.0750	
63.		Investment Properties					0.0000		0.0750		0.0750	
64.		Properties Acquired in Satisfaction of Debt					0.0000		0.1100		0.1100	
65.		TOTAL with Real Estate characteristics (Lines 62 through 64)					X X X		X X X		X X X	
LOW INCOME HOUSING TAX CREDIT INVESTMENTS												
66.		Guaranteed Federal Low Income Housing Tax Credit					0.0003		0.0006		0.0010	
67.		Non-guaranteed Federal Low Income Housing Tax Credit					0.0063		0.0120		0.0190	
68.		Guaranteed State Low Income Housing Tax Credit					0.0003		0.0006		0.0010	
69.		Non-guaranteed State Low Income Housing Tax Credit					0.0063		0.0120		0.0190	
70.		All Other Low Income Housing Tax Credit					0.0273		0.0600		0.0975	
71.		Total LIHTC					X X X		X X X		X X X	
ALL OTHER INVESTMENTS												
72.		NAIC 1 Working Capital Finance Investments		X X X			0.0000		0.0037		0.0037	
73.		NAIC 2 Working Capital Finance Investments		X X X			0.0000		0.0120		0.0120	
74.		Other Invested Assets - Schedule BA		X X X			0.0000		0.1300		0.1300	
75.		Other Short-Term Invested Assets - Schedule DA		X X X			0.0000		0.1300		0.1300	
76.		Total All Other (sum of Lines 72, 73, 74 and 75)		X X X			X X X		X X X		X X X	
77.		Total Other Invested Assets - Schedules BA & DA (sum of Lines 30, 38, 55, 61, 65, 71 and 76)					X X X		X X X		X X X	

(a) Times the company's weighted average portfolio beta (Minimum .10, Maximum .20).

(b) Determined using same factors and breakdowns used for directly owned real estate.

ASSET VALUATION RESERVE (Continued)
BASIC CONTRIBUTIONS, RESERVE OBJECTIVE AND MAXIMUM RESERVE CALCULATIONS
REPLICATIONS (SYNTHETIC) ASSETS

1	2	3	4	5	6	7	8	9
RSAT Number	Type	CUSIP	Description of Asset(s)	NAIC Designation or Other Description of Asset	Value of Asset	AVR Basic Contribution	AVR Reserve Objective	AVR Maximum Reserve
NONE								
0599999 Total								

SCHEDULE F

Showing all claims for death losses and all other contract claims resisted or compromised during the year, and all claims for death losses and all other contract claims resisted December 31 of current year

1	2	3	4	5	6	7	8
Contract Numbers	Claim Numbers	State of Residence of Claimant	Year of Claim for Death or Disability	Amount Claimed	Amount Paid During the Year	Amount Resisted Dec. 31 of Current Year	Why Compromised or Resisted
Death Claims - Credit							
02-0084	05-0090656	PR	2002	9,679		9,679	No total physical and permanent disability
02-2061-050	05-0085478	PR	2006	16,064		16,064	Late claim filing
02-00032-000	05-0083635	PR	2011	7,474		7,474	Late claim filing and no total physical and permanent disability
02-02008-050	05-0069243	PR	2009	10,462		10,462	Late claim filing and mental condition not covered by the policy
02-02066-050	05-0057845	PR	2008	19,142		19,142	No total physical and permanent disability
02-2008-050	05-0089124	PR	2008	19,667		19,667	Late claim filing and no total physical and permanent disability, mental condition not covered by the policy
02-02066-050	05-0069729	PR	2009	30,617		30,617	No claim filing
22-00056-00	05-0090513	PR	2008	11,862		11,862	No total physical and permanent disability
86-00006-000	05-0084126	PR	2011	243		243	Didn't comply with eligibility requirements
02-00112-001	50100694	PR	2008	7,396		7,396	Disability Claim in Fondo del Seguro del Estado before loan
02-2011-050	50097852	PR	2009	20,683		20,683	Late claim filing and no total physical and permanent disability
02-2011-050	50095744	PR	2009	8,224		8,224	No total physical and permanent disability
02-2011-050	50099962	PR	2012	19,082		19,082	No total physical and permanent disability
02-2012-050	50095749	PR	2010	5,252		5,252	Pre-existence condition
09-00387-000	50096173	PR	2011	10,000		10,000	Late claim filing
22-00040-000	50098297	PR	2010	17,329		17,329	No total physical and permanent disability
22-00044-000	50099353	PR	2011	14,194		14,194	No total physical and permanent disability, mental condition not covered by the policy
22-00058-000	50098240	PR	2010	8,640		8,640	No total physical and permanent disability
22-00061-000	50099579	PR	2008	20,890		20,890	Late claim filing, didn't comply with eligibility requirements
83-00005-000	50095746	PR	2009	3,411		3,411	No total physical and permanent disability
02-00450-000	50074975	PR	2001	9,211		9,211	Didn't comply with eligibility requirements
85-00044-000	50092360	PR	2002	85,073		85,073	No claim filing, no policy application
0299999 Subtotals - Death Claims - Credit				354,595		354,595	X X X
Death Claims - Group							
97-00097-000	05-0063647	PR	2009	522		522	Pre-existence condition
0399999 Subtotals - Death Claims - Group				522		522	X X X
0599999 Subtotals - Death Claims				355,117		355,117	X X X
2699999 Subtotals - Claims Disposed of During Current Year				355,117		355,117	X X X
4699999 Subtotals - Resisted - Matured Endowment Claims							X X X
5199999 Subtotals - Resisted - Annuities With Life Contingencies Claims							X X X
5299999 Subtotals - Claims Resisted During Current Year							X X X
5399999 Totals				355,117		355,117	X X X

SCHEDULE H - ACCIDENT AND HEALTH EXHIBIT

	Total		Group Accident and Health		Credit Accident & Health (Group and Individual)		Collectively Renewable		Other Individual Contracts																						
			3	4	5	6	7	8	Non-Cancelable		Guaranteed Renewable		Non-Renewable for Stated Reasons Only		Other Accident Only		All Other														
	1	2	Amount	%	Amount	%	Amount	%	Amount	%	9	10	Amount	%	11	12	Amount	%	13	14	Amount	%	15	16	Amount	%	17	18			
PART 1 - ANALYSIS OF UNDERWRITING OPERATIONS																															
1.	Premiums written	19,291,649	X X X	3,847,717	X X X	520,545	X X X		X X X	10,981	X X X	14,912,406	X X X		X X X		X X X		X X X		X X X		X X X		X X X		X X X		X X X		
2.	Premiums earned	19,169,536	X X X	3,848,155	X X X	366,179	X X X		X X X	11,079	X X X	14,944,123	X X X		X X X		X X X		X X X		X X X		X X X		X X X		X X X		X X X		
3.	Incurred claims	9,053,685	47.2	1,816,030	47.2	33,195	9.1			(171,388)	(1,547.0)	7,375,848	49.4																		
4.	Cost containment expenses																														
5.	Incurred claims and cost containment expenses (Lines 3 and 4)	9,053,685	47.2	1,816,030	47.2	33,195	9.1			(171,388)	(1,547.0)	7,375,848	49.4																		
6.	Increase in contract reserves	939,106	4.9							(5,418)	(48.9)	944,524	6.3																		
7.	Commissions (a)	2,697,638	14.1	637,758	16.6	106	0.0			960	8.7	2,058,814	13.8																		
8.	Other general insurance expenses	7,350,644	38.3	2,520,221	65.5	210,018	57.4			7,988	72.1	4,612,417	30.9																		
9.	Taxes, licenses and fees	517,420	2.7	171,192	4.4	14,266	3.9			661	6.0	331,301	2.2																		
10.	Total other expenses incurred	10,565,702	55.1	3,329,171	86.5	224,390	61.3			9,609	86.7	7,002,532	46.9																		
11.	Aggregate write-ins for deductions																														
12.	Gain from underwriting before dividends or refunds	(1,388,957)	(7.2)	(1,297,046)	(33.7)	108,594	29.7			178,276	1,609.1	(378,781)	(2.5)																		
13.	Dividends or refunds																														
14.	Gain from underwriting after dividends or refunds	(1,388,957)	(7.2)	(1,297,046)	(33.7)	108,594	29.7			178,276	1,609.1	(378,781)	(2.5)																		
DETAILS OF WRITE-INS																															
1101.																															
1102.																															
1103.																															
1198.	Summary of remaining write-ins for Line 11 from overflow page																														
1199.	TOTALS (Lines 1101 through 1103 plus 1198) (Line 11 above)																														

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(a) Includes \$.....0 reported as "Contract, membership and other fees retained by agents."

SCHEDULE H - ACCIDENT AND HEALTH EXHIBIT (Continued)

	1 Total	2 Group Accident and Health	3 Credit Accident and Health (Group and Individual)	4 Collectively Renewable	Other Individual Contracts				
					5 Non-Cancelable	6 Guaranteed Renewable	7 Non-Renewable for Stated Reasons Only	8 Other Accident Only	9 All Other
PART 2 - RESERVES AND LIABILITIES									
A. Premium Reserves:									
1. Unearned premiums	2,460,173	13,906	1,646,521		514	799,232			
2. Advance premiums	1,323				1,323				
3. Reserve for rate credits									
4. Total premium reserves, current year	2,461,496	13,906	1,646,521		1,837	799,232			
5. Total premium reserves, prior year	2,338,738	14,344	1,492,155		1,290	830,949			
6. Increase in total premium reserves	122,758	(438)	154,366		547	(31,717)			
B. Contract Reserves:									
1. Additional reserves (a)	10,372,034				32,008	10,340,026			
2. Reserve for future contingent benefits (deferred maternity and other similar benefits)									
3. Total contract reserves, current year	10,372,034				32,008	10,340,026			
4. Total contract reserves, prior year	9,432,928				37,426	9,395,502			
5. Increase in contract reserves	939,106				(5,418)	944,524			
C. Claim Reserves and Liabilities:									
1. Total current year	5,116,093	554,943	48,822		24,886	4,487,442			
2. Total prior year	5,852,124	2,104,904	84,672		292,159	3,370,389			
3. Increase	(736,031)	(1,549,961)	(35,850)		(267,273)	1,117,053			
PART 3 - TEST OF PRIOR YEAR'S CLAIM RESERVES AND LIABILITIES									
1. Claim Paid During the Year:									
1.1 On claims incurred prior to current year	3,788,074	1,647,488	51,972		30,460	2,058,154			
1.2 On claims incurred during current year	6,001,642	1,718,503	17,073		65,425	4,200,641			
2. Claim Reserves and Liabilities, December 31, Current Year:									
2.1 On claims incurred prior to current year	1,999,321	102,657	33,338		24,886	1,838,440			
2.2 On claims incurred during current year	3,116,772	452,286	15,484			2,649,002			
3. Test:									
3.1 Lines 1.1 and 2.1	5,787,395	1,750,145	85,310		55,346	3,896,594			
3.2 Claim reserves and liabilities, December 31, prior year	5,852,124	2,104,904	84,672		292,159	3,370,389			
3.3 Line 3.1 minus Line 3.2	(64,729)	(354,759)	638		(236,813)	526,205			
PART 4 - REINSURANCE									
A. Reinsurance Assumed:									
1. Premiums written									
2. Premiums earned									
3. Incurred claims									
4. Commissions									
B. Reinsurance Ceded:									
1. Premiums written	419,564				17,422	402,142			
2. Premiums earned	419,564				17,422	402,142			
3. Incurred claims	426,668	174,412			170,666	81,590			
4. Commissions									

(a) Includes \$.....0 premium deficiency reserve.

SCHEDULE H - PART 5 - HEALTH CLAIMS

	1 Medical	2 Dental	3 Other	4 Total
A. Direct:				
1. Incurred Claims			9,480,353	9,480,353
2. Beginning Claim Reserves and Liabilities			6,491,398	6,491,398
3. Ending Claim Reserves and Liabilities			5,780,749	5,780,749
4. Claims Paid			10,191,002	10,191,002
B. Assumed Reinsurance:				
5. Incurred Claims				
6. Beginning Claim Reserves and Liabilities				
7. Ending Claim Reserves and Liabilities				
8. Claims Paid				
C. Ceded Reinsurance:				
9. Incurred Claims			426,668	426,668
10. Beginning Claim Reserves and Liabilities			851,530	851,530
11. Ending Claim Reserves and Liabilities			752,496	752,496
12. Claims Paid			525,702	525,702
D. Net:				
13. Incurred Claims			9,053,685	9,053,685
14. Beginning Claim Reserves and Liabilities			5,639,868	5,639,868
15. Ending Claim Reserves and Liabilities			5,028,253	5,028,253
16. Claims Paid			9,665,300	9,665,300
E. Net Incurred Claims and Cost Containment Expenses:				
17. Incurred Claims and Cost Containment Expenses ..			9,053,685	9,053,685
18. Beginning Reserves and Liabilities			5,639,868	5,639,868
19. Ending Reserves and Liabilities			5,028,253	5,028,253
20. Paid Claims and Cost Containment Expenses			9,665,300	9,665,300

40 Schedule S - Part 1 - Section 1 NONE

41 Schedule S - Part 1 - Section 2 NONE

SCHEDULE S - PART 2**Reinsurance Recoverable on Paid and Unpaid Losses Listed by
Reinsuring Company as of December 31, Current Year**

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Company	5 Domiciliary Jurisdiction	6 Paid Losses	7 Unpaid Losses
Life and Annuity - Affiliates - U.S. - Captive						
82627	06-0839705	01/01/2002	SWISS RE LIFE & HLTH AMER INC	CT	45,000	10,000
00000	AA-1340145	01/01/2005	GENERAL REINS AG	DEU	9,700	
0199999 Subtotal - Life and Annuity - Affiliates - U.S. - Captive					54,700	10,000
Life and Annuity - Affiliates - U.S. - Other						
00000	AA-0052840	01/01/2005	DMS REINS LTD	TCA	38,860	
82627	06-0839705	01/01/2002	SWISS RE LIFE & HLTH AMER INC	CT	48,980	54,514
0299999 Subtotal - Life and Annuity - Affiliates - U.S. - Other					87,840	54,514
0399999 Subtotal - Life and Annuity - Affiliates - U.S. - Total					142,540	64,514
0799999 Total - Life and Annuity - Affiliates					142,540	64,514
1199999 Total - Life and Annuity					142,540	64,514
2299999 Total - Accident and Health						
2399999 Total U.S. (Sum of 0399999, 0899999, 1499999 and 1999999)					142,540	64,514
9999999 Total (Sum of 1199999 and 2299999)					142,540	64,514

SCHEDULE S - PART 3 - SECTION 1

Reinsurance Ceded Life Insurance, Annuities, Deposit Funds and Other Liabilities Without Life or Disability Contingencies, and Related Benefits Listed by Reinsuring Company as of December 31, Current Year

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Company	5 Domiciliary Jurisdiction	6 Type of Reinsurance Ceded	7 Amount in Force at End of Year	Reserve Credit Taken		10 Premiums	Outstanding Surplus Relief		13 Modified Coinsurance Reserve	14 Funds Withheld Under Coinsurance
							8 Current Year	9 Prior Year		11 Current Year	12 Prior Year		
General Account - Authorized - Affiliates - U.S. - Captive													
97071	13-3126819	01/01/2004	GENERALI USA LIFE REASSUR CO	MO	YRT/I	4,708,719			29,287				
00000	AA-2731000	01/01/2002	SWISS RE MEXICO SA	MEX	YRT/I	452,418,042	219,204	287,492	980,174				
00000	AA-1340145	05/01/2004	GENERAL REINS AG	DEU	YRT/G	87,766,208		29,718	332,240				
00000	AA-1340145	09/01/2006	GENERAL REINS AG	DEU	OTH/G	140,000			475				
00000	AA-2731000	01/01/2010	SWISS RE MEXICO SA	MEX	OTH/I	60,684,031			22,167				
0199999 Subtotal - General Account - Authorized - Affiliates - U.S. - Captive						605,717,000	219,204	317,210	1,364,343				
0399999 Subtotal - General Account - Authorized - Affiliates - U.S. - Total						605,717,000	219,204	317,210	1,364,343				
0799999 Total - General Account - Authorized - Affiliates						605,717,000	219,204	317,210	1,364,343				
1199999 Total - General Account - Authorized						605,717,000	219,204	317,210	1,364,343				
3499999 Total - General Account - Authorized, Unauthorized and Certified						605,717,000	219,204	317,210	1,364,343				
5599999 Total - Separate Accounts - Unauthorized - Non-Affiliates													
5699999 Total - Separate Accounts - Unauthorized													
5999999 Subtotal - Separate Accounts - Certified - Affiliates - U.S. - Total													
6399999 Total - Separate Accounts - Certified - Affiliates													
6699999 Total - Separate Accounts - Certified - Non-Affiliates													
6799999 Total - Separate Accounts - Certified													
6899999 Total - Separate Accounts - Authorized, Unauthorized and Certified													
6999999 Total U.S. (Sum of 0399999, 0899999, 1499999, 1999999, 2599999, 3099999, 3799999, 4299999, 4899999, 5399999, 5999999 and 6499999)						605,717,000	219,204	317,210	1,364,343				
9999999 Total (Sum of 3499999 and 6899999)						605,717,000	219,204	317,210	1,364,343				

SCHEDULE S - PART 3 - SECTION 2

Reinsurance Ceded Accident and Health Insurance Listed by Reinsuring Company as of December 31, Current Year

1 NAIC Company Code	2 ID Number	3 Effective Date	4 Name of Company	5 Domiciliary Jurisdiction	6 Type	7 Premiums	8 Unearned Premiums (Estimated)	9 Reserve Credit Taken Other than for Unearned Premiums	Outstanding Surplus Relief		12 Modified Coinsurance Reserve	13 Funds Withheld Under Coinsurance
									10 Current Year	11 Prior Year		
General Account - Authorized - Affiliates - U.S. - Captive												
82627	06-0839705	01/01/2002	SWISS RE LIFE & HLTH AMER INC	CT	CO/I	17,422		32,778				
82627	06-0839705	01/01/1997	SWISS RE LIFE & HLTH AMER INC	CT	CO/I							
00000	AA-1340145	05/01/2001	GENERAL REINS AG	DEU	OTH/G	271,667		474,685				
00000	AA-2731000	10/01/2010	SWISS RE MEXICO SA	MEX	CO/I	130,475						
0199999 Subtotal - General Account - Authorized - Affiliates - U.S. - Captive						419,564		507,463				
0399999 Subtotal - General Account - Authorized - Affiliates - U.S. - Total						419,564		507,463				
0799999 Total - General Account - Authorized - Affiliates						419,564		507,463				
1199999 Total - General Account Authorized						419,564		507,463				
3499999 Total - General Account - Authorized, Unauthorized and Certified						419,564		507,463				
5599999 Total - Separate Accounts - Unauthorized - Non-Affiliates												
5699999 Total - Separate Accounts - Unauthorized												
5999999 Subtotal - Separate Accounts - Certified - Affiliates - U.S. - Total												
6399999 Total - Separate Accounts - Certified - Affiliates												
6699999 Total - Separate Accounts - Certified - Non-Affiliates												
6799999 Total - Separate Accounts - Certified												
6899999 Total - Separate Accounts - Authorized, Unauthorized and Certified												
6999999 Total U.S. (Sum of 0399999, 0899999, 1499999, 1999999, 2599993, 3099999, 3799999, 4299999, 4899999, 5399999, 5999999 and 6499999)						419,564		507,463				
9999999 Total (Sum of 3499999 and 6899999)						419,564		507,463				

45 Schedule S - Part 4 NONE

46 Schedule S - Part 5 NONE

SCHEDULE S - PART 6**Five-Year Exhibit of Reinsurance Ceded Business****(000 Omitted)**

	1 2013	2 2012	3 2011	4 2010	5 2009
A. OPERATIONS ITEMS:					
1. Premiums and annuity considerations for life and accident and health contracts	1,784	1,791	2,147	2,002	2,559
2. Commissions and reinsurance expense allowances					
3. Contract claims	999	758	717	764	584
4. Surrender benefits and withdrawals for life contracts					
5. Dividends to policyholders					
6. Reserve adjustments on reinsurance ceded					
7. Increase in aggregate reserves for life and accident and health contracts					
B. BALANCE SHEETS ITEMS					
8. Premiums and annuity considerations for life and accident and health contracts deferred and uncollected					
9. Aggregate reserves for life and accident and health contracts	507	649	1,055	661	1,092
10. Liability for deposit-type contracts					
11. Contract claims unpaid	65	39	103	101	178
12. Amounts recoverable on reinsurance	143	304	400	325	624
13. Experience rating refunds due or unpaid					
14. Policyholders' dividends (not included in Line 10)					
15. Commissions and reinsurance expense allowances due					
16. Unauthorized reinsurance offset					
17. Offset for reinsurance with Certified Reinsurers			XXX	XXX	XXX
C. UNAUTHORIZED REINSURANCE					
(Deposits By and Funds Withheld From)					
18. Funds deposited by and withheld from (F)					
19. Letters of credit (L)					
20. Trust agreements (T)					
21. Other (O)					
D. REINSURANCE WITH CERTIFIED REINSURERS					
(Deposits By and Funds Withheld From)					
22. Multiple Beneficiary Trust			XXX	XXX	XXX
23. Funds deposited by and withheld from (F)			XXX	XXX	XXX
24. Letters of credit (L)			XXX	XXX	XXX
25. Trust agreements (T)			XXX	XXX	XXX
26. Other (O)			XXX	XXX	XXX

SCHEDULE S - PART 7**Restatement of Balance Sheet to Identify Net Credit for Ceded Reinsurance**

	1 As Reported (net of ceded)	2 Restatement Adjustments	3 Restated (gross of ceded)
ASSETS (Page 2, Column 3)			
1. Cash and invested assets (Line 12)	397,035,025		397,035,025
2. Reinsurance (Line 16)	440,365		440,365
3. Premiums and considerations (Line 15)	5,708,170		5,708,170
4. Net credit for ceded reinsurance	X X X		
5. All other admitted assets (balance)	10,470,347		10,470,347
6. TOTAL assets excluding Separate Accounts (Line 26)	413,653,907		413,653,907
7. Separate Account assets (Line 27)			
8. TOTAL assets (Line 28)	413,653,907		413,653,907
LIABILITIES, CAPITAL AND SURPLUS (Page 3)			
9. Contract reserves (Lines 1 and 2)	296,475,506		296,475,506
10. Liability for deposit-type contracts (Line 3)	72,928,858		72,928,858
11. Claim reserves (Line 4)	9,348,467		9,348,467
12. Policyholder dividends/reserves (Lines 5 through 7)	63,944		63,944
13. Premium & annuity considerations received in advance (Line 8)	400,277		400,277
14. Other contract liabilities (Line 9)	3,302,184		3,302,184
15. Reinsurance in unauthorized companies (Line 24.02 minus inset amount)			
16. Funds held under reinsurance with unauthorized reinsurers (Line 24.03 minus inset amount)			
17. Reinsurance with Certified Reinsurers (Line 24.02 inset amount)			
18. Funds held under reinsurance treaties with Certified Reinsurers (Line 24.03 inset amount)			
19. All other liabilities (balance)	15,794,062		15,794,062
20. TOTAL Liabilities excluding Separate Accounts (Line 26)	398,313,298		398,313,298
21. Separate Account liabilities (Line 27)			
22. TOTAL liabilities (Line 28)	398,313,298		398,313,298
23. Capital & surplus (Line 38)	15,340,609	X X X	15,340,609
24. TOTAL liabilities, capital and surplus (Line 39)	413,653,907		413,653,907
NET CREDIT FOR CEDED REINSURANCE			
25. Contract reserves			
26. Claim reserves			
27. Policyholder dividends/reserves			
28. Premium & annuity considerations received in advance			
29. Liability for deposit-type contracts			
30. Other contract liabilities			
31. Reinsurance ceded assets			
32. Other ceded reinsurance recoverables			
33. TOTAL ceded reinsurance recoverables			
34. Premiums and considerations			
35. Reinsurance in unauthorized companies			
36. Funds held under reinsurance treaties with unauthorized reinsurers			
37. Reinsurance with Certified Reinsurers			
38. Funds held under reinsurance treaties with certified reinsurers			
39. Other ceded reinsurance payables/offsets			
40. TOTAL ceded reinsurance payable/offsets			
41. TOTAL net credit for ceded reinsurance			

SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS ALLOCATED BY STATES AND TERRITORIES

	States, Etc.	1 Active Status	Direct Business Only					7 Deposit-Type Contracts
			Life Contracts		4 Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	5 Other Considerations	6 Total Columns 2 through 5	
			2 Life Insurance Premiums	3 Annuity Considerations				
1.	Alabama (AL)	N						
2.	Alaska (AK)	N						
3.	Arizona (AZ)	N						
4.	Arkansas (AR)	N						
5.	California (CA)	N						
6.	Colorado (CO)	N						
7.	Connecticut (CT)	N						
8.	Delaware (DE)	N						
9.	District of Columbia (DC)	N						
10.	Florida (FL)	N						
11.	Georgia (GA)	N						
12.	Hawaii (HI)	N						
13.	Idaho (ID)	N						
14.	Illinois (IL)	N						
15.	Indiana (IN)	N						
16.	Iowa (IA)	N						
17.	Kansas (KS)	N						
18.	Kentucky (KY)	N						
19.	Louisiana (LA)	N						
20.	Maine (ME)	N						
21.	Maryland (MD)	N						
22.	Massachusetts (MA)	N						
23.	Michigan (MI)	N						
24.	Minnesota (MN)	N						
25.	Mississippi (MS)	N						
26.	Missouri (MO)	N						
27.	Montana (MT)	N						
28.	Nebraska (NE)	N						
29.	Nevada (NV)	N						
30.	New Hampshire (NH)	N						
31.	New Jersey (NJ)	N						
32.	New Mexico (NM)	N						
33.	New York (NY)	N						
34.	North Carolina (NC)	N						
35.	North Dakota (ND)	N						
36.	Ohio (OH)	N						
37.	Oklahoma (OK)	N						
38.	Oregon (OR)	N						
39.	Pennsylvania (PA)	N						
40.	Rhode Island (RI)	N						
41.	South Carolina (SC)	N						
42.	South Dakota (SD)	N						
43.	Tennessee (TN)	N						
44.	Texas (TX)	N						
45.	Utah (UT)	N						
46.	Vermont (VT)	N						
47.	Virginia (VA)	N						
48.	Washington (WA)	N						
49.	West Virginia (WV)	N						
50.	Wisconsin (WI)	N						
51.	Wyoming (WY)	N						
52.	American Samoa (AS)	N						
53.	Guam (GU)	N						
54.	Puerto Rico (PR)	L	32,520,367	34,963,410	20,711,235		88,195,012	13,946,199
55.	U.S. Virgin Islands (VI)	N						
56.	Northern Mariana Islands (MP)	N						
57.	Canada (CAN)	N						
58.	Aggregate Other Alien (OT)	X X X						
59.	Subtotal	(a)1	32,520,367	34,963,410	20,711,235		88,195,012	13,946,199
90.	Reporting entity contributions for employee benefits plans	X X X						
91.	Dividends or refunds applied to purchase paid-up additions and annuities	X X X						
92.	Dividends or refunds applied to shorten endowment or premium paying period	X X X						
93.	Premium or annuity considerations waived under disability or other contract provisions	X X X						
94.	Aggregate other amounts not allocable by State	X X X						
95.	TOTALS (Direct Business)	X X X	32,520,367	34,963,410	20,711,235		88,195,012	13,946,199
96.	Plus Reinsurance Assumed	X X X						
97.	TOTALS (All Business)	X X X	32,520,367	34,963,410	20,711,235		88,195,012	13,946,199
98.	Less Reinsurance Ceded	X X X	1,364,343		419,564		1,783,907	
99.	TOTALS (All Business) less Reinsurance Ceded	X X X	31,156,024	34,963,410	(b) 20,291,671		86,411,105	13,946,199

DETAILS OF WRITE-INS

5801.		X X X						
5802.		X X X						
5803.		X X X						
5898.	Summary of remaining write-ins for Line 58 from overflow page	X X X						
5899.	TOTALS (Lines 5801 through 5803 plus 5898) (Line 58 above)	X X X						
9401.		X X X						
9402.		X X X						
9403.		X X X						
9498.	Summary of remaining write-ins for Line 94 from overflow page	X X X						
9499.	TOTALS (Lines 9401 through 9403 plus 9498) (Line 94 above)	X X X						

(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 insurance in the state.

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

(b) Column 4 should balance with Exhibit 1, Lines 6.4, 10.4 and 16.4, Cols. 8, 9 and 10 or with Schedule H, Part 1, Column 1, Line 1. Indicate which.... Exhibit 1, Lines 6.4, 10.4, and 16.4, Cols 8, 9 and 10

Explanation of basis of allocation by states, etc., of premiums and annuity considerations:

SCHEDULE T - PART 2
INTERSTATE COMPACT - EXHIBIT OF PREMIUMS WRITTEN
ALLOCATED BY STATES AND TERRITORIES

Direct Business only						
States, Etc.	1 Life (Group and Individual)	2 Annuities (Group and Individual)	3 Disability Income (Group and Individual)	4 Long-Term Care (Group and Individual)	5 Deposit-Type Contracts	6 Totals
1. Alabama (AL)						
2. Alaska (AK)						
3. Arizona (AZ)						
4. Arkansas (AR)						
5. California (CA)						
6. Colorado (CO)						
7. Connecticut (CT)						
8. Delaware (DE)						
9. District of Columbia (DC)						
10. Florida (FL)						
11. Georgia (GA)						
12. Hawaii (HI)						
13. Idaho (ID)						
14. Illinois (IL)						
15. Indiana (IN)						
16. Iowa (IA)						
17. Kansas (KS)						
18. Kentucky (KY)						
19. Louisiana (LA)						
20. Maine (ME)						
21. Maryland (MD)						
22. Massachusetts (MA)						
23. Michigan (MI)						
24. Minnesota (MN)						
25. Mississippi (MS)						
26. Missouri (MO)						
27. Montana (MT)						
28. Nebraska (NE)						
29. Nevada (NV)						
30. New Hampshire (NH)						
31. New Jersey (NJ)						
32. New Mexico (NM)						
33. New York (NY)						
34. North Carolina (NC)						
35. North Dakota (ND)						
36. Ohio (OH)						
37. Oklahoma (OK)						
38. Oregon (OR)						
39. Pennsylvania (PA)						
40. Rhode Island (RI)						
41. South Carolina (SC)						
42. South Dakota (SD)						
43. Tennessee (TN)						
44. Texas (TX)						
45. Utah (UT)						
46. Vermont (VT)						
47. Virginia (VA)						
48. Washington (WA)						
49. West Virginia (WV)						
50. Wisconsin (WI)						
51. Wyoming (WY)						
52. American Samoa (AS)						
53. Guam (GU)						
54. Puerto Rico (PR)	32,520,367	34,963,410	20,301,100	410,135	13,946,199	102,141,211
55. U.S. Virgin Islands (VI)						
56. Northern Mariana Islands (MP)						
57. Canada (CAN)						
58. Aggregate other alien (OT)						
59. TOTALS	32,520,367	34,963,410	20,301,100	410,135	13,946,199	102,141,211

51 Schedule Y - Part 1 NONE

52 Schedule Y - Part 1A NONE

53 Schedule Y - Part 2 NONE

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

Response

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.

MARCH FILING

- | | |
|--|-----|
| 1. Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1? | Yes |
| 2. Will the confidential Risk-based Capital Report be filed with the NAIC by March 1? | Yes |
| 3. Will the confidential Risk-based Capital Report be filed with the state of domicile, if required, by March 1? | Yes |
| 4. Will an Actuarial opinion be filed by March 1? | Yes |

APRIL FILING

- | | |
|---|-----|
| 5. Will Management's Discussion and Analysis be filed by April 1? | Yes |
| 6. Will the Life, Health & Annuity Guaranty Association Model Act Assessment Base Reconciliation Exhibit be filed with the state of domicile and the NAIC by April 1? | Yes |
| 7. Will the Adjustment Form (if required) be filed with the state of domicile and the NAIC by April 1? | Yes |
| 8. Will the Supplemental Investment Risks Interrogatories be filed by April 1? | Yes |

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 annual 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 it 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? | See Explanation |
| 13. Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domicile and the NAIC by March 1? | See Explanation |
| 14. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC by March 1? | No |
| 15. Will the actuarial opinion on participating and non-participating policies as required in Interrogatories 1 and 2 to Exhibit 5 be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 16. Will the actuarial opinion on non-guaranteed elements as required in Interrogatory #3 to Exhibit 5 be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 17. Will the actuarial opinion on X-Factors be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 18. Will the actuarial opinion on Separate Accounts Funding Guaranteed Minimum Benefit be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 19. Will the actuarial opinion on Synthetic Guaranteed Investment Contracts be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 20. Will the Reasonableness of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 21. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 22. Will the Reasonableness of Assumptions Certification for Implied Guaranteed Rate Method required by Actuarial Guideline XXXVI be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 23. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Average Market Value) be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 24. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Market Value) be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 25. Will the C-3 RBC Certifications required under C-3 Phase I be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 26. Will the C-3 RBC Certifications required under C-3 Phase II be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 27. Will the Actuarial Certifications Related to Annuity Nonforfeiture Ongoing Compliance for Equity Indexed Annuities be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 28. Will the actuarial opinion required by the Modified Guaranteed Annuity Model Regulation be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 29. Will the Actuarial Certification Related to Hedging required by Actuarial Guideline XLIII be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 30. Will the Financial Officer Certification Related to Clearly Defined Hedging Strategy required by Actuarial Guideline XLIII be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 31. Will the Management Certification That the Valuation Reflects Management's Intent required by Actuarial Guideline XLIII be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 32. Will the Actuarial Certification Related to the Reserves required by Actuarial Guideline XLIII be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 33. Will the Actuarial Certification regarding the use of 2001 Preferred Class Tables required by the Model Regulation Permitting the Recognition of Preferred Mortality Tables for Use in Determining Minimum Reserve Liabilities be filed with the state of domicile and electronically with the NAIC by March 1? | No |
| 34. Will the Workers' Compensation Carve-Out Supplement be filed by March 1? | See Explanation |
| 35. Will Supplemental Schedule O be filed with the state of domicile and the NAIC by March 1? | Yes |
| 36. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC by March 1? | See Explanation |
| 37. Will an approval from the reporting entity's state of domicile for relief related to the five-year rotation requirement for lead audit partner be filed electronically with the NAIC by March 1? | No |
| 38. Will an approval from the reporting entity's state of domicile for relief related to the one-year cooling off period for independent CPA be filed electronically with the NAIC by March 1? | No |
| 39. Will an approval from the reporting entity's state of domicile for relief related to the Requirements for Audit Committees be filed electronically with the NAIC by March 1? | No |

APRIL FILING

- | | |
|--|-----------------|
| 40. Will the Long-Term Care Experience Reporting Forms be filed with the state of domicile and the NAIC by April 1? | See Explanation |
| 41. Will the Interest Sensitive Life Insurance Products Report Forms be filed with the state of domicile and the NAIC by April 1? | Yes |
| 42. Will the Credit Insurance Experience Exhibit be filed with the state of domicile and the NAIC by April 1? | Yes |
| 43. Will the Accident and Health Policy Experience Exhibit be filed by April 1? | Yes |
| 44. Will the Analysis of Annuity Operations by Line of Business be filed with the state of domicile and the NAIC by April 1? | Yes |
| 45. Will the Analysis of Increase in Annuity Reserves During the Year be filed with the state of domicile and the NAIC by April 1? | Yes |
| 46. Will the Supplemental Health Care Exhibit (Parts 1, 2 and 3) be filed with the state of domicile and the NAIC by April 1? | See Explanation |
| 47. Will the regulator only (non-public) Supplemental Health Care Exhibit's Expense Allocation Report be filed with the state of domicile and the NAIC by April 1? | See Explanation |

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

No

Explanations:

1. We are not require to file.
2. We don't have Medicare Supplemental Ins Exhibit
3. We don't have Worker's Compensation Carve-Out Supp
4. We don't have Medicare Part D Coverage Supplement
5. We don't have Long Term Care Experience Reporting
6. We don't have Supplemental Health Care Exhibit
7. We don't have Supplemental Health Care Exhibit Expense Allocations

Bar Codes:

Trusted Surplus Statement



Actuarial Opinion on Participating and Non-Participating Policies



Statement of Non-Guaranteed Elements for Exhibit 5



Actuarial Opinion on X-Factors



Separate Accounts Funding Guaranteed Minimum Benefits Actuarial Opinion



Synthetic Guaranteed Investment Contracts Actuarial Opinion



Reasonableness 1 - Assumptions



Reasonableness 2 - Consistency



Reasonableness 3 - Implied Guarantee



Reasonableness 4 - Ave. Market Value



Reasonableness 5 - Market Value



C-3 RBC Certifications required under C-3 Phase I



C-3 RBC Certifications required under C-3 Phase II



Actuarial Certifications related to Annuity Nonforeiture Ongoing Compliance



Actuarial Opion required by the Modified Guaranteed Annuity Model Reg



Act Cert Rel to Hedging req by Actuarial Guideline XLIII



Fin Off Cert Rel to Clearly Def Hedging Strat req by Act Guid XLIII



Mgt Cert That the Val Reflects Mgt's Intent req by Act Guid XLIII



Act Cert Related to the Reserves required by Actuarial Guideling XLIII



Actuarial Certification regarding the use of 2001 Preferred Class Tables



Approval for Relief related to five-year rotation for lead Audit Partner



Approval for Relief related to one-year cooling off period for inde. CPA



Approval for Relief related to Require. for Audit Committees



Management's Report of Internal Control over Financial Reporting



OVERFLOW PAGE FOR WRITE-INS

LIABILITIES, SURPLUS AND OTHER FUNDS

		1	2
		Current Year	Prior Year
2504.	Unclaimed Funds	1,572,007	2,389,294
2505.	Others	572,174	526,828
2597.	Summary of remaining write-ins for Line 25 (Lines 2504 through 2596)	2,144,181	2,916,122

SUMMARY OF OPERATIONS

		1	2
		Current Year	Prior Year
5304.	Surplus Notes	2,633,862	
5397.	Summary of remaining write-ins for Line 53 (Lines 5304 through 5396)	2,633,862	

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement			
	1 Amount	2 Percentage	3 Amount	4 Securities Lending Reinvested Collateral Amount	5 Total (Col. 3 + 4) Amount	6 Percentage
1. Bonds:						
1.1 U.S. treasury securities	731,001	0.184	731,001		731,001	0.184
1.2 U.S. government agency obligations (excluding mortgage-backed securities):						
1.21 Issued by U.S. government agencies						
1.22 Issued by U.S. government sponsored agencies						
1.3 Non-U.S. government (including Canada, excluding mortgage-backed securities)	2,963,343	0.746	2,963,343		2,963,343	0.746
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:						
1.41 States, territories and possessions general obligations	316,402,489	79.691	316,402,489		316,402,489	79.691
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations						
1.43 Revenue and assessment obligations						
1.44 Industrial development and similar obligations						
1.5 Mortgage-backed securities (includes residential and commercial MBS):						
1.51 Pass-through securities:						
1.511 Issued or Guaranteed by GNMA	246,682	0.062	246,682		246,682	0.062
1.512 Issued or Guaranteed by FNMA and FHLMC						
1.513 All other						
1.52 CMOs and REMICs:						
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA						
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						
1.523 All other						
2. Other debt and other fixed income securities (excluding short term):						
2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities)	4,752,056	1.197	4,752,056		4,752,056	1.197
2.2 Unaffiliated Non-U.S. securities (including Canada)						
2.3 Affiliated securities						
3. Equity interests:						
3.1 Investments in mutual funds						
3.2 Preferred stocks:						
3.21 Affiliated						
3.22 Unaffiliated	149,921	0.038	149,921		149,921	0.038
3.3 Publicly traded equity securities (excluding preferred stocks):						
3.31 Affiliated						
3.32 Unaffiliated	6,802,292	1.713	6,802,292		6,802,292	1.713
3.4 Other equity securities:						
3.41 Affiliated						
3.42 Unaffiliated						
3.5 Other equity interests including tangible personal property under lease:						
3.51 Affiliated						
3.52 Unaffiliated						
4. Mortgage loans:						
4.1 Construction and land development						
4.2 Agricultural						
4.3 Single family residential properties	7,527,552	1.896	7,527,552		7,527,552	1.896
4.4 Multifamily residential properties						
4.5 Commercial loans						
4.6 Mezzanine real estate loans						
5. Real estate investments:						
5.1 Property occupied by company	31,771,022	8.002	31,771,022		31,771,022	8.002
5.2 Property held for production of income (including \$.....0 of property acquired in satisfaction of debt)	711,670	0.179	711,670		711,670	0.179
5.3 Property held for sale (including \$.....0 property acquired in satisfaction of debt)	1,954,330	0.492	1,954,330		1,954,330	0.492
6. Contract loans	4,279,559	1.078	4,279,559		4,279,559	1.078
7. Derivatives						
8. Receivables for securities						
9. Securities Lending (Line 10, Asset Page reinvested collateral)				X X X	X X X	X X X
10. Cash, cash equivalents and short-term investments	18,743,108	4.721	18,743,108		18,743,108	4.721
11. Other invested assets						
12. Total invested assets	397,035,025	100.000	397,035,025		397,035,025	100.000

SCHEDULE A - VERIFICATION BETWEEN YEARS**Real Estate**

1.	Book/adjusted carrying value, December 31 of prior year		35,398,372
2.	Cost of acquired:		
2.1	Actual cost at time of acquisition (Part 2, Column 6)	351,551	
2.2	Additional investment made after acquisition (Part 2, Column 9)	85,090	436,641
3.	Current year change in encumbrances:		
3.1	Totals, Part 1, Column 13	414,625	
3.2	Totals, Part 3, Column 11		414,625
4.	Total gain (loss) on disposals, Part 3, Column 18		(33,656)
5.	Deduct amounts received on disposals, Part 3, Column 15		170,348
6.	Total foreign exchange change in book/adjusted carrying value:		
6.1	Totals, Part 1, Column 15		
6.2	Totals, Part 3, Column 13		
7.	Deduct current year's other-than-temporary impairment recognized:		
7.1	Totals, Part 1, Column 12	501,940	
7.2	Totals, Part 3, Column 10		501,940
8.	Deduct current year's depreciation:		
8.1	Totals, Part 1, Column 11	1,063,215	
8.2	Totals, Part 3, Column 9	81,397	1,144,612
9.	Book/adjusted carrying value at the end of current period (Lines 1 + 2 + 3 + 4 - 5 + 6 - 7 - 8)		34,399,082
10.	Deduct total nonadmitted amounts		
11.	Statement value at end of current period (Lines 9 minus 10)		34,399,082

SCHEDULE B - VERIFICATION BETWEEN YEARS**Mortgage Loans**

1.	Book value/recorded investment excluding accrued interest, December 31 of prior year		9,282,288
2.	Cost of acquired:		
2.1	Actual cost at time of acquisition (Part 2, Column 7)		
2.2	Additional investment made after acquisition (Part 2, Column 8)		
3.	Capitalized deferred interest and other:		
3.1	Totals, Part 1, Column 12		
3.2	Totals, Part 3, Column 11		
4.	Accrual of discount		
5.	Unrealized valuation increase (decrease):		
5.1	Totals, Part 1, Column 9		
5.2	Totals, Part 3, Column 8	120,198	120,198
6.	Total gain (loss) on disposals, Part 3, Column 18		
7.	Deduct amounts received on disposals, Part 3, Column 15		1,874,934
8.	Deduct amortization of premium and mortgage interest points and commitment fees		
9.	Total foreign exchange change in book value/recorded investment excluding accrued interest		
9.1	Totals, Part 1, Column 13		
9.2	Totals, Part 3, Column 13		
10.	Deduct current year's other-than-temporary impairment recognized:		
10.1	Totals, Part 1, Column 11		
10.2	Totals, Part 3, Column 10		
11.	Book value/recorded investment excluding accrued interest at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)		7,527,552
12.	Total valuation allowance		
13.	Subtotal (Lines 11 plus 12)		7,527,552
14.	Deduct total nonadmitted amounts		
15.	Statement value of mortgages owned at end of current period (Line 13 minus Line 14)		7,527,552

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

1.	Book/adjusted carrying value, December 31 of prior year		
2.	Cost of acquired:		
2.1	Actual cost at time of acquisition (Part 2, Column 8)		
2.2	Additional investment made after acquisition (Part 2, Column 9)		
3.	Capitalized deferred interest and other:		
3.1	Totals, Part 1, Column 16		
3.2	Totals, Part 3, Column 12		
4.	Accrual of discount		
5.	Unrealized valuation increase (decrease):		
5.1	Totals, Part 1, Column 13		
5.2	Totals, Part 3, Column 9		
6.	Total gain (loss) on disposals, Part 3, Column 19		
7.	Deduct amounts received on disposals, Part 3, Column 18		
8.	Deduct amortization of premium and depreciation		
9.	Total foreign exchange change in book/adjusted carrying value:		
9.1	Totals, Part 1, Column 17		
9.2	Totals, Part 3, Column 14		
10.	Deduct current year's other-than-temporary impairment recognized:		
10.1	Totals, Part 1, Column 15		
10.2	Totals, Part 3, Column 11		
11.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)		
12.	Deduct total nonadmitted amounts		
13.	Statement value at end of current period (Line 11 minus Line 12)		

NONE**SCHEDULE D - VERIFICATION BETWEEN YEARS****Bonds and Stocks**

1.	Book/adjusted carrying value, December 31 of prior year		312,458,974
2.	Cost of bonds and stocks acquired, Part 3, Column 7		85,604,698
3.	Accrual of Discount		1,605,342
4.	Unrealized valuation increase (decrease):		
4.1	Part 1, Column 12		
4.2	Part 2, Section 1, Column 15		
4.3	Part 2, Section 2, Column 13	606,543	
4.4	Part 4, Column 11	911,718	1,518,261
5.	Total gain (loss) on disposals, Part 4, Column 19		104,771
6.	Deduction consideration for bonds and stocks disposed of, Part 4, Column 7		68,386,246
7.	Deduct amortization of premium		693,516
8.	Total foreign exchange change in book/adjusted carrying value:		
8.1	Part 1, Column 15		
8.2	Part 2, Section 1, Column 19		
8.3	Part 2, Section 2, Column 16		
8.4	Part 4, Column 15		
9.	Deduct current year's other-than-temporary impairment recognized:		
9.1	Part 1, Column 14		
9.2	Part 2, Section 1, Column 17		
9.3	Part 2, Section 2, Column 14	155,975	
9.4	Part 4, Column 13	8,525	164,500
10.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)		332,047,784
11.	Deduct total nonadmitted amounts		
12.	Statement value at end of current period (Line 10 minus Line 11)		332,047,784

SCHEDULE D - SUMMARY BY COUNTRY

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

Description		1 Book/Adjusted Carrying Value	2 Fair Value	3 Actual Cost	4 Par Value of Bonds
BONDS					
1.	United States	977,683	1,107,915	874,189	1,245,935
2.	Canada				
3.	Other Countries	2,963,344	1,311,640	2,963,218	281,318
4.	Totals	3,941,027	2,419,555	3,837,407	1,527,253
U.S. States, Territories and Possessions (Direct and guaranteed)					
5.	Totals	316,402,488	282,502,479	314,518,831	355,818,000
U.S. Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)					
6.	Totals				
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				
8.	United States	4,752,056	4,808,084	4,788,913	4,670,000
9.	Canada				
10.	Other Countries				
11.	Totals	4,752,056	4,808,084	4,788,913	4,670,000
Parent, Subsidiaries and Affiliates					
12.	Totals				
13.	Total Bonds	325,095,571	289,730,118	323,145,151	362,015,253
PREFERRED STOCKS					
Industrial and Miscellaneous (unaffiliated)					
14.	United States				
15.	Canada				
16.	Other Countries	149,921	149,921	149,921	
17.	Totals	149,921	149,921	149,921	
Parent, Subsidiaries and Affiliates					
18.	Totals				
19.	Total Preferred Stocks	149,921	149,921	149,921	
COMMON STOCKS					
Industrial and Miscellaneous (unaffiliated)					
20.	United States	4,413,482	4,413,482	4,803,044	
21.	Canada				
22.	Other Countries	2,388,810	2,388,810	2,029,561	
23.	Totals	6,802,292	6,802,292	6,832,605	
Parent, Subsidiaries and Affiliates					
24.	Totals				
25.	Total Common Stocks	6,802,292	6,802,292	6,832,605	
26.	Total Stocks	6,952,213	6,952,213	6,982,526	
27.	Total Bonds and Stocks	332,047,784	296,682,331	330,127,677	

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

NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 9.7	8 Total From Column 6 Prior Year	9 % From Column 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
1. U.S. Governments											
1.1 NAIC 1	25,708	88,096	809,346	46,182	8,351	977,683	0.30	1,897,575	0.63	977,683	
1.2 NAIC 2											
1.3 NAIC 3											
1.4 NAIC 4											
1.5 NAIC 5											
1.6 NAIC 6											
1.7 TOTALS	25,708	88,096	809,346	46,182	8,351	977,683	0.30	1,897,575	0.63	977,683	
2. All Other Governments											
2.1 NAIC 1											
2.2 NAIC 2					2,963,343	2,963,343	0.91	2,963,344	0.98	2,963,343	
2.3 NAIC 3											
2.4 NAIC 4											
2.5 NAIC 5											
2.6 NAIC 6											
2.7 TOTALS					2,963,343	2,963,343	0.91	2,963,344	0.98	2,963,343	
3. U.S. States, Territories and Possessions etc., Guaranteed											
3.1 NAIC 1		46,132,380	68,999,266	80,546,054	80,378,635	276,056,335	84.92	243,155,368	80.15	276,056,335	
3.2 NAIC 2		9,499,937	22,602,970	8,243,248		40,346,155	12.41	51,261,085	16.90	40,346,154	
3.3 NAIC 3											
3.4 NAIC 4											
3.5 NAIC 5											
3.6 NAIC 6											
3.7 TOTALS		55,632,317	91,602,236	88,789,302	80,378,635	316,402,490	97.33	294,416,453	97.05	316,402,489	
4. U.S. Political Subdivisions of States, Territories & Possessions, Guaranteed											
4.1 NAIC 1											
4.2 NAIC 2											
4.3 NAIC 3											
4.4 NAIC 4											
4.5 NAIC 5											
4.6 NAIC 6											
4.7 TOTALS											
5. U.S. Special Revenue & Special Assessment Obligations etc., Non-Guaranteed											
5.1 NAIC 1											
5.2 NAIC 2											
5.3 NAIC 3											
5.4 NAIC 4											
5.5 NAIC 5											
5.6 NAIC 6											
5.7 TOTALS											

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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

NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 9.7	8 Total From Column 6 Prior Year	9 % From Column 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
6. Industrial and Miscellaneous (unaffiliated)											
6.1 NAIC 1		1,249,739	3,502,316			4,752,055	1.46	4,090,865	1.35	4,752,056	
6.2 NAIC 2											
6.3 NAIC 3											
6.4 NAIC 4											
6.5 NAIC 5											
6.6 NAIC 6											
6.7 TOTALS		1,249,739	3,502,316			4,752,055	1.46	4,090,865	1.35	4,752,056	
7. Hybrid Securities											
7.1 NAIC 1											
7.2 NAIC 2											
7.3 NAIC 3											
7.4 NAIC 4											
7.5 NAIC 5											
7.6 NAIC 6											
7.7 TOTALS											
8. Parent, Subsidiaries and Affiliates											
8.1 NAIC 1											
8.2 NAIC 2											
8.3 NAIC 3											
8.4 NAIC 4											
8.5 NAIC 5											
8.6 NAIC 6											
8.7 TOTALS											

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

NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 9.7	8 Total From Column 6 Prior Year	9 % From Column 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
9. Total Bonds Current Year											
9.1 NAIC 1	(d) 25,708	47,470,215	73,310,928	80,592,236	80,386,986	281,786,073	86.68	X X X	X X X	281,786,074	
9.2 NAIC 2	(d)	9,499,937	22,602,970	8,243,248	2,963,343	43,309,498	13.32	X X X	X X X	43,309,497	
9.3 NAIC 3	(d)							X X X	X X X		
9.4 NAIC 4	(d)							X X X	X X X		
9.5 NAIC 5	(d)					(c)		X X X	X X X		
9.6 NAIC 6	(d)					(c)		X X X	X X X		
9.7 TOTALS	25,708	56,970,152	95,913,898	88,835,484	83,350,329	(b) 325,095,571	100.00	X X X	X X X	325,095,571	
9.8 Line 9.7 as a % of Column 6	0.01	17.52	29.50	27.33	25.64	100.00	X X X	X X X	X X X	100.00	
10. Total Bonds Prior Year											
10.1 NAIC 1	1,130,925	24,922,545	71,661,998	82,425,840	69,002,500	X X X	X X X	249,143,808	82.13	249,143,808	
10.2 NAIC 2	17,881,179	14,762,900	8,181,092	9,917,681	3,481,577	X X X	X X X	54,224,429	17.87	54,224,429	
10.3 NAIC 3						X X X	X X X				
10.4 NAIC 4						X X X	X X X				
10.5 NAIC 5						X X X	X X X	(c)			
10.6 NAIC 6						X X X	X X X	(c)			
10.7 TOTALS	19,012,104	39,685,445	79,843,090	92,343,521	72,484,077	X X X	X X X	(b) 303,368,237	100.00	303,368,237	
10.8 Line 10.7 as a % of Col. 8	6.27	13.08	26.32	30.44	23.89	X X X	X X X	100.00	X X X	100.00	
11. Total Publicly Traded Bonds											
11.1 NAIC 1	25,708	47,470,215	73,310,928	80,592,237	80,386,985	281,786,073	86.68	249,143,808	82.13	281,786,073	X X X
11.2 NAIC 2		9,499,937	22,602,970	8,243,248	2,963,343	43,309,498	13.32	54,224,429	17.87	43,309,498	X X X
11.3 NAIC 3											X X X
11.4 NAIC 4											X X X
11.5 NAIC 5											X X X
11.6 NAIC 6											X X X
11.7 TOTALS	25,708	56,970,152	95,913,898	88,835,485	83,350,328	325,095,571	100.00	303,368,237	100.00	325,095,571	X X X
11.8 Line 11.7 as a % of Col. 6	0.01	17.52	29.50	27.33	25.64	100.00	X X X	X X X	X X X	100.00	X X X
11.9 Line 11.7 as a % of Line 9.7, Col. 6, Section 9	0.01	17.52	29.50	27.33	25.64	100.00	X X X	X X X	X X X	100.00	X X X
12. Total Privately Placed Bonds											
12.1 NAIC 1										X X X	
12.2 NAIC 2										X X X	
12.3 NAIC 3										X X X	
12.4 NAIC 4										X X X	
12.5 NAIC 5										X X X	
12.6 NAIC 6										X X X	
12.7 TOTALS										X X X	
12.8 Line 12.7 as a % of Col. 6							X X X	X X X	X X X	X X X	
12.9 Line 12.7 as a % of Line 9.7, Col. 6, Section 9							X X X	X X X	X X X	X X X	

(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 \$.....0 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 \$.....0; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0.

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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

	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Column 6 as a % of Line 9.5	8 Total From Column 6 Prior Year	9 % From Column 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
Distribution by Type											
1. U.S. Governments											
1.1 Issuer Obligations			731,001			731,001	0.22	1,396,904	0.46	731,001	
1.2 Residential Mortgage-Backed Securities	25,708	88,096	78,345	46,182	8,351	246,682	0.08	500,671	0.17	246,682	
1.3 Commercial Mortgage-Backed Securities											
1.4 Other Loan-Backed and Structured Securities											
1.5 Totals	25,708	88,096	809,346	46,182	8,351	977,683	0.30	1,897,575	0.63	977,683	
2. All Other Governments											
2.1 Issuer Obligations					2,963,343	2,963,343	0.91	2,963,344	0.98	2,963,343	
2.2 Residential Mortgage-Backed Securities											
2.3 Commercial Mortgage-Backed Securities											
2.4 Other Loan-Backed and Structured Securities											
2.5 Totals					2,963,343	2,963,343	0.91	2,963,344	0.98	2,963,343	
3. U.S. States, Territories and Possessions, Guaranteed											
3.1 Issuer Obligations		55,632,316	91,602,236	88,789,303	80,378,635	316,402,490	97.33	294,416,452	97.05	316,402,489	
3.2 Residential Mortgage-Backed Securities											
3.3 Commercial Mortgage-Backed Securities											
3.4 Other Loan-Backed and Structured Securities											
3.5 Totals		55,632,316	91,602,236	88,789,303	80,378,635	316,402,490	97.33	294,416,452	97.05	316,402,489	
4. U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed											
4.1 Issuer Obligations											
4.2 Residential Mortgage-Backed Securities											
4.3 Commercial Mortgage-Backed Securities											
4.4 Other Loan-Backed and Structured Securities											
4.5 Totals											
5. U.S. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed											
5.1 Issuer Obligations											
5.2 Residential Mortgage-Backed Securities											
5.3 Commercial Mortgage-Backed Securities											
5.4 Other Loan-Backed and Structured Securities											
5.5 Totals											
6. Industrial and Miscellaneous											
6.1 Issuer Obligations		1,249,739	3,502,316			4,752,055	1.46	4,090,868	1.35	4,752,056	
6.2 Residential Mortgage-Backed Securities											
6.3 Commercial Mortgage-Backed Securities											
6.4 Other Loan-Backed and Structured Securities											
6.5 Totals		1,249,739	3,502,316			4,752,055	1.46	4,090,868	1.35	4,752,056	
7. Hybrid Securities											
7.1 Issuer Obligations											
7.2 Residential Mortgage-Backed Securities											
7.3 Commercial Mortgage-Backed Securities											
7.4 Other Loan-Backed and Structured Securities											
7.5 Totals											
8. Parent, Subsidiaries and Affiliates											
8.1 Issuer Obligations											
8.2 Residential Mortgage-Backed Securities											
8.3 Commercial Mortgage-Backed Securities											
8.4 Other Loan-Backed and Structured Securities											
8.5 Totals											

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

	1	2	3	4	5	6	7	8	9	10	11
Distribution by Type	1 Year or Less	Over 1 Year Through 5 Years	Over 5 Years Through 10 Years	Over 10 Years Through 20 Years	Over 20 Years	Total Current Year	Column 6 as a % of Line 9.5	Total From Column 6 Prior Year	% From Column 7 Prior Year	Total Publicly Traded	Total Privately Placed
9. Total Bonds Current Year											
9.1 Issuer Obligations		56,882,055	95,835,553	88,789,303	83,341,978	324,848,889	99.92	X X X	X X X	324,848,889	
9.2 Residential Mortgage-Backed Securities	25,708	88,096	78,345	46,182	8,351	246,682	0.08	X X X	X X X	246,682	
9.3 Commercial Mortgage-Backed Securities								X X X	X X X		
9.4 Other Loan-Backed and Structured Securities								X X X	X X X		
9.5 Totals	25,708	56,970,151	95,913,898	88,835,485	83,350,329	325,095,571	100.00	X X X	X X X	325,095,571	
9.6 Line 9.5 as a % of Col. 6	0.01	17.52	29.50	27.33	25.64	100.00	X X X	X X X	X X X	100.00	
10. Total Bonds Prior Year											
10.1 Issuer Obligations	18,960,802	39,509,635	79,677,359	92,255,142	72,464,627	X X X	X X X	302,867,565	99.83	302,867,565	
10.2 Residential Mortgage-Backed Securities	51,302	175,810	165,731	88,378	19,450	X X X	X X X	500,671	0.17	500,671	
10.3 Commercial Mortgage-Backed Securities						X X X	X X X				
10.4 Other Loan-Backed and Structured Securities						X X X	X X X				
10.5 Totals	19,012,104	39,685,445	79,843,090	92,343,520	72,484,077	X X X	X X X	303,368,236	100.00	303,368,236	
10.6 Line 10.5 as a % of Col. 8	6.27	13.08	26.32	30.44	23.89	X X X	X X X	100.00	X X X	100.00	
11. Total Publicly Traded Bonds											
11.1 Issuer Obligations		56,882,056	95,835,553	88,789,303	83,341,977	324,848,889	99.92	302,867,565	99.83	324,848,889	X X X
11.2 Residential Mortgage-Backed Securities	25,708	88,096	78,345	46,182	8,351	246,682	0.08	500,671	0.17	246,682	X X X
11.3 Commercial Mortgage-Backed Securities											X X X
11.4 Other Loan-Backed and Structured Securities											X X X
11.5 Totals	25,708	56,970,152	95,913,898	88,835,485	83,350,328	325,095,571	100.00	303,368,236	100.00	325,095,571	X X X
11.6 Line 11.5 as a % of Col. 6	0.01	17.52	29.50	27.33	25.64	100.00	X X X	X X X	X X X	100.00	X X X
11.7 Line 11.5 as a % of Line 9.5, Col. 6, Section 9	0.01	17.52	29.50	27.33	25.64	100.00	X X X	X X X	X X X	100.00	X X X
12. Total Privately Placed Bonds											
12.1 Issuer Obligations										X X X	
12.2 Residential Mortgage-Backed Securities										X X X	
12.3 Commercial Mortgage-Backed Securities										X X X	
12.4 Other Loan-Backed and Structured Securities										X X X	
12.5 Totals										X X X	
12.6 Line 12.5 as a % of Col. 6							X X X	X X X	X X X	X X X	
12.7 Line 12.5 as a % of Line 9.5, Col. 6, Section 9							X X X	X X X	X X X	X X X	

SI10 Schedule DA - Verification NONE

SI11 Schedule DB Part A Verification NONE

SI11 Schedule DB Part B Verification NONE

SI12 Schedule DB Part C Sn 1 - Rep. (Syn Asset) Transactions NONE

SI13 Schedule DB Part C Sn 2 - Rep. (Syn Asset) Transactions NONE

SI14 Schedule DB Verification NONE

**SCHEDULE E - VERIFICATION BETWEEN YEARS
(Cash Equivalents)**

	1 Total	2 Bonds	3 Other (a)
1. Book/adjusted carrying value, December 31 of prior year			
2. Cost of cash equivalents acquired	4,449,997	4,449,997	
3. Accrual of discount	3	3	
4. Unrealized valuation increase (decrease)			
5. Total gain (loss) on disposals			
6. Deduct consideration received on disposals			
7. Deduct amortization of premium			
8. Total foreign exchange change in book/adjusted carrying value			
9. Deduct current year's other-than-temporary impairment recognized			
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	4,450,000	4,450,000	
11. Deduct total nonadmitted amounts			
12. Statement value at end of current period (Lines 10 minus 11)	4,450,000	4,450,000	

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

SCHEDULE A - PART 1

Showing all Real Estate OWNED December 31 of Current Year

1	2	Location		5	6	7	8	9	10	Change in Book/Adjusted Carrying Value Less Encumbrances					16	17
		3	4							11	12	13	14	15		
Description of Property	Code	City	State	Date Acquired	Date of Last Appraisal	Actual Cost	Amount of Encumbrances	Book/Adjusted Carrying Value Less Encumbrances	Fair Value Less Encumbrances	Current Year's Depreciation	Current Year's Other-Than-Temporary Impairment Recognized	Current Year's Change in Encumbrances	Total Change in B./A.C.V. (13 - 11 - 12)	Total Foreign Exchange Change in B./A.C.V.	Gross Income Earned Less Interest Incurred on Encumbrances	Taxes, Repairs, and Expenses Incurred
Properties occupied by the reporting entity - Administrative																
Building #1 Las Americas Ave	Rio Piedras	PR				6,039,805		2,477,738		195,558			(195,558)			
Building #1 Las Americas Ave Step up	Rio Piedras	PR				3,011,343		638,758		70,903		(1,391,392)	(1,462,295)			
Building #2 Las Americas Ave	Rio Piedras	PR				38,534,234	9,943,983	24,103,305		772,597		1,806,017	1,033,420			
Building Ponce	Ponce	PR				706,689		369,561		17,667			(17,667)			
Land Las Americas Ave	Rio Piedras	PR				658,073		658,073								
Land Las Americas Ave Step up	Rio Piedras	PR				3,523,587		3,523,587								
0299999 Subtotal - Properties occupied by the reporting entity - Administrative						52,473,731	9,943,983	31,771,022		1,056,725		414,625	(642,100)			
0399999 Subtotal - Properties occupied by the reporting entity						52,473,731	9,943,983	31,771,022		1,056,725		414,625	(642,100)			
Properties held for the production of income																
Land Mayaguez	Mayaguez	PR				713,142		711,670								
0499999 Subtotal - Properties held for the production of income						713,142		711,670								
Properties held for sale																
Properties held for sale		PR				3,759,994		1,954,330		6,490	501,940		(508,430)			
0599999 Subtotal - Properties held for sale						3,759,994		1,954,330		6,490	501,940		(508,430)			
0699999 Totals						56,946,867	9,943,983	34,437,022		1,063,215	501,940	414,625	(1,150,530)			

SCHEDULE A - PART 2

Showing all Real Estate ACQUIRED and Additions Made During the Year

1 Description of Property	Location		4 Date Acquired	5 Name of Vendor	6 Actual Cost at Time of Acquisition	7 Amount of Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances	9 Additional Investment Made After Acquisition		
	2 City	3 State								
Acquired by Purchase										
Building #1 Las Americas Ave								8,000		
Building #2 Las Americas Ave								77,090		
0199999 Subtotal - Acquired by Purchase								85,090		
Acquired by Internal Transfer										
Residential Property	UTUADO				100,440		73,810			
Residential Property	NARANJITO				99,350		64,658			
Residential Property	DORADO				74,582		55,936			
Residential Property	JUNCOS				77,179		57,884			
0299999 Subtotal - Acquired by Internal Transfer								351,551		
0399999 Totals								351,551	252,288	85,090

SCHEDULE A - PART 3

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

1 Description of Property	Location		4 Disposal Date	5 Name of Purchaser	6 Actual Cost	7 Expended for Additions, Permanent Improvements and Changes in Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances Prior Year	Change in Book/Adjusted Carrying Value Less Encumbrances					14 Book/Adjusted Carrying Value Less Encumbrances on Disposal	15 Amounts Received During Year	16 Foreign Exchange Gain (Loss) on Disposal	17 Realized Gain (Loss) on Disposal	18 Total Gain (Loss) on Disposal	19 Gross Income Earned Less Interest Incurred on Encumbrances	20 Taxes, Repairs and Expenses Incurred
	2 City	3 State						9 Current Year's Depreciation	10 Current Year's Other-Than- Temporary Impairment Recognized	11 Current Year's Change in Encumbrances	12 Total Change in B/A C.V. (11 - 9 - 10)	13 Total Foreign Exchange Change in B/A C.V.							
Property Disposed																			
Residential Property	UTUADO	PR	02/08/2013		101,746		73,810	27,936			(27,936)		73,810	65,000		(8,810)	(8,810)		
Residential Property	NARANJITO	PR	02/28/2013		99,473		64,658	34,815			(34,815)		64,658	33,188		(31,470)	(31,470)		
Residential Property	DORADO	PR	12/05/2013		74,582		55,936	18,646			(18,646)		55,936	62,560		6,624	6,624		
Local Property	GUAYAMA	PR												9,600					
0199999 Subtotal - Property Disposed					275,801		194,404	81,397			(81,397)		194,404	170,348		(33,656)	(33,656)		
0399999 Totals					275,801		194,404	81,397			(81,397)		194,404	170,348		(33,656)	(33,656)		

SCHEDULE B - PART 1

Showing All Mortgage Loans OWNED December 31 of Current Year

1 Loan Number	2 Code	Location		5 Loan Type	6 Date Acquired	7 Rate of Interest	8 Book Value/Recorded Investment Excluding Accrued Interest	Change in Book Value/Recorded Investment					14 Value of Land and Buildings	15 Date of Last Appraisal or Valuation
		3 City	4 State					9 Unrealized Valuation Increase (Decrease)	10 Current Year's (Amortization)/ Accretion	11 Current Year's Other-Than-Temporary Impairment Recognized	12 Capitalized Deferred Interest and Other	13 Total Foreign Exchange Change in Book Value		
Mortgages in Good Standing - Residential Mortgages - All Other														
			PR				2,718,215							
0399999 Subtotal - Mortgages in Good Standing - Residential Mortgages - All Other							2,718,215						X X X	
0899999 Total - Mortgages in Good Standing (Sum of Lines 0199999 thru 0799999)							2,718,215							X X X
Mortgages With Overdue Interest Over 90 Days, Not in Process Of Foreclosure - Residential Mortgages - All Other														
			PR				336,720							
1999999 Subtotal - Mortgages With Overdue Interest Over 90 Days, Not in Process Of Foreclosure - Residential Mortgages - All Other							336,720						X X X	
2499999 Total - Mortgages With Overdue Interest Over 90 days, Not in Process Of Foreclosure (Sum of Lines 1799999 thru 2399999)							336,720						X X X	
Mortgages In The Process Of Foreclosure - Commercial Mortgages - All Other														
			PR				4,472,617							
2999999 Subtotal - Mortgages In The Process Of Foreclosure - Commercial Mortgages - All Other							4,472,617						X X X	
3299999 Total - Mortgages In The Process Of Foreclosure (Sum of Lines 2599999 thru 3199999)							4,472,617						X X X	
3399999 Total Mortgages (sum of Lines 0899999, 1699999, 2499999 and 3299999)							7,527,552						X X X	

General Interrogatory:

1. Mortgages in good standing \$.....0 unpaid taxes \$.....0 interest due and unpaid.
2. Restructured mortgages \$.....0 unpaid taxes \$.....0 interest due and unpaid.
3. Mortgages with overdue interest over 90 days not in process of foreclosure \$.....0 unpaid taxes \$.....0 interest due and unpaid.
4. Mortgages in process of foreclosure \$.....0 unpaid taxes \$.....0 interest due and unpaid.

E04

SCHEDULE B - PART 2

Showing All Mortgage Loans ACQUIRED AND ADDITIONS MADE During the Current Year

1 Loan Number	Location		4 Loan Type	5 Date Acquired	6 Rate of Interest	7 Actual Cost at Time of Acquisition	8 Additional Investment Made After Acquisition	9 Value of Land and Buildings
	2 City	3 State						
NONE								
3399999 Total Mortgages (sum of Lines 0899999, 1699999, 2499999 and 3299999)								

SCHEDULE B - PART 3

Showing All Mortgage Loans DISPOSED, Transferred or Repaid During the Current Year

1 Loan Number	Location		4 Loan Type	5 Date Acquired	6 Disposal Date	7 Book Value/Recorded Investment Excluding Accrued Interest Prior Year	Change in Book Value/Recorded Investment					14 Book Value/Recorded Investment Excluding Accrued Interest on Disposal	15 Consider- ation	16 Foreign Exchange Gain (Loss) on Disposal	17 Realized Gain (Loss) on Disposal	18 Total Gain (Loss) on Disposal
	2 City	3 State					8 Unrealized Valuation Increase (Decrease)	9 Current Year's (Amortization)/ Accretion	10 Current Year's Other-Than- Temporary Impairment Recognized	11 Capitalized Deferred Interest and Other	12 Total Change in Book Value (8+9-10+11)					
Mortgages with Partial Repayments																
		PR			/ /		120,198	293,928				414,126		293,928		
0299999 Subtotal - Mortgages with Partial Repayments							120,198	293,928				414,126		293,928		
Mortgages Disposed																
		PR			/ /			1,229,455				1,229,455		1,229,455		
0399999 Subtotal - Mortgages Disposed								1,229,455				1,229,455		1,229,455		
Mortgages Transferred																
		PR			/ /			351,551				351,551		351,551		
0499999 Subtotal - Mortgages Transferred								351,551				351,551		351,551		
0599999 Totals							120,198	1,874,934				1,995,132		1,874,934		

E07 Schedule BA Part 1 - Long-Term Invested Assets Owned NONE

E08 Schedule BA Part 2 - Long-Term Invested Assets Acquired NONE

E09 Schedule BA Part 3 - Long-Term Invested Assets Disposed NONE

SCHEDULE D - PART 1

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

1 CUSIP Identification	2 Description	Codes			6 NAIC Designation	7 Actual Cost	Fair Value		10 Par Value	11 Book/ Adjusted Carrying Value	Change in Book Adjusted Carrying Value					Interest					Dates		
		3 Code	4 F O R E I G N	5 Bond CHAR			8 Rate Used to Obtain Fair Value	9 Fair Value			12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (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 Interest	18 When Paid	19 Admitted Amount Due and Accrued	20 Amount Received During Year	21 Acquired	22 Stated Contractual Maturity Date		
U.S. Governments - Issuer Obligations																							
313586RC5	FNMA				1	626,800	85,0290	850,290	1,000,000	731,001		32,549				6.375	MAT				07/12/2010	10/09/2019	
0199999 Subtotal - U.S. Governments - Issuer Obligations						626,800	X X X	850,290	1,000,000	731,001		32,549				X X X	X X X	X X X				X X X	X X X
U.S. Governments - Residential Mortgage-Backed Securities																							
31397AYW7	FHR 3213				1	140,934	100,3810	143,625	143,080	141,074		32				6.000	MON		715	1,120	01/09/2009	09/15/2036	
31413DEE3	FNMA POOL 942133 6.00%				1	106,455	110,8350	102,855	114,000	105,608		(232)				6.000	MON		514	6,171	02/23/2009	08/01/2037	
0299999 Subtotal - U.S. Governments - Residential Mortgage-Backed Securities						247,389	X X X	257,625	245,935	246,682		(200)				X X X	X X X	X X X	1,229	7,291	X X X	X X X	
U.S. Governments - Other Loan-Backed and Structured Securities																							
0499999 Subtotal - U.S. Governments - Other Loan-Backed and Structured Securities							X X X									X X X	X X X	X X X				X X X	X X X
0599999 Subtotal - U.S. Governments						874,189	X X X	1,107,915	1,245,935	977,683		32,349				X X X	X X X	X X X	1,229	7,291	X X X	X X X	
All Other Governments - Issuer Obligations																							
33611Q104	First PR Tax Ex FD III				2	904,230	586,0000	532,973	90,951	904,230							MON		45,876	06/15/2011	12/01/2041		
74527G103	Puerto Rico Investor Bond Fund I				2	6,382	387,0000	3,742	967	6,382							N/A		13,072	02/10/2011	12/31/2035		
74527G103	Puerto Rico Investor Bond Fund I				2	1,323,122	387,0000	481,896	124,521	1,323,122							MON		61,228	01/10/2011	12/01/2041		
87675M102	Tax Free Puerto Rico Fund Inc				2	729,610	451,0000	293,150	65,000	729,610							MON		44,660	12/01/2010	12/01/2041		
0699999 Subtotal - All Other Governments - Issuer Obligations						2,963,344	X X X	1,311,761	281,439	2,963,344						X X X	X X X	X X X	164,836	X X X	X X X		
1099999 Subtotal - All Other Governments						2,963,344	X X X	1,311,761	281,439	2,963,344						X X X	X X X	X X X	164,836	X X X	X X X		
U.S. States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations																							
12721YAK4	CADDO CNTY OK DSALE TAX				1	308,463	103,1770	309,531	300,000	308,125		(111)				6.758	MS		6,758	20,274	09/21/2010	09/01/2040	
13017HAA4	CALIFORNIA EARTHQUAKE AUTH SER B				1	681,563	100,2700	691,863	690,000	686,301		1,319				6.405	JJ		21,283	30,537	01/22/2010	07/01/2016	
13063BJB9	CALIFORNIA ST				1	16,101,067	115,8320	17,004,138	14,680,000	15,846,117		(112,998)				7.700	MN		188,393	1,130,360	10/04/2012	11/01/2030	
13063BFV9	CALIFORNIA STATE				1	6,974,210	116,0190	6,839,320	5,895,000	6,834,997		(95,885)				7.950	MS		156,218	369,278	06/12/2013	03/01/2036	
1307955A0	CALIFORNIA STATEWIDE CMNTYS DEV				1	589,250	106,6590	533,295	500,000	587,737		(1,513)				6.400	JD		2,667	32,000	01/31/2013	06/01/2039	
16265SBM5	CHAWANAKEE CALIF UNI SCH SER D				1	311,100	106,0970	318,291	300,000	307,308		(1,074)				8.196	MN		4,098	24,588	01/27/2010	05/01/2034	
167505NH5	CHICAGO ILL				1	750,000	92,2650	691,988	750,000	750,000						6.519	JD		4,074	48,893	10/15/2010	12/01/2040	
186392CD6	CLEVELAND OHIO				1	1,952,500	95,3620	1,907,240	2,000,000	1,958,438		2,119				5.200	JD		8,667	104,000	01/05/2011	12/01/2026	
196632LC5	COLORADO SPRINGS CO UTILS				1	1,990,000	103,6450	2,072,900	2,000,000	1,992,500		880				5.338	MN		13,642	106,760	01/03/2011	11/15/2030	
213185DV0	COOK CNTY				1	4,146,516	99,8640	3,658,018	3,663,000	4,126,841		(12,051)				6.229	MN		29,155	228,168	05/03/2012	11/15/2034	
246579JL6	DELAWARE VALLEY PA SER C				1	750,000	77,4270	774,270	1,000,000	804,319		0,848				6.244	MJSD		707	8,361	07/21/2009	06/01/2027	
251129SD0	DETROIT SCH DIST				1	1,631,250	106,3710	1,542,380	1,450,000	1,624,226		(7,024)				7.747	MN		18,722	56,166	06/27/2013	05/01/2039	
251130EC0	DETROIT SCH DIST				1	9,934,230	101,9670	9,707,258	9,520,000	9,912,782		(15,274)				6.645	MN		105,434	627,620	06/27/2013	05/01/2029	
251130ED8	DETROIT SCH DIST				3	9,544,125	91,9960	8,739,620	9,500,000	9,542,429		(573)				6.845	MN		108,379	650,275	12/21/2010	05/01/2040	
254845GR5	DIST COLUMBIA WTR & SWR REV				1	1,201,250	107,6190	1,076,190	1,000,000	1,192,931		(8,319)				5.422	AO		13,555	54,220	02/22/2013	10/01/2028	
28282RAM2	EL CENTRO CALIF FING AUTH				1	1,005,000	106,6920	1,066,920	1,000,000	1,003,405		(448)				8.250	AO		20,625	82,500	12/31/2009	10/01/2031	
283493AP9	EL PASO BABS BUILDING				1	1,995,625	101,8200	2,036,400	2,000,000	1,996,478		404				5.750	JD		9,583	115,000	10/22/2010	12/01/2036	
34281PLC5	FL ST GOV UTIL REV				1	1,005,000	103,7970	1,037,970	1,000,000	1,004,248		(249)				5.720	AO		14,300	57,200	10/05/2010	10/01/2025	
34160WUD4	FLORIDA ENVIRONMENT DEVELOPMENT				1	1,010,000	109,6790	1,096,790	1,000,000	1,006,592		(956)				7.045	JJ		35,225	70,450	01/11/2010	07/01/2029	
34074GDH4	FLORIDA HURRICANE CATASTROPHE				1	5,828,953	94,6330	5,706,370	6,030,000	5,842,482		13,530				2.995	JJ		90,299	34,113	06/25/2013	07/01/2020	
406360NE3	HALLSVILLE TEXAS SCH DIST				1	1,025,000	110,7490	1,107,490	1,000,000	1,022,204		(819)				5.966	FA		22,538	59,660	04/14/2010	02/15/2030	
452143DN7	ILLINOIS SPORT AUTH TAX				1	3,412,500	3,756,900	3,756,900	3,750,000	3,447,507		10,697				6.050	JD		10,083	226,875	06/09/2010	06/15/2029	
452152GS4	ILLINOIS ST				1	1,991,125	111,4380	2,228,760	2,000,000	1,992,774		592				7.350	JJ		73,500	147,000	01/11/2011	07/01/2035	
452151LF8	ILLINOIS ST PENSION				1	2,980,302	3,634,020	3,908,579	3,900,000	3,088,579		48,145				5.100	JD		16,575	198,900	12/21/2010	06/01/2033	
452152QN4	ILLINOIS ST SER B				1	1,212,000	95,3500	1,144,200	1,200,000	1,211,143		(857)				3.860	AO		11,580	22,002	05/08/2013	04/01/2021	
452252FJ3	ILLINOIS ST TOLL HIGHWAY SR				1	998,375	105,0540	1,050,540	1,000,000	998,241		(31)				5.293	JJ		26,465	52,930	11/06/2009	01/01/2024	
452151LE1	ILLINOIS STATE				1	2,546,515	96,9790	2,700,865	2,785,000	2,610,143		26,022				4.950	JD		11,488	137,858	12/22/2010	06/01/2023	
452152DU2	ILLINOIS STATE				1	2,856,500	99,9870	2,899,623	2,900,000	2,871,311		7,387				6.900	MS		66,700	200,100	07/09/2010	03/01/2035	
452152ER8	ILLINOIS STATE				1	738,750	99,9870	749,903	750,000	739,597		302				6.900	MS		17,250	51,750	07/09/2010	03/01/2035	
452152FP1	ILLINOIS STATE				1	9,067,500	93,1800	9,075,732	9,740,000	9,092,842		1,278				5.100	JD		41,395	419,220	08/20/2013	06/01/2033	
452152GB1	ILLINOIS STATE				1	2,000,000	102,3870	2,047,740	2,000,000	2,000,000						7.100	JJ		71,000	142,000	06/17/2010	07/01/2035	
452151LD3	ILLINOIS STATE PENSION				1	4,111,789	103,3000	4,390,250	4,250,000	4,184,564		24,849				4.350	JD		15,406	184,875	04/26/2010	06/01/2018	
485106CN6	KANSAS CITY MO SPL OBLIG				1	2,300,000	106,9690	2,139,380	2,000,000	2,258,400		(20,135)				7.830	AO		39,150	156,600	11/16/2011	04/01/2040	
509262EX5	LAKE SCH DIST				1	1,008,500	104,2210	1,042,210	1,000,000	1,007,976		(163)				7.125	JJ		35,625	71,250	06/16/2010	01/01/2035	
544351FL8	LOS ANGELES CAL				1	1,548,750	1,598,460	1,598,460	1,500,000	1,542,825		(1,881)				5.650	MS		28,250	84,750	08/25/2010	09/01/2028	
544351FM6	LOS ANGELES GO				1	2,457,350	106,0820	2,524,752	2,380,000	2,448,719		(2,740)				5.650	MS		44,823	134,470	08/25/2010	09/01/2029	
544646XY3	LOS ANGELES SCH DIST				1	2,124,080	109,7470	2,425,409	2,210,000	2,132,379		2,937				5.755	JJ		63,593	127,186	01/12/2011	07/01/2029	
592195AW1	METROPOLITAN NASHVILLE ARPT AUTH	</																					

SCHEDULE D - PART 1

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

E101

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	F O R E I G N	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of Interest	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Stated Contractual Maturity Date	
59447PCT6	MICHIGAN FIN AUTH				1	1,016,092	107.8600	1,078,600	1,000,000	1,014,068		(1,070)			6.246	6.060	MS	20,820	62,460	01/23/2013	09/01/2023
59447PCU3	MICHIGAN FINANCIAL AUTH				1	1,005,000	111.5830	1,115,830	1,000,000	1,004,227		(270)			6.396	6.341	MS	21,320	63,960	12/15/2010	09/01/2024
5946107Z4	MICHIGAN ST RFDG				1	997,500	95.8620	958,620	1,000,000	997,831		193			3.450	3.477	MN	4,408	34,500	04/04/2012	05/15/2023
603792QE5	Minneapolis Sch Dist Tax Ser B			1	1	500,000	100.4660	502,330	500,000	500,000					6.000	6.000	AO	7,500	30,000	01/05/2011	04/01/2026
6055805X3	MISSISSIPPI ST BUIDL AMERCA SER F				1	1,428,220	1,463,532	1,463,532	1,400,000	1,427,498		(464)			5.245	5.093	MN	12,238	62,940	07/03/2013	11/01/2034
64469DUQ2	NEW HAMPSHIRE ST HSG FIN AUTH			1	1	1,330,000	97.5800	1,297,814	1,330,000	1,330,000					4.050	4.050	JJ	26,933	15,557	03/14/2013	07/01/2027
64578JAC0	NEW JERSEY ECONOMIC DEV AUTH	@			1	4,065,350	90.6180	4,530,900	5,000,000	4,354,859		168,539				3.986	N/A			04/04/2012	07/01/2017
646065G97	NEW JERSEY ST				1	500,000	96.9650	484,825	500,000	500,000					6.190	6.190	JJ	15,475	30,950	08/26/2010	07/01/2040
646080NY3	NEW JERSEY ST HIGHER ED ASSISTANCE			1	1	990,020	98.2310	992,310	1,000,000	991,121		712			4.000	4.110	JD	3,333	40,000	06/08/2012	12/01/2023
646080NZ0	NEW JERSEY ST HIGHER ED ASSISTANCE			1	1	1,482,000	98.7190	1,480,785	1,500,000	1,483,775		1,147			4.125	4.250	JD	5,156	61,875	06/07/2012	12/01/2024
646136XS5	NEW JERSEY TRANSPORTATION			1	1	3,386,250	107.8790	3,775,765	3,500,000	3,401,763		6,145			5.754	6.109	JD	8,951	201,390	12/29/2010	12/15/2028
64763FNC9	NEW ORLEANS LA SER A BABS			1	2	1,268,400	113.9340	1,367,208	1,200,000	1,246,551		(6,119)			8.000	7.184	JD	8,000	96,000	12/24/2009	12/01/2026
64966HTT7	NEW YORK BAB'S			1	1	494,215	108.4980	542,490	500,000	495,613		376			5.199	5.324	JD	2,166	25,995	12/24/2009	12/01/2022
649670KK1	NEW YORK EDUCATIONAL			1	1	738,600	106.9540	802,155	750,000	740,139		542			5.600	5.751	AO	10,500	42,000	12/30/2010	04/01/2026
649670KN5	NEW YORK EDUCATIONAL			1	1	494,375	106.2190	531,095	500,000	494,939		198			5.900	6.002	AO	7,375	29,500	12/27/2010	04/01/2029
649670KR6	NEW YORK EDUCATIONAL			1	1	1,955,000	104.6550	2,093,100	2,000,000	1,959,544		2,116			6.200	6.441	AO	31,000	124,000	12/30/2010	04/01/2040
649883UH6	NEW YORK ST MTC AGY HOMEOWNER MTG			1	1	510,000	96.8990	494,185	510,000	510,000					3.469	3.469	AO	4,423	18,577	08/24/2012	10/01/2022
646108HK9	NJ ST HSG FIN			1	1	1,949,875	96.7940	1,839,086	1,900,000	1,900,000					6.254	6.254	MN	19,804	119,708	10/05/2010	11/01/2027
64972FL38	NY CITY WTR & SWR REV			1	1	1,017,500	108.0230	1,080,230	1,000,000	1,013,058		(1,598)			6.491	6.242	JD	2,885	64,910	01/20/2011	06/15/2041
64966H4L1	NY GO			1	1	4,403,245	104.0000	4,357,600	4,190,000	4,395,499		(7,229)			5.817	5.413	AO	60,933	243,732	01/23/2013	10/01/2032
6499022E2	NY ST DORM INCOME TAX REV			1	1	500,000	106.0860	530,430	500,000	500,000					5.289	5.289	MS	7,787	26,445	10/07/2010	03/15/2033
67732PAE8	OHIO CNTY EXCISE TAX			1	2	497,500	99.6680	498,340	500,000	497,733		98			8.250	8.309	MS	13,750	41,250	07/22/2010	03/01/2035
691021KT5	OWENSBORO KY ELECT LT PWR REV TAXA			1	1	990,005	102.3300	1,023,300	1,000,000	992,728		1,004			5.180	5.323	JJ	25,900	51,800	02/28/2011	01/01/2023
704612DC1	PEACE RIVER WATER REV			1	1	1,000,000	107.2880	1,072,880	1,000,000	1,000,000					6.402	6.402	AO	16,005	64,020	10/21/2010	10/01/2040
709223ZR5	PENNSYLVANIA ST	@		1	1	786,600	91.9270	919,270	1,000,000	907,164		44,942			5.146	N/A			08/12/2010	12/01/2034	
709515CL2	PENSACOLA DEV			1	1	1,011,380	104.9510	1,049,510	1,000,000	1,010,481		(248)			7.263	7.162	AO	18,158	72,630	12/16/2009	04/01/2033
71781LBA6	PHILADELPHIA PA AUTH FOR INDL DEV	@			1	2,002,500	63.3700	1,901,100	3,000,000	2,088,158		85,658			4.419	N/A			01/16/2013	04/15/2022	
71781LBP3	PHILADELPHIA PA AUTH FOR INDL DEV	@			1	1,031,250	63.3700	950,550	1,500,000	1,072,078		40,828			4.093	N/A			01/16/2013	04/15/2022	
71781LBD0	PHILADELPHIA PA AUTH INDL PEN FDG	@			1	580,921	43.1380	43,1380	1,690,000	816,412		46,926			6.008	N/A			04/01/2008	04/15/2026	
71781LAW9	PHILADELPHIA PA AUTH SER B	@			1	771,640	87.0550	870,550	1,000,000	822,301		36,657			4.613	N/A			08/09/2012	04/15/2018	
73639PAU4	PORTERVILLE SCH DIST			1	1	1,477,500	104.8450	1,572,675	1,500,000	1,482,370		2,040			7.250	7.482	JJ	54,375	108,750	07/21/2010	07/01/2027
74514LD20	PR COMWLTH PUB IMPT AGM RF SER A			1	1	7,382,100	81.2670	5,977,188	7,355,000	7,380,942		(673)			5.000	4.973	JJ	183,875	457,644	03/29/2012	07/01/2035
74526QLY6	PR ELEC PWR AUTH			1	1	1,920,000	61.6410	1,541,025	2,500,000	2,003,723		26,476			0.726	2.247	JAJO	4,538	18,120	09/29/2010	07/01/2029
74526QZB1	PR ELEC PWR REV			2	1	1,901,250	60.7500	1,154,250	1,900,000	1,901,101		(49)			5.400	5.394	JAJO	25,650	102,600	10/12/2010	07/01/2028
745220EK5	PR INFRA FING AUTH - Comisionado	@SD			2	588,680	23.5090	470,180	2,000,000	742,639		45,981			6.495	N/A			05/13/2010	07/01/2029	
74529JAH8	PR SALES TAX	@			1	3,854,555	13.5370	4,061,100	30,000,000	4,688,355		294,730			6.601	N/A			01/11/2011	08/01/2042	
74529JGP4	PR SALES TAX	@SD			1	4,019,600	73.5020	2,840,852	3,865,000	4,012,492		(2,343)			6.350	6.056	MON	20,452	245,427	10/04/2010	08/01/2039
74529JAL9	PR SALES TAX - Comisionado	@SD			1	131,648	11.1620	122,782	1,100,000	165,264		165,264			6.092	N/A			03/17/2010	08/01/2045	
74529JEP6	PR SALES TAX FIN CORP SER C			1	1	8,739,130	82.3040	6,596,666	8,015,000	8,553,404		(133,684)			6.000	4.174	MON	40,075	455,900	05/02/2013	08/01/2031
74529JGQ2	PR SALES TAX FING - Comisionado	M			1	989,500	46.5230	814,153	1,750,000	1,095,551		44,876			7.366	N/A			10/23/2013	08/01/2031	
74529JEG6	PR SALES TAX FING CORP SER C	@			1	4,741,875	24.1720	3,263,220	13,500,000	5,205,205		274,602			5.494	N/A			04/12/2012	08/01/2031	
74529JFU4	PR SALES TAX FING CORP SOLS REV			1	1	1,078,438	84.4870	857,543	1,015,000	1,073,841		(4,596)			6.130	4.940	MON	5,185	31,110	06/28/2013	08/01/2030
74529JNL5	PR SALES TAX FING SER B			1	1	4,552,855	80.0090	3,768,424	4,710,000	4,541,511		(11,344)			6.050	6.201	MON	23,746	213,868	10/11/2013	08/01/2029
74529JAC9	PR SALES TAX REV SER B			1	1	10,253,450	80.1820	7,958,064	9,925,000	10,132,224		(83,842)			6.050	5.231	MON	50,039	487,907	11/14/2013	08/01/2036
745177FD2	PUERTO RICO COMWLTH GOVT DEV BK SR			2	1	3,500,000	63.6220	2,226,770	3,500,000	3,500,000					4.900	4.900	MON	14,292	170,275	02/14/2013	08/01/2021
745177FF7	PUERTO RICO COMWLTH GOVT DEV BK SR			2	1	7,505,850	59.0680	4,430,100	7,500,000	7,500,000		(1,179)			5.000	5.000	MON	31,250	375,000	09/27/2012	08/01/2023
745181F77	PUERTO RICO COMWLTH HWY & TRANSN			1	1	749,063	91.6940	687,705	750,000	749,157		34			5.500	5.511	JJ	20,625	41,250	01/25/2011	07/01/2029
74514LWJ2	PUERTO RICO COMWLTH PUB			1	1	1,843,360	93.4430	1,761,401	1,885,000	1,849,301		2,162			5.375	5.601	JJ	50,659	101,319	02/10/2011	07/01/2025
74514LWL7	PUERTO RICO COMWLTH PUB			1	1	2,000,000	93.3690	1,867,380	2,000,000	2,000,000					6.000	6.000	JJ	120,000	120,000	02/10/2011	07/01/2033
74514LWN3	PUERTO RICO COMWLTH PUB			1	1	1,952,960	93.7010	1,874,020	2,000,000	1,960,444		2,721			5.250	5.500	JJ	52,500	105,000	02/10/2011	07/01/2024
74526QZS4	Puerto Rico Elec PWR Auth			1	2	6,303,250	61.0070	3,843,441	6,300,000	6,302,518		(308)			6.050	6.043	JAJO	95,288	305,525	01/03/2013	07/01/2032
74526QZR6	Puerto Rico Elect. Power Authority			1	2	4,055,663	61.0080	2,470,824	4,050,000	4,053,901		(478)			5.950	5.932	JAJO	60,244	240,975	06/17/2011	07/01/2030
745177EX9	Puerto Rico Government Devl. Bank			1	1	9,499,925	81.7730	7,768,435	9,500,000	9,499,937		12			4.704	4.704	MN	74,480	446,174	07/17/2013	05/01/2016
745235M73	Puerto Rico Pub Bldgs Auth Rev GTD			2	1	5,106,250	70.3470	3,517,350	5,000,000	5,101,774		(4,476)			5.650	5.446	JAJO	70,625	211,875	01/03/2013	07/01/2028
74529JH11	PUERTO RICO SALE TAX FIN CORP			1	1	3,625,822	2,940,612	2,940,612	3,580,000	3,619,415		(7,989)			5.250	4.956	FA	78,313	95,288	08/02/2013	08/01/2027
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SCHEDULE D - PART 1

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

1 CUSIP Identification	2 Description	Codes			6 NAIC Designation	7 Actual Cost	Fair Value		10 Par Value	11 Book/ Adjusted Carrying Value	Change in Book Adjusted Carrying Value				Interest					Dates	
		3 Code	4 F O R E I G N	5 Bond CHAR			8 Rate Used to Obtain Fair Value	9 Fair Value			12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (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 Interest	18 When Paid	19 Admitted Amount Due and Accrued	20 Amount Received During Year	21 Acquired	22 Stated Contractual Maturity Date
786091AE8	SACRAMENTO CNTY CALIF PENSION OBLI				1	1,017,500	98.5680	985,680	1,000,000	1,015,303		(1,177)			5.730	5.523	FA	21,647	57,300	02/02/2012	08/15/2023
786129CP9	SACRAMENTO TAXABLE				1	1,023,250	98.4600	984,600	1,000,000	1,020,241		(820)			6.227	6.019	JD	5,189	62,270	12/30/2009	12/01/2028
796269VA3	SAN ANTONIO TEX INDPT SCH DIST			1	1	1,875,875	98.6450	1,721,355	1,745,000	1,856,619		(12,818)			4.006	3.059	FA	26,408	69,905	06/26/2012	08/15/2028
79739GBD7	SAN DIEGO CNTY				1	300,000	105.8710	317,613	300,000	300,000					6.628	6.628	JJ	9,942	19,884	09/23/2010	07/01/2040
834666GQ6	SOMERSET CNTY NJ IMPT AUTH				1	743,963	99.9480	764,602	765,000	746,883		1,027			4.870	5.131	MN	4,760	37,256	01/05/2011	05/15/2026
835574CB8	SONOMA PENSION				1	1,112,500	99.0000	990,000	1,000,000	1,105,561		(4,246)			6.000	5.029	JD	5,000	60,000	05/03/2012	12/01/2029
789101AN2	ST CLOUD FLA CAP			1	1	788,288	104.2480	745,373	715,000	775,568		(7,913)			5.010	3.571	MS	11,941	35,822	05/16/2012	09/01/2025
852634BP8	STAMFORD CONN BABS			1	1	1,025,640	104.9540	1,049,540	1,000,000	1,015,932		(2,444)			5.000	4.673	FA	20,833	50,000	09/21/2009	08/01/2023
914391A56	UNIVERSITY LOUISVILLE				1	1,992,000	101.3270	2,026,540	2,000,000	1,992,960		337			5.500	5.537	MS	36,667	110,000	12/29/2010	09/01/2027
92830MAC8	VISTA CMNTY DEV				1	2,045,000	103.1900	2,063,800	2,000,000	2,023,121		(6,365)			7.000	6.590	MS	46,667	140,000	04/01/2010	03/01/2017
74529JKJ3	PUERTO RICO SALES TAX FING CORP			1	1	2,960,400	72.1010	2,163,030	3,000,000	2,960,750		353			5.500	5.601	FA	68,750	82,500	07/22/2013	08/01/2037
1199999 Subtotal - U.S. States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations						314,518,831	X X X	282,502,479	355,818,000	316,402,488		675,930			X X X	X X X	X X X	3,899,084	15,100,782	X X X	X X X
1799999 Subtotal - U.S. States, Territories and Possessions (Direct and Guaranteed)						314,518,831	X X X	282,502,479	355,818,000	316,402,488		675,930			X X X	X X X	X X X	3,899,084	15,100,782	X X X	X X X
Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations																					
06051GEH8	BANK OF AMERICA				1	500,475	109.2770	546,385	500,000	500,404		(44)			5.000	4.987	MN	3,333	25,000	05/16/2012	05/13/2021
084670BF4	BERKSHIRE HATHAWAY INC GLB				1	1,270,000	99.4690	1,243,363	1,250,000	1,266,722		(1,786)			3.400	3.211	JJ	17,708	42,500	02/21/2012	01/31/2022
36962G5J9	GENERAL ELECTRIC CAP				1	1,077,500	108.9450	1,089,450	1,000,000	1,065,191		(7,100)			4.650	3.680	AO	9,558	46,500	03/28/2012	10/17/2021
38143USC6	GOLDMAN SACHS GROUP INC GLB				1	1,249,525	104.9480	1,311,850	1,250,000	1,249,739		117			3.625	3.635	FA	18,125	45,313	02/23/2012	02/07/2016
56033AAA8	MAIMONIDES MED			1	1	691,413	92.0950	617,037	670,000	670,000		(21,413)			3.300	3.300	MS	6,203	11,240	02/27/2013	03/20/2032
3299999 Subtotal - Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations						4,788,913	X X X	4,808,085	4,670,000	4,752,056		(30,226)			X X X	X X X	X X X	54,927	170,553	X X X	X X X
3899999 Subtotal - Industrial & Miscellaneous (Unaffiliated)						4,788,913	X X X	4,808,085	4,670,000	4,752,056		(30,226)			X X X	X X X	X X X	54,927	170,553	X X X	X X X
8399999 Grand Total - Bonds						323,145,277	X X X	289,730,240	362,015,374	325,095,571		678,053			X X X	X X X	X X X	3,955,240	15,443,462	X X X	X X X

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SCHEDULE D - PART 2 - SECTION 1

Showing all PREFERRED STOCKS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes		5 Number of Shares	6 Par Value Per Share	7 Rate Per Share	8 Book/Adjusted Carrying Value	Fair Value		11 Actual Cost	Dividends			Change in Book/Adjusted Carrying Value				20 NAIC Designation	21 Date Acquired	
		3 Code	4 For- eign					9 Rate Per Share Used to Obtain Fair Value	10 Fair Value		12 Declared but Unpaid	13 Amount Received During Year	14 Nonadmitted Declared But Unpaid	15 Unrealized Valuation Increase/ (Decrease)	16 Current Year's (Amortization) Accretion	17 Current Year's Other-Than- Temporary Impairment Recognized	18 Total Change in B./A.C.V. (15+16-17)			19 Total Foreign Exchange Change in B./A.C.V.
Industrial and Miscellaneous (Unaffiliated)																				
900152000	COOP SEGUROS MULTIPLES		F	149,920.650			149,921	1.000	149,921	149,921									P1U	06/01/2010
8499999	Subtotal - Industrial and Miscellaneous (Unaffiliated)						149,921	X X X	149,921	149,921									X X X	X X X
8999999	Total Preferred Stocks						149,921	X X X	149,921	149,921									X X X	X X X

SCHEDULE D - PART 2 - SECTION 2

Showing All COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes		5 Number of Shares	6 Book/Adjusted Carrying Value	Fair Value		9 Actual Cost	Dividends			Change in Book/Adjusted Carrying Value				17 NAIC Market Indicator (a)	18 Date Acquired
		3 Code	4 For- eign			7 Rate per Share Used to Obtain Fair Value	8 Fair Value		10 Declared but Unpaid	11 Amount Received During Year	12 Nonadmitted Declared But Unpaid	13 Unrealized Valuation Increase/ (Decrease)	14 Current Year's Other-Than- Temporary Impairment Recognized	15 Total Change in B./A.C.V. (Col. 13-14)	16 Total Foreign Exchange Change in B./A.C.V.		
Industrial and Miscellaneous (Unaffiliated)																	
984332106	YAHOO INC			5,000,000	202,200	40,440	202,200	109,700				101,513		101,513		L	01/30/2009
901966002	CCC-CA (CONF COOP CENTRO)			20,000	2,000	100,000	2,000	2,000								U	08/30/1995
16941M109	CHINA MOBILE LTD SPON ADR			5,800,000	303,282	52,290	303,282	397,705		12,988		(41,064)		(41,064)		L	12/15/2010
900139007	COOP NACIONAL DE SANTO DOMINGO			500,000	4,195	8,389	4,195	5,000				(297)		(297)		U	01/08/1988
900139015	COOP NACIONAL DE SANTO DOMINGO			192,500	4,461	23,175	4,461	5,000				(16)		(16)		U	01/23/2012
73936D107	DB US DOLLAR ID BULLISH POWERSHAR			15,000,000	322,800	21,520	322,800	376,571				(3,135)		(3,135)		L	05/14/2010
910000009	FIDE COOP			2,088,838,920	2,088,839	1,000	2,088,839	2,088,839								U	06/28/2013
06740C519	IPATH S&P 500 VIX			3,775,000	59,343	15,720	59,343	166,322				113,922	155,975	(42,053)		L	09/13/2010
900153008	MULTI MORGAGE CORP			200,000	20,000	100,000	20,000	20,000								U	05/11/2012
733174700	POPULAR INC			26,696,000	766,976	28,730	766,976	773,113				196,483		196,483		L	12/20/2010
74347X849	PROSHARES TREASURY 20+ YR			14,500,000	476,905	32,890	476,905	642,358				45,893		45,893		L	05/25/2010
883203101	TEXTRON INC			9,975,000	366,681	36,760	366,681	328,137		738		113,815		113,815		L	12/15/2010
900150004	BANCO COOPERATIVO			4,914,000	491,400	100,000	491,400	444,200				16,500		16,500		U	06/30/2009
902157007	BANCO COOPERATIVO			2,457,000	493,857	201,000	493,857	472,622		124						U	03/31/2005
902208008	COOP A/C ARECIBO			24,000	240	10,000	240	240								U	03/26/2010
900000001	COOP SEGUROS MULTIPLES			115,735,455	1,157,355	10,000	1,157,355	959,041				62,929		62,929		U	06/30/2004
900149006	COOP SERVICIOS FUNEBRES			4,075,800	40,758	10,000	40,758	40,758								U	07/02/2013
900135005	LIGA DE COOPERATIVAS			100,000	1,000	10,000	1,000	1,000								U	01/08/1988
9099999	Subtotal - Industrial and Miscellaneous (Unaffiliated)				6,802,292	X X X	6,802,292	6,832,606		13,850		606,543	155,975	450,568		X X X	X X X
9799999	Total Common Stocks				6,802,292	X X X	6,802,292	6,832,606		13,850		606,543	155,975	450,568		X X X	X X X
9899999	Total Preferred and Common Stocks				6,952,213	X X X	6,952,213	6,982,527		13,850		606,543	155,975	450,568		X X X	X X X

(a) For all common stocks bearing the NAIC market indicator "U" provide: the number of such issues11, the total \$ value (included in Column 8) of all such issues \$.....4,304,104.

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends
Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed)								
13063BFV9	CALIFORNIA STATE		06/12/2013	MERRYL LYNCH	X X X	3,075,550	2,500,000	58,521
130795S40	CALIFORNIA STATEWIDE CMNTYS DEV		01/31/2013	SAMUEL RAMIREZ	X X X	589,250	500,000	5,689
2511295D0	DETROIT SCH DIST		06/27/2013	SAMUEL RAMIREZ	X X X	1,631,250	1,450,000	19,034
251130EC0	DETROIT SCH DIST		06/27/2013	SAMUEL RAMIREZ	X X X	2,308,575	2,020,000	29,471
254845GR5	DIST COLUMBIA WTR & SWR REV		02/22/2013	SAMUEL RAMIREZ	X X X	1,201,250	1,000,000	21,989
34074GDH4	FLORIDA HURRICANE CATASTROPHE		06/25/2013	MERRYL LYNCH	X X X	7,316,653	7,530,000	30,314
452152QN4	ILLINOIS ST SER B		05/08/2013	MERRYL LYNCH	X X X	2,020,000	2,000,000	7,077
452152FP1	ILLINOIS STATE		08/20/2013	MERRYL LYNCH	X X X	2,681,750	3,040,000	35,315
59447PCT6	MICHIGAN FIN AUTH		01/23/2013	MERRYL LYNCH	X X X	47,692	40,000	1,020
6055805X3	MISSISSIPPI ST BUIDL AMERCA SER F		07/03/2013	MERRYL LYNCH	X X X	420,720	400,000	3,963
64469DUQ2	NEW HAMPSHIRE ST HSG FIN AUTH		03/14/2013	MERRYL LYNCH	X X X	1,500,000	1,500,000	
64966H4L1	NY GO		01/23/2013	MERRYL LYNCH	X X X	1,394,245	1,190,000	20,260
71781LBA6	PHILADELPHIA PA AUTH FOR INDL DEV		01/16/2013	MERRYL LYNCH	X X X	2,336,250	3,500,000	
71781LBP3	PHILADELPHIA PA AUTH FOR INDL DEV		01/16/2013	MERRYL LYNCH	X X X	1,031,250	1,500,000	
74529JEP6	PR SALES TAX FIN CORP SER C		05/02/2013	MERRYL LYNCH	X X X	1,078,750	1,000,000	1,000
74529JGQ2	PR SALES TAX FING - Comisionado		10/23/2013	SANTANDER SECURITIES	X X X	397,500	750,000	
74529JFU4	PR SALES TAX FING CORP SOLS REV		06/28/2013	MERRYL LYNCH	X X X	1,078,438	1,015,000	4,666
74529JNL5	PR SALES TAX FING SER B		10/11/2013	MERRYL LYNCH	X X X	2,052,855	2,210,000	4,934
74529JAC9	PR SALES TAX REV SER B		11/14/2013	MERRYL LYNCH	X X X	2,240,750	2,425,000	8,739
745177FD2	PUERTO RICO COMWLTH GOVT DEV BK SR		02/14/2013	MERRYL LYNCH	X X X	650,000	650,000	1,239
74526QZS4	Puerto Rico Elec PWR Auth		01/03/2013	MERRYL LYNCH	X X X	5,000,000	5,000,000	5,882
745177EX9	Puerto Rico Government Devl. Bank		07/17/2013	MERRYL LYNCH	X X X	29,925	30,000	318
745235M73	Puerto Rico Pub Bldgs Auth Rev GTD		01/03/2013	MERRYL LYNCH	X X X	5,106,250	5,000,000	5,493
74529JHH1	PUERTO RICO SALE TAX FIN CORP		08/02/2013	MERRYL LYNCH	X X X	2,061,072	2,030,000	6,027
74529JES0	Puerto Rico Sale Tax Fin Ser C		04/05/2013	MERRYL LYNCH	X X X	1,053,750	1,000,000	1,500
74529JLK9	Puerto Rico Sale Tax Ser C		08/19/2013	MERRYL LYNCH	X X X	949,640	1,000,000	3,500
74529JNU5	PUERTO RICO SALES TAX		07/01/2013	MERRYL LYNCH	X X X	1,005,000	1,000,000	21,389
74529JLF0	PUERTO RICO SALES TAX FINANCING CO		08/29/2013	MERRYL LYNCH	X X X	2,472,865	2,500,000	12,549
74529JFV2	PUERTO RICO SALES TAX FING CORP		10/31/2013	MERRYL LYNCH	X X X	4,338,193	5,165,000	11,010
74529JHL2	PUERTO RICO SALES TAX FING CORP		10/16/2013	MERRYL LYNCH	X X X	1,864,125	2,250,000	35,099
74529JKK0	PUERTO RICO SALES TAX FING CORP		10/11/2013	MERRYL LYNCH	X X X	8,537,188	9,220,000	55,724
762315MU0	RHODE ISLAND ST STUDENT		03/08/2013	MERRYL LYNCH	X X X	545,837	550,000	
762315MW6	RHODE ISLAND ST STUDENT		03/08/2013	MERRYL LYNCH	X X X	989,430	1,000,000	
1799999	Subtotal - Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed)					69,006,003	71,965,000	411,722
Bonds - U.S. Political Subdivisions of States (Direct and Guaranteed)								
74529JKJ3	PUERTO RICO SALES TAX FING CORP		07/22/2013	SANTANDER SECURITIES	X X X	2,960,400	3,000,000	79,750
2499999	Subtotal - Bonds - U.S. Political Subdivisions of States (Direct and Guaranteed)					2,960,400	3,000,000	79,750
Bonds - Industrial and Miscellaneous (Unaffiliated)								
56033AAA8	MAIMONIDES MED		02/27/2013	MERRYL LYNCH	X X X	706,893	685,000	
3899999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					706,893	685,000	
8399997	Subtotal - Bonds - Part 3					72,673,296	75,650,000	491,472
8399998	Summary item from Part 5 for Bonds					12,896,048	13,240,000	59,621
8399999	Subtotal - Bonds					85,569,344	88,890,000	551,093
Common Stocks - Industrial and Miscellaneous (Unaffiliated)								
910000009	FIDE COOP		06/28/2013	COOPERATIVE		30,354.220	30,354	X X X
900149006	COOP SERVICIOS FUNEBRES	F	07/02/2013	HOME OFFICE		500.000	5,000	X X X
9099999	Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)					35,354	X X X	

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends
9799997 Subtotal - Common Stocks - Part 3						35,354	X X X	
9799999 Subtotal - Common Stocks						35,354	X X X	
9899999 Subtotal - Preferred and Common Stocks						35,354	X X X	
9999999 Totals						85,604,698	X X X	551,093

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identification	Description	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 Temporary Impairment Recognized	Total Change in B./A.C.V. (Cols. 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	Stated Contractual Maturity Date	
Bonds - U.S. Governments																				
31397AYW7	FHR 3213	12/16/2013	PRINCIPAL RECEIPT	X X X	113,578	113,578	111,874	111,960						113,578				442	09/15/2036	
313586RCS	FNMA	06/28/2013	UBS 704	X X X	840,000	1,000,000	626,800	698,452		15,633		15,633		714,085		125,915	125,915		10/09/2019	
31413DEE3	FNMA POOL 942133 6.00%	12/26/2013	PRINCIPAL RECEIPT	X X X	137,830	137,830	142,654	141,829		(3,999)		(3,999)		137,830				3,580	08/01/2037	
0599999 Subtotal - Bonds - U.S. Governments					1,091,408	1,251,408	881,328	952,241		13,252		13,252		965,493		125,915	125,915	4,022	X X X	
Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed)																				
12721YAK4	CADDO CNTY OK DSALE TAX	09/04/2013	MERRYL LYNCH	X X X	731,000	700,000	719,752	719,219		(97)		(97)		719,123		11,877	11,877	34,372	09/01/2040	
13017HAA4	CALIFORNIA EARTHQUAKE AUTH SER B	07/10/2013	CALLED @ 100.0000000	X X X	165,000	165,000	161,288	162,792		300		300		163,092		1,908	1,908	10,179	07/01/2016	
13063BFV9	CALIFORNIA STATE	10/23/2013	MERRYL LYNCH	X X X	1,143,500	1,000,000	1,125,000	1,110,297		(9,146)		(9,146)		1,101,151		42,349	42,349	84,955	03/01/2036	
13063AF7	CALIFORNIASST VAR PURP BABS	04/01/2013	CALLED @ 100.0000000	X X X	1,075,000	1,075,000	1,132,382	1,079,623		(4,623)		(4,623)		1,075,000				30,369	04/01/2039	
16265SBM5	CHAWANAKEE CALIF UNI SCH SER D	09/04/2013	MERRYL LYNCH	X X X	209,090	200,000	207,400	205,588		(477)		(477)		205,111		3,979	3,979	14,024	05/01/2034	
16265BP8	CHAWANAKEE SCH DIST	03/20/2013	MERRYL LYNCH	X X X	565,000	500,000	512,500	512,271		(17)		(17)		512,254		52,746	52,746	15,907	05/01/2044	
16750NH5	CHICAGO ILL	10/28/2013	MERRYL LYNCH	X X X	1,209,375	1,250,000	1,250,000	1,250,000						1,250,000		(40,625)	(40,625)	63,778	12/01/2040	
251130ED8	DETROIT SCH DIST	05/28/2013	MERRYL LYNCH	X X X	280,274	270,000	273,375	273,289		(18)		(18)		273,271		7,002	7,002	10,781	05/01/2040	
34074GDH4	FLORIDA HURRICANE CATASTROPHE	09/12/2013	MERRYL LYNCH	X X X	1,378,365	1,500,000	1,487,700			445		445		1,488,145		(109,780)	(109,780)	17,155	07/01/2020	
744907AM8	GLBL EQUITY LKD PPN 2007 PR FIX IN	01/31/2013	MATURITY	X X X	1,000,000	1,000,000	1,000,000	1,000,000						1,000,000				10,000	01/31/2013	
452143DN7	ILLINOIS SPORT AUTH TAX	10/23/2013	MERRYL LYNCH	X X X	246,088	250,000	227,500	229,122		574		574		229,695		16,392	16,392	13,150	06/15/2029	
452151F8	ILLINOIS ST PENSION	11/18/2013	MERRYL LYNCH	X X X	9,400,111	10,725,000	8,791,615	8,939,223		70,358		70,358		9,009,581		390,530	390,530	418,271	06/01/2033	
452152QN4	ILLINOIS ST SER B	10/23/2013	MERRYL LYNCH	X X X	739,000	800,000	808,000			(404)		(404)		807,596		(68,596)	(68,596)	16,984	04/01/2021	
452151LE1	ILLINOIS STATE	11/18/2013	MERRYL LYNCH	X X X	1,741,188	1,790,000	1,713,117	1,727,854		6,104		6,104		1,733,958		7,230	7,230	74,205	06/01/2023	
452152ER8	ILLINOIS STATE	10/24/2013	MERRYL LYNCH	X X X	252,500	250,000	246,250	246,432		82		82		246,513		5,987	5,987	20,029	03/01/2035	
452151LD3	ILLINOIS STATE PENSION	11/18/2013	MERRYL LYNCH	X X X	2,281,538	2,250,000	2,174,064	2,200,695		10,184		10,184		2,210,879		70,658	70,658	83,230	06/01/2018	
491189EG7	KENTUCKY ASSET/LIABILITY RFDG FLTG	01/10/2013	MERRYL LYNCH	X X X	965,000	1,000,000	775,000	832,233		769		769		833,002		131,998	131,998	1,547	11/01/2025	
544351FL8	LOS ANGELES CAL	05/28/2013	MERRYL LYNCH	X X X	116,681	105,000	108,413	108,129		(53)		(53)		108,076		8,605	8,605	4,449	09/01/2028	
59259YBZ1	Metropolitan Transp. Auth NY	08/14/2013	MERRYL LYNCH	X X X	694,725	600,000	606,000	605,854		(50)		(50)		605,805		88,920	88,920	29,639	11/15/2039	
59447PCT6	MICHIGAN FIN AUTH	05/28/2013	MERRYL LYNCH	X X X	46,250	40,000	40,350	40,310		(9)		(9)		40,302		5,948	5,948	1,874	09/01/2023	
603792QE5	Minneapolis Sch Dist Tax Ser B	08/05/2013	UBS 704	X X X	501,250	500,000	500,000	500,000						500,000		1,250	1,250	25,583	04/01/2026	
626387AN4	MUNSTER REDEV SPL TAXING DIST	08/01/2013	SANTANDER SECURITIES	X X X	531,625	500,000	511,250	509,291		(389)		(389)		508,902		22,723	22,723	29,469	07/01/2022	
64469DUQ2	NEW HAMPSHIRE ST HSG FIN AUTH	12/02/2013	CALLED @ 100.0000000	X X X	170,000	170,000	170,000						170,000					1,756	07/01/2027	
646080NY3	NEW JERSEY ST HIGHER ED ASSISTANCE	07/08/2013	UBS 704	X X X	473,440	500,000	495,010	495,204		183		183		495,387		(21,947)	(21,947)	12,222	12/01/2023	
646108HK9	NJ ST HSG FIN	05/28/2013	VARIOUS	X X X	66,104	65,000	66,706	65,000						65,000		1,104	1,104	1,125	11/01/2027	
67732PAE8	OHIO CNTY EXCISE TAX	09/04/2013	MERRYL LYNCH	X X X	516,500	500,000	497,500	497,635		60		60		497,695		18,805	18,805	39,898	03/01/2035	
71781LBA6	PHILADELPHIA PA AUTH FOR INDL DEV	09/11/2013	MERRYL LYNCH	X X X	311,005	500,000	333,750			9,667		9,667		343,417		(32,412)	(32,412)		04/15/2022	
71781LAW9	PHILADELPHIA PA AUTH SER B	09/04/2013	MERRYL LYNCH	X X X	821,250	1,000,000	771,370	785,573		24,581		24,581		810,154		11,096	11,096		04/15/2018	
73639PAU4	PORTERVILLE SCH DIST	08/05/2013	UBS 704	X X X	526,250	500,000	492,500	493,443		397		397		493,841		32,409	32,409	39,976	07/01/2027	
745160RY9	PR CIMWLTH AQUEDUCT & SWR AUTH REV	05/02/2013	MERRYL LYNCH	X X X	2,182,500	2,500,000	2,500,000	2,500,000						2,500,000		(317,500)	(317,500)	50,417	07/01/2023	
745177FM2	PR COMWLTH GOVT DEV BK SER A	04/22/2013	MERRYL LYNCH	X X X	4,670,508	4,775,000	4,760,759	4,762,900		446		446		4,763,346		(92,838)	(92,838)	107,265	02/01/2017	
74526QLZ3	PR ELEC PWR AUTH SER UU	02/15/2013	MERRYL LYNCH	X X X	2,441,250	3,500,000	2,467,500	2,555,117		4,806		4,806		2,559,923		(118,673)	(118,673)	12,865	07/01/2031	
745177EU5	PR GDB NOTES BABS	04/04/2013	BBV SECURITIES	X X X	483,750	500,000	500,000	500,000						500,000		(16,250)	(16,250)	12,618	08/01/2025	
74529JAH8	PR SALES TAX	10/31/2013	MERRYL LYNCH	X X X	2,390,670	15,000,000	1,860,987	2,130,407		107,059		107,059		2,237,466		153,204	153,204		08/01/2042	
745177FD2	PUERTO RICO COMWLTH GOVT DEV BK SR	05/15/2013	VARIOUS	X X X	2,125,000	2,150,000	2,150,000	1,650,000						2,150,000		(25,000)	(25,000)	23,813	08/01/2021	
745177FF7	PUERTO RICO COMWLTH GOVT DEV BK SR	02/06/2013	VARIOUS	X X X	4,304,450	4,380,000	4,380,000	4,380,000						4,380,000		(75,550)	(75,550)	36,725	08/01/2023	
745177EX9	Puerto Rico Government Devl. Bank	11/14/2013	MERRYL LYNCH	X X X	450,500	530,000	530,000	530,000						530,000		(79,500)	(79,500)	26,178	05/01/2016	
786134PG5	SACRAMENTO CNTY CALIF DIST AUTH	02/04/2013	MERRYL LYNCH	X X X	890,000	1,000,000	710,000	737,537		781		781		738,319		151,681	151,681	1,333	12/01/2035	
79739GBD7	SAN DIEGO CNTY	09/04/2013	MERRYL LYNCH	X X X	515,830	500,000	500,000	500,000						500,000		15,830	15,830	39,179	07/01/2040	
802556AP5	SANTA PAULA WATER REV	12/11/2013	MERRYL LYNCH	X X X	1,020,134	1,000,000	987,500	988,832		1,047		1,047		989,879		30,256	30,256	88,744	02/01/2040	
92830MAC8	VISTA CMNTY DEV	08/01/2013	MERRYL LYNCH	X X X	1,038,650	1,000,000	1,022,500	1,014,743		(1,833)		(1,833)		1,012,911		25,741	25,741	65,139	03/01/2017	
934866BF0	WARREN CNTY KY HOTEL TAX REV	12/05/2013	MERRYL LYNCH	X X X	495,625	500,000	518,750	518,233		(179)		(179)		518,054		(22,429)	(22,429)	55,689	07/01/2040	
1799999 Subtotal - Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed)					51,165,976	67,040,000	50,085,788	47,356,846		220,548		220,548		50,876,847		289,128	289,128	1,624,892	X X X	
Bonds - Industrial and Miscellaneous (Unaffiliated)																				
56033AAA8	MAIMONIDES MED	09/20/2013	CALLED @ 100.0000000	X X X	15,000	15,000	15,479			(479)		(479)		15,000					03/20/2032	
3899999 Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					15,000	15,000	15,479			(479)		(479)		15,000						X X X
8399997 Subtotal - Bonds - Part 4					52,272,384	68,306,408	50,982,595	48,309,087		233,321		233,321		51,857,340		415,043	415,043	1,628,914	X X X	

E14

SCHEDULE D - PART 4

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

1 CUSIP Identification	2 Description	3 F o r e i g n Disposal Date	4 Name of Purchaser	5 Number of Shares of Stock	6 Consideration	7 Par Value	8 Actual Cost	9 Prior Year Book/Adjusted Carrying Value	10 Change in Book/Adjusted Carrying Value					11 Unrealized Valuation Increase/ (Decrease)	12 Current Year (Amortization)/ Accretion	13 Current Year's Other-Than- Temporary Impairment Recognized	14 Total Change in B./A.C.V. (Cols. 11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.	16 Book/Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Stated Contractual Maturity Date
									11	12	13	14	15											
8399998	Summary Item from Part 5 for Bonds				12,622,875	13,240,000	12,896,048												12,896,497		(273,621)	(273,621)	136,843	X X X
8399999	Subtotal - Bonds				64,895,259	81,546,408	63,878,643	48,309,087						233,770		233,770			64,753,837		141,422	141,422	1,765,757	X X X
Common Stocks - Industrial and Miscellaneous (Unaffiliated)																								
984332106	YAHOO INC	09/17/2013	MERRYL LYNCH	20,342.000	433,552	X X X	446,303	409,637								36,666			446,303		(12,751)	(12,751)		X X X
06740C519	IPATH S&P 500 VIX	12/05/2013	MERRYL LYNCH	1,225.000	25,086	X X X	96,062	32,904				8,525				71,683			96,062		(70,976)	(70,976)		X X X
552953101	MGM MIRAGE	09/17/2013	MERRYL LYNCH	39,900.000	774,885	X X X	720,447	487,578								232,869			720,447		54,438	54,438		X X X
594918104	MICROSOFT CORP	12/10/2013	MERRYL LYNCH	3,200.000	123,552	X X X	115,700	87,216								28,484			115,700		7,852	7,852	3,104	X X X
733174700	POPULAR INC	02/25/2013	MERRYL LYNCH	6,185.500	174,984	X X X	154,638	132,184								22,453			154,638		20,347	20,347		X X X
78464A698	SPDR SERIES TRUST KBW REG BANKING	03/13/2013	MERRYL LYNCH	20,100.000	624,360	X X X	655,609	575,047								80,562			655,609		(31,249)	(31,249)	4,599	X X X
902187046	POPULAR INC	02/07/2013	MERRYL LYNCH	90.500	2,540	X X X	16,405	1,934								14,471			16,405		(13,865)	(13,865)		X X X
69573S209	PR GROWTH PORTFOLIO	08/21/2013	UBS 5190	425,568.008	1,332,028	X X X	1,322,474	897,944								424,530			1,322,474		9,553	9,553		X X X
9099999	Subtotal - Common Stocks - Industrial and Miscellaneous (Unaffiliated)				3,490,987	X X X	3,527,638	2,624,444								911,718		8,525	3,527,638		(36,651)	(36,651)	7,703	X X X
9799997	Subtotal - Common Stocks - Part 4				3,490,987	X X X	3,527,638	2,624,444								911,718		8,525	3,527,638		(36,651)	(36,651)	7,703	X X X
9799999	Subtotal - Common Stocks				3,490,987	X X X	3,527,638	2,624,444								911,718		8,525	3,527,638		(36,651)	(36,651)	7,703	X X X
9899999	Subtotal - Preferred and Common Stocks				3,490,987	X X X	3,527,638	2,624,444								911,718		8,525	3,527,638		(36,651)	(36,651)	7,703	X X X
9999999	Totals				68,386,246	X X X	67,406,281	50,933,531								911,718		8,525	68,281,475		104,771	104,771	1,773,460	X X X

SCHEDULE D - PART 5

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

1 CUSIP Identifi- cation	2 Description	3 F O R E I G N Date Acquired	4 Name of Vendor	5 Disposal Date	6 Name of Purchaser	7 Par Value (Bonds) or Number of Shares (Stock)	8 Actual Cost	9 Consider- ation	10 Book/ Adjusted Carrying Value at Disposal	Change in Book/Adjusted Carrying Value					17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Interest and Dividends Received During Year	21 Paid for Accrued Interest and Dividends		
										12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amortization)/ Accretion	14 Current Year's Other-Than- Temporary Impairment Recognized	15 Total Change in B./A.C.V. (Col. 12+ 13-14)	16 Total Foreign Exchange Change in B./A.C.V.							
Bonds - U.S. Governments																					
912828VB3	U.S. TREASURY NOTE	07/05/2013	VARIOUS	08/26/2013	MERRYL LYNCH	6,000,000	5,590,313	5,487,129	5,595,397				5,084		5,084		(108,268)	(108,268)	27,058	12,150	
0599999 Subtotal - Bonds - U.S. Governments						6,000,000	5,590,313	5,487,129	5,595,397				5,084		5,084		(108,268)	(108,268)	27,058	12,150	
Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed)																					
199491K34	Columbus OHIO Var BABS	04/23/2013	SANTANDER SECURITIES	06/14/2013	SANTANDER SECURITIES	1,000,000	1,065,000	1,050,671	1,063,239			(1,761)		(1,761)			(12,567)	(12,567)	21,500	16,419	
34074GDH4	FLORIDA HURRICANE CATASTROPHE	05/29/2013	SAMUEL RAMIREZ	08/05/2013	SAMUEL RAMIREZ	1,240,000	1,227,810	1,153,200	1,228,112			302		302			(74,912)	(74,912)	10,832	3,671	
745177EW1	PUERTO RICO CMWLTH GDB SER B	01/17/2013	MERRYL LYNCH	06/11/2013	MERRYL LYNCH	2,000,000	2,010,000	1,992,500	2,006,947			(3,053)		(3,053)			(14,447)	(14,447)	45,416	16,719	
745177FG5	PUERTO RICO COMWLTH GDB SER H	02/14/2013	MERRYL LYNCH	04/03/2013	VARIOUS	1,500,000	1,496,250	1,486,875	1,496,372			122		122			(9,497)	(9,497)	6,333	1,504	
745177FD2	PUERTO RICO COMWLTH GOVT DEV BK SR	02/13/2013	MERRYL LYNCH	05/21/2013	MERRYL LYNCH	1,000,000	1,000,000	952,500	1,000,000								(47,500)	(47,500)	15,381	1,906	
745177EX9	Puerto Rico Government Devl. Bank	02/19/2013	OFS SECURITIES	04/04/2013	OFS SECURITIES	500,000	506,675	500,000	506,430			(245)		(245)			(6,430)	(6,430)	10,323	7,252	
1799999 Subtotal - Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed)						7,240,000	7,305,735	7,135,746	7,301,100			(4,635)		(4,635)			(165,353)	(165,353)	109,785	47,471	
8399998 Subtotal - Bonds						13,240,000	12,896,048	12,622,875	12,896,497			449		449				(273,621)	(273,621)	136,843	59,621
9999999 Totals							12,896,048	12,622,875	12,896,497			449		449				(273,621)	(273,621)	136,843	59,621

E16	Schedule D - Part 6 Sn 1	NONE
E16	Schedule D - Part 6 Sn 2	NONE
E17	Schedule DA - Part 1 Short-Term Investments Owned	NONE
E18	Schedule DB - Part A Sn 1 Opt/Cap/Floors/Collars/Swaps/Forwards Open	NONE
E19	Schedule DB - Part A Sn 2 Opt/Cap/Floors/Collars/Swaps/Forwards Term. . . .	NONE
E20	Schedule DB - Part B Sn 1 Futures Contracts Open	NONE
E21	Schedule DB - Part B Sn 2 Futures Contracts Terminated	NONE
E22	Schedule DB - Part D Sn 1 Counterparty Exposure for Derivative Instruments .	NONE
E23	Schedule DB - Part D Sn 2 - Collateral Pledged By Reporting Entity	NONE
E23	Schedule DB - Part D Sn 2 - Collateral Pledged To Reporting Entity	NONE
E24	Schedule DL - Part 1 - Securities Lending Collateral Assets	NONE
E25	Schedule DL - Part 2 - Securities Lending Collateral Assets	NONE

SCHEDULE E - PART 1 - CASH

1	2	3	4	5	6	7
Depository	Code	Rate of Interest	Amount of Interest Received During Year	Amount of Interest Accrued December 31 of Current Year	Balance	*
open depositories						
LARES 61391	HOME OFFICE	1.500	750			X X X
LARES 61391	HOME OFFICE	1.250		409	50,000	X X X
Moca 288	HOME OFFICE	1.750	877			X X X
Moca 288	HOME OFFICE	1.050		470	50,000	X X X
VEGA COOP 261	HOME OFFICE	1.600	160			X X X
VEGA COOP 261	HOME OFFICE	1.300		89	10,000	X X X
Rincon 19318	HOME OFFICE	1.750	297			X X X
RINCON 19318	HOME OFFICE	1.500	1,245	21	100,000	X X X
Camuy 8346	HOME OFFICE	1.500	1,500			X X X
Camuy 8346	HOME OFFICE	1.150		671	100,000	X X X
CRISTOBAL RODRIGUEZ HIDALGO 02220	HOME OFFICE	1.500	750			X X X
CRISTOBAL RODRIGUEZ HIDALGO 02220	HOME OFFICE	1.150		367	50,000	X X X
Adjuntas 3565	HOME OFFICE	0.800	395			X X X
Adjuntas 3565	HOME OFFICE	0.800	401			X X X
ADJUNTAS 3585 CTA 30014-28	HOME OFFICE	0.800		59	100,000	X X X
Vega Alta (510103645) #275	HOME OFFICE	1.450	1,331			X X X
VEGA ALTA (510103645) #275	HOME OFFICE	0.950	81	23	100,000	X X X
AIBONITEÑA #300	HOME OFFICE	1.200	592			X X X
AIBONITEÑA #300	HOME OFFICE	1.000	493			X X X
AIBONITEÑA #300	HOME OFFICE	1.250		339	100,000	X X X
LA CASA DEL TRABAJADOR 775	HOME OFFICE	1.400	350			X X X
LA CASA DEL TRABAJADOR 775	HOME OFFICE	1.400		292	25,000	X X X
SAN RAFAEL (QUEBRADILLAS) 2652	HOME OFFICE	1.800	352			X X X
SAN RAFAEL (QUEBRADILLAS) 2652	HOME OFFICE	1.400	410	10	50,000	X X X
Santa Isabel (CACSI) # 73211	HOME OFFICE	1.800	887			X X X
Santa Isabel (CACSI) # 73211	HOME OFFICE	1.500		138	50,000	X X X
JESUS OBRERO 13	HOME OFFICE	1.520	94			X X X
JESUS OBRERO 13	HOME OFFICE	1.260		263	25,000	X X X
LARES 61294	HOME OFFICE	1.750	1,750			X X X
LARES 61294	HOME OFFICE	1.250		839	100,000	X X X
Las Piedras #12180	HOME OFFICE	1.750	875			X X X
Las Piedras #12180	HOME OFFICE	1.300		103	50,000	X X X
AGUAS BUENAS 362	HOME OFFICE	1.630	813			X X X
AGUAS BUENAS 362	HOME OFFICE	0.800	202			X X X
AGUAS BUENAS 362	HOME OFFICE	1.150		178	50,000	X X X
HATILLO 396	HOME OFFICE	1.500	185			X X X
HATILLO 396	HOME OFFICE	1.150		471	50,000	X X X
SCOTIABANK	SCOTIABANK	0.900	752			X X X
SCOTIABANK	SCOTIABANK	0.900	74	101	100,000	X X X
Arecibo 5227	HOME OFFICE	1.500	1,500			X X X
Arecibo 5227	HOME OFFICE	1.300		317	100,000	X X X
Arecibo 5228	HOME OFFICE	1.500	1,500			X X X
Arecibo 5228	HOME OFFICE	1.300		317	100,000	X X X
Maunabo 01000713	HOME OFFICE	1.850	1,021			X X X
MAUNABO 01000713	HOME OFFICE	1.600	4,317	71	325,000	X X X
LA PUERTORRIQUEÑA 5883	HOME OFFICE	1.350		102		X X X
La Puertorriquena #5883	HOME OFFICE	1.400	1,400			X X X
La Puertorriquena #5883	HOME OFFICE	1.050		104	100,000	X X X
Educoop #3287	HOME OFFICE	1.850	170			X X X
EDUCOOP 3287	HOME OFFICE	1.600	1,068	9	70,000	X X X
Aguadilla 3784	HOME OFFICE	1.900	953			X X X
Aguadilla 3784	HOME OFFICE	1.500		678	50,000	X X X
SAN MIGUEL 362	HOME OFFICE	1.750	729			X X X
SAN MIGUEL 362	HOME OFFICE	1.150	104	49	50,000	X X X
AGUADA 2286 #100000-01	HOME OFFICE	1.750	874			X X X
Aguada 2286 #100000-01	HOME OFFICE	1.400		353	50,000	X X X
ANA G. MENDEZ 10	HOME OFFICE	1.500	310			X X X
ANA G. MENDEZ 10	HOME OFFICE	1.100		65	50,000	X X X
Yauco 444	HOME OFFICE	1.650	825			X X X
Yauco 444	HOME OFFICE	1.050		255	50,000	X X X
Padre Mac Donald 2900	HOME OFFICE	1.750	875			X X X
Padre Mac Donald 2900	HOME OFFICE	1.100		461	50,000	X X X
San Blas de Illescas #1399	HOME OFFICE	2.000	918			X X X
San Blas de Illescas #1399	HOME OFFICE	1.450		713	50,000	X X X
SAN RAFAEL #2669	HOME OFFICE	1.800	1,760			X X X
SAN RAFAEL #2669	HOME OFFICE	1.350		982	98,000	X X X
Valenciano 537	HOME OFFICE	1.900	953			X X X
Valenciano 537	HOME OFFICE	1.500		635	50,000	X X X
CREDI-CENTRO 7004617002	HOME OFFICE	0.500	131			X X X
Credi-Centro 700461-7002	HOME OFFICE	1.000		258	50,000	X X X
Manuel Zeno Gandia 201672	HOME OFFICE	1.100	545			X X X
Manuel Z. Gandia 201672	HOME OFFICE	1.100		582	100,000	X X X
Saulo D. Rodriguez #4557	HOME OFFICE	1.700	852			X X X
Saulo D. Rodriguez #4557	HOME OFFICE	1.250		601	50,000	X X X
CREDICENTRO 10064 ACCT 7001	HOME OFFICE	0.750		188		X X X
CREDICENTRO 10064 ACCT 7001	HOME OFFICE	0.500			50,000	X X X
SABANEÑA 201200088	HOME OFFICE	1.700	282			X X X
SABANEÑA 201200088	HOME OFFICE	1.400		527	50,000	X X X
CARIBE COOP #011031647	HOME OFFICE	1.950	975			X X X
CARIBE COOP #011031647	HOME OFFICE	1.500		129	50,000	X X X
Mayaguez #13316	HOME OFFICE	1.800	902			X X X
Mayaguez #13316	HOME OFFICE	1.300	123	493	50,000	X X X
NAGUABENA 3787	HOME OFFICE	1.700	850			X X X
NAGUABENA 3787	HOME OFFICE	1.150		358	50,000	X X X
CIALES #1442	HOME OFFICE	1.750	290			X X X
CIALES 1442	HOME OFFICE	1.250		435	50,000	X X X
Moroveña #3722	HOME OFFICE	1.900	950			X X X
Moroveña #3722	HOME OFFICE	1.350		657	50,000	X X X
MANUEL Z. GANDIA #202012	HOME OFFICE	1.150	581	1,139		X X X
MANUEL Z. GANDIA #86-017340	HOME OFFICE	1.000		329	150,000	X X X
SABANEÑA 201200102	HOME OFFICE	1.700	395			X X X
SABANEÑA 201300065	HOME OFFICE	1.400		701	70,000	X X X
Yauco #2004	HOME OFFICE	1.650	827			X X X
Yauco #2004	HOME OFFICE	1.600		736	50,000	X X X
Caribe Coop #010709439	HOME OFFICE	1.880	470			X X X
Caribe Coop #010709439	HOME OFFICE	1.300		158	25,000	X X X
CARIBE COOP #100001158	HOME OFFICE	1.550		314	100,000	X X X
Jayuyas #302	HOME OFFICE	2.250	191			X X X
JAYUYA #302	HOME OFFICE	1.400	623	115	50,000	X X X

SCHEDULE E - PART 1 - CASH

1	2	3	4	5	6	7
Depository	Code	Rate of Interest	Amount of Interest Received During Year	Amount of Interest Accrued December 31 of Current Year	Balance	*
San Rafael #18318	HOME OFFICE	1.800	3,286			X X X
San Rafael #18318	HOME OFFICE	1.500		2,860	200,000	X X X
San Rafael #18054	HOME OFFICE	1.800	821			X X X
San Rafael #18054	HOME OFFICE	1.400		658	50,000	X X X
CAMUY 8414	HOME OFFICE	1.600	1,600			X X X
CAMUY 8414	HOME OFFICE	1.250		1,045	100,000	X X X
Credi-Centro 10077 acct 7003	HOME OFFICE	1.500	103			X X X
CREDI CENTRO 7004617003	HOME OFFICE	1.000	16	473	50,000	X X X
Fondo del Seguro del Estado #13	HOME OFFICE	0.800		403		X X X
Fondo del Seguro del Estado 3010-5	HOME OFFICE	1.000		500		X X X
Fondo del Seguro del Estado 3010-5	HOME OFFICE	1.000		288	100,000	X X X
Vegabajeña 3993	HOME OFFICE	1.750	875			X X X
Vegabajeña 3993	HOME OFFICE	1.500		629	50,000	X X X
Moca 2060	HOME OFFICE	1.000	249			X X X
Moca 2060	HOME OFFICE	1.000	251			X X X
Moca 2060	HOME OFFICE	1.000		12	50,000	X X X
CIDREÑA 1697	HOME OFFICE	2.000	2,153			X X X
CIDREÑA 1697	HOME OFFICE	1.300		979	100,000	X X X
Cidra #1560	HOME OFFICE	1.450	1,450			X X X
Cidra #1560	HOME OFFICE	1.000		88	100,000	X X X
Mayaguez #11039	HOME OFFICE	1.750	875			X X X
Mayaguez #1376	HOME OFFICE	1.300		516	50,000	X X X
Añasco 9570	HOME OFFICE	1.750	877			X X X
Añasco 9570	HOME OFFICE	1.650		746	50,000	X X X
VEGACOOOP 275	HOME OFFICE	1.300	195			X X X
VEGACOOOP 275	HOME OFFICE	1.050		57	15,000	X X X
Oriental #552	HOME OFFICE	1.750	1,762			X X X
Oriental #552	HOME OFFICE	1.450		1,140	100,000	X X X
Fondo del Seguro del Estado 38	HOME OFFICE	1.650		825		X X X
Fondo del Seguro del Estado 38	HOME OFFICE	1.000		249		X X X
Fondo del Seguro del Estado 301038	HOME OFFICE	1.000		249		X X X
Fondo del Seguro del Estado 301038	HOME OFFICE	0.500		18	50,000	X X X
PEPINIANA 6517	HOME OFFICE	1.750	290			X X X
PEPINIANA 6517	HOME OFFICE	1.400	468	8	50,000	X X X
Fondo del Seguro del Estado 37	HOME OFFICE	1.650		825		X X X
Fondo del Seguro del Estado 37	HOME OFFICE	1.000		249		X X X
Fondo del Seguro del Estado 37	HOME OFFICE	1.000		249		X X X
Fondo del Seguro del Estado 37	HOME OFFICE	0.500		12	50,000	X X X
Santa Isabel (CACSI) 73216	HOME OFFICE	1.500	1,525			X X X
LA PUERTORRIQUEÑA 331	HOME OFFICE	1.600	395			X X X
LA PUERTORRIQUEÑA 331	HOME OFFICE	1.150	866	69	100,000	X X X
Pepiniana 6536	HOME OFFICE	1.800	5,400			X X X
Pepiniana 6536	HOME OFFICE	1.350		2,275	300,000	X X X
Agua Buenas 768	HOME OFFICE	1.600	1,467			X X X
Agua Buenas 768	HOME OFFICE	1.200		1,039	100,000	X X X
Añasco 1713	HOME OFFICE	1.850	2,783			X X X
Añasco 1713	HOME OFFICE	1.650		2,116	150,000	X X X
Lajas 5421	HOME OFFICE	1.500	750			X X X
Lajas 5421	HOME OFFICE	1.300		28	50,000	X X X
Caparra 185	HOME OFFICE	1.500	2,256			X X X
Caparra 185	HOME OFFICE	1.450		1,966	150,000	X X X
Pepiniana #6972	HOME OFFICE	1.750	877			X X X
Pepiniana #6972	HOME OFFICE	1.450		683	50,000	X X X
Oriental #551	HOME OFFICE	1.500	754			X X X
Oriental #551	HOME OFFICE	1.450		570	50,000	X X X
Universidad de Puerto Rico 1505	HOME OFFICE	1.500	750			X X X
UNIVERSICOOP 1505	HOME OFFICE	1.100		90	50,000	X X X
Ciales 3025	HOME OFFICE	1.300	597			X X X
CAIALES 3025	HOME OFFICE	0.900		4	50,000	X X X
Familiar Progresista 2680	HOME OFFICE	1.650		662		X X X
Familiar Progresista 2680	HOME OFFICE	1.650		595	40,000	X X X
AGUAS BUENAS #941	HOME OFFICE	1.150	1,150			X X X
AGUAS BUENAS #941	HOME OFFICE	1.250		247	100,000	X X X
Isabela 5107	HOME OFFICE	1.500	2,760			X X X
ISABELA 5107	HOME OFFICE	1.250		829	200,000	X X X
VEGABAJEÑA 4543	HOME OFFICE	1.750	216			X X X
VEGABAJEÑA 4543	HOME OFFICE	1.500	565	53	50,000	X X X
ABRAHAM ROSA 2251	HOME OFFICE	1.000	496			X X X
ABRAHAM ROSA 2251	HOME OFFICE	1.250		1,027	100,000	X X X
Moroveña #4275	HOME OFFICE	1.900	1,905			X X X
Moroveña #4275	HOME OFFICE	1.350		1,335	100,000	X X X
San Rafael #29690	HOME OFFICE	1.300	1,299			X X X
San Rafael #29690	HOME OFFICE	1.150		353	100,000	X X X
Candel Coop 605	HOME OFFICE	1.700	1,275			X X X
Candel Coop 605	HOME OFFICE	1.300		195	75,000	X X X
PADRE MAC DONALD #3812	HOME OFFICE	1.500	750			X X X
PADRE MAC DONALD #3812	HOME OFFICE	1.100		393	50,000	X X X
Arecibo #23763	HOME OFFICE	1.600	1,200			X X X
Arecibo #23763	HOME OFFICE	1.350		161	75,000	X X X
Arecibo #23764	HOME OFFICE	1.600	1,600			X X X
Arecibo #23764	HOME OFFICE	1.350		222	100,000	X X X
SAN JOSE 2081	HOME OFFICE	1.350	675			X X X
SAN JOSE 2081	HOME OFFICE	1.250		264	50,000	X X X
Electrocoop 1214	HOME OFFICE	1.350	675			X X X
Electrocoop 1214	HOME OFFICE	1.350		157	50,000	X X X
SALINAS 2093	HOME OFFICE	2.000	247			X X X
SALINAS 2093	HOME OFFICE	1.400	470	59	50,000	X X X
Yaucoi 1668	HOME OFFICE	1.700	850			X X X
YAUCO 1668	HOME OFFICE	1.000		14	50,000	X X X
Bo. Quebrada Camuy #334	HOME OFFICE	1.600	802			X X X
Bo. Quebrada Camuy #334	HOME OFFICE	1.450		719	50,000	X X X
Arecibo #36401	HOME OFFICE	1.600	1,600			X X X
Arecibo #36401	HOME OFFICE	1.350		144	100,000	X X X
Arecibo #36402	HOME OFFICE	1.600	1,600			X X X
Arecibo #36402	HOME OFFICE	1.350		144	100,000	X X X
ARECIBO 36403	HOME OFFICE	1.650	1,650			X X X
Arecibo 36403	HOME OFFICE	1.400		721	100,000	X X X
ARECIBO 36404	HOME OFFICE	1.650	1,650			X X X
Arecibo 36404	HOME OFFICE	1.400		721	100,000	X X X

SCHEDULE E - PART 1 - CASH

1	2	3	4	5	6	7
Depository	Code	Rate of Interest	Amount of Interest Received During Year	Amount of Interest Accrued December 31 of Current Year	Balance	*
ARECIBO 36405	HOME OFFICE	1.650	2,063			X X X
Arecibo 36405	HOME OFFICE	1.400		901	125,000	X X X
Naguabeña 5184	HOME OFFICE	1.350	675			X X X
Naguabeña 5184	HOME OFFICE	1.350		37	50,000	X X X
BANCO COOPERATIVO #6507	HOME OFFICE	1.700	3,400			X X X
BANCO COOPERATIVO #6507	HOME OFFICE	1.400		1,987	200,000	X X X
BANCO COOPERATIVO 6536	HOME OFFICE	1.700	3,400			X X X
Banco Cooperativo 6536	HOME OFFICE	1.400		1,435	200,000	X X X
Banco Cooperativo 6442	HOME OFFICE	1.625	3,250			X X X
Banco Cooperativo 6442	HOME OFFICE	1.400		1,250	200,000	X X X
BANCO COOPERATIVO 6537	HOME OFFICE	1.700	3,400			X X X
BANCO COOPERATIVO 6537	HOME OFFICE	1.400		1,902	200,000	X X X
BANCO COOPERATIVO 6538	HOME OFFICE	1.625	3,250			X X X
BANCO COOPERATIVO 6538	HOME OFFICE	1.400		721	200,000	X X X
CABO ROJO #1205	HOME OFFICE	1.000	551			X X X
CABO ROJO #1205	HOME OFFICE	1.250		928	100,000	X X X
Cristobal Rodriguez 1652	HOME OFFICE	1.700	1,705			X X X
Cristobal Rodriguez 1652	HOME OFFICE	1.350		1,206	100,000	X X X
LARES 100516	HOME OFFICE	1.500	1,500			X X X
LARES 100516	HOME OFFICE	1.250		332	100,000	X X X
Isabela #10016	HOME OFFICE	1.500	1,500			X X X
Isabela #10016	HOME OFFICE	1.050		109	100,000	X X X
JAYUYA #480270	HOME OFFICE	2.000	1,000			X X X
JAYUYA #480270	HOME OFFICE	1.400		476	50,000	X X X
La Casa del Trabajador #929	HOME OFFICE	1.900	36			X X X
La Casa del Trabajador #1082	HOME OFFICE	1.900	953			X X X
LA CASA DEL TRABAJADOR #929	HOME OFFICE	1.400		337	25,000	X X X
La Casa del Trabajador #1082	HOME OFFICE	1.400		652	50,000	X X X
CARIBE COOP 455	HOME OFFICE	2.150	2,150			X X X
CARIBE COOP 455	HOME OFFICE	1.650		1,379	100,000	X X X
CD SANTANDER 00040548005004873523	SANTANDER BANK	0.300		855	435,000	X X X
Banco Santander					844,868	X X X
Banco Cooperativo					204,804	X X X
Oriental					454,171	X X X
Citi					3,047,209	X X X
Money Manager					304,056	X X X
0199998 Deposits in452 depositories that do not exceed the allowable limit in any one depository (See Instructions) - open depositories		X X X				X X X
0199999 Totals - Open Depositories		X X X	129,839	63,229	14,293,108	X X X
0299998 Deposits in0 depositories that do not exceed the allowable limit in any one depository (See Instructions) - suspended depositories		X X X				X X X
0299999 Totals - Suspended Depositories		X X X				X X X
0399999 Total Cash On Deposit		X X X	129,839	63,229	14,293,108	X X X
0499999 Cash in Company's Office		X X X	X X X	X X X		X X X
0599999 Total Cash		X X X	129,839	63,229	14,293,108	X X X

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

1. January	11,464,135	4. April	16,587,310	7. July	13,497,978	10. October	13,653,548
2. February	12,385,822	5. May	15,256,383	8. August	12,982,869	11. November	15,625,989
3. March	11,674,999	6. June	16,341,185	9. September	14,630,566	12. December	14,293,108

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned December 31 of Current Year

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
Other Cash Equivalents							
U.S. TREASURY BILL		12/20/2013	0.000	01/02/2014	4,450,000		
8599999 Subtotal - Other Cash Equivalents					4,450,000		
8699999 Total Cash Equivalents					4,450,000		

SCHEDULE E - PART 3 - SPECIAL DEPOSITS

	1 States, Etc.	1 Type of Deposit	2 Purpose of Deposit	Deposits For the Benefit of All Policyholders		All Other Special Deposits	
				3 Book/Adjusted Carrying Value	4 Fair Value	5 Book/Adjusted Carrying Value	6 Fair Value
1.	Alabama (AL)						
2.	Alaska (AK)						
3.	Arizona (AZ)						
4.	Arkansas (AR)						
5.	California (CA)						
6.	Colorado (CO)						
7.	Connecticut (CT)						
8.	Delaware (DE)						
9.	District of Columbia (DC)						
10.	Florida (FL)						
11.	Georgia (GA)						
12.	Hawaii (HI)						
13.	Idaho (ID)						
14.	Illinois (IL)						
15.	Indiana (IN)						
16.	Iowa (IA)						
17.	Kansas (KS)						
18.	Kentucky (KY)						
19.	Louisiana (LA)						
20.	Maine (ME)						
21.	Maryland (MD)						
22.	Massachusetts (MA)						
23.	Michigan (MI)						
24.	Minnesota (MN)						
25.	Mississippi (MS)						
26.	Missouri (MO)						
27.	Montana (MT)						
28.	Nebraska (NE)						
29.	Nevada (NV)						
30.	New Hampshire (NH)						
31.	New Jersey (NJ)						
32.	New Mexico (NM)						
33.	New York (NY)						
34.	North Carolina (NC)						
35.	North Dakota (ND)						
36.	Ohio (OH)						
37.	Oklahoma (OK)						
38.	Oregon (OR)						
39.	Pennsylvania (PA)						
40.	Rhode Island (RI)						
41.	South Carolina (SC)						
42.	South Dakota (SD)						
43.	Tennessee (TN)						
44.	Texas (TX)						
45.	Utah (UT)						
46.	Vermont (VT)						
47.	Virginia (VA)						
48.	Washington (WA)						
49.	West Virginia (WV)						
50.	Wisconsin (WI)						
51.	Wyoming (WY)						
52.	American Samoa (AS)						
53.	Guam (GU)						
54.	Puerto Rico (PR)	B	REQUIRED FUNDS BY PR CODE			1,598,808	1,058,192
55.	U.S. Virgin Islands (VI)						
56.	Northern Mariana Islands (MP)						
57.	Canada (CAN)						
58.	Aggregate Alien and Other (OT)	X X X	X X X				
59.	Total	X X X	X X X			1,598,808	1,058,192
DETAILS OF WRITE-INS							
5801.							
5802.							
5803.							
5898.	Summary of remaining write-ins for Line 58 from overflow page	X X X	X X X				
5899.	Totals (Lines 5801 through 5803 plus 5898) (Line 58 above)	X X X	X X X				

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