



ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2009
OF THE CONDITION AND AFFAIRS OF THE

Atlantic Southern Insurance Company

NAIC Group Code 3787, 3787 NAIC Company Code 61158 Employer's ID Number 66-0175224
(Current Period) (Prior Period)

Organized under the Laws of PR - Puerto Rico, State of Domicile or Port of Entry Puerto Rico

Country of Domicile US

Incorporated/Organized December 31, 1945 Commenced Business January 31, 1947

Statutory Home Office 1054 Munoz Rivera Avenue, San Juan, Puerto Rico 00927
(Street and Number, City or Town, State and Zip Code)

Main Administrative Office 1054 Munoz Rivera Avenue, San Juan, Puerto Rico 00927 787-767-9750
(Street and Number, City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address P.O. Box 362889, San Juan, Puerto Rico 00936-2889
(Street and Number or P.O. Box, City or Town, State and Zip Code)

Primary Location of Books and Records 1054 Munoz Rivera, San Juan, Puerto Rico 00927
(Street and Number, City or Town, State and Zip Code)
787-767-9750
(Area Code) (Telephone Number)

Internet Website Address atlanticsouthern.com

Statutory Statement Contact Alexis Gonzalez, (787) 751-2550 (787) 767-9750
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OFFICERS

Alexis Gonzalez (President)
Sonia Gonzalez (Secretary)
Nayda L. Garcia (Treasurer)
Hans H. Dahl (Actuary)

OTHER OFFICERS

Nayda L. Garcia (Vice President)
Jose A. Gonzalez (Vice President)
Angel M. Rivera (Vice President)

DIRECTORS OR TRUSTEES

Clifton M. Mitchell
Alexis Gonzalez
Antonio J. Colorado
Erick G. Negron
Robert D. Tips

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 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.

Alexis Gonzalez
President
Subscribed and sworn to before me this
day of _____ 2010

Sonia Gonzalez
Secretary

Nayda L. Garcia
Treasurer
a. Is this an original filing? Yes (X) No ()
b. If no: 1. State the amendment number _____
2. Date filed _____
3. Number of pages attached _____

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Column 1 minus Column 2)	4 Net Admitted Assets
1. Bonds (Schedule D)	12,694,097		12,694,097	12,299,422
2. Stocks (Schedule D):				
2.1 Preferred stocks	10,900		10,900	828,500
2.2 Common stocks				28,380
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 (less \$ (705,791) encumbrances)	1,418,286		1,418,286	1,442,951
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$ 964,922 , Schedule E - Part 1) , cash equivalents (\$, Schedule E - Part 2) and short-term investments (\$ 1,200,840 , Schedule DA)	2,165,762		2,165,762	(151,705)
6. Contract loans (including \$ premium notes)	133,985		133,985	106,700
7. Other invested assets (Schedule BA)				
8. Receivables for securities				
9. Aggregate write-ins for invested assets	874,849		874,849	862,394
10. Subtotals, cash and invested assets (Line 1 through Line 9)	17,297,879		17,297,879	15,416,642
11. Title plants less \$ charged off (for Title insurers only)				
12. Investment income due and accrued	99,322		99,322	76,091
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection	1,274,626	1,063,985	210,641	42,801
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	374,841		374,841	292,838
13.3 Accrued retrospective premiums				
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers	1,104,963		1,104,963	1,642,266
14.2 Funds held by or deposited with reinsured companies				
14.3 Other amounts receivable under reinsurance contracts	145,126		145,126	779,653
15. Amounts receivable relating to uninsured plans				
16.1 Current federal and foreign income tax recoverable and interest thereon				
16.2 Net deferred tax asset				
17. Guaranty funds receivable or on deposit	55,427	55,427		
18. Electronic data processing equipment and software	32,244		32,244	42,074
19. Furniture and equipment, including health care delivery assets (\$)	355,796	355,796		
20. Net adjustment in assets and liabilities due to foreign exchange rates				
21. Receivables from parent, subsidiaries and affiliates	196,348	150,000	46,348	210,014
22. Health care (\$) and other amounts receivable				
23. Aggregate write-ins for other than invested assets	49,721	49,721		
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Line 10 to Line 23)	20,986,293	1,674,929	19,311,364	18,502,379
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
26. Total (Line 24 and Line 25)	20,986,293	1,674,929	19,311,364	18,502,379
DETAILS OF WRITE-INS				
0901. Non-qualified Deferred Assets	874,849		874,849	862,394
0902.				
0903.				
0998. Summary of remaining write-ins for Line 9 from overflow page				
0999. Totals (Line 0901 through Line 0903 plus Line 0998) (Line 9 above)	874,849		874,849	862,394
2301. Deferred Charges and Prepayments	49,321	49,321		
2302. Acct Rec Other	400	400		
2303.				
2398. Summary of remaining write-ins for Line 23 from overflow page				
2399. Totals (Line 2301 through Line 2303 plus Line 2398) (Line 23 above)	49,721	49,721		

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$ 4,658,744 (Exhibit 5, Line 9999999) less \$ included in Line 6.3 (including \$ Modco Reserve)	4,658,744	4,533,825
2. Aggregate reserve for accident and health contracts (Exhibit 6, Line 17, Column 1) (including \$ Modco Reserve)	181,276	170,982
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Column 1) (including \$ Modco Reserve)		950,146
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Column 1 less sum of Columns 9, 10 and 11)	101,953	130,397
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Columns 9, 10 and 11)	1,373,461	958,669
5. Policyholders' dividends \$ and coupons \$ 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 \$ Modco)	898	
6.2 Dividends not yet apportioned (including \$ Modco)		
6.3 Coupons and similar benefits (including \$ 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 \$ discount; including \$ 119,615 accident and health premiums (Exhibit 1, Part 1, Column 1, sum of Line 4 and Line 14)	208,407	229,719
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on cancelled contracts		
9.2 Provision for experience rating refunds, including \$ accident and health experience rating refunds		
9.3 Other amounts payable on reinsurance, including \$ assumed and \$ 954,942 ceded	954,942	643,542
9.4 Interest Maintenance Reserve (IMR, Line 6)	83,070	139,095
10. Commissions to agents due or accrued-life and annuity contracts \$, accident and health \$ and deposit-type contract funds \$	166,088	271,329
11. Commissions and expense allowances payable on reinsurance assumed		
12. General expenses due or accrued (Exhibit 2, Line 12, Column 6)	268,766	301,576
13. Transfers to Separate Accounts due or accrued (net) (including \$ 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, Column 5)	50,321	34,395
15.1 Current federal and foreign income taxes, including \$ on realized capital gains (losses)		
15.2 Net deferred tax liability		
16. Unearned investment income	4,099	3,097
17. Amounts withheld or retained by company as agent or trustee	219,749	17,416
18. Amounts held for agents' account, including \$ agents' credit balances		
19. Remittances and items not allocated	48,526	48,506
20. Net adjustment in assets and liabilities due to foreign exchange rates		
21. Liability for benefits for employees and agents if not included above	1,501,949	1,360,506
22. Borrowed money \$ and interest thereon \$		
23. Dividends to stockholders declared and unpaid		
24. Miscellaneous liabilities:		
24.1 Asset valuation reserve (AVR, Line 16, Column 7)	186,499	179,343
24.2 Reinsurance in unauthorized companies		
24.3 Funds held under reinsurance treaties with unauthorized reinsurers		
24.4 Payable to parent, subsidiaries and affiliates		
24.5 Drafts outstanding		
24.6 Liability for amounts held under uninsured plans		
24.7 Funds held under coinsurance		
24.8 Payable for securities		
24.9 Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities	573,754	
26. Total liabilities excluding Separate Accounts business (Line 1 to Line 25)	10,582,502	9,972,543
27. From Separate Accounts statement		
28. Total liabilities (Line 26 and Line 27)	10,582,502	9,972,543
29. Common capital stock	2,633,900	2,633,900
30. Preferred capital stock		
31. Aggregate write-ins for other than special surplus funds		
32. Surplus notes		
33. Gross paid in and contributed surplus (Page 3, Line 33, Column 2 plus Page 4, Line 51.1, Column 1)	4,886,514	4,795,194
34. Aggregate write-ins for special surplus funds		
35. Unassigned funds (surplus)	1,208,448	1,100,742
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 29 \$)		
36.2 shares preferred (value included in Line 30 \$)		
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$ in Separate Accounts Statement)	6,094,962	5,895,936
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55)	8,728,862	8,529,836
39. Totals of Lines 28 and 38 (Page 2, Line 26, Column 3)	19,311,364	18,502,379
DETAILS OF WRITE-INS		
2501. Accumulated dividends to the policyholders	573,754	
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. Totals (Line 2501 through Line 2503 plus Line 2598) (Line 25 above)	573,754	
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page		
3199. Totals (Line 3101 through Line 3103 plus Line 3198) (Line 31 above)		
3401.		
3402.		
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page		
3499. Totals (Line 3401 through Line 3403 plus Line 3498) (Line 34 above)		

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, Column 1, less Column 11)	12,158,574	11,535,973
2. Considerations for supplementary contracts with life contingencies		
3. Net investment income (Exhibit of Net Investment Income, Line 17)	978,958	808,071
4. Amortization of Interest Maintenance Reserve (IMR, Line 5)	87,752	85,072
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)	3,283,233	3,426,936
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		
8.3 Aggregate write-ins for miscellaneous income	530,775	302,017
9. Totals (Line 1 to Line 8.3)	17,039,292	16,158,069
10. Death benefits	178,255	205,586
11. Matured endowments (excluding guaranteed annual pure endowments)	6,596	16,366
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Column 4 plus Column 8)	162,870	471,722
13. Disability benefits and benefits under accident and health contracts	6,727,873	6,000,143
14. Coupons, guaranteed annual pure endowments and similar benefits		
15. Surrender benefits and withdrawals for life contracts	849,064	475,624
16. Group conversions		
17. Interest and adjustments on contract or deposit-type contract funds		74
18. Payments on supplementary contracts with life contingencies		
19. Increase in aggregate reserves for life and accident and health contracts	135,213	74,071
20. Totals (Line 10 to Line 19)	8,059,871	7,243,586
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Column 1)	3,404,829	3,590,363
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)	4,517,205	4,331,313
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Column 1 plus Column 2 plus Column 3)	411,730	362,939
25. Increase in loading on deferred and uncollected premiums	57,001	99,587
26. Net transfers to or (from) Separate Accounts net of reinsurance		
27. Aggregate write-ins for deductions		
28. Totals (Line 20 to Line 27)	16,450,636	15,627,788
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	588,656	530,281
30. Dividends to policyholders	65,601	67,046
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	523,055	463,235
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)	523,055	463,235
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$ (excluding taxes of \$ transferred to the IMR)	(121,935)	(153,620)
35. Net Income (Line 33 plus Line 34)	401,120	309,615
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Column 2)	8,529,838	8,207,237
37. Net income (Line 35)	401,120	309,615
38. Change in net unrealized capital gains (losses) less capital gains tax of \$		
39. Change in net unrealized foreign exchange capital gain (loss)		
40. Change in net deferred income tax		
41. Change in nonadmitted assets	(212,507)	217,199
42. Change in liability for reinsurance in unauthorized companies		
43. Change in reserve on account of change in valuation basis, (increase) or decrease (Exhibit 5A, Line 9999999, Column 4)		
44. Change in asset valuation reserve	(7,156)	(12,444)
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 effects 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	91,320	
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	(73,751)	(191,769)
54. Net change in capital and surplus for the year (Line 37 through Line 53)	199,026	322,601
55. Capital and surplus, December 31, current year (Line 36 plus Line 54) (Page 3, Line 38)	8,728,864	8,529,838
DETAILS OF WRITE-INS		
08.301. Other income	10,301	2,927
08.302. Administration Services Fees	520,529	307,624
08.303. Capital Gain or Loss on Sale of Equipment	(55)	(8,534)
08.398. Summary of remaining write-ins for Line 8.3 from overflow page		
08.399. Totals (Line 08.301 through Line 08.303 plus Line 08.398) (Line 8.3 above)	530,775	302,017
2701.		
2702.		
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page		
2799. Totals (Line 2701 through Line 2703 plus Line 2798) (Line 27 above)		
5301. Pension Plan Funding	(73,751)	(191,769)
5302.		
5303.		
5398. Summary of remaining write-ins for Line 53 from overflow page		
5399. Totals (Line 5301 through Line 5303 plus Line 5398) (Line 53 above)	(73,751)	(191,769)

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	15,675,159	14,683,274
2. Net investment income	878,075	812,201
3. Miscellaneous income	1,118,982	359,609
4. Total (Line 1 through Line 3)	17,672,216	15,855,084
5. Benefit and loss related payments	6,977,682	7,499,098
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	8,378,523	8,807,424
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)		
10. Total (Line 5 through Line 9)	15,356,205	16,306,522
11. Net cash from operations (Line 4 minus Line 10)	2,316,011	(451,438)
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	5,766,432	2,901,824
12.2 Stocks	724,046	76,000
12.3 Mortgage loans		
12.4 Real estate		
12.5 Other invested assets		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments		
12.7 Miscellaneous proceeds		
12.8 Total investment proceeds (Line 12.1 through Line 12.7)	6,490,478	2,977,824
13. Cost of investments acquired (long-term only):		
13.1 Bonds	6,017,216	3,749,454
13.2 Stocks		
13.3 Mortgage loans		
13.4 Real estate	74,664	74,664
13.5 Other invested assets	12,455	
13.6 Miscellaneous applications	179,293	102,440
13.7 Total investments acquired (Line 13.1 through Line 13.6)	6,283,628	3,926,558
14. Net increase (decrease) in contract loans and premium notes	62,386	130,616
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	144,464	(1,079,350)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes		
16.2 Capital and paid in surplus, less treasury stock	91,320	
16.3 Borrowed funds		
16.4 Net deposits on deposit-type contracts and other insurance liabilities	(234,327)	(102,986)
16.5 Dividends to stockholders		
16.6 Other cash provided (applied)		
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	(143,007)	(102,986)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17)	2,317,468	(1,633,774)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	(151,705)	1,482,069
19.2 End of year (Line 18 plus Line 19.1)	2,165,763	(151,705)

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

20.001		
20.002		
20.003		
20.004		
20.005		
20.006		
20.007		
20.008		
20.009		
20.010		

ANNUAL STATEMENT FOR THE YEAR 2009 OF THE Atlantic Southern Insurance Company

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	12,158,574	8,262	1,422,898	97,245		188,235	74,686		4,800,612		5,566,636	
2. Considerations for supplementary contracts with life contingencies												
3. Net investment income	978,957	43,357	517,687	130,743		63,523	11,433		96,589		115,625	
4. Amortization of Interest Maintenance Reserve (IMR)	87,752		87,752									
5. Separate Accounts net gain from operations excluding unrealized gains or losses												
6. Commissions and expense allowances on reinsurance ceded	3,283,233		886,712						2,066,165		330,356	
7. Reserve adjustments on reinsurance ceded												
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from Separate Accounts												
8.2 Charges and fees for deposit-type contracts												
8.3 Aggregate write-ins for miscellaneous income	530,769	456	5,392	1,374		666	120		1,015		1,217	520,529
9. Totals (Line 1 to Line 8.3)	17,039,285	52,075	2,920,441	229,362		252,424	86,239		6,964,381		6,013,834	520,529
10. Death benefits	178,255	4,186	87,603			31,742	54,724					
11. Matured endowments (excluding guaranteed annual pure endowments)	6,596	2,360	4,236									
12. Annuity benefits	162,870			162,870								
13. Disability benefits and benefits under accident and health contracts	6,727,874								4,433,306		2,294,568	
14. Coupons, guaranteed annual pure endowments and similar benefits												
15. Surrender benefits and withdrawals for life contracts	849,065	3,730	845,335									
16. Group conversions												
17. Interest and adjustments on contract or deposit-type contract funds												
18. Payments on supplementary contracts with life contingencies												
19. Increase in aggregate reserves for life and accident and health contracts	135,213	(11,491)	209,669	35,564		(108,806)					10,277	
20. Totals (Line 10 to Line 19)	8,059,873	(1,215)	1,146,843	198,434		(77,064)	54,724		4,433,306		2,304,845	
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)	3,404,829	290	675,655			56,539	11,533		791,295		1,869,517	
22. Commissions and expense allowances on reinsurance assumed												
23. General insurance expenses	4,517,207	48,124	525,791	7,929		70,026	7,004		1,290,137		2,099,720	468,476
24. Insurance taxes, licenses and fees, excluding federal income taxes	411,731	66	25,668	64		985	42		240,714		144,192	
25. Increase in loading on deferred and uncollected premiums	57,001	(397)	42,818								14,580	
26. Net transfers to or (from) Separate Accounts net of reinsurance												
27. Aggregate write-ins for deductions												
28. Totals (Line 20 to Line 27)	16,450,641	46,868	2,416,775	206,427		50,486	73,303		6,755,452		6,432,854	468,476
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	588,644	5,207	503,666	22,935		201,938	12,936		208,929		(419,020)	52,053
30. Dividends to policyholders	65,601		65,601									
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	523,043	5,207	438,065	22,935		201,938	12,936		208,929		(419,020)	52,053
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)	523,043	5,207	438,065	22,935		201,938	12,936		208,929		(419,020)	52,053
DETAILS OF WRITE-INS												
08.301. Other Income	10,295	456	5,447	1,374		666	120		1,015		1,217	520,529
08.302. Administration Services Fees	520,529											
08.303. Capital Gain or Loss on Sale of Equipment	(55)		(55)									
08.398. Summary of remaining write-ins for Line 8.3 from overflow page												
08.399. Totals (Line 08.301 through Line 08.303 plus Line 08.398) (Line 8.3 above)	530,769	456	5,392	1,374		666	120		1,015		1,217	520,529
2701.												
2702.												
2703.												
2798. Summary of remaining write-ins for Line 27 from overflow page												
2799. Totals (Line 2701 through Line 2703 plus Line 2798) (Line 27 above)												

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

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	4,533,826	273,282	2,217,263	1,580,790	9,000	452,713	778	
2. Tabular net premiums or considerations	992,321	5,453	768,091	97,245		54,315	67,217	
3. Present value of disability claims incurred					X X X			
4. Tabular interest	237,591	9,102	127,337	82,810		16,795	1,547	
5. Tabular less actual reserve released	12,377			12,377				
6. Increase in reserve on account of change in valuation basis								
7. Other increases (net)								
8. Totals (Line 1 to Line 7)	5,776,115	287,837	3,112,691	1,773,222	9,000	523,823	69,542	
9. Tabular cost	660,760	18,531	394,007		X X X	179,441	68,781	
10. Reserves released by death	9,746	3,786	5,486	X X X	X X X	474		X X X
11. Reserves released by other terminations (net)	386,131	3,730	5,194	377,207				
12. Annuity, supplementary contract, and disability payments involving life contingencies	60,734			60,734				
13. Net transfers to or (from) Separate Accounts								
14. Total deductions (Line 9 to Line 13)	1,117,371	26,047	404,687	437,941		179,915	68,781	
15. Reserve December 31, current year	4,658,744	261,790	2,708,004	1,335,281	9,000	343,908	761	

EXHIBIT OF NET INVESTMENT INCOME

	1	2
	Collected During Year	Earned During Year
1. U.S. Government bonds	(a) 921,733	953,223
1.1 Bonds exempt from U.S. tax	(a)	
1.2 Other bonds (unaffiliated)	(a)	
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b) 37,819	32,296
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)		
2.21 Common stocks of affiliates	550	550
3. Mortgage loans	(c)	
4. Real estate	(d)	
5. Contract loans		
6. Cash, cash equivalents and short-term investments	(e) 7,378	6,376
7. Derivative instruments	(f) 28,156	25,419
8. Other invested assets		
9. Aggregate write-ins for investment income		
10. Total gross investment income	995,636	1,017,864
11. Investment expenses		(g) 38,907
12. Investment taxes, licenses and fees, excluding federal income taxes		(g)
13. Interest expense		(h)
14. Depreciation on real estate and other invested assets		(i)
15. Aggregate write-ins for deductions from investment income		
16. Totals deductions (Line 11 through Line 15)		38,907
17. Net investment income (Line 10 minus Line 16)		978,957

DETAILS OF WRITE-INS

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

(a) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
 (b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.
 (c) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
 (d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
 (e) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.

(f) Includes \$ accrual of discount less \$ amortization of premium.
 (g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
 (h) Includes \$ interest on surplus notes and \$ interest on capital notes.
 (i) Includes \$ depreciation on real estate and \$ 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) (Cols. 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds					
1.1 Bonds exempt from U.S. tax					
1.2 Other bonds (unaffiliated)	31,727		31,727		
1.3 Bonds of affiliates					
2.1 Preferred stocks (unaffiliated)	(108,920)		(108,920)		
2.11 Preferred stocks of affiliates					
2.2 Common stocks (unaffiliated)	(13,014)		(13,014)		
2.21 Common stocks of affiliates					
3. Mortgage loans					
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)	(90,207)		(90,207)		
DETAILS OF WRITE-INS					
0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page					
0999. Totals (Line 0901 through Line 0903 plus Line 0998) (Line 9 above)					

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

	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	152,722		26,609							126,113	
2. Deferred and accrued	347,541		347,541								
3. Deferred, accrued and uncollected:											
3.1 Direct	500,263		374,150							126,113	
3.2 Reinsurance assumed											
3.3 Reinsurance ceded											
3.4 Net (Line 1 plus Line 2)	500,263		374,150							126,113	
4. Advance	30,638		8,746							21,892	
5. Line 3.4 minus Line 4	469,625		365,404							104,221	
6. Collected during year:											
6.1 Direct	3,236,897		640,009	32,354		50,054		432,757		2,081,723	
6.2 Reinsurance assumed											
6.3 Reinsurance ceded	143,067		9,336							133,731	
6.4 Net	3,093,830		630,673	32,354		50,054		432,757		1,947,992	
7. Line 5 plus Line 6.4	3,563,455		996,077	32,354		50,054		432,757		2,052,213	
8. Prior year (uncollected plus deferred and accrued minus advance)	454,388		356,515							97,873	
9. First year premiums and considerations:											
9.1 Direct	3,252,134		648,898	32,354		50,054		432,757		2,088,071	
9.2 Reinsurance assumed											
9.3 Reinsurance ceded	143,067		9,336							133,731	
9.4 Net (Line 7 minus Line 8)	3,109,067		639,562	32,354		50,054		432,757		1,954,340	
SINGLE											
10. Single premiums and considerations:											
10.1 Direct	188,235				188,235						
10.2 Reinsurance assumed											
10.3 Reinsurance ceded											
10.4 Net	188,235				188,235						
RENEWAL											
11. Uncollected	(421,767)	192	186,098					(721,723)		113,666	
12. Deferred and accrued	614,306		614,306								
13. Deferred, accrued and uncollected:											
13.1 Direct	1,633,306	192	616,629					741,858		274,627	
13.2 Reinsurance assumed											
13.3 Reinsurance ceded	1,440,769		(183,774)					1,463,581		160,962	
13.4 Net (Line 11 plus Line 12)	192,539	192	800,404					(721,723)		113,666	
14. Advance	177,767	394	79,650							97,723	
15. Line 13.4 minus Line 14	14,772	(202)	720,754					(721,723)		15,943	
16. Collected during year:											
16.1 Direct	18,986,213	8,118	1,595,536	64,892		24,632		12,566,730		4,726,305	
16.2 Reinsurance assumed	52,184									52,184	
16.3 Reinsurance ceded	10,096,555		1,137,828					7,687,881		1,270,846	
16.4 Net	8,941,842	8,118	457,708	64,892		24,632		4,878,849		3,507,643	
17. Line 15 plus Line 16.4	8,956,614	7,916	1,178,462	64,892		24,632		4,157,126		3,523,586	
18. Prior year (uncollected plus deferred and accrued minus advance)	95,342	(346)	395,126					(210,728)		(88,710)	
19. Renewal premiums and considerations:											
19.1 Direct	19,300,273	8,262	1,771,680	64,892		24,632		12,605,175		4,825,632	
19.2 Reinsurance assumed	52,184									52,184	
19.3 Reinsurance ceded	10,491,184		988,343					8,237,321		1,265,520	
19.4 Net (Line 17 minus Line 18)	8,861,272	8,262	783,336	64,892		24,632		4,367,854		3,612,296	
TOTAL											
20. Total premiums and annuity considerations:											
20.1 Direct	22,740,642	8,262	2,420,578	97,246	188,235	74,686		13,037,932		6,913,703	
20.2 Reinsurance assumed	52,184									52,184	
20.3 Reinsurance ceded	10,634,251		997,679					8,237,321		1,399,251	
20.4 Net (Lines 9.4 plus 10.4 plus 19.4)	12,158,574	8,262	1,422,898	97,246	188,235	74,686		4,800,611		5,566,636	

EXHIBIT 1 - PART 2 - DIVIDENDS AND COUPONS APPLIED, REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES AND COMMISSIONS INCURRED (direct business only)

	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	
DIVIDENDS AND COUPONS APPLIED (included in Part 1)											
21. To pay renewal premiums	2,717		2,717								
22. All other	12,692		12,692								
REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED											
23. First year (other than single):											
23.1 Reinsurance ceded											
23.2 Reinsurance assumed											
23.3 Net ceded less assumed											
24. Single:											
24.1 Reinsurance ceded											
24.2 Reinsurance assumed											
24.3 Net ceded less assumed											
25. Renewal:											
25.1 Reinsurance ceded	3,283,233		886,712					2,066,165		330,356	
25.2 Reinsurance assumed											
25.3 Net ceded less assumed	3,283,233		886,712					2,066,165		330,356	
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6)	3,283,233		886,712					2,066,165		330,356	
26.2 Reinsurance assumed (Page 6, Line 22)											
26.3 Net ceded less assumed	3,283,233		886,712					2,066,165		330,356	
COMMISSIONS INCURRED (direct business only)											
27. First year (other than single)	1,705,432		510,546					75,370		1,119,516	
28. Single	56,539				56,539						
29. Renewal	1,642,859	290	165,109			11,533		715,925		750,002	
30. Deposit-type contract funds											
31. Totals (to agree with Page 6, Line 21)	3,404,830	290	675,655		56,539	11,533		791,295		1,869,518	

EXHIBIT 2 - GENERAL EXPENSES

	Insurance				5 Investment	6 Total
	1 Life	Accident and Health		4 All Other Lines of Business		
		2 Cost Containment	3 All Other			
1. Rent	24,521	126,155		78,292		228,968
2. Salaries and wages	272,203	1,400,415		278,933	38,907	1,990,458
3.11 Contributions for benefit plans for agents	29,357	151,036		31,568		211,961
3.12 Contributions for benefit plans for agents						
3.21 Payments to employees under non-funded benefit plans	1,495	7,692				9,187
3.22 Payments to agents under non-funded benefit plans	334	1,717				2,051
3.31 Other employee welfare						
3.32 Other agent welfare						
4.1 Legal fees and expenses	2,995	15,410				18,405
4.2 Medical examination fees	2,777	14,287				17,064
4.3 Inspection report fees	1,481	7,620				9,101
4.4 Fees of public accountants and consulting actuaries	18,256	93,921				112,177
4.5 Expense of investigation and settlement of policy claims	1,561	8,032				9,593
5.1 Traveling expenses	13,112	67,460				80,572
5.2 Advertising	15,868	85,037				100,905
5.3 Postage, express, telegraph and telephone	31,629	162,724		41,554		235,907
5.4 Printing and stationery	15,368	79,063		19,352		113,783
5.5 Cost or depreciation of furniture and equipment	28,430	146,263		5,888		180,581
5.6 Rental of equipment	6,763	34,795				41,558
5.7 Cost or depreciation of EDP equipment and software						
6.1 Books and periodicals	769	3,956				4,725
6.2 Bureau and association fees	2,612	13,440				16,052
6.3 Insurance, except on real estate	6,338	32,606				38,944
6.4 Miscellaneous losses						
6.5 Collection and bank service charges	17,270	88,848				106,118
6.6 Sundry general expenses	12,858	66,153		9,143		88,154
6.7 Group service and administration fees	11,382	58,557				69,939
6.8 Reimbursements by uninsured plans						
7.1 Agency expense allowance	9,772	50,275				60,047
7.2 Agents' balances charged off (less \$ recovered)						
7.3 Agency conferences other than local meetings	4,311	22,181				26,492
9.1 Real estate expenses	5,268	27,101		3,745		36,114
9.2 Investment expenses not included elsewhere						
9.3 Aggregate write-ins for expenses	120,366	626,889				747,255
10. General expenses incurred	657,096	3,391,633		468,475	38,907	(a) 4,556,111
11. General expenses unpaid December 31, prior year	30,866	372,549				403,415
12. General expenses unpaid December 31, current year	39,202	201,684		27,874		268,760
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)	648,760	3,562,498		440,601	38,907	4,690,766
DETAILS OF WRITE-INS						
09.301. Management & consulting Fees	118,396	609,114				727,510
09.302. Car Lease	1,970	10,137				12,107
09.303. Reinsurance Assumed Expense		7,638				7,638
09.398. Summary of remaining write-ins for Line 9.3 from overflow page						
09.399. Totals (Line 09.301 through Line 09.303 plus Line 09.398) (Line 9.3 above)	120,366	626,889				747,255

(a) Includes management fees of \$ to affiliates and \$ 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					
2. State insurance department licenses and fees	9,281	106,542			115,823
3. State taxes on premiums		77,280			77,280
4. Other state taxes, including \$ for employee benefits	6,522	74,862			81,384
5. U. S. Social Security taxes	8,340	95,740			104,080
6. All other taxes	2,658	30,507			33,165
7. Taxes, licenses and fees incurred	26,801	384,931			411,732
8. Taxes, licenses and fees unpaid December 31, prior year	2,741	31,654			34,395
9. Taxes, licenses and fees unpaid December 31, current year	4,032	46,288			50,320
10. Taxes, licenses and fees paid during year (Line 7 plus Line 8 minus Line 9)	25,510	370,297			395,807

EXHIBIT 4 - DIVIDENDS OR REFUNDS

	1	2
	Life	Accident and Health
1. Applied to pay renewal premiums	2,717	
2. Applied to shorten the endowment or premium-paying period		
3. Applied to provide paid-up additions	12,692	
4. Applied to provide paid-up annuities		
5. Total Line 1 through Line 4	15,409	
6. Paid-in cash	169,253	
7. Left on deposit	(119,959)	
8. Aggregate write-ins for dividend or refund options		
9. Total Line 5 through Line 8	64,703	
10. Amount due and unpaid		
11. Provision for dividends or refunds payable in the following calendar year	898	
12. Terminal dividends		
13. Provision for deferred dividend contracts		
14. Amount provisionally held for deferred dividend policies not included in Line 13		
15. Total Line 10 through Line 14	898	
16. Total from prior year		
17. Total dividends or refunds (Line 9 plus Line 15 minus Line 16)	65,601	
DETAILS OF WRITE-INS		
0801.		
0802.		
0803.		
0898. Summary of remaining write-ins for Line 8 from overflow page		
0899. Totals (Line 0801 through Line 0803 plus Line 0898) (Line 8 above)		

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1 Valuation Standard	2 Total	3 Industrial	4 Ordinary	5 Credit (Group and Individual)	6 Group
(Gross) - Life Insurance					
1941 SI 3.00% NL	2,056	2,056			
1941 SI 3.00% CRV	1,971	1,971			
130% 1941 SI 3.00% NL	191	191			
1941 SSI 3.00% NL	61,531	61,531			
1941 SSI 3.00% CRV	21,052	21,052			
130% 1941 SSI 2.50% NL	360	360			
130% 1941 SSI 3.00% NL	4,991	4,991			
1961 CSI 3.50% NL	68,937	68,937			
1961 CSI 3.50% CRV	52,905	52,905			
1961 CIET 3.50% NL	43,673	43,673			
2001 CSO Female ALB 4.00% CRV	282		282		
1980 CSO Male ALB 4.00% NL	3,762		3,762		
1980 CSO Male ALB 4.00% CRV	258,999		258,999		
1980 CSO Male ALB 4.50% NL	480,516		480,516		
1980 CSO Male ALB 4.50% CRV	134,491		134,491		
1980 CSO Male ALB 5.00% NL	175,601		175,601		
1980 CSO Male ALB 5.50% NL	317,775		317,775		
1980 CSO Male ALB 5.50% CRV	520,966		520,966		
1980 CSO Male NS ALB 4.00% CRV					
1980 CSO Male SM ALB 4.00% CRV					
1980 CSO-C ALB 4.00% CRV	103,687		103,687		
1980 CSO-C ALB 4.50% CRV	1,272,750		1,272,750		
1980 CSO-C ALB 5.00% CRV	672,961		672,961		
1980 CSO-C ALB 5.25% CRV	2,176,632		2,176,632		
1980 CSO Female ALB 4.00% NL	5,826		5,826		
1980 CSO Female ALB 4.00% CRV	346,180		346,180		
1980 CSO Female ALB 4.50% NL	1,053,926		1,053,926		
1980 CSO Female ALB 4.50% CRV	228,750		228,750		
1980 CSO Female ALB 5.00% NL	501,998		501,998		
1980 CSO Female ALB 5.50% NL	690,153		690,153		
1980 CSO Female ALB 5.50% CRV	58,856		58,856		
1980 CSO Fmle NS ALB 4.00% CRV					
1980 CET-C ALB 4.50% NL	6,398		6,398		
1980 CET-C ALB 5.00% NL	8,579		8,579		
1980 CET-C ALB 5.25% NL	48,492		48,492		
1941 CSO 2.25% NL	18,650		18,650		
1941 CSO 2.50% NL	8,360		8,360		
1941 CSO 2.50% CRV	5,970		5,970		
1941 CSO 3.00% CRV	55,943		55,943		
1941 CSO 3.50% NL	178,545		178,545		
1941 CSO 3.50% CRV	120,729		120,729		
3.50% NL					
3.50% CRV	8,546		8,546		
1958 CSO 2.75% NL	18,379		18,379		
1958 CSO 2.75% CRV	147,663		147,663		
1958 CSO 3.00% NL	22,039		22,039		
1958 CSO 3.00% CRV	445,918		445,918		
1958 CSO 3.50% NL	738,957		738,957		
1958 CSO 3.50% CRV	13,434		13,434		
1958 CSO 4.00% NL	14,382		14,382		
1958 CSO 4.00% CRV	326,174		326,174		
1958 CET 2.75% NL	5,041		5,041		
1958 CET 3.00% NL	8,207		8,207		
1958 CET 3.5% NLP	338,492			338,492	
1958 CSO ALB 3.50% NL	274,811		274,811		
1958 CSO ALB 3.50% CRV	463,878		463,878		
1958 CSO ALB 4.00% NL	84,789		84,789		
1958 CSO ALB 4.00% CRV	183,741		183,741		
1958 CSO ALB 4.50% NL	64,893		64,893		
1958 CSO ALB 4.50% CRV	268,265		268,265		
1980 CSO 6% CRVM	4,152,702		4,152,702		
1958 CSO Joint ALB 3.50% NL	2,876		2,876		
1958 CSO Joint ALB 3.50% CRV	28,606		28,606		
1958 CSO Joint ALB 4.00% CRV	37,183		37,183		
1980 CSOMale ALB 5.50% CRV	94,928		94,928		
Unearned Premiums	3,619		821		2,798
American Experience 3.50% NL	4,750		4,750		
American Experience 3.50% CRV	7,341		7,341		
0199997 - TOTALS (Gross) - Life Insurance	17,473,058	257,667	16,874,101	338,492	2,798
0199998 - Reinsurance ceded - Life Insurance	14,299,616		14,296,818		2,798
0199999 - TOTALS (Net) - Life Insurance	3,173,442	257,667	2,577,283	338,492	
(Gross) - Annuities (excluding supplementary contracts with life contingencies)					
Premium Paying and Paid Up	838,850		838,850		
Deferred Annuity	92,085		92,085		
Annuities in Payment	404,346		404,346		
0299997 - TOTALS (Gross) - Annuities (excluding supplementary contracts with life contingencies)	1,335,281		1,335,281		
0299999 - TOTALS (Net) - Annuities (excluding supplementary contracts with life contingencies)	1,335,281		1,335,281		
(Gross) - Supplementary Contracts with Life Contingencies					
Supplemental Contracts	9,000		9,000		
0399997 - TOTALS (Gross) - Supplementary Contracts with Life Contingencies	9,000		9,000		
0399999 - TOTALS (Net) - Supplementary Contracts with Life Contingencies	9,000		9,000		
(Gross) - Accidental Death Benefits					
1959 ABD 3%	26,891		26,891		
1958 CSO 3%	15,865		15,865		
0499997 - TOTALS (Gross) - Accidental Death Benefits	42,756		42,756		
0499998 - Reinsurance ceded - Accidental Death Benefits	36,169		36,169		
0499999 - TOTALS (Net) - Accidental Death Benefits	6,587		6,587		
(Gross) - Disability - Active Lives					
1952 Disability Study	16,080		16,080		
0599997 - TOTALS (Gross) - Disability - Active Lives	16,080		16,080		
0599998 - Reinsurance ceded - Disability - Active Lives	13,817		13,817		
0599999 - TOTALS (Net) - Disability - Active Lives	2,263		2,263		
(Gross) - Disability - Disabled Lives					
1952 Disability Study	388,830		378,081		10,749
0699997 - TOTALS (Gross) - Disability - Disabled Lives	388,830		378,081		10,749
0699998 - Reinsurance ceded - Disability - Disabled Lives	349,926		339,926		10,000
0699999 - TOTALS (Net) - Disability - Disabled Lives	38,904		38,155		749

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1 Valuation Standard	2 Total	3 Industrial	4 Ordinary	5 Credit (Group and Individual)	6 Group
(Gross) - Miscellaneous Reserves					
For excess of valuation net premiums over corresponding gross premiums	68,249		68,249		
For non-deduction of deferred fractional premiums at the death of the ins	52,724		52,724		
For surrender values in excess of reserves otherwise required and carried	114,520		114,520		
Additional actuarial reserves	7,849		7,849		
Immediate payment claims reserve	167,360	4,123	157,809	5,416	12
Proceeds on Deposit	46,786		46,786		
0799997 - TOTALS (Gross) - Miscellaneous Reserves	457,488	4,123	447,937	5,416	12
0799998 - Reinsurance ceded - Miscellaneous Reserves	364,221		364,221		
0799999 - TOTALS (Net) - Miscellaneous Reserves	93,267	4,123	83,716	5,416	12
9999999 - TOTALS (Net) - Page 3, Line 1	4,658,745	261,790	4,052,286	343,908	761

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 () No (X)
- 2.2 If not, state which kind is issued.
Non-Participating
- 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? \$
- 4.2 Amount of reserve? \$
- 4.3 Basis of reserve:
.....
- 4.4 Basis of regular assessments:
.....
- 4.5 Basis of special assessments:
.....
- 4.6 Assessments collected during the year: \$
- 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: \$
- 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.
- 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: \$
- 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: \$
- 7.4 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	

NONE

EXHIBIT 6 - AGGREGATES 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. Additional contract reserves (a)	158,479								158,479
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)	158,479								158,479
8. Reinsurance ceded									
9. Totals (Net)	158,479								158,479
CLAIM RESERVE									
10. Present value of amounts not yet due on claims									
11. Additional actuarial reserves - Asset/Liability analysis	22,798								22,798
12. Reserve for future contingent benefits									
13. Aggregate write-ins for reserves									
14. Totals (Gross)	22,798								22,798
15. Reinsurance ceded									
16. Totals (Net)	22,798								22,798
17. TOTAL (Net)	181,277								181,277
18. TABULAR FUND INTEREST									
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.

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Exhibit 7, Deposit Type Contracts

NONE

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											
1.2 Reinsurance assumed											
1.3 Reinsurance ceded											
1.4 Net											
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	81,258	2,372	12,011				66,875				
2.21 Direct	81,258	2,372	12,011				66,875				
2.22 Reinsurance assumed											
2.23 Reinsurance ceded											
2.24 Net	81,258	2,372	(b) 12,011	(b)		(b)	(b) 66,875		(b)	(b)	(b)
3. Incurred but unreported:											
3.1 Direct	1,375,194	720	16,516			188	3,270		704,500		650,000
3.2 Reinsurance assumed	18,962										18,962
3.3 Reinsurance ceded											
3.4 Net	1,394,156	720	(b) 16,516	(b)		(b) 188	(b) 3,270		(b) 704,500	(b)	(b) 668,962
4. TOTALS											
4.1 Direct	1,456,452	3,092	28,527			188	70,145		704,500		650,000
4.2 Reinsurance assumed	18,962										18,962
4.3 Reinsurance ceded											
4.4 Net	1,475,414	(a) 3,092	(a) 28,527			188	(a) 70,145		704,500		668,962

(a) Including matured endowments (but not guaranteed annual pure endowments) unpaid amounting to \$ in Column 2, \$ in Column 3 and \$ 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 \$, Individual Annuities \$, Credit Life (Group and Individual) \$, and Group Life \$ are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health \$, Credit (Group and Individual) Accident and Health \$ and Other Accident and Health \$ 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 Total	2 Industrial Life (a)	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health		
			3 Life Insurance (b)	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance (c)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other
1. Settlements during the year:											
1.1 Direct	14,466,380	9,853	918,764	162,870		32,602	56,500		10,603,096		2,682,695
1.2 Reinsurance assumed	24,140										24,140
1.3 Reinsurance ceded	8,338,579		1,281,845						6,299,037		757,697
1.4 Net (d)	6,151,941	9,853	(363,081)	162,870		32,602	56,500		4,304,059		1,949,138
2. Liability December 31, current year from Part 1:											
2.1 Direct	1,456,452	3,092	28,527			188	70,145		704,500		650,000
2.2 Reinsurance assumed	18,962										18,962
2.3 Reinsurance ceded											
2.4 Net	1,475,414	3,092	28,527			188	70,145		704,500		668,962
3. Amounts recoverable from reinsurers December 31, current year	1,104,963		223,616						822,513		58,834
4. Liability December 31, prior year:											
4.1 Direct	1,089,065	6,399	51,028			1,048	71,921		508,669		450,000
4.2 Reinsurance assumed											
4.3 Reinsurance ceded											
4.4 Net	1,089,065	6,399	51,028			1,048	71,921		508,669		450,000
5. Amounts recoverable from reinsurers December 31, prior year	1,642,267		701,037						755,929		185,301
6. Incurred Benefits:											
6.1 Direct	14,833,767	6,546	896,263	162,870		31,742	54,724		10,798,927		2,882,695
6.2 Reinsurance assumed	43,102										43,102
6.3 Reinsurance ceded	7,801,275		804,424						6,365,621		631,230
6.4 Net	7,075,594	6,546	91,839	162,870		31,742	54,724		4,433,306		2,294,567

(a) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ 2,360 in Line 1.1, \$ 2,360 in Line 1.4. \$ 2,360 in Line 6.1 and \$ 2,360 in Line 6.4.

(b) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ 4,236 in Line 1.1, \$ 4,236 in Line 1.4. \$ 4,236 in Line 6.1 and \$ 4,236 in Line 6.4.

(c) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ in Line 1.1, \$ in Line 1.4. \$ in Line 6.1 and \$ in Line 6.4.

(d) Includes \$ 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. Other invested assets (Schedule BA)			
8. Receivable for securities			
9. Aggregate write-ins for invested assets			
10. Subtotals, cash and invested assets (Line 1 to Line 9)			
11. Title plants (for Title insurers only)			
12. Investment income due and accrued			
13. Premiums and considerations:			
13.1 Uncollected premiums and agents' balances in the course of collection	1,063,985	1,095,240	31,255
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due			
13.3 Accrued retrospective premiums			
14. Reinsurance:			
14.1 Amounts recoverable from reinsurers			
14.2 Funds held by or deposited with reinsured companies			
14.3 Other amounts receivable under reinsurance contracts			
15. Amounts receivable relating to uninsured plans			
16.1 Current federal and foreign income tax recoverable and interest thereon			
16.2 Net deferred tax asset			
17. Guaranty funds receivable or on deposit	55,427	55,427	
18. Electronic data processing equipment and software			
19. Furniture and equipment, including health care delivery assets	355,796	262,312	(93,484)
20. Net adjustment in assets and liabilities due to foreign exchange rates			
21. Receivable from parent, subsidiaries and affiliates	150,000		(150,000)
22. Health care and other amounts receivable			
23. Aggregate write-ins for other than invested assets	49,721	49,444	(277)
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Line 10 to Line 23)	1,674,929	1,462,423	(212,506)
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
26. Total (Line 24 and Line 25)	1,674,929	1,462,423	(212,506)
DETAILS OF WRITE-INS			
0901.			
0902.			
0903.			
0998. Summary of remaining write-ins for Line 9 from overflow page			
0999. Totals (Line 0901 through Line 0903 plus Line 0998) (Line 9 above)			
2301. Account Receivable	400	3,616	3,216
2302. Deferred Charges and Prepayment	49,321	45,828	(3,493)
2303.			
2398. Summary of remaining write-ins for Line 23 from overflow page			
2399. Totals (Line 2301 through Line 2303 plus Line 2398) (Line 23 above)	49,721	49,444	(277)

NOTES TO FINANCIAL STATEMENTS**NOTES TO FINANCIAL STATEMENTS**

1. Summary of Significant Accounting Policies

A. Accounting Practices

The accompanying financial statements have been prepared on the basis of accounting practices prescribed or permitted by the National Association of Insurance Commissioners adopted by the Office of the Commissioner of Insurance of the Commonwealth of Puerto Rico. There was no deviation between the accounting practices prescribed or permitted by the National Association of Insurance Commissioners and the Puerto Rico Insurance Code and Administrative Rules.

B. Use of Estimated in the Preparation of the Financial Statements

The preparation of financial statements in accordance with statutory accounting principles 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.

C. Accounting Policy

Life premiums are recognized as income over the premium paying period of the related policies. Deposits on deposit-type contracts are entered directly as a liability when received. Health premiums are earned ratably over the term of the related insurance and reinsurance contract or policies. Expenses incurred in connection with acquiring new insurance business, including acquisition cost such as sales commission, are charged to operations when incurred.

In addition, the company uses the following accounting policies:

1. Short-term investments are stated at amortized cost. Other investments consist of certificates of deposit with original maturities in excess of one year at the time of purchase.
2. Bonds not backed by other loans are generally stated at amortized cost. Accretion of discount and amortization of premium are recognized as an interest yield adjustment using a method that approximates the interest method.
3. Common stocks are stated at market.
4. Preferred stocks are stated at cost, lower of cost or amortized cost, or fair values depending on the assigned credit rating and whether the preferred stock has mandatory sinking fund provisions.
5. Mortgage loans on real estate are reported at the balance of unpaid principal less valuation allowance.
6. Loan-backed securities are stated at either amortized cost or the lower of amortized cost or fair value. Premiums and discounts on loan-backed securities are amortized using a method that approximates the interest method.
7. The accounting policies of the insurer with respect to investment in subsidiaries – Not applicable.
8. The accounting policies of the insurer with respect to investments in joint ventures – Not applicable.
9. The accounting policies for derivatives – Not applicable.
10. The Company does not utilize anticipated investment income as a factor in the premium deficiency calculation.

NOTES TO FINANCIAL STATEMENTS

11. Liabilities for losses and loss/claim adjustment expenses for accident health contracts are estimated by the Company's valuation actuary using statistical claim development models to develop best estimates of liabilities for medical expense business and using tabular reserves employing mortality/morbidity.

12. The Company has not modified its capitalization policy from the prior period.

13. Pharmaceutical rebates receivables – Not Applicable.

2. Accounting Changes and Corrections of Errors

A. Correction of Errors : None

3. Business Combinations and Goodwill

A. Statutory Purchase Method – Not Applicable

B. Statutory Merger – Not Applicable

C. Assumption Reinsurance – Not Applicable

D. Impairment Loss – Not Applicable

4. Discontinued Operations

Not Applicable

5. Investments

A. Mortgage Loan – Not Applicable

B. Debt Restructuring – Not Applicable

C. Reverse Mortgage – Not Applicable

D. Loan-Backed Securities

1. The Company has elected to use the book value as of January 1, 1994 as the cost for applying the retrospective adjustment method to securities purchase prior to that date.

2. Prepayment assumption for single class and multi-class mortgage-backed/asset-backed securities were obtained from broker dealer survey values.

3. The Company had no negative yield situations requiring a change from the retrospective to prospective methodology.

E. Repurchase Agreements – Not Applicable.

F. Real Estate – Not Applicable.

G. The Company has no investments in low-income housing tax credits.

6. Joint Ventures, Partnerships and Limited Liability Companies

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

B. The Company did not recognize any impairment write down for its investments in joint ventures, partnerships and limited liability companies during the statement periods.

7. Investment Income

A. Investment income consists primarily of interest and dividends. Interest is recognized on an accrual basis and dividends are recorded as earned at the ex-dividend rate. Interest income on mortgage-backed and asset-backed securities is determined on the effective yield method based on estimated principal repayments. Accrual of income is suspended for bonds that are in default. Realized capital gains and losses are determined on a specific identification basis.

NOTES TO FINANCIAL STATEMENTS

B. The Company does not excluded investment income.

8. Derivatives Instruments

Not Applicable

9. Income Taxes

- A. The Company does not have deferred income tax or deferred tax liability.
- B. The Company does not have deferred income tax or deferred tax liability.
- C. Disclose the significant components of income taxes incurred – Not Applicable.
- D. Disclose the nature of significant reconciling items – Not Applicable.
- E. The Company is not subject to Federal Income Tax.
- F. The Company is not subject to Federal Income Tax.

10. Information concerning Parent, Subsidiaries, and Affiliates

- A. North America Life Insurance Company, a corporation domiciled in Texas, US owns 100% of the outstanding shares of the Company. Also the Company owns 100% of the common stocks of Interamerican Marketing Corporation and International Systems & Service Corporation, these stocks have no statement value.
- B. The company has a Management and Consulting agreement with Parent Holding Company which provided for the payment of a fixed fee of \$100,000 per quarter during 2006. Also effective February 2008 the company become administrator of the North America Life Insurance Company policies. The administration service fees is in a monthly basis equal to \$25.00 per annum per premium paying policy and \$12.00 per annum per paid-up policy in force at the end of each month. At the end of the year the Parent Company due the amount of \$46,348 related to the administration services of the last month of 2009. Since April 1st, 2008 the company has a promissory note in the amount of \$150,000 at the rate of seven percent (7.0%) per annum and shall be due and payable on the first day of each month. The entire principal is finally due on the 1st day of April, 2013.
- C. The Company has not made change in the method of establish each transaction.
- D. The amount due from the Parent company is related to a promissory note in the amount of \$150,000 that is finally due on the 1st day of April, 2013. And the other amount due is \$46,348 relate to the administration services fees of the last month of 2009 and the settlement date of this amount is January 19, 2010.
- E. There are no guarantees or undertaking for the benefit of a subsidiary party, other that disclosed in Note 10A.
- F. The Company has a Management and Consulting agreement with the Parent Company as disclosed in Note 10A.
- G. The Company's 99% of outstanding shares are owed by our Parent Company. However, the company operations are autonomous.
- H. Not applicable.

NOTES TO FINANCIAL STATEMENTS

- I. The company does not have investment in an SCA.
- J. Not applicable.
- K. The Company has no investments in foreign insurance subsidiaries.
- L. The Company has no investment in downstream noninsurance holding companies.

11. The Company has no debenture outstanding

Effective June 30, 2004 the company acquired the building occupied as its main offices. As part of the transaction the company has entered into an agreement with a financial institution to assume a mortgage loan amounting to \$1,132,000. The building was formerly owned by the parent's holding company. The net capital gain was contributed to Atlantic Southern Insurance Company as additional paid capital. The outstanding loan balance is \$705,791 and \$780,455 as of December 31, 2009 and 2008, respectively.

The Company does not have any reverse repurchase agreement.

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

A. Defined Benefit Plan

The Company sponsored until December 31, 2003 a non-contributory defined benefit pension plan covering substantially all of its employees. The Atlantic Southern Insurance Company of Puerto Rico Administrative Employees Retirement Plan was amended to freeze that were participants prior to December 31, 2003 became 100% vested. No new participants are allowed in the plan.

B. Defined Contribution Plans

Effective January 1st, 2004 the Company implemented a defined contribution pension plan for the benefits of all administrative employees. The employees are allowed to make deferred tax contributions up to 10% and not to exceed \$8,000. The company matches contributions up to 3% of the annualized salaries provided that the employees have more than one year employed and contribute at least 6% of their annualized salaries to the plan.

C. Multiemployer Plans – Not Applicable.

D. Consolidated/Holding Company Plans – Not Applicable.

E. Postemployment Benefits and Compensated Absences – Not Applicable.

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

- 1. The Company's capital is common stock, 200,000 shares authorized, \$20 par value each, 131,695 shares issued and outstanding. The par value was increased from \$10 to \$20 increasing the value of the outstanding shares to \$2,633,900. All previously issued shares were cancelled and new shares were issued effective December 31, 2005.

NOTES TO FINANCIAL STATEMENTS

2. The Company does not have any preferred stocks.
3. 4. and 5. Dividends on Company stock are paid as declared by its Board of Directors. Dividends are restricted only to the extent of the accumulated unassigned surplus.
6. There have been no advances to surplus.
7. The Company does not have stock held for especial purposes.
8. The Company does not have especial surplus fund.
9. The Company does not have cumulative unrealized gains and losses.
10. The Company does not issue any surplus notes or debentures or similar obligations.
11. and 12. There has been no restatement of surplus due to quasi-reorganizations.
12. The Company does not paid dividends this year.
14. Contingencies
- A. Contingent Commitments – Not Applicable
- B. Assessments – Not Applicable
- C. Gain Contingencies – Not Applicable
- D. Claims related extra contractual obligation and bad faith losses stemming from lawsuits – Not Applicable
- E. All Other Contingencies – Not Applicable
15. Leases
- A. Lessee Leasing arrangements.
The Company leases an automobile under cancelable operating lease that expire through September, 2012. Rental expense for 2009 and 2008 was \$13,509 and \$ 13,509, respectively.
- The Company has no sublease or sale-leaseback transactions.
- B. Lessor Leases
The Company lease is an insignificant part of the business activities. The Company has no leveraged lease transactions.
16. Information about Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentration of Credit Risk.
- A. Financial Instruments with Off-Balance Sheet risk – Not applicable.
- B. Financial instruments with concentrations of credit risk – Not applicable.
17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities.
- Not Applicable
18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans.
- A. ASO Plans:
The gain from operations from Administrative Services Only (ASO) uninsured plans and the uninsured portion of partially insured plans was as follow during 2009:

	(1)	(2)	(3)
	<u>ASO Uninsured Plans</u>	<u>Uninsured Portion of Partially Insured Plans</u>	<u>Total ASO</u>
a. Net reimbursement for administrative expenses (including administrative fees)	\$377,296	\$0	\$377,296

NOTES TO FINANCIAL STATEMENTS

in excess of actual expense.			
b. Total net other income or expenses (including interest paid to or received from plans)	0	0	0
c. Net gain or (loss) from operations	\$377,296	0	\$377,296
d. Total claim payment volume	\$3,863,882	\$0	\$3,863,882

- B. ASC Plans – Not Applicable
C. Medicare or Other similarly structured cost based reimbursement contract
Not Applicable.

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators
Not Applicable.

20. Other Items

- A. Extraordinary Items – Not applicable.
B. Troubled debt restructuring – Not applicable.
C. Other disclosures – Not applicable.
D. Balance that is reasonably possible to be uncollectible – Not applicable.
E. Noncash transactions – Not applicable.
F. The Company has no investments in State transferable Tax Credits.
G. The Company has no deposits admitted under Section 6603 of the Internal Service Code,
H. The Company has no investments in Hybrid Securities.
I. The Company has no exposure to subprime mortgage risk.

21. Events Subsequent

- Type I – Not applicable.
Type II – Not applicable.

22. Reinsurance

A. Ceded Reinsurance Report

Section 1 – General Interrogatories

- Are any of the reinsurers, listed in Schedule S as non-affiliated, owed in excess of 10% of controlled, either directly or indirectly, by the company or by any representative, officer, trustee, or director of the company? () Yes (X) No
- 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) which is owed 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 (X) No

Section 2 – Ceded Reinsurance Report – Part 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 (X) No
- Does the company 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 which, 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 reinsured policies? () Yes (X) No

Section 3 – Ceded Reinsurance Report – Part B

NOTES TO FINANCIAL STATEMENTS

1. What is the estimated amount of the aggregate reduction in surplus, for agreements, not reflected in Section 2 above, of termination of all reinsurance agreements, by either party, as 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. \$0
2. Have any new agreements been excluded or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts which were in-force or which had existing reserves established by the company as of the effective date of the agreement? () Yes (X) No

B. Uncollectible Reinsurance

The Company has not written off any uncollectible reinsurance during the year.

C. Commutation of reinsurance reflected in Income and Expenses

The Company has not commuted any ceded reinsurance during the year.

23. Retrospectively Rated Contracts & Subject to Redetermination

Not Applicable

24. Change in Incurred Losses and Loss Adjustments 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 2009. See Schedule H – Part 3 and the Five Year Historical Data. Original estimates are increased or decreased as additional information becomes known regarding claims. However, no significant trends or unanticipated events were noted in 2009. None of the Company’s accident and health contracts are subject to retrospective rating.

25. Intercompany Pooling Arrangements

Not Applicable

26. Structured Settlements

The Company has not purchased any structured settlements to fulfill obligations of claimants.

27. Health Care Receivable

A. Pharmaceutical rebate Receivables

None

B. Risk Sharing Receivables

None

28. Participating Policies

For the year ended December 31, 2009, life premium for participating policies were \$31,069.

29. Premium Deficiency Reserves

Not applicable.

NOTES TO FINANCIAL STATEMENTS

30. Reserves for Life Contracts and Annuity Contracts

1. The Company waives deduction of deferred fractional premium upon death of the insured and holds net premium reserves on mortality and interest consistent with the basis of the policies. The Company does not return any portion of the final premium for periods beyond the date of death. Surrender values are not promised in excess of the legally computed reserves.
2. Additional premiums are charged for ordinary life policies issued on substandard lives according to underwriting classification. The corresponding reserves held on such policies are calculated using the same interest rate as standard policies but employing mortality rates which are multiples of standard mortality.
3. As of December 31, 2009, the Company had no material insurance in force for which the gross premiums were less than the net premiums.
4. The Tabular Interest, the Tabular less Actual reserves released, and the Tabular Cost have been determined by formula as describe in the instructions.
5. Tabular Interest has been determined exactly according to amounts credited to each contract.
6. Other reserves changes – Not applicable.

31. Analysis of Annuity Actuarial Reserves and Deposit Type Liabilities by Withdrawal Characteristics

Withdrawal characteristics of annuity actuarial reserves and deposit-type contract funds and other liabilities without life or disability contingencies.

		(1) Amount	(2) % of Total
A.	Subject to discretionary withdrawal:		
	(1) With market value adjustment		
	(2) At book value less current surrender charge of 5% or more		
	(3) At fair value		
	(4) Total with adjustment or at market value (Total of 1 through 3)		
	(5) At book value without adjustment (minimal or no charge or adjustment)	\$ 1,357,573.00	100%
B.	Not subject to discretionary withdrawal	0	
C.	Total (gross)	\$ 1,357,573.00	100%
D.	Reinsurance ceded	0	
E.	Total (net)*(C)-(D)	\$ 1,357,573.00	100%
	*Reconciliation of total annuity actuarial reserve and deposit fund liabilities.		
F.	Life & Accident & Health Annual Statement		
	(1) Exhibit 5, Annuities Section, Total (net)	\$1,335,281.00	
	(2) Exhibit 5, Supplementary Contracts with Life Contingencies Section, Total(net)	9,000.00	
	(3) Exhibit 7, line 14, Column 1	13,291.00	
	(4) Subtotal	\$1,357,573.00	
	Separate Accounts Annual Statement		
	(5) Exhibit 3, line 0299999, Column 2	0	
	(6) Exhibit 3, line 0399999, Column 2	0	
	(7) Page 3, line 2, Column 3	0	
	(8) Subtotal	0	
	(9) Combined Total	\$1,357,573.00	

32. Premium and Annuity Considerations Deferred and Unallocated

- A. Deferred and uncollected life insurance premiums and annuity considerations as of December 31, 2009, were as follows:

NOTES TO FINANCIAL STATEMENTS

		(1)	(2)	(3)
		Gross	Loading	Net of Loading
(1)	Industrial	\$ 4,221.00	\$ 1,857.00	\$ 2,364.00
(2)	Ord. New Business	374,150.00	293,327.00	80,823.00
(3)	Ordinary Renewal	422,158.00	108,991.00	313,167.00
(4)	Individual Annuity			
(5)	Group Life			
(6)	Group Annuity			
(7)	Credit Life	34,576.00		34,576.00
(8)	Totals	\$835,106.00	\$404,175.00	\$430,930.00

33. Separate Accounts

Not Applicable

34. Loss/Claim Adjustment Expenses

The activity in the liability for unpaid accident and health claim adjustments expenses is summarized below:

	Year Ended December 31	
	2009	2008
Balance as of January 1	\$ 958,669	\$ 774,334
Amount incurred:		
Current year	5,180,341	4,620,117
Prior years	1,604,033	1,380,025
Less amount paid:		
Current year	4,765,548	4,435,783
Prior years	1,604,033	1,380,025
Balance as of December 31	\$ 1,373,462	\$ 958,669

GENERAL INTERROGATORIES
PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes (X) No ()
- 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 (X) No () N/A ()
- 1.3 State Regulating? Puerto Rico
- 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. 12/31/2008
- 3.2 State the as of date of 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. 12/31/2001
- 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). 02/17/2006
- 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 (X) No () N/A ()
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes (X) No () N/A ()
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11 sales of new business? Yes () No (X)
- 4.12 renewals? Yes () No (X)
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21 sales of new business? Yes () No (X)
- 4.22 renewals? Yes () No (X)
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes () No (X)
- 5.2 If yes, provide name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 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, %
- 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
.....
.....
.....

GENERAL INTERROGATORIES

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes () No (X)
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes () No (X)
- 8.4 If response to 8.3 is yes, please provide the names and 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 Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

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

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
 RSM ROC & Company
 Reparto Loyola Calle San Roberto NO 1000 San Juan, PR
10. 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?
 Hans H. Dahl - Actuary
 1300 Guadalupe Street Suite 200 Austin, Tx 78701
- 11.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes () No (X)
- 11.11 Name of real estate holding company

- 11.12 Number of parcels involved
- 11.13 Total book/adjusted carrying value \$

- 11.2 If yes, provide explanation

12. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 12.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
 None

- 12.2 Does this statement contain all business transacted for the reporting entity through its United States branch on risks wherever located? Yes () No ()
- 12.3 Have there been any changes made to any of the trust indentures during the year? Yes () No ()
- 12.4 If answer to (12.3) is yes, has the domiciliary or entry state approved the changes? Yes () No () N/A (X)
- 13.1 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.
- 13.11 If the response to 13.1 is No, please explain:

- 13.2 Has the code of ethics for senior managers been amended? Yes () No (X)
- 13.21 If the response to 13.2 is Yes, provide information related to amendment(s).

- 13.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes () No (X)
- 13.31 If the response to 13.3 is Yes, provide the nature of any waiver(s).

BOARD OF DIRECTORS

14. 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 ()
15. 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 ()
16. 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 ()

GENERAL INTERROGATORIES

FINANCIAL

17. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes (X) No ()
- 18.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- | | | |
|--|---|----------|
| | 18.11 To directors or other officers | \$ |
| | 18.12 To stockholders not officers | \$ |
| | 18.13 Trustees, supreme or grand (Fraternal only) | \$ |
- 18.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):
- | | | |
|--|---|----------|
| | 18.21 To directors or other officers | \$ |
| | 18.22 To stockholders not officers | \$ |
| | 18.23 Trustees, supreme or grand (Fraternal only) | \$ |
- 19.1 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)
- 19.2 If yes, state the amount thereof at December 31 of the current year:
- | | | |
|--|----------------------------|----------|
| | 19.21 Rented from others | \$ |
| | 19.22 Borrowed from others | \$ |
| | 19.23 Leased from others | \$ |
| | 19.24 Other | \$ |
- 20.1 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)
- 20.2 If answer is yes:
- | | | |
|--|--|----------|
| | 20.21 Amount paid as losses or risk adjustment | \$ |
| | 20.22 Amount paid as expenses | \$ |
| | 20.23 Other amounts paid | \$ |
- 21.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes (X) No ()
- 21.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ 46,348

INVESTMENT

- 22.1 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 22.3) Yes (X) No ()
- 22.2 If no, give full and complete information relating thereto:

- 22.3 For the 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 16 where this information is also provided)

- 22.4 Does the Company's security lending program meet the requirements for a conforming program as outlined in Risk-Based Capital Instructions? Yes (X) No () N/A ()
- 22.5 If answer to 22.4 is YES, report amount of collateral for conforming programs. \$
- 22.6 If answer to 22.4 is NO, report amount of collateral for other programs. \$
- 23.1 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 19.1 and 22.3) Yes () No (X)
- 23.2 If yes, state the amount thereof at December 31 of the current year:
- | | | |
|--|--|----------|
| | 23.21 Subject to repurchase agreements | \$ |
| | 23.22 Subject to reverse repurchase agreements | \$ |
| | 23.23 Subject to dollar repurchase agreements | \$ |
| | 23.24 Subject to reverse dollar repurchase agreements | \$ |
| | 23.25 Pledged as collateral | \$ |
| | 23.26 Placed under option agreements | \$ |
| | 23.27 Letter stock or securities restricted as to sale | \$ |
| | 23.28 On deposit with state or other regulatory body | \$ |
| | 23.29 Other | \$ |
- 23.3 For category (23.27) provide the following:

1 Nature of Restriction	2 Description	3 Amount
.....
.....
.....

- 24.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes () No (X)
- 24.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? If no, attach a description with this statement. Yes () No () N/A (X)
- 25.1 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)
- 25.2 If yes, state the amount thereof at December 31 of the current year. \$

GENERAL INTERROGATORIES

28. 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 (+)
28.1 Bonds	\$ 12,694,096	\$ 12,981,719	\$ 287,623
28.2 Preferred stocks	\$ 28,500	\$ 16,000	\$ (12,500)
28.3 Totals	\$ 12,722,596	\$ 12,997,719	\$ 275,123

28.4 Describe the sources or methods utilized in determining the fair values:
Broker Statement

29.1 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 ()

29.2 If 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 ()

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

30.1 Have all the filing requirements of the Purposes and Procedures manual of the NAIC Securities Valuation Office been followed? Yes (X) No ()

30.2 If no, list exceptions:

OTHER

31.1 Amount of payments to Trade Associations, service organizations and statistical or Rating Bureaus, if any? \$ 14,400

31.2 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
AM Best	\$ 8,400
ACODESE	\$ 6,000
.....	\$
.....	\$

32.1 Amount of payments for legal expenses, if any? \$ 20,535

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

1 Name	2 Amount Paid
Guillermo Nigaglioni	\$ 13,734
.....	\$
.....	\$
.....	\$

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

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

1 Name	2 Amount Paid
.....	\$
.....	\$
.....	\$
.....	\$

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

- 1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes () No (X)
- 1.2 If yes, indicate premium earned on U.S. business only. \$
- 1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? \$

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

1.6 Individual policies:

Most current three years:

- 1.61 Total premium earned \$
- 1.62 Total incurred claims \$
- 1.63 Number of covered lives

All years prior to most current three years:

- 1.64 Total premium earned \$
- 1.65 Total incurred claims \$
- 1.66 Number of covered lives

1.7 Group policies:

Most current three years:

- 1.71 Total premium earned \$
- 1.72 Total incurred claims \$
- 1.73 Number of covered lives

All years prior to most current three years:

- 1.74 Total premium earned \$
- 1.75 Total incurred claims \$
- 1.76 Number of covered lives

2. Health Test

	1 Current Year	2 Prior Year
2.1 Premium Numerator	\$ 5,536,471	\$ 5,077,536
2.2 Premium Denominator	\$ 12,158,574	\$ 11,535,973
2.3 Premium Ratio (Line 2.1 divided by Line 2.2)	..... 0.455	..... 0.440
2.4 Reserve Numerator	\$ 973,462	\$ 928,669
2.5 Reserve Denominator	\$ 6,225,530	\$ 6,056,667
2.6 Reserve Ratio (Line 2.4 divided by Line 2.5)	..... 0.156	..... 0.153

- 3.1 Does this reporting entity have Separate Accounts? Yes () No (X)
- 3.2 If yes, has a Separate Accounts statement been filed with this Department? Yes () No () N/A (X)
- 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? \$
- 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 (X)

3.6 Has the reporting entity assumed by reinsurance any Separate Accounts business as of December 31? Yes () No (X)

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)"? \$

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 (X)

4.2 Net reimbursement of such expenses between reporting entities:

- 4.21 Paid \$
- 4.22 Received \$

5.1 Does the reporting entity write any guaranteed interest contracts? Yes () No (X)

5.2 If yes, what amount pertaining to these items is included in:

- 5.21 Page 3, Line 1 \$
- 5.22 Page 4, Line 1 \$

6. For stock reporting entities only:

6.1 Total amount paid in by stockholders as surplus funds since organization of the reporting entity: \$

7. Total dividends paid stockholders since organization of the reporting entity:

- 7.11 Cash \$ 6,962,625
- 7.12 Stock \$ 946,700

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

8.1 Does the company reinsure any Workers' Compensation Carve-Out business defined as: Yes () No (X)

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.

8.2 If yes, has the reporting entity completed the Workers' Compensation Carve-Out Supplement to the Annual Statement? Yes () No (X)

8.3 If Line 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 Line 8.31 and Line 8.34 for Column (1) are:

	1 Attachment Point	2 Earned Premium	3 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 Line 8.31, Column 1 was assumed from pools? \$

9.1 Does the company have variable annuities with guaranteed benefits? Yes () No (X)

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

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

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:

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	2
P&C Insurance Company and Location	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)

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

11.3 Do you act as an administrator for health savings accounts? Yes () No (X)

11.4 If yes, please provide the balance of the funds administered as of the reporting date. \$

GENERAL INTERROGATORIES (Continued)

Part 2 - LIFE INTERROGATORIES

Line 9.2

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

NONE

Line 10.2

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

NONE

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 2009	2 2008	3 2007	4 2006	5 2005
Life Insurance in Force (Exhibit of Life Insurance)					
1. Ordinary-whole life and endowment (Line 34, Column 4)	99,449	102,902	106,908	104,692	111,924
2. Ordinary-term (Line 21, Column 4, less Line 34, Column 4)	4,828	4,579	.....	1	.....
3. Credit life (Line 21, Column 6)	23,028	30,013	30,073	23,570	14,877
4. Group, excluding FEGLI/SGLI (Line 21, Column 9 less Line 43 and Line 44, Column 4)	40,008	42,768	47,925	45,469	41,924
5. Industrial (Line 21, Column 2)	621	657	796	814	828
6. FEGLI/SGLI (Line 43 and Line 44, Column 4)	.....	.....	.....	.....	.....
7. Total (Line 21, Column 10)	167,934	180,919	185,702	174,546	169,553
New Business Issued (Exhibit of Life Insurance)					
8. Ordinary-whole life and endowment (Line 34, Column 2)	21,126	23,528	18,678	10,157	20,476
9. Ordinary-term (Line 2, Column 4, less Line 34, Column 2)	2,143	3,399	.....	.....	.....
10. Credit life (Line 2, Column 6)	3,638	8,727	13,569	14,482	7,253
11. Group (Line 2, Column 9)	130	700	717	3,191	.....
12. Industrial (Line 2, Column 2)	.....	.....	.....	.....	.....
13. Total (Line 2, Column 10)	27,037	36,354	32,964	27,830	27,729
Premium Income-Lines of Business (Exhibit 1 - Part 1)					
14. Industrial life (Line 20.4, Column 2)	8,262	10,596	12,374	15,653	17,441
15.1 Ordinary life insurance (Line 20.4, Column 3)	1,422,898	1,139,859	815,400	600,270	731,807
15.2 Ordinary individual annuities (Line 20.4, Column 4)	97,246	88,870	100,702	110,227	141,275
16. Credit life, (group and individual) (Line 20.4, Column 5)	188,235	479,459	682,877	674,657	374,701
17.1 Group life insurance (Line 20.4, Column 6)	74,686	52,610	40,146	45,388	38,847
17.2 Group annuities (Line 20.4, Column 7)	.....	.....	14,888	.....	.....
18.1 A & H-group (Line 20.4, Column 8)	4,800,611	4,687,041	4,565,090	4,089,448	3,862,479
18.2 A & H-credit (group and individual) (Line 20.4, Column 9)	.....	.....	.....	.....	.....
18.3 A & H-other (Line 20.4, Column 10)	5,566,636	5,077,535	4,645,218	3,787,542	3,454,390
19. Aggregate of all other lines of business (Line 20.4, Column 11)	.....	.....	.....	.....	.....
20. Total	12,158,574	11,535,970	10,876,695	9,323,185	8,620,940
Balance Sheet (Pages 2 and 3)					
21. Total admitted assets excluding Separate Accounts business (Page 2, Line 24, Column 3)	19,311,364	18,502,379	18,133,464	18,004,473	17,539,417
22. Total liabilities excluding Separate Accounts business (Page 3, Line 26)	10,582,502	9,972,543	9,926,227	9,721,637	9,690,152
23. Aggregate life reserves (Page 3, Line 1)	4,658,744	4,533,825	4,597,861	5,210,160	4,927,796
24. Aggregate A & H reserves (Page 3, Line 2)	181,276	170,982	32,875	82,892	83,280
25. Deposit-type contract funds (Page 3, Line 3)	.....	.....	984,573	1,045,325	1,123,601
26. Asset valuation reserve (Page 3, Line 24.1)	186,499	179,343	166,899	147,000	113,471
27. Capital (Page 3, Line 29 and Line 30)	2,633,900	2,633,900	2,633,900	2,633,900	2,633,900
28. Surplus (Page 3, Line 37)	6,094,962	5,895,936	5,573,337	5,648,936	5,215,365
Cash Flow (Page 5)					
29. Net cash from operations (Line 11)	2,316,011	(451,438)	(525,280)	1,037,291	514,646
Risk-Based Capital Analysis					
30. Total adjusted capital	8,915,362	8,709,179	8,374,893	8,430,690	7,963,573
31. Authorized control level risk-based capital	683,037	632,848	543,336	470,367	423,678
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Column 3) (Line No. / Page 2, Line 10, Column 3) x 100.0					
32. Bonds (Line 1)	73.4	79.8	69.6	73.4	75.0
33. Stocks (Line 2.1 and Line 2.2)	0.1	5.6	6.7	7.8	9.1
34. Mortgage loans on real estate (Line 3.1 and Line 3.2)	.....	.....	.....	.....	.....
35. Real estate (Line 4.1, Line 4.2 and Line 4.3)	8.2	9.4	9.2	9.3	9.8
36. Cash, cash equivalents and short-term investments (Line 5)	12.5	(1.0)	9.2	8.9	5.4
37. Contract loans (Line 6)	0.8	0.7	0.5	0.6	0.7
38. Other invested assets (Line 7)	.....	.....	4.8	.....	.....
39. Receivables for securities (Line 8)	.....	.....	.....	.....	.....
40. Aggregate write-ins for invested assets (Line 9)	5.1	5.6	.....	.....	.....
41. Cash, cash equivalents and invested assets (Line 10)	100.0	100.0	100.0	100.0	100.0

FIVE-YEAR HISTORICAL DATA
(Continued)

	1 2009	2 2008	3 2007	4 2006	5 2005
<u>Investments in Parent, Subsidiaries and Affiliates</u>					
42. Affiliated bonds (Schedule D Summary, Line 12, Column 1)					
43. Affiliated preferred stocks (Schedule D Summary, Line 18, Column 1)					
44. Affiliated common stocks (Schedule D Summary, Line 24, Column 1)					
45. Affiliated short-term investments (subtotal included in Schedule DA Verification, Column 5, Line 10)					
46. Affiliated mortgage loans on real estate					
47. All other affiliated					
48. Total of above Line 42 to Line 47					
<u>Total Nonadmitted and Admitted Assets</u>					
49. Total nonadmitted assets (Page 2, Line 26, Column 2)	1,674,929	1,462,423	1,679,621	1,497,783	1,546,256
50. Total admitted assets (Page 2, Line 26, Column 3)	19,311,364	18,502,379	18,133,464	18,004,473	17,539,417
<u>Investment Data</u>					
51. Net investment income (Exhibit of Net Investment Income)	978,957	808,071	692,177	674,735	810,122
52. Realized capital gains (losses)					
53. Unrealized capital gains (losses)					
54. Total of above Lines 51, Line 52 and Line 53	978,957	808,071	692,177	674,735	810,122
<u>Benefits and Reserve Increase</u> (Page 6)					
55. Total contract benefits - life (Lines 10, 11, 12, 13, 14 and Line 15, Column 1 minus Lines 10, 11, 12, 13, 14 and Line 15, Columns 9, 10 and 11)	1,196,786	1,169,298	2,007,969	1,040,337	1,223,948
56. Total contract benefits - A and H (Line 13 and Line 14, Columns 9, 10 and 11)	6,727,874	6,000,143	4,780,436	3,860,387	3,343,957
57. Increase in life reserves - other than group and annuities (Line 19, Columns 2 and 3)	198,178	219,749	176,416	129,184	37,504
58. Increase in A & H Reserves (Line 19, Columns 9, 10 and 11)	10,277	138,645	(49,692)	2,279	452
59. Dividends to policyholders (Line 30, Column 1)	65,601	67,046	71,603	70,448	59,453
<u>Operating Percentages</u>					
60. Insurance expense percent (Page 6, Column 1, Line 21, Line 22 and Line 23 less Line 6) / (Page 6, Column 1, Line 1 plus Exhibit 7, Column 2, Line 2) x 100.00	38.2	39.0	43.2	45.4	36.0
61. Lapse percent (ordinary only) [(Exhibit of Life Insurance, Column 4, Line 14 and Line 15) / 1/2 (Exhibit of Life Insurance, Column 4, Line 1 and Line 21)] x 100.00	24.2	21.3	16.1	15.2	23.0
62. A & H loss percent (Schedule H, Part 1, Line 5 and Line 6, Column 2)	64.9	61.4	51.9	48.2	45.3
63. A & H cost containment percent (Schedule H, Part 1, Line 4, Column 2)					
64. A & H expense percent excluding cost containment expenses (Schedule H, Part 1, Line 10, Column 2)	39.0	44.7	53.5	56.5	51.9
<u>A & H Claim Reserve Adequacy</u>					
65. Incurred losses on prior years' claims - group health (Schedule H, Part 3, Line 3.1, Column 2)	810,200	2,752,300	2,462,773	539,862	427,815
66. Prior years' claim liability and reserve - group health (Schedule H, Part 3, Line 3.2, Column 2)	508,669	514,335	350,518	385,179	410,417
67. Incurred losses on prior years' claims - health other than group (Schedule H, Part 3, Line 3.1, Column 1 less Column 2)	792,135	1,317,386	1,239,209	208,232	261,961
68. Prior years' claim liability and reserve - health other than group (Schedule H, Part 3, Line 3.2, Column 1 less Column 2)	450,000	260,000	210,000	315,868	384,284
<u>Net Gains From Operations After Federal Income</u> <u>Taxes by Lines of Business</u> (Page 6, Line 33)					
69. Industrial life (Column 2)	5,207	69,583	46,878	31,994	64,775
70. Ordinary-life (Column 3)	438,065	442,459	329,755	377,072	613,457
71. Ordinary-individual annuities (Column 4)	22,935	48,828	280	(28,378)	10,355
72. Ordinary-supplementary contracts (Column 5)					
73. Credit life (Column 6)	201,938	389,584	291,700	319,652	263,043
74. Group life (Column 7)	12,936	46,002	(68,414)	(18,853)	(76,388)
75. Group annuities (Column 8)			(2,692)		
76. A & H-group (Column 9)	208,929	(173,065)	222,177	288,192	519,746
77. A & H-credit (Column 10)					
78. A & H-other (Column 11)	(419,020)	(360,153)	(608,332)	(743,186)	(271,804)
79. Aggregate of all other lines of business (Column 12)	52,053				
80. Total (Column 1)	523,043	463,238	211,352	226,493	1,123,184

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? If no, please explain:

Yes () No ()

EXHIBIT OF LIFE INSURANCE

	Industrial		Ordinary		Credit Life (Group and Individual)		Group			10 Total Amount of Insurance (a)
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)	5 Number of Individual Policies and Group Certificates	6 Amount of Insurance (a)	Number of		9 Amount of Insurance (a)	
							7 Policies	8 Certificates		
1. In force end of prior year	969	658	7,708	107,481	4,555	30,013	73	4,320	42,768	180,920
2. Issued during year			2,767	23,269	651	3,638	1	13	130	27,037
3. Reinsurance assumed										
4. Revived during year										
5. Increased during year (net)			94	1,237				148	1,457	2,694
6. Subtotals, Line 2 to Line 5			2,861	24,506	651	3,638	1	161	1,587	29,731
7. Additions by dividends during year	XXX		XXX		XXX		XXX	XXX		
8. Aggregate write-ins for increases										
9. Totals (Line 1 and Line 6 to Line 8)	969	658	10,569	131,987	5,206	33,651	74	4,481	44,355	210,651
Deductions during year:										
10. Death	13	9	170	777			XXX			786
11. Maturity							XXX			
12. Disability							XXX			
13. Expiry	4	3	16	238						241
14. Surrender	6	5	200	4,836						4,841
15. Lapse			1,838	20,812	1,813	10,623				31,435
16. Conversion							XXX	XXX	XXX	
17. Decreased (net)	36	20	2	1,047			13	431	4,347	5,414
18. Reinsurance										
19. Aggregate write-ins for decreases										
20. Totals (Line 10 to Line 19)	59	37	2,226	27,710	1,813	10,623	13	431	4,347	42,717
21. In force end of year (Line 9 minus Line 20)	910	621	8,343	104,277	3,393	23,028	61	4,050	40,008	167,934
22. Reinsurance ceded end of year	XXX		XXX	61,737	XXX		XXX	XXX		61,737
23. Line 21 minus Line 22	XXX	621	XXX	42,540	XXX	(b) 23,028	XXX	XXX	40,008	106,197
DETAILS OF WRITE-INS										
0801.										
0802.										
0803.										
0898. Summary of remaining write-ins for Line 8 from overflow page										
0899. Totals (Line 0801 through Line 0803 plus Line 0898) (Line 8 above)										
1901.										
1902.										
1903.										
1998. Summary of remaining write-ins for Line 19 from overflow page										
1999. Totals (Line 1901 through Line 1903 plus Line 1998) (Line 19 above)										

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

(b) Group \$; Individual \$ 23,028 .

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		268	13	36
26. Debit ordinary insurance	X X X			

ADDITIONAL INFORMATION ON ORDINARY INSURANCE

Term Insurance Excluding Extended Term 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)
27. Term policies-decreasing	21	2,143	56	4,827
28. Term policies-other				
29. Other term insurance-decreasing	X X X		X X X	
30. Other term insurance	X X X		X X X	
31. Totals (Line 27 to Line 30)	21	2,143	56	4,827
Reconciliation to Line 2 and Line 21:				
32. Term additions	X X X		X X X	
33. Totals, extended term insurance	X X X	X X X		
34. Totals, whole life and endowment	2,746	21,126	8,287	99,449
35. Totals (Line 31 to Line 34)	2,767	23,269	8,343	104,276

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			622	
37. Ordinary	23,269		101,187	3,089
38. Credit Life (Group and Individual)	3,638		23,029	
39. Group	130		40,009	
40. Totals (Line 36 to Line 39)	27,037		164,847	3,089

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	3,393	23,029	4,050	40,009

ADDITIONAL ACCIDENTAL DEATH BENEFITS

46. Amount of additional accidental death benefits in force end of year under ordinary policies (a)	18,226
---	--------

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)	NONE

POLICIES WITH DISABILITY PROVISIONS

Disability Provision	Industrial	Ordinary	Credit	Group	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	7 Number of Certificates	8 Amount of Insurance (a)
48. Waiver of Premium	NONE				
49. Disability Income					
50. Extended Benefits					
51. Other					
52. Total .....						(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 AND 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				
2. Issued during year				
3. Reinsurance assumed				
4. Increased during year (net)				
5. Total (Line 1 to Line 4)				
NONE				
Deductions during year:				
6. Decreased (net)				
7. Reinsurance ceded				
8. Totals (Line 6 and Line 7)				
9. In force end of year				
10. Amount on deposit		(a)		(a)
11. Income now payable				
12. Amount of income payable	(a)	(a)	(a)	(a)

ANNUITIES

	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year	16	6		
2. Issued during year				
3. Reinsurance assumed				
4. Increased during year (net)				
5. Totals (Line 1 to Line 4)	16	6		
Deductions during year:				
6. Decreased (net)	4	1		
7. Reinsurance ceded				
8. Totals (Line 6 and Line 7)	4	1		
9. In force end of year	12	5		
Income now payable:				
10. Amount of income payable	(a)	X X X	X X X	(a)
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)	X X X	(a)

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	73	12,447,117			18,206	7,096,990
2. Issued during year	1	21,369			7,754	3,022,633
3. Reinsurance assumed						
4. Increased during year (net)		X X X		X X X	271	X X X
5. Totals (Line 1 to Line 4)	74	X X X		X X X	26,231	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)	13	X X X		X X X	7,669	X X X
8. Reinsurance ceded		X X X		X X X		X X X
9. Totals (Line 6 to Line 8)	13	X X X		X X X	7,669	X X X
10. In force end of year	61	(a)		(a)	18,562	(a) 7,041,781

DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS

	1	2
	Deposit Funds	Dividend Accumulations
	Contracts	Contracts
1. In force end of prior year		
2. Issued during year		
3. Reinsurance assumed		
4. Increased during year (net)		
5. Totals (Line 1 to Line 4)		
NONE		
Deductions during year:		
6. Decreased (net)		
7. Reinsurance ceded		
8. Totals (Line 6 and Line 7)		
9. In force end of year		
10. Amount of account balance	(a)	(a)

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

SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Allocated by States and Territories

States, Etc.	1	Direct Business Only					
		Life Contracts		4 Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	5 Other Considerations	6 Total Columns 2 through 5	7 Deposit-Type Contracts
		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	N	2,160,577	97,245	5,615,923	7,873,745	
55. U.S. Virgin Islands	VI	N	111,402		1,422,192	1,533,594	
56. Northern Mariana Islands	MP	N					
57. Canada	CN	N					
58. Aggregate Other Alien	OT	X X X	223,263		12,822,500	13,045,763	
59. Subtotal	(a)	X X X	2,495,242	97,245	19,860,615	22,453,102	
90. Reporting entity contributions for employee benefit plans		X X X					
91. Dividends or refunds applied to purchase paid-up additions and annuities		X X X					
92. Dividends of 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	2,495,242	97,245	19,860,615	22,453,102	
96. Plus Reinsurance Assumed		X X X					
97. Totals (All Business)		X X X	2,495,242	97,245	19,860,615	22,453,102	
98. Less Reinsurance Ceded		X X X	1,147,164		9,092,458	10,239,622	
99. Totals (All Business) less Reinsurance Ceded		X X X	1,348,078	97,245	(b) 10,768,157	12,213,480	
DETAILS OF WRITE-INS							
5801. Anguilla		X X X	190,818		1,051,582	1,242,400	
5802. British Virgin Island		X X X	32,362		11,764,457	11,796,819	
5803. West Indies		X X X	83		6,461	6,544	
5898. Summary of remaining write-ins for Line 58 from overflow page		X X X					
5899. Total (Line 5801 through Line 5803 plus Line 5898) (Line 58 above)		X X X	223,263		12,822,500	13,045,763	
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. Total (Line 9401 through Line 9403 plus Line 9498) (Line 94 above)		X X X					

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

Ordinary, Industrial, Individual Accident and Health Premiums, and Annuity considerations are allocated to the residence of the policyholder at time policy was acquired.
Group Premium are allocated according to the residence of the group at time policy was acquired.

(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;

ANNUAL STATEMENT FOR THE YEAR 2009 OF THE Atlantic Southern Insurance Company
SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART

North America Life Insurance Company
Domicile: Texas
FEIN: 76-0100829
NAIC: 67580

100%

100%

Atlantic Southern Insurance
Company
Domicile: Puerto Rico
FEIN:66-0175224
NAIC Code: 61158

Trans-Western Life Insurance Co.
Domicile: Texas
FEIN: 74-2764840
NAIC: 99473

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Schedule DA - Verification Between Years	SI11		
Schedule DB - Part A - Section 1	E18		
Schedule DB - Part A - Section 2	E18		
Schedule DB - Part A - Section 3	E19		
Schedule DB - Part A - Verification Between Years	SI12		
Schedule DB - Part B - Section 1	E19		