



ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2015
OF THE CONDITION AND AFFAIRS OF THE
TRIPLE-S VIDA, INC.

NAIC Group Code 4802, 0000 NAIC Company Code 73814 Employer's ID Number 660258488

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

Country of Domicile US

Incorporated/Organized July 1, 1964 Commenced Business September 15, 1964

Statutory Home Office 1052 Munoz Rivera, San Juan, Puerto Rico 00927

Main Administrative Office 1052 Munoz Rivera, Rio Piedras, Puerto Rico 00927 787-777-8432

Mail Address PO Box 363786, San Juan, Puerto Rico 00936-3786

Primary Location of Books and Records 1052 Munoz Rivera, Rio Piedras, Puerto Rico 00927 787-777-8432

Internet Website Address www.sssvida.com

Statutory Statement Contact Carlo La Russa 787-777-8432
carlo.larussa@sssvida.com 787-758-1638

OFFICERS

- Arturo Carrion (President)
Gilberto Negron (Secretary)
Carlo La Russa (Sub-Secretary)
Carlo La Russa (Treasurer)

OTHER

- Edgardo Diaz Usero (Senior Vice-president)
Pedro Torres (Vice-president)
Jose Antonio Soto (Vice-president)
Maria del Pilar Rodriguez (Vice-president)
Michael Baez (Executive Vice-president)

DIRECTORS OR TRUSTEES

- Roberto Garcia Rodriguez
Ramon M. Ruiz Comas
Arturo Carrion Crespo
Amilcar Jordan Perez
Gilberto R. Negron Rivera

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.

Arturo Carrion
President
Subscribed and sworn to before me this
day of 2016

Carlo La Russa
Sub-Secretary

Carlo La Russa
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 (Col. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D)	440,748,967		440,748,967	431,050,120
2. Stocks (Schedule D):				
2.1 Preferred stocks				
2.2 Common stocks	66,310,746		66,310,746	59,176,788
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 \$ encumbrances)				
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$ 10,152,460, Schedule E-Part 1), cash equivalents (\$ Schedule E-Part 2) and short-term investments (\$ Schedule DA)	10,152,460		10,152,460	5,064,014
6. Contract loans (including \$ premium notes)	7,881,566		7,881,566	7,226,921
7. Derivatives (Schedule DB)				
8. Other invested assets (Schedule BA)				
9. Receivables for securities				
10. Securities lending reinvested collateral assets (Schedule DL)				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	525,093,739		525,093,739	502,517,843
13. Title plants less \$ charged off (for Title insurers only)				
14. Investment income due and accrued	6,955,931		6,955,931	6,072,458
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	3,529,623	341,517	3,188,106	3,764,453
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	24,972,202	3,037,546	21,934,656	20,644,356
15.3 Accrued retrospective premiums (\$) and contracts subject to redetermination (\$)				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	7,091,285		7,091,285	2,438,388
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts				
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon	2,121,406		2,121,406	1,605,001
18.2 Net deferred tax asset	753,383		753,383	3,564,785
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software	947,516	612,471	335,045	439,418
21. Furniture and equipment, including health care delivery assets (\$)	483,332	483,332		
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates	1,228,279		1,228,279	4,186,078
24. Health care (\$) and other amounts receivable				
25. Aggregate write-ins for other-than-invested assets	4,613,435	1,136,735	3,476,700	5,066,992
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	577,790,131	5,611,601	572,178,530	550,299,772
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Lines 26 and 27)	577,790,131	5,611,601	572,178,530	550,299,772
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501. Unsettled investment trades				1,183,858
2502. Other assets	1,477,735	1,136,735	341,000	355,472
2503. Deferred asset on assumed reinsurance	3,135,700		3,135,700	3,527,662
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	4,613,435	1,136,735	3,476,700	5,066,992

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$ 409,865,098 (Exhibit 5, Line 9999999) less \$ included in Line 6.3 (including \$ Modco Reserve)	409,865,098	391,342,543
2. Aggregate reserve for accident and health contracts (including \$ Modco Reserve)	42,753,613	37,496,265
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$ Modco Reserve)		
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11)	9,800,915	8,619,093
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11)	19,807,082	15,095,224
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)		
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 \$ 97,217 accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of Lines 4 and 14)	212,323	190,798
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts		
9.2 Provision for experience rating refunds, including the liability of \$ accident and health experience rating refunds of which \$ is for medical loss ratio rebate per the Public Health Service Act		
9.3 Other amounts payable on reinsurance, including \$ 1,599,660 assumed and \$ ceded	1,599,660	1,735,668
9.4 Interest Maintenance Reserve (IMR, Line 6)	6,897,447	7,645,934
10. Commissions to agents due or accrued-life and annuity contracts \$ accident and health \$ and deposit-type contract funds \$	3,870,521	3,065,539
11. Commissions and expense allowances payable on reinsurance assumed		
12. General expenses due or accrued (Exhibit 2, Line 12, Col. 6)	4,556,947	4,516,029
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, Col. 5)	1,218,133	1,944,376
15.1 Current federal and foreign income taxes, including \$ on realized capital gains (losses)	2,863	118,434
15.2 Net deferred tax liability		
16. Unearned investment income		
17. Amounts withheld or retained by company as agent or trustee	655,942	577,130
18. Amounts held for agents' account, including \$ agents' credit balances		
19. Remittances and items not allocated		
20. Net adjustment in assets and liabilities due to foreign exchange rates		
21. Liability for benefits for employees and agents if not included above		
22. Borrowed money \$ and interest thereon \$		
23. Dividends to stockholders declared and unpaid		
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve (AVR, Line 16, Col. 7)	8,227,128	7,325,584
24.02 Reinsurance in unauthorized and certified (\$) companies		
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$) reinsurers		
24.04 Payable to parent, subsidiaries and affiliates	1,924,424	4,225,674
24.05 Drafts outstanding		
24.06 Liability for amounts held under uninsured plans		
24.07 Funds held under coinsurance		
24.08 Derivatives		
24.09 Payable for securities		
24.10 Payable for securities lending		
24.11 Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities	1,673,710	1,613,401
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25)	513,065,806	485,511,692
27. From Separate Accounts statement		
28. Total liabilities (Lines 26 and 27)	513,065,806	485,511,692
29. Common capital stock	3,000,000	3,000,000
30. Preferred capital stock		
31. Aggregate write-ins for other-than-special surplus funds		
32. Surplus notes	10,250,000	19,250,000
33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1)	22,060,000	22,060,000
34. Aggregate write-ins for special surplus funds		
35. Unassigned funds (surplus)	23,802,724	20,478,080
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)	56,112,724	61,788,080
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55)	59,112,724	64,788,080
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3)	572,178,530	550,299,772
DETAILS OF WRITE-INS		
2501. Unclaimed Funds	1,532,969	591,932
2502. Other Payables	140,741	1,021,469
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	1,673,710	1,613,401
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page		
3199. Totals (Lines 3101 through 3103 plus 3198) (Line 31 above)		
3401.		
3402.		
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page		
3499. Totals (Lines 3401 through 3403 plus 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, Col. 1 less Col. 11)	161,024,298	158,297,795
2. Considerations for supplementary contracts with life contingencies		
3. Net investment income (Exhibit of Net Investment Income, Line 17)	24,364,973	23,477,921
4. Amortization of Interest Maintenance Reserve (IMR, Line 5)	1,949,244	1,794,830
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, Col. 1)		
7. Reserve adjustments on reinsurance ceded		
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts		
8.2 Charges and fees for deposit-type contracts	452,957	612,385
8.3 Aggregate write-ins for miscellaneous income	152,174	154,326
9. Totals (Lines 1 to 8.3)	187,943,646	184,337,257
10. Death benefits	23,445,341	23,138,496
11. Matured endowments (excluding guaranteed annual pure endowments)	772,458	490,169
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8)	75,789	(45,853)
13. Disability benefits and benefits under accident and health contracts	34,910,640	30,612,013
14. Coupons, guaranteed annual pure endowments and similar benefits		
15. Surrender benefits and withdrawals for life contracts	19,811,719	16,320,223
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	23,779,906	27,715,010
20. Totals (Lines 10 to 19)	102,795,853	98,230,058
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1)	36,674,638	34,750,527
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1)		
23. General insurance expenses (Exhibit 2, Line 10, Columns 1, 2, 3 and 4)	33,508,391	32,470,532
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3)	4,695,018	4,768,735
25. Increase in loading on deferred and uncollected premiums	614,189	(45,008)
26. Net transfers to or (from) Separate Accounts net of reinsurance		
27. Aggregate write-ins for deductions	1,277,446	2,033,762
28. Totals (Lines 20 to 27)	179,565,535	172,208,606
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	8,378,111	12,128,651
30. Dividends to policyholders	14,400	
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	8,363,711	12,128,651
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	50,885	1,516,737
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)	8,312,826	10,611,914
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)	(2,999,441)	1,706,502
35. Net Income (Line 33 plus Line 34)	5,313,385	12,318,416
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2)	64,788,080	61,100,457
37. Net income (Line 35)	5,313,385	12,318,416
38. Change in net unrealized capital gains (losses) less capital gains tax of \$	(1,575,784)	(3,927,461)
39. Change in net unrealized foreign exchange capital gain (loss)		
40. Change in net deferred income tax	1,888,222	4,592,804
41. Change in nonadmitted assets	(114,536)	159,392
42. Change in liability for reinsurance in unauthorized and certified companies		
43. Change in reserve on account of change in valuation basis (increase) or decrease		
44. Change in asset valuation reserve	(901,543)	1,150,472
45. Change in treasury stock (Page 3, Lines 36.1 and 36.2 Col. 2 minus Col. 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	(9,000,000)	(9,250,000)
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		
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	(1,285,096)	(1,356,000)
54. Net change in capital and surplus for the year (Lines 37 through 53)	(5,675,352)	3,687,623
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38)	59,112,728	64,788,080
DETAILS OF WRITE-INS		
08.301. Clinical management and other service fees	152,174	154,326
08.302.		
08.303.		
08.398. Summary of remaining write-ins for Line 8.3 from overflow page		
08.399. Totals (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)	152,174	154,326
2701. Interest paid on Surplus Note	885,485	1,641,800
2702. Amortization of deferred asset on assumed reinsurance	391,961	391,962
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page		
2799. Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)	1,277,446	2,033,762
5301. Equity and surplus pickup subsidiary	(1,285,096)	(1,356,000)
5302.		
5303.		
5398. Summary of remaining write-ins for Line 53 from overflow page		
5399. Totals (Lines 5301 through 5303 plus 5398) (Line 53 above)	(1,285,096)	(1,356,000)

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	157,355,828	160,036,597
2. Net investment income	26,499,504	25,621,619
3. Miscellaneous income	619,820	766,711
4. Total (Lines 1 through 3)	184,475,152	186,424,927
5. Benefit and loss related payments	74,122,563	74,609,006
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	73,334,008	70,780,746
7. Commissions, expenses paid and aggregate write-ins for deductions	(4,016,765)	261,825
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)		
10. Total (Lines 5 through 9)	143,439,806	145,651,577
11. Net cash from operations (Line 4 minus Line 10)	41,035,346	40,773,350
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	124,698,153	66,176,350
12.2 Stocks	39,549,589	40,277,973
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 (Lines 12.1 to 12.7)	164,247,742	106,454,323
13. Cost of investments acquired (long-term only):		
13.1 Bonds	139,885,645	104,412,354
13.2 Stocks	48,839,962	34,324,380
13.3 Mortgage loans		
13.4 Real estate		
13.5 Other invested assets	602,090	657,499
13.6 Miscellaneous applications		
13.7 Total investments acquired (Lines 13.1 to 13.6)	189,327,697	139,394,233
14. Net increase (decrease) in contract loans and premium notes	654,646	407,055
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(25,734,601)	(33,346,965)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes	(9,000,000)	(9,250,000)
16.2 Capital and paid in surplus, less treasury stock		
16.3 Borrowed funds	(1,212,300)	88,143
16.4 Net deposits on deposit-type contracts and other insurance liabilities		
16.5 Dividends to stockholders		
16.6 Other cash provided (applied)		
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	(10,212,300)	(9,161,857)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	5,088,445	(1,735,472)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	5,064,015	6,799,487
19.2 End of year (Line 18 plus Line 19.1)	10,152,460	5,064,015
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 2015 OF THE TRIPLE-S VIDA, INC.

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	161,024,298	2,499	85,401,535	6,991,462			5,788,564		10,021,557		52,818,681	
2. Considerations for supplementary contracts with life contingencies												
3. Net investment income	24,364,973	61,001	15,088,444	6,098,427			115,665		566,606		2,434,830	
4. Amortization of Interest Maintenance Reserve (IMR)	1,949,244	4,880	1,207,104	487,886			9,253		45,330		194,791	
5. Separate Accounts net gain from operations excluding unrealized gains or losses												
6. Commissions and expense allowances on reinsurance ceded												
7. Reserve adjustments on reinsurance ceded												
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from Separate Accounts												
8.2 Charges and fees for deposit-type contracts	452,957		452,957									
8.3 Aggregate write-ins for miscellaneous income	152,174								152,174			
9. Totals (Line 1 to Line 8.3)	187,943,646	68,380	102,150,040	13,577,775			5,913,482		10,785,667		55,448,302	
10. Death benefits	23,445,341		21,655,464				1,789,877					
11. Matured endowments (excluding guaranteed annual pure endowments)	772,458		772,458									
12. Annuity benefits	75,789			75,789								
13. Disability benefits and benefits under accident and health contracts	34,910,639		1,727,858						6,642,037		26,540,744	
14. Coupons, guaranteed annual pure endowments and similar benefits												
15. Surrender benefits and withdrawals for life contracts	19,811,719		6,986,801	12,824,918								
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	23,779,906	(103,200)	20,472,391	(1,846,695)			169		(287,300)		5,544,541	
20. Totals (Line 10 to Line 19)	102,795,852	(103,200)	51,614,972	11,054,012			1,790,046		6,354,737		32,085,285	
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)	36,674,638	375	21,125,308	20,379			1,529,400		836,924		13,162,252	
22. Commissions and expense allowances on reinsurance assumed												
23. General insurance expenses	33,508,392	483	16,492,337	1,350,158			2,065,053		2,418,204		11,182,157	
24. Insurance taxes, licenses and fees, excluding federal income taxes	4,695,018	67	2,280,879	186,726			350,797		406,995		1,469,554	
25. Increase in loading on deferred and uncollected premiums	614,189		(42,610)	656,799								
26. Net transfers to or (from) Separate Accounts net of reinsurance												
27. Aggregate write-ins for deductions	1,277,446		1,207,889								69,557	
28. Totals (Line 20 to Line 27)	179,565,535	(102,275)	92,678,775	13,268,074			5,735,296		10,016,860		57,968,805	
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	8,378,111	170,655	9,471,265	309,701			178,186		768,807		(2,520,503)	
30. Dividends to policyholders	14,400		14,400									
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	8,363,711	170,655	9,456,865	309,701			178,186		768,807		(2,520,503)	
32. Federal income taxes incurred (excluding tax on capital gains)	50,885	763	42,828	1,392			796		5,106			
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)	8,312,826	169,892	9,414,037	308,309			177,390		763,701		(2,520,503)	
DETAILS OF WRITE-INS												
08.301. Clinical management and other service fees	152,174								152,174			
08.302.												
08.303.												
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)	152,174								152,174			
2701. Interest paid on surplus notes	885,485		815,928								69,557	
2702. Amortization of deferred asset on assumed reinsurance	391,961		391,961									
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)	1,277,446		1,207,889								69,557	

(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	391,342,544	1,213,376	272,220,456	117,908,652			60	
2. Tabular net premiums or considerations	68,045,141	3,821	58,086,754	6,886,983			3,067,583	
3. Present value of disability claims incurred	297,241		297,241		X X X			
4. Tabular interest	15,960,169	40,156	11,946,071	3,882,942			91,000	
5. Tabular less actual reserve released	18,003		17,997				6	
6. Increase in reserve on account of change in valuation basis								
7. Other increases (net)	853,902		853,902					
8. Totals (Line 1 to Line 7)	476,517,000	1,257,353	343,422,421	128,678,577			3,158,649	
9. Tabular cost	34,962,809	40,380	31,764,009		X X X		3,158,420	
10. Reserves released by death	6,121,237		6,121,237	X X X	X X X			X X X
11. Reserves released by other terminations (net)	25,247,158	106,717	12,574,634	12,565,807				
12. Annuity, supplementary contract, and disability payments involving life contingencies	320,507		269,694	50,813				
13. Net transfers to or (from) Separate Accounts	80	80						
14. Total deductions (Line 9 to Line 13)	66,651,791	147,177	50,729,574	12,616,620			3,158,420	
15. Reserve December 31, current year	409,865,209	1,110,176	292,692,847	116,061,957			229	

EXHIBIT OF NET INVESTMENT INCOME

	1	2
	Collected During Year	Earned During Year
1. U.S. Government bonds	(a) 1,944,659	1,826,478
1.1 Bonds exempt from U.S. tax	(a)	
1.2 Other bonds (unaffiliated)	(a) 18,499,258	19,501,250
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b)	
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)	(b)	
2.21 Common stocks of affiliates	(b)	
3. Mortgage loans	(c)	
4. Real estate	(d)	
5. Contract loans	(d) 555,593	555,593
6. Cash, cash equivalents and short-term investments	(e) 5,815	5,476
7. Derivative instruments	(f)	
8. Other invested assets	(f)	
9. Aggregate write-ins for investment income		
10. Total gross investment income	23,587,652	24,471,124
11. Investment expenses		(g) 106,150
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. Total deductions (Lines 11 through 15)		106,150
17. Net investment income (Line 10 minus Line 16)		24,364,974
DETAILS OF WRITE-INS		
0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page		
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9 above)		
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		
1599. Totals (Lines 1501 through 1503 plus 1598) (Line 15 above)		

(a) Includes \$ 4,107,918 accrual of discount less \$ 1,121,988 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) (Columns 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)	1,500,948	(4,004,095)	(2,503,147)		
1.3 Bonds of affiliates					
2.1 Preferred stocks (unaffiliated)					
2.11 Preferred stocks of affiliates					
2.2 Common stocks (unaffiliated)	1,508,963	(804,498)	704,465	(1,575,784)	
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)	3,009,911	(4,808,593)	(1,798,682)	(1,575,784)	
DETAILS OF WRITE-INS					
0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page					
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9 above)					

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

	1	2	Ordinary		5	Group		Accident and Health			11
			3	4		6	7	8	9	10	
	Total	Industrial Life	Life Insurance	Individual Annuities	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business
FIRST YEAR (other than single)											
1. Uncollected	5,680,583		94,098			271,710		5,162,493		152,282	
2. Deferred and accrued	6,213,871		6,213,871								
3. Deferred, accrued and uncollected:											
3.1 Direct	6,731,961		6,307,969			271,710				152,282	
3.2 Reinsurance assumed	5,162,493							5,162,493			
3.3 Reinsurance ceded											
3.4 Net (Line 1 plus Line 2)	11,894,454		6,307,969			271,710		5,162,493		152,282	
4. Advance											
5. Line 3.4 minus Line 4	11,894,454		6,307,969			271,710		5,162,493		152,282	
6. Collected during year:											
6.1 Direct	57,549,366		38,519,716			2,306,751		8,118,807		8,604,092	
6.2 Reinsurance assumed											
6.3 Reinsurance ceded											
6.4 Net	57,549,366		38,519,716			2,306,751		8,118,807		8,604,092	
7. Line 5 plus Line 6.4	69,443,820		44,827,685			2,578,461		13,281,300		8,756,374	
8. Prior year (uncollected plus deferred and accrued minus advance)	7,387,541		5,685,175			70,765		1,510,903		120,698	
9. First year premiums and considerations:											
9.1 Direct	58,203,743		39,142,510			2,306,751		8,118,807		8,635,675	
9.2 Reinsurance assumed	3,852,535					200,945		3,651,590			
9.3 Reinsurance ceded											
9.4 Net (Line 7 minus Line 8)	62,056,279		39,142,510			2,507,696		11,770,397		8,635,676	
SINGLE											
10. Single premiums and considerations:											
10.1 Direct											
10.2 Reinsurance assumed											
10.3 Reinsurance ceded											
10.4 Net											
RENEWAL											
11. Uncollected	2,213,542	21	(434,756)			291,758		1,638,215		718,304	
12. Deferred and accrued	28,830,229		28,830,229								
13. Deferred, accrued and uncollected:											
13.1 Direct	32,196,968	21	29,352,494			366,166		1,756,983		721,304	
13.2 Reinsurance assumed											
13.3 Reinsurance ceded	1,153,199		957,021			74,409		118,769		3,000	
13.4 Net (Line 11 plus Line 12)	31,043,771	21	28,395,473			291,758		1,638,215		718,304	
14. Advance	212,325		115,108							97,217	
15. Line 13.4 minus Line 14	30,831,446	21	28,280,365			291,758		1,638,215		621,087	
16. Collected during year:											
16.1 Direct	106,372,746	62,472	49,607,808	6,991,462		5,026,523		339,349		44,345,132	
16.2 Reinsurance assumed											
16.3 Reinsurance ceded	8,291,643		4,566,382			1,869,127		1,838,261		17,873	
16.4 Net	98,081,103	62,472	45,041,426	6,991,462		3,157,396		(1,498,912)		44,327,259	
17. Line 15 plus Line 16.4	128,912,549	62,493	73,321,791	6,991,462		3,449,154		139,303		44,948,346	
18. Prior year (uncollected plus deferred and accrued minus advance)	29,944,530	59,994	27,062,766			168,286		1,888,143		765,341	
19. Renewal premiums and considerations:											
19.1 Direct	107,122,981	2,499	50,905,032	6,991,462		5,024,751				44,199,237	
19.2 Reinsurance assumed											
19.3 Reinsurance ceded	8,154,961		4,646,006			1,743,883		1,748,840		16,232	
19.4 Net (Line 17 minus Line 18)	98,968,019	2,499	46,259,025	6,991,462		3,280,868		(1,748,840)		44,183,005	
TOTAL											
20. Total premiums and annuity considerations:											
20.1 Direct	165,326,724	2,499	90,047,542	6,991,462		7,331,502		8,118,807		52,834,912	
20.2 Reinsurance assumed	3,852,535					200,945		3,651,590			
20.3 Reinsurance ceded	8,154,961		4,646,006			1,743,883		1,748,840		16,232	
20.4 Net (Lines 9.4 plus 10.4 plus 19.4)	161,024,298	2,499	85,401,535	6,991,462		5,788,564		10,021,557		52,818,681	

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											
22. All other											
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											
25.2 Reinsurance assumed											
25.3 Net ceded less assumed											
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6)											
26.2 Reinsurance assumed (Page 6, Line 22)											
26.3 Net ceded less assumed											
COMMISSIONS INCURRED (direct business only)											
27. First year (other than single)	20,665,295		11,669,426	17,240		1,529,400		836,924		6,612,305	
28. Single											
29. Renewal	16,009,343	375	9,455,882	3,139						6,549,947	
30. Deposit-type contract funds											
31. Totals (to agree with Page 6, Line 21)	36,674,638	375	21,125,308	20,379		1,529,400		836,924		13,162,252	

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	1,756,455		1,103,627			2,860,082
2. Salaries and wages	6,089,230		4,454,218		32,073	10,575,521
3.11 Contributions for benefit plans for employees	2,694,090		1,689,574			4,383,664
3.12 Contributions for benefit plans for agents						
3.21 Payments to employees under non-funded benefit plans						
3.22 Payments to agents under non-funded benefit plans						
3.31 Other employee welfare	276,085		173,144			449,229
3.32 Other agent welfare						
4.1 Legal fees and expenses	208,962		156,270			365,232
4.2 Medical examination fees	174,686		159,067			333,753
4.3 Inspection report fees	6,554		6,435			12,989
4.4 Fees of public accountants and consulting actuaries	646,601		480,484			1,127,085
4.5 Expense of investigation and settlement of policy claims						
5.1 Traveling expenses	104,442		60,970			165,412
5.2 Advertising	32,868		22,733			55,601
5.3 Postage, express, telegraph and telephone	399,558		275,333			674,891
5.4 Printing and stationery	174,405		109,774			284,179
5.5 Cost or depreciation of furniture and equipment	99,728		71,082			170,810
5.6 Rental of equipment	187,209		113,508			300,717
5.7 Cost or depreciation of EDP equipment and software	304,883		202,993			507,876
6.1 Books and periodicals	9,345		6,022			15,367
6.2 Bureau and association fees	41,818		28,959			70,777
6.3 Insurance, except on real estate	212,569		130,455			343,024
6.4 Miscellaneous losses						
6.5 Collection and bank service charges	389,096		292,806		74,077	755,979
6.6 Sundry general expenses	8,300		4,121			12,421
6.7 Group service and administration fees						
6.8 Reimbursements by uninsured plans						
7.1 Agency expense allowance						
7.2 Agents' balances charged off (less \$ recovered)						
7.3 Agency conferences other than local meetings	857,118		280,882			1,138,000
9.1 Real estate expenses						
9.2 Investment expenses not included elsewhere						
9.3 Aggregate write-ins for expenses	5,234,029		3,777,907			9,011,936
10. General expenses incurred	19,908,031		13,600,364		106,150	33,614,545
11. General expenses unpaid December 31, prior year	2,822,368		1,648,289		45,372	4,516,029
12. General expenses unpaid December 31, current year	2,821,070		1,692,973		42,904	4,556,947
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)	19,909,329		13,555,680		108,618	33,573,627
DETAILS OF WRITE-INS						
09.301. Data Processing	334,343		211,875			546,218
09.302. Repairs and maintenance	152,139		94,600			246,739
09.303. Sales Promotions	883,126		510,209			1,393,335
09.398. Summary of remaining write-ins for Line 9.3 from overflow page	3,864,421		2,961,223			6,825,644
09.399. Totals (Line 09.301 through Line 09.303 plus Line 09.398) (Line 9.3 above)	5,234,029		3,777,907			9,011,936

(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	86,185	57,383			143,568
3. State taxes on premiums	881,104	607,163			1,488,267
4. Other state taxes, including \$ for employee benefits	319,149	156,775			475,924
5. U. S. Social Security taxes	1,380,519	780,523			2,161,042
6. All other taxes	151,512	274,706			426,218
7. Taxes, licenses and fees incurred	2,818,469	1,876,550			4,695,019
8. Taxes, licenses and fees unpaid December 31, prior year	969,725	974,651			1,944,376
9. Taxes, licenses and fees unpaid December 31, current year	294,946	923,187			1,218,133
10. Taxes, licenses and fees paid during year (Line 7 plus Line 8 minus Line 9)	3,493,248	1,928,014			5,421,262

EXHIBIT 4 - DIVIDENDS OR REFUNDS

	1	2
	Life	Accident and Health
1. Applied to pay renewal premiums		
2. Applied to shorten the endowment or premium-paying period		
3. Applied to provide paid-up additions		
4. Applied to provide paid-up annuities		
5. Total Line 1 through Line 4		
6. Paid-in cash		
7. Left on deposit		
8. Aggregate write-ins for dividend or refund options		
9. Total Line 5 through Line 8		
10. Amount due and unpaid		
11. Provision for dividends or refunds payable in the following calend		
12. Terminal dividends		
13. Provision for deferred dividend contracts		
14. Amount provisionally held for deferred dividend contracts not inc		
15. Total Line 10 through Line 14		
16. Total from prior year		
17. Total dividends or refunds (Line 9 plus Line 15 minus Line 16)		
NONE		
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					
130% 1941 SSI 3.00% NLP	2,969	2,969			
41 CSI 3 CRVM	29,329	29,329			
41 SSI 3 CRVM	66,074	66,074			
61 CSI 3.5 CRVM	923,355	923,355			
61 CIET 3.5 NLP	72,639	72,639			
UNEARNED PREMIUM	12	12			
41 CSO 2.75 NLP					
41 CSO 2.25 CRVM	18,018		18,018		
41 CSO 2.50 CRVM	15,520		15,520		
41 CSO 3 CRVM	30,433		30,433		
41 CSO 3.5 CRVM	162,391		162,391		
200% 58 CSO 3.5 CRVM	5,304		5,304		
58 CSO 2.75 CRVM	136,792		136,792		
58 CSO 3 CRVM	663,100		663,100		
58 CSO 3.5 CRVM	11,661,857		11,661,857		
58 CSO 3.5 CRVM/NLP					
58 CSO 4 CRVM	375,014		375,014		
58 CSO 3 NLP	69,308		69,308		
58 CSO 3.5 NLP	200,095		200,095		
58 CSO 4.5 NLP	1,983		1,983		
58 CET 2.75 NLP	672		672		
58 CET 3 NLP	918,365		918,365		
58 CET 3.5 NLP	118,066		118,066		
58 CET 4.5 NLP	39,981		39,981		
58 CSO 4.5 CRVM	432,401		432,401		
58 CSO 4.5 CRVM	1,461,859		1,461,859		
58 CSO 4.5 CRVM	32,480		32,480		
80 CSO 3.5% CRVM	6,848,371		6,848,371		
80 CSO 3.5% CRVM CNF	3,884,814		3,884,814		
80 CSO 3.5% NLP CNF	137,777		137,777		
80 CSO 4% CRVM CNF	12,012,021		12,012,021		
80 CSO 4% NLP CNF	6,213,491		6,213,491		
80 CSO 4.5% CRVM	90,862,245		90,862,245		
80 CSO 4.5% NLP	142,623		142,623		
80 CSO 5% NLP	145		145		
80 CSO 5% CRVM	25,828,170		25,828,170		
80 CSO 5.5% CRVM	958,922		958,922		
80 CET 3.5% NLP	835,389		835,389		
80 CET 4% NLP	50,741		50,741		
80 CET 4.5% NLP	5,377,289		5,377,289		
80 CET 5% NLP	1,801,280		1,801,280		
80 CET 5.25% NLP	25,436		25,436		
80 CSO 4.5% CRVM LA ESCOCESA	6,784,700		6,784,700		
80 CSO 5% CRVM LA ESCOCESA	201,943		201,943		
UNIVERSAL LIFE- CRVM	41,608,269		41,608,269		
200% 80 CSO 4% CRVM	591		591		
200% 80 CSO 4.5% CRVM	93,037		93,037		
200% 80 CSO 5% CRVM	15,024		15,024		
200% 80 CET 4.5% NLP	1,686,173		1,686,173		
01 CSO 4% CRVM CNF	46,864,311		46,864,311		
01 CSO 4% NLP CNF	2,112,001		2,112,001		
01 CSO 3.5% CRVM LA ESCOCESA	871,917		871,917		
01 CSO 3.5% CRVM CNF	20,711,108		20,711,108		
01 CSO 3.5% NLP CNF	128,498		128,498		
200% 01 CSO 3.5% CRVM CNF	991		991		
200% 01 CSO 4% CRVM CNF	9,075		9,075		
200% 01 CSO 4% NLP CNF	1,117		1,117		
American Experience 3.5% FPT	1,950		1,950		
American Experience 3.5% NLP	2,000		2,000		
SIDE FUND	964,279		964,279		
IMMEDIATE PAY EXTRA	3,134,822	15,698	3,119,124		
RIDER DEPOSIT FUNDS	524,988		524,988		
0199997 - TOTALS (Gross) - Life Insurance	298,133,525	1,110,076	297,023,449		
0199998 - Reinsurance ceded - Life Insurance	10,505,255		10,505,255		
0199999 - TOTALS (Net) - Life Insurance	287,628,270	1,110,076	286,518,194		
(Gross) - Annuities (excluding supplementary contracts with life contingencies)					
FLEXIBLE PREMIUM DEFERRED ANNUITIES	115,771,972		115,771,972		
Annuities in payment	289,985		289,985		
0299997 - TOTALS (Gross) - Annuities (excluding supplementary contracts with life contingencies)	116,061,957		116,061,957		
0299999 - TOTALS (Net) - Annuities (excluding supplementary contracts with life contingencies)	116,061,957		116,061,957		
(Gross) - Accidental Death Benefits					
59 ADB & 01 CSO 3.5	201,322		201,322		
59 ADB & 01 CSO 4	17,320		17,320		
59 ADB & 80 CSO 4	509,236		509,236		
59 ADB & 58 CSO 3	8,290		8,290		
0499997 - TOTALS (Gross) - Accidental Death Benefits	736,168		736,168		
0499998 - Reinsurance ceded - Accidental Death Benefits	5,928		5,928		
0499999 - TOTALS (Net) - Accidental Death Benefits	730,240		730,240		
(Gross) - Disability - Active Lives					
52 INT DIS (B5-P2) & 01 CSO 3.5	195,220		195,220		
52 INT DIS (B5-P2) & 01 CSO 4	73,355		73,355		
52 INT DIS (B5-P2) & 80 CSO 4	950,864		950,864		
52 INT DIS (B5-P2) & 58 CSO 3	7,199		7,199		
0599997 - TOTALS (Gross) - Disability - Active Lives	1,226,638		1,226,638		
0599998 - Reinsurance ceded - Disability - Active Lives	19,554		19,554		
0599999 - TOTALS (Net) - Disability - Active Lives	1,207,084		1,207,084		
(Gross) - Disability - Disabled Lives					
52 INTERCO DISA (BEN 5) 3	2,136,361		2,136,302		59
PAYOR DIS-52 INT DISA (B5) 3					
PAYOR DEATH-80 CSO 4.5					
PAYOR DEATH-80 CSO 5					
PAYOR DEATH-01 CSO 4	3,039		3,039		
EDB -52 INT DISA & 58 CSO 3					
0699997 - TOTALS (Gross) - Disability - Disabled Lives	2,139,400		2,139,341		59
0699998 - Reinsurance ceded - Disability - Disabled Lives	125,779		125,779		
0699999 - TOTALS (Net) - Disability - Disabled Lives	2,013,621		2,013,562		59
(Gross) - Miscellaneous Reserves					
NONDEDUCTION	2,223,926	100		1,018,038	1,205,788
0799997 - TOTALS (Gross) - Miscellaneous Reserves	2,223,926	100		1,018,038	1,205,788
0799999 - TOTALS (Net) - Miscellaneous Reserves	2,223,926	100		1,018,038	1,205,788

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1 Valuation Standard	2 Total	3 Industrial	4 Ordinary	5 Credit (Group and Individual)	6 Group
9999999 - TOTALS (Net) - Page 3, Line 1	409,865,098	1,110,176	406,531,037	1,018,038	1,205,847

EXHIBIT 5 - INTERROGATORIES

- 1.1 Has the reporting entity ever issued both participating and non-participating contracts? Yes () No (X)
- 1.2 If not, state which kind is issued.
NON PARTICIPATING
- 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 (X) No ()
- 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.
.....
- 8. Does the reporting entity have any Contingent Deferred Annuity contracts or agreements in effect as of December 31 of the current year? Yes () No (X)
- 8.1 If yes, state the total dollar amount of account value covered by these contracts or agreements: \$
- 8.2 State the amount of reserves established for this business: \$
- 8.3 Identify where the reserves are reported in the blank:
.....
- 9. Does the reporting entity have any Guaranteed Lifetime Income Benefit contracts, agreements or riders in effect as of December 31 of the current year? Yes () No (X)
- 9.1 If yes, state the total dollar amount of any account value associated with these contracts, agreements or riders: \$
- 9.2 State the amount of reserves established for this business: \$
- 9.3 Identify where the reserves are reported in the blank:
.....

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

1 Description of Valuation Class	Valuation Basis		4 Increase in Actuarial Reserve Due to Change
	2 Changed From	3 Changed To	

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	1,202,564					1,202,564			
2. Additional contract reserves (a)	31,733,503					31,733,503			
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)	32,936,067					32,936,067			
8. Reinsurance ceded	148,548					148,548			
9. Totals (Net)	32,787,519					32,787,519			
CLAIM RESERVE									
10. Present value of amounts not yet due on claims	22,649,163	17,478,769				5,170,394			
11. Additional actuarial reserves - Asset/Liability analysis									
12. Reserve for future contingent benefits									
13. Aggregate write-ins for reserves									
14. Totals (Gross)	22,649,163	17,478,769				5,170,394			
15. Reinsurance ceded	12,783,069	11,654,478				1,128,591			
16. Totals (Net)	9,866,094	5,824,291				4,041,803			
17. TOTAL (Net)	42,653,613	5,824,291				36,829,322			
18. TABULAR FUND INTEREST	1,342,283	593,085				749,198			
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.

Page 15

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	15,269,484	3,704	5,763,827				2,112,116		1,153,588		6,236,249
1.2 Reinsurance assumed	5,158,544						257,927		4,900,617		
1.3 Reinsurance ceded	1,028,160		777,154				251,006				
1.4 Net	19,399,868	3,704	4,986,673				2,119,037		6,054,205		6,236,249
2. In course of settlement:											
2.1 Resisted											
2.11 Direct											
2.12 Reinsurance assumed											
2.13 Reinsurance ceded											
2.14 Net			(b)	(b)		(b)	(b)				
2.2 Other											
2.21 Direct											
2.22 Reinsurance assumed											
2.23 Reinsurance ceded											
2.24 Net			(b)	(b)		(b)	(b)		(b)	(b)	(b)
3. Incurred but unreported:											
3.1 Direct	11,109,335	3,000	2,506,000				365,000		1,421,835		6,813,500
3.2 Reinsurance assumed											
3.3 Reinsurance ceded	901,207						182,500		718,707		
3.4 Net	10,208,128	3,000	(b) 2,506,000	(b)		(b)	(b) 182,500		(b) 703,128	(b)	(b) 6,813,500
4. TOTALS											
4.1 Direct	26,378,819	6,704	8,269,827				2,477,116		2,575,423		13,049,749
4.2 Reinsurance assumed	5,158,544						257,927		4,900,617		
4.3 Reinsurance ceded	1,929,367		777,154				433,506		718,707		
4.4 Net	29,607,996	(a) 6,704	(a) 7,492,673				(a) 2,301,537		6,757,333		13,049,749

(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	58,957,040	3,396	26,048,884	75,789			2,955,977		4,312,318		25,560,676
1.2 Reinsurance assumed											
1.3 Reinsurance ceded	5,081,089		2,340,746				1,399,327		1,369,766		(28,750)
1.4 Net	(d) 53,875,951	3,396	23,708,138	75,789			1,556,650		2,942,552		25,589,426
2. Liability December 31, current year from Part 1:											
2.1 Direct	26,378,819	6,704	8,269,827				2,477,116		2,575,423		13,049,749
2.2 Reinsurance assumed	5,158,544						257,927		4,900,617		
2.3 Reinsurance ceded	1,929,367		777,154				433,506		718,707		
2.4 Net	29,607,996	6,704	7,492,673				2,301,537		6,757,333		13,049,749
3. Amounts recoverable from reinsurers December 31, current year	1,422,124		820,350				90,515		463,009		48,250
4. Liability December 31, prior year:											
4.1 Direct	24,676,154	10,100	7,410,638				2,844,601		2,360,634		12,050,181
4.2 Reinsurance assumed	1,554,094						70,765		1,483,329		
4.3 Reinsurance ceded	2,515,931		937,395				779,616		798,920		
4.4 Net	23,714,317	10,100	6,473,243				2,135,750		3,045,043		12,050,181
5. Amounts recoverable from reinsurers December 31, prior year	856,720		248,561				157,955		450,204		
6. Incurred Benefits:											
6.1 Direct	60,659,705		26,908,073	75,789			2,588,492		4,527,107		26,560,244
6.2 Reinsurance assumed	3,604,450						187,162		3,417,288		
6.3 Reinsurance ceded	5,059,929		2,752,294				985,777		1,302,358		19,500
6.4 Net	59,204,226		24,155,779	75,789			1,789,877		6,642,037		26,540,744

(a) 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.

(b) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ 772,458 in Line 1.1, \$ 772,458 in Line 1.4.
\$ 772,458 in Line 6.1 and \$ 772,458 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. Derivatives (Schedule DB)			
8. Other invested assets (Schedule BA)			
9. Receivables for securities			
10. Securities lending reinvested collateral assets (Schedule DL)			
11. Aggregate write-ins for invested assets			
12. Subtotals, cash and invested assets (Line 1 to Line 11)			
13. Title plants (for Title insurers only)			
14. Investment income due and accrued			
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	341,517	774,741	433,224
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due	3,037,546	2,630,341	(407,205)
15.3 Accrued retrospective premiums and contracts subject to redetermination			
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers			
16.2 Funds held by or deposited with reinsured companies			
16.3 Other amounts receivable under reinsurance contracts			
17. Amounts receivable relating to uninsured plans			
18.1 Current federal and foreign income tax recoverable and interest thereon			
18.2 Net deferred tax asset			
19. Guaranty funds receivable or on deposit			
20. Electronic data processing equipment and software	612,473	365,822	(246,651)
21. Furniture and equipment, including health care delivery assets	483,331	702,104	218,773
22. Net adjustment in assets and liabilities due to foreign exchange rates			
23. Receivables from parent, subsidiaries and affiliates			
24. Health care and other amounts receivable			
25. Aggregate write-ins for other-than-invested assets	1,136,734	1,023,956	(112,778)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Line 12 to Line 25)	5,611,601	5,496,964	(114,637)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
28. Total (Line 26 and Line 27)	5,611,601	5,496,964	(114,637)
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page			
1199. Totals (Line 1101 through Line 1103 plus Line 1198) (Line 11 above)			
2501. Other Assets	811,233	728,992	(82,241)
2502. Prepaid Assets	325,501	294,964	(30,537)
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)	1,136,734	1,023,956	(112,778)

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

Triple-S Vida, Inc., (the Company), is a wholly owned subsidiary of Triple S Management Corporation (the Parent Company) since January 31, 2006. The Company was incorporated in September 1964 under the provisions of the Insurance Code of the Commonwealth of Puerto Rico (the Insurance Code) and is engaged in the underwriting of life, disability, supplemental health insurance, and the administration of annuities and individual retirement accounts within Puerto Rico and the U.S. Virgin Islands.

The following are the accounting principles and methods applied in preparing these statutory financial statements.

A. Accounting Practices

The Company's financial statements are prepared on the basis of accounting practices prescribed or permitted by the Office of the Commissioner of Insurance of the Commonwealth of Puerto Rico (the Commissioner), which are designed primarily to demonstrate ability to meet claims of policyholders. Prescribed statutory accounting practices (SAP) include National Association of Insurance Commissioners' (NAIC) statutory accounting practices (NAIC SAP) that do not conflict with the Puerto Rico Insurance Code and administrative rules. There were no significant differences between NAIC SAP and practices prescribed or permitted by the Commissioner at December 31, 2015 and 2014.

A reconciliation of the Company's net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the Commonwealth of Puerto Rico is shown below:

	<u>2015</u>	<u>2014</u>
NET INCOME		
(1) Triple S Vida, Inc. state basis (Page 4, Line 35, Columns 1 & 2)	\$5,313,385	\$12,318,415
(2) State Prescribed Practices that increase/(decrease) NAIC SAP:	0	0
(3) State Permitted Practices that increase/(decrease) NAIC SAP:	0	0
(4) NAIC SAP (1-2-3=4)	<u>\$5,313,385</u>	<u>\$12,318,415</u>
SURPLUS		
(5) Triple S Vida state basis (Page 3, Line 38, Columns 1 & 2)	\$59,112,725	\$64,788,080
(6) State Prescribed Practices that increase/(decrease) NAIC SAP:	0	0
(7) State Permitted Practices that increase/(decrease) NAIC SAP:	0	0
(8) NAIC SAP (5-6-7=8)	<u>\$59,112,725</u>	<u>\$64,788,080</u>

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

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

C. Accounting Policy

Life and annuity premiums are recognized as income over the premium paying period of the related policies when collected. Deposits on deposits-type contracts are entered directly as liability when received. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to current operations as incurred.

In addition, the company uses the following accounting policies:

- 1) Short term investments are stated at cost.
- 2) Bonds not backed by other loans, are stated at amortized cost using the interest method.
- 3) Common stocks are stated at market value.
- 4) The Company has no preferred stocks.
- 5) The Company has no investment in mortgage notes.

NOTES TO FINANCIAL STATEMENTS

- 6) Loan backed bonds are stated at amortized cost using the interest method computed using anticipated prepayments at the date of purchase. Prepayment assumptions for loan-backed bonds were obtained from internal estimates. These assumptions are consistent with the current interest rate and economic environment.
- 7) The Company carries Triple-S Blue Inc. at GAAP Equity plus the remaining Goodwill balance of \$3,415,934.
- 8) The Company has no ownership interest in joint ventures.
- 9) The Company does not invest in derivative financial instruments.
- 10) The Company does not anticipate investment income as a factor in the premium deficiency calculation, in accordance with SSAP No. 54, Individual and Group Accident and Health Contracts.
- 11) Unpaid losses and loss adjustment expenses include an amount determined from individual case estimates and loss reports and an amount, based on past experience, for losses incurred but not reported. Such liabilities are necessarily based on assumptions and estimates and while management believes the amount is adequate, the ultimate liability may be in excess of or less than the amount provided. The methods for making such estimates are continually reviewed, and any adjustments are reflected in the period determined.
- 12) The Company has not modified its asset capitalization policy from the prior period.
- 13) The Company has no pharmaceutical rebate receivable estimates.

D. We have prepared the Company's statutory financial statements on the basis that the Company is able to continue as a going concern, including to meet its obligations in the ordinary course of business, and we are not aware of any significant information to the contrary.

2. Accounting Changes and Correction of Errors

A-B. There were no corrections of errors or changes in accounting principles or significant changes.

3. Business Combinations and Goodwill

- A. On November 7, 2013, Triple-S Vida, Inc. (**TSV**) completed the acquisition of 100% of the outstanding shares of common stock of Atlantic Southern Insurance Company (**ASICO**), a life insurance company authorized to do business in Puerto Rico, U.S Virgin Islands, Costa Rica, Anguilla and British Virgin Islands. The cost of this acquisition was funded with unrestricted cash. After this acquisition the Company expects to solidify its position in the life insurance business in Puerto Rico and open new markets abroad. The total purchase price of the acquired entity was \$9,412,754 and included direct costs related to the acquisition amounting to \$434,655.

The Company accounted for this acquisition in accordance with the provisions of **SSAP No. 68, Business Combinations and Goodwill and SSAP No. 97 Investments in Subsidiary, Controlled and Affiliated Entities**. The transaction was accounted for as a statutory purchase that resulted in an investment in ASICO's net assets as of October 31, 2013 of \$5,052,505, with the remainder of the purchase price, \$4,360,249 allocated to goodwill. The total amount of goodwill was determined to be an admitted asset and will be amortized in 10 years and recorded as part of the carrying value of the investment. The goodwill amortization as of December 31, 2015 and for the year 2014 amounted to \$436,077 each year. Total ASICO admitted assets, liabilities and capital as of December 31, 2015 amounted to \$11,367,611, \$7,699,855 and \$3,667,756 respectively. As of December 31, 2014, admitted assets, liabilities and capital were \$14,817,180, \$10,510,211 and \$4,306,969 respectively. TSV share of ASICO's undistributed gains, (losses) and other changes in ASICO's surplus as of December 31, 2015 amounted to (\$683,975) and (\$165,044) respectively, for 2014 the amounts were (\$1,204,310) and \$417,351 respectively.

B. Statutory Merger

1-5) The company did not perform any statutory merger during 2015.

C. Assumption Reinsurance

1. The company completed an assumption reinsurance agreement with Triple-S Blue Inc. during 2014.
2. The Company Assumed the entire life block of business from Puerto Rico and United States Virgin Islands.
3. The Company assumed the life block of business of Triple-S Blue, Inc, which is an affiliated company. According SSAP 61R par. 65, the transactions is not an economic transaction and therefore the ceding, nor the assuming entity, recognized any gain or loss. There was no

NOTES TO FINANCIAL STATEMENTS

cash paid for the business, Triple-S Blue, Inc. transferred to the Company the statutory liabilities related to the block of business ceded and the remaining balance, classified as a deferred asset, of \$3,919,626 will be amortized for 10 years. For the year ended December 31, 2015 and 2014, the amortization of the remaining balance for this transaction was \$391,963 per year.

D. Write-downs for impairment of investments in affiliates

1. The Company did not recognize an impairment loss on the transactions described above.

4. Discontinued Operations

Not applicable.

5. Investments

A. Mortgage Loans

The company has no investment in Mortgage Loans.

B. Debt Restructuring

The Company has no investments on restructured debt.

C. Reverse Mortgage

The Company has no investment in reverse mortgages.

D. Loan Back Securities

1. Prepayment assumptions of single class and multi-class mortgage-back\asset-back securities were obtained from third party vendors.
2. The company does not have OTTI recognized on this type of security.
3. The company had no loan backed securities impaired as of 12.31.2015.
4. There were no impaired loan backed securities for which an other than temporary impairment has not been recognized:
 - a) The aggregate amount of unrealized losses:
 - I. Less than 12 months \$ 0
 - II. 12 months or longer \$ 0
 - b) The aggregate fair value of securities with unrealized losses:
 - I. Less than 12 months \$ 0
 - II. 12 months or longer \$ 0

All securities in an unrealized loss position are reviewed to determine whether an OTTI should be recognized. The company has determined that if any given security repays its principal, pays its interest and has a good rating, no OTTI will be recognized on the security. Also, as of December 31, 2015 the Company can assert that it has the intent and believes that it has the ability to hold the impaired securities long enough to allow the cost basis of these securities to be recovered.

E. Repurchase agreements

Not applicable. There were no repurchase agreements.

F. Real Estate

Not applicable

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

H. Not applicable. The company has no restricted assets.

I. The company has no Working Capital Finance Investment as of December 31, 2015.

NOTES TO FINANCIAL STATEMENTS

J. The company has no derivatives, repurchase or reverse repurchase agreements, securities borrowing, or securities lending assets and liabilities that are offset and reported net in accordance with SAAP NO. 64.

K. The Company has no structured notes.

6. Joint Ventures, Partnerships and Limited Liability Companies

A-B. The Company has no investment in Joint Ventures, Partnership or Limited Liability Companies.

7. Investment Income

A. B. No due or accrued income was excluded from surplus.

8. Derivatives Instruments

A-F. The Company does not invest in derivative financial instruments.

9. Income Taxes

A.-D. The Puerto Rico Income Tax Code provides that domestic life insurance companies are subject to corporate income tax of 20% solely on realized gains from the sale of investment and property. In addition, domestic life insurance companies are subject to an alternative minimum tax ("AMT"). The AMT is determined at a rate of 30% of the alternative minimum taxable income, which includes an adjustment for 60% of the Company's difference between the pre-tax income determined in accordance with GAAP after certain adjustments, and the regular taxable income.

During 2013 there was a new tax reform that resulted in the approval of Law 40-2013, "Ley de Redistribución de la carga Contributiva. Among the modifications resulting from this law, that have an impact on our operations are, an increase the AMT tax rate from 20% to 30%, and the establishment of a 1% premium tax over net premium revenue reported.

On July 1, 2014 the Government of PR enacted into law Act 77, Tax System Adjustment Act in which the long term capital gains tax rate on sales or exchanges or transactions carried out after June 30, 2014 have been increased for corporations from 15% to 20%. The long term capital gains holding period were also increased from more than 6 months to 1 year or more.

The components of the net deferred tax asset/(liability) at December 31 are as follows:

	December 31, 2015			December 31, 2014			Change		Total
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	
a. Gross deferred tax assets	3,709,941	-	3,709,941	6,706,284	-	6,706,284	(2,996,343)	-	(2,996,343)
b. Statutory valuation allowance	-	-	-	-	-	-	-	-	-
c. Adjusted Gross Deferred tax assets (a-b)	3,709,941	-	3,709,941	6,706,284	-	6,706,284	(2,996,343)	-	(2,996,343)
d. Deferred tax assets non admitted	-	-	-	-	-	-	-	-	-
e. Subtotal net admitted deferred tax assets	3,709,941	-	3,709,941	6,706,284	-	6,706,284	(2,996,343)	-	(2,996,343)
f. Deferred tax liabilities	-	2,956,558	2,956,558	-	3,141,499	3,141,499	-	(184,941)	(184,941)
g. Net admitted deferred tax assets (net deferred tax liability) (e-f)	3,709,941	(2,956,558)	753,383	6,706,284	(3,141,499)	3,564,785	(2,996,343)	184,941	(2,811,402)

Admission Calculation Components SSAP No.101

	December 31, 2015			December 31, 2014			Change		Total
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	
a. Federal income taxes paid in prior years recoverable through loss carrybacks	-	-	-	-	-	-	-	-	-
b. Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets expected to be realized following the balance sheet date)									
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	3,709,941	-	3,709,941	6,706,284	-	6,706,284	(2,996,343)	-	(2,996,343)
2. Adjusted gross deferred tax assets allowed per limitation threshold									
c. Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b)2, above, offset by gross deferred tax liabilities.	-	(2,956,558)	(2,956,558)	-	(3,141,499)	(3,141,499)	-	184,941	184,941
d. Determined tax assets admitted as the result of application of SSAP No. 1C	3,709,941	(2,956,558)	753,383	6,706,284	(3,141,499)	3,564,785	(2,996,343)	184,941	(2,811,402)

	2015	2014
a. Ratio percentage used to determine recovery period and threshold limitation	652%	808%
b. Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	59,878,933	61,674,641

The Company's temporary differences principally correspond to unrealized gains or losses in common stocks resulting in a net deferred tax liability of (\$2,956,558) and (\$3,141,499) in 2015 and 2014, respectively.

NOTES TO FINANCIAL STATEMENTS

The change in net deferred taxes affecting surplus is comprised of the following:

	December 31,		
	2015	2014	Change
Gross deferred tax assets	\$ 3,709,941	\$ 6,706,284	(2,996,343)
Gross deferred tax liability	(2,956,558)	(3,141,499)	184,941
Net deferred tax asset (liability)			(2,811,402)
Tax effect of unrealized losses			(923,179)
Change in net deferred income tax affecting surplus			\$ (1,888,223)

Deferred income taxes reflect the tax effects of: (a) temporary differences between carrying amounts of assets and liabilities for both financial reporting and income tax purposes and (b) operating loss and tax credit carry forwards. The tax effects of temporary differences that give rise to significant portions of the deferred tax assets and liabilities at December 31, 2014 and 2013 are presented below:

	2015	2014
Deferred tax assets		
Impairment loss on equity securities	\$ 1,078,198	\$ 221,284
Tax credits	2,631,742	6,485,000
Unrealized loss on securities	-	-
Total gross deferred tax assets	3,709,941	6,706,284
Deferred tax liabilities		
Unrealized gain on securities available for sale	(2,559,524)	(3,141,499)
Unrealized gain on securities available for sale marked to fair value as of acquisition date	-	-
Tax difference on realized gain on equity securities sold	(397,034)	-
Total gross deferred tax liability	(2,956,558)	(3,141,499)
Net deferred tax liability	\$ 753,383	\$ 3,564,785

10. Information Concerning Parent

A-C. The Company is a 100% owned subsidiary of Triple-S Management Corporation since January 31, 2006.

On November 7, 2013, Triple-S Vida, Inc. (TSV) completed the acquisition of 100% of the outstanding shares of common stock of Triple-S Blue, Inc (formerly ASICO), a life insurance company authorized to do business in Puerto Rico, U.S Virgin Islands, Costa Rica, Anguilla and British Virgin Islands. The total purchase price of the acquired entity was \$9,412,754 and included direct costs related to the acquisition amounting to \$434,655. The allocation of the purchase price to the assets acquired and liabilities assumed at the acquisition was as follows:

Cash	\$ 2,543,873
Escrow funds for pension plan liability and pension termination costs	3,600,000
Due to seller	3,703,536
Acquisition costs reimbursed to seller	(434,655)
Total purchase price	\$ 9,412,754
Investments, cash and cash equivalents	\$ 14,177,816
Premiums and other receivables	1,330,209
Property and equipment	8,860
Other assets	118,537
Future policy benefits and claim liabilities	(6,960,173)
Claims and policyholders liabilities	(2,122,704)
Accounts payable and other liabilities	(1,500,041)
Total net assets	\$ 5,052,504
Goodwill	\$ 4,360,250

The Company accounted for this acquisition in accordance with the provisions of SSAP No. 68, Business Combinations and Goodwill and SSAP No. 97 Investments in Subsidiary, Controlled and Affiliated Entities. The transaction was accounted for as a statutory purchase that resulted in an investment in ASICO's net assets as of October 31, 2013 of \$5,052,504, with the remainder of the purchase price, \$4,360,250 allocated to goodwill. The total amount of goodwill was determined to be an admitted asset and will be amortized in 10 years and recorded as part of the carrying value of the investment. The goodwill amortization for 2015 and 2014, respectively, amounted to \$436,077. Total ASICO admitted assets, liabilities and capital as of December 31, 2015 amounted to \$11,367,611, \$7,699,855 and \$3,667,756, respectively. For 2015 TSV share of ASICO's undistributed losses and other changes in ASICO's surplus amounted to (\$683,975) and (\$165,044) respectively. For 2014 the amounts were (\$1,204,310) and \$417,351 respectively.

NOTES TO FINANCIAL STATEMENTS

As of December 31, 2015 the unamortized balance of goodwill and the Investment in the subsidiary amounted to \$3,415,934 and \$3,852,011, respectively.

- D. Amounts receivable from the Parent Company or affiliates were \$1,228,279 and 4,186,077 as of December 31, 2015 and 2014, respectively. According to SSAP No. 96, amounts owed that are more than 90 days from the due date are non-admitted assets. There were no non-admitted receivables from affiliates as of December 31, 2015.
- E. There are no guarantees or undertakings for the benefit of a subsidiary or affiliated party.
- F. The Company paid a management fee of \$1,800,000 to the Parent Company as of December 31, 2015. The Company also allocated a portion of certain administrative expenses that amounted to \$ 4,196,350 and \$ 4,343,674 at December 31, 2015 and 2014, respectively.
- G. Shares of the Company are owned by Triple-S Management (99.99%) and the board of directors (.001%, 1 share each). While the Company owns 100% of the outstanding shares of Triple-S Blue, Inc.
- H. Not applicable.
- I. The Company does not have an investment in an SCA entity that exceeds 10% of the admitted assets.
- J. There were no impairment write downs recognized on the investment in subsidiary.
- K. The Company has no investment in a foreign subsidiary.
- L. The Company has no investments in downstream non insurance holding companies.
- M. The company's does not hold any non-insurance SCA entities.
- N. The company's subsidiary Triple S Blue, Inc. I.I., an insurance SCA per SSAP 97, prepares its financial statements on the basis of accounting practices prescribed or permitted by the Office of the Commissioner of Insurance of the Commonwealth of Puerto Rico. Prescribed statutory accounting practices (SAP) include National Association of Insurance Commissioners' (NAIC) statutory accounting practices (NAIC SAP) that do not conflict with the Puerto Rico Insurance Code and administrative rules. There were no significant differences between NAIC SAP and practices prescribed or permitted by the Commissioner at December 31, 2015 and 2014.

11. Debt

A-B. The Company has no debentures outstanding or Federal Home Loan Bank Agreements. Refer to the capital section for information regarding Surplus Note.

12. Retirement Plans, Deferred Compensation, Post-employment Benefits, Compensated Absences and Other Post-retirement Benefit Plans

A-D. Defined Benefit Plan

Not applicable.

E. Defined Contribution Plan

The Company provides retirement benefits to substantially all employees, after one year of service. The benefits are provided through a defined contribution plan in the form of a Profit Sharing and Savings Plan. Banco Popular of Puerto Rico is the custodian of the plan, and as such, executes all investment transactions and holds assets of the plan. The Plan is subject to the provisions of the Employee Retirement Income Security Act (ERISA).

The Profit Sharing and Savings plan allows employees to contribute up to 10% of their annual salary or \$15,000, whichever is less. The Company matches 100% of the employee's contribution for the first 1% of their annual salary and 50% for the next 2% and 3%. Additional contributions may be made to the plan at the discretion of the Board of Directors of the Company.

Employees become gradually vested at a rate of 25% for each year of service starting the third year and are 100% vested after five years of service for the matching and discretionary contributions. For the profit sharing contributions, employees are fully vested after three years of continuous service. Employees are fully vested for their contributions and allocated earnings or losses immediately.

NOTES TO FINANCIAL STATEMENTS

Pension expense for year ended 2015 and 2014 is as follows:

	2015	2014
Profit-sharing contribution	\$ 687,581	\$ 529,840
Matching of employee's contributions	416,081	320,626
Total contributions	<u>\$ 1,103,662</u>	<u>\$ 850,466</u>

F. Multi-employee plan

Not applicable.

G. Consolidated /Holding Company Plans

Not applicable.

H. Post-employment benefits are immaterial and are paid on a pay as you go basis. Compensated absences and vacation pay is recorded as an accrued liability within the salaries and wages category of general expenses.

I. Not applicable.

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

1. The Company's capital is common stock, 3,000,000, shares of \$1 par value, common stock authorized, issued and outstanding during years 2015 and 2014.

2. The Company has no preferred stock.

3-5 The payment of dividends to shareholders is limited to the statutory unassigned surplus (as defined by the Insurance Code of the Commonwealth of Puerto Rico) of the Company. Total unassigned surplus is \$ 23,802,724 and \$20,478,079 at December 31, 2015 and 2014, respectively. There are no restrictions placed on the Company's unassigned surplus.

The unassigned surplus funds are held for the benefit of the Company stockholders, since only non-participating business is issued.

6. There are no restrictions to unassigned funds.

7. There have been no advances to surplus.

8. The Company held no stock for special purposes.

9. The Company had no special surplus funds.

10. The portion of unassigned funds surplus represented or (reduced) by cumulative unrealized gains and losses is (\$1,575,784)

11. On December 22, 2005, the Company entered into a \$57,000,000 surplus note agreement with the Parent Company pursuant to the provisions of Article 29.30 of the Insurance Code, which is reported as a note payable to Parent Company and accrues interests at an annual rate of 6.6%. The note is payable on demand; however, pursuant to the requirements established by the Commissioner of Insurance, the parties agreed that no payment of the total principal nor the interest due on the loan will be made without first obtaining written authorization from the Commissioner of Insurance within at least 60 days prior to the proposed payment date. Therefore the note has no maturity date.

On January 17, 2007 the board of directors authorized management to request approval from the Office of the Commissioner of Insurance, pursuant to the provisions of article 29.30 of the Insurance code, to convert \$20,000,000 of its \$57,000,000 outstanding surplus note agreement to additional paid-in capital. The Office of the Commissioner of Insurance granted the approval to convert this amount on January 17, 2008. The total approved amount was converted to paid-in capital on the first quarter of 2008.

On January 16, 2009, the Office of the Commissioner of Insurance granted approval for repayment of \$5,000,000 of the accrued interest on the surplus note to the Parent Company. Also, on June 28, 2010 the Office of the Commissioner of Insurance granted approval for repayment of \$5,000,000 of the

NOTES TO FINANCIAL STATEMENTS

accrued interest on the surplus note to Parent Company. The repayment was made during the year with a transfer of investment securities to Parent Company.

On October 5, 2010, the Office of the Commissioner of Insurance granted approval of an amended contract that specified a floating interest rate that will not exceed 6.6%. Interest rate used for 2011 and 2012 was 4.67%.

On May 18, 2011, the Office of the Commissioner of Insurance granted approval for repayment of \$5,000,000 of the accrued interest on the surplus note to the Parent Company. The repayment was made with cash.

In addition, on May 12, 2012 the Office of the Commissioner of Insurance granted approval of for repayment of \$4,917,000 of the accrued interest on the surplus note to the Parent Company and on August 6, 2012 granted approval of the payment of \$5,000,000 to the principal of the surplus note. Both payments were made with cash.

On June 23, 2013 the Office of the Commissioner granted approval for the repayment of \$3,500,000 to the principal and \$1,590,000 of the accrued interest on the surplus note to the Parent Company. The payment was made with cash in July 2013.

On December 18, 2013 the Office of the Commissioner granted approval for the repayment of \$5,000,000 to the principal and the amount of accrued interest as of that date. The payment was made on January 3, 2014. In addition, on October 6, 2014 the Commissioner granted the approval to pay an additional \$4,250,000 of principal and \$ 836,014 on accrued interest as of September 30, 2014. The payment for \$5,086,014 was made on October 10, 2014.

On April 15, 2015 the Office of the Commissioner granted approval for the repayment of \$4,500,000 to the principal and the amount of accrued interest as of that date of \$537,398. The payment was made on May 1, 2015. In addition, on September 30, 2015 the Commissioner granted the approval to pay an additional \$4,500,000 of principal and \$ 348,087 on accrued interest. The payment for \$4,848,087 was made on October 30, 2015.

Accrued interest on the surplus note agreement at December 31, 2015 and 2014 amounted to \$79,935, of unapproved interest, and \$232,349, of unapproved interest.

Date Issued	Interest Rate	Par Value (Face Amount of Notes)	Carrying Value of Note	Principal and/or Interest Paid Current year)	Total Principal and or/ Interest Paid)	Unapproved Principal an/or Interest	Date of Maturity
December 22, 2005	4.67 %	\$ 10,250,000	\$ 10,250,000	\$ 9,885,485	\$ 70,784,289	\$ 79,935	None

12 and 13. There has been no restatement of surplus due to quasi- reorganization.

14. Contingencies

A. Contingent Commitments

The Company has committed no reserves to cover any contingent liabilities.

B. The Company has no unpaid assessment at December 31, 2015.

C. Gain Contingencies

The Company is not aware of any gain contingency as of December 31, 2015.

D. Claims related extra contractual obligation and bad faith losses stemming from lawsuits

The Company is not aware of any extra contractual obligations and bad faith losses stemming from lawsuits.

E. Joint and Several liability

The Company does not have any joint and several liability arrangements.

F. All Other Contingencies

Various liabilities arise during the normal course of the Company's business operations and have been recorded. The Company is involved in litigation from time to time with claimants, beneficiaries, and others, and a number of lawsuits were pending at December 31, 2015. Based on the opinion of its legal counsel, management believes that the ultimate liability, if any, resulting from this pending

NOTES TO FINANCIAL STATEMENTS

proceedings and legal actions in the aggregate will not have a material financial effect on the Company.

15. Leases

A. Lessee Leasing Arrangements

The Company entered into a non-cancelable operating lease agreement commencing on March 1, 2010 and expiring on February 28, 2020 for the central office. In addition, the Company has other operating lease agreements for the occupancy of their district offices. The Company's rent expense under those agreements amounted to approximately \$2,064,843 and \$2,062,720 in 2015 and 2014, respectively.

At December 31, 2015, the minimum aggregate rental commitments for the Company and District Offices are as follows:

	Central Office	District Offices
Years Ending December 31		
2016	\$ 1,239,163	\$ 361,404
2017	1,258,040	234,795
2018	1,276,916	130,085
2019	1,295,792	39,198
2020	216,490	-
Thereafter	-	-
	<u>\$ 5,286,401</u>	<u>\$ 765,482</u>

In addition the Company has several other operating leases for equipment and vehicles used in its operations. Rental expense under these leases amounted to \$ 300,716 and \$315,955 in 2015 and 2014, respectively.

Future minimum rental payments under such leases are as follows:

Year Ending December 31	
2016	\$ 221,358
2017	110,336
2018	38,964
2019	11,274
2020	-
Thereafter	-
	<u>\$ 381,933</u>

B. Lessor Leases

The Company is not the lessor in any lease agreement.

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

Not applicable.

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

Not applicable.

NOTES TO FINANCIAL STATEMENTS

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

Not applicable.

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

Not applicable.

20. Fair Value Measurements

A–C. Included in various investment related disclosures in the statutory financial statements are certain financial instruments disclosed at fair value. Other financial instruments are periodically measured at fair value, such as when impaired, or, for certain bonds and preferred stock when carried at the lower of cost or market.

The Company uses observable inputs when available. Fair value is based upon quoted market prices when available. If market prices are not available, the Company employs internally developed models that primarily use market-based inputs including yield curves, interest rates, volatilities, and credit curves, among others. The Company limits valuation adjustments to those deemed necessary to ensure that the security or derivative's fair value adequately represents the price that would be received or paid in the marketplace. Valuation adjustments may include consideration of counterparty credit quality and liquidity as well as other criteria. The estimated fair value amounts are subjective in nature and may involve uncertainties and matters of significant judgment for certain financial instruments. Changes in the underlying assumptions used in estimating fair value could affect the results. The fair value measurement levels are not indicative of risk of investment.

The Company's financial assets and liabilities carried at fair value have been classified, for disclosure purposes, based on a hierarchy defined by ASC 820, Fair Value Measurements. The hierarchy gives the highest ranking to fair values determined using unadjusted quoted prices in active markets for identical assets and liabilities (Level 1) and the lowest ranking to fair values determined using methodologies and models with unobservable inputs (Level 3). An asset's or a liability's classification is based on the lowest level input that is significant to its measurement. For example, a Level 3 fair value measurement may include inputs that are both observable (Levels 1 and 2) and unobservable (Level 3). The levels of the fair value hierarchy are as follows:

- Level 1 Inputs are unadjusted, quoted prices for identical assets or liabilities in active markets at the measurement date.
- Level 2 Inputs other than quoted prices included in Level 1 that are observable for the asset or liability through corroboration with market data at the measurement date.
- Level 3 Unobservable inputs that reflect management's best estimate of what market participants would use in pricing the asset or liability at the measurement date.

The level in the fair value hierarchy within which a fair measurement in its entirety falls is based on the lowest level input that is significant to the fair value measurement in its entirety.

NOTES TO FINANCIAL STATEMENTS

The following table presents assets and liabilities that are measured at fair value on a recurring basis at December 31, 2015:

	As Reflected on the Statutory Statements of Assets, Liabilities, Capital and Surplus as of December 31, 2015	Fair Value Measurements at Reporting Date		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
U.S. treasury securities and obligations of U.S. government instrumentalities	\$ 5,285,350	\$ 5,285,350.00	\$ -	\$ -
Obligations of the states of the United States and political subdivisions of the states	315,842,393	-	315,842,393	
Obligations of U.S. government-sponsored enterprises				
Obligations of the Commonwealth of Puerto Rico and its instrumentalities	12,314,366	-	12,314,366	
Corporate bonds	119,347,055	-	119,347,055	
Residential Mortgage-backed securities	-	-	-	
Collateralized mortgage obligations	18,134,442	-	18,134,442	
	<u>470,923,606</u>	<u>5,285,350</u>	<u>465,638,256</u>	<u>-</u>
Common stocks	54,686,159	46,249,830	8,436,329	-
Other Invested Assets	5,087,600			5,087,600
	<u>\$ 530,697,365</u>	<u>\$ 51,535,180</u>	<u>\$ 474,074,585</u>	<u>\$ 5,087,600</u>

NOTES TO FINANCIAL STATEMENTS

The following table presents assets and liabilities that are measured at fair value on a recurring basis at December 31, 2014:

	As Reflected on the Statutory Statements of Assets, Liabilities, Capital and Surplus as of December 31, 2014	Fair Value Measurements at Reporting Date		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
U.S. treasury securities and obligations of U.S. government instrumentalities	\$ 9,295,116	\$ 10,449,899	\$ -	\$ -
Obligations of the states of the United States and political subdivisions of the states	256,907,970	-	281,099,123	
Obligations of U.S. government-sponsored enterprises	13,013,597	-	13,036,501	
Obligations of the Commonwealth of Puerto Rico and its instrumentalities	17,220,511	-	17,287,877	
Corporate bonds	96,743,427	-	114,374,388	
Residential Mortgage-backed securities	1,140,994	-	1,267,048	
Collateralized mortgage obligations	36,728,505	-	38,365,957	
	<u>431,050,120</u>	<u>10,449,899</u>	<u>465,430,894</u>	<u>-</u>
Mutual Funds	43,740,284	33,737,827	10,002,457	-
Other Invested Assets	7,615,053	-	-	7,615,053
	<u>\$ 474,790,404</u>	<u>\$ 44,187,726</u>	<u>\$ 475,433,351</u>	<u>\$ 7,615,053</u>

A reconciliation of the beginning and ending balances of assets measured at fair value on a recurring basis using significant unobservable inputs (Level 3) for the year ended December 31, 2015 is as follows:

	Equity Securities
Balance at beginning of year	\$ 7,615,054
Total gains and losses	
Realized in earnings	1,723,033
Unrealized in other accumulated comprehensive income	(1,353,631)
Purchases	760,375
Sales	(3,657,231)
Balance at end of year	\$ 5,087,600

B. Not applicable.

21. Other Items

A. Unusual or Infrequent Items

The Company did not have any extraordinary items during 2015 or as of December 31, 2015.

B. Troubled Debt Restructuring.

The Company did not have any restructuring agreement

C. Other Disclosures and Unusual Items

The Company did not have any omitted disclosure or unusual transactions requiring an additional disclosure.

D. Business Interruption

The Company did not experience any business interruption during the current year.

E. State Transferable and Non Transferable Tax credits

- During 2015 transferable credits unused as of 12.31.2014 for \$6,485,000 were transferred to other subsidiaries, as authorized in the Treasury Department Rulings signed by Triple S Management Group and the Department of Treasury during 2014 and 2015. As of December 31, 2015 the company does not have any transferrable tax credits. The full amount of the tax credit is considered admitted, as it is fully realizable.

NOTES TO FINANCIAL STATEMENTS

- F. Subprime Mortgage Related Risk Exposure - Not applicable
- G. Retained Assets – Not applicable
- H. Proceeds from issuance of insurance-linked securities – The company has not issued any insurance linked securities.

22. Events Subsequent

Type I- Subsequent events have been considered through March 28, 2016 for the statutory statements issued on March 30, 2016. No events require disclosure.

Type II - Subsequent events have been considered through March 28, 2016 for the statutory statements issued on March 30, 2016. No events require disclosure.

23. Reinsurance

A. Ceded Reinsurance Report

Section 1-General Interrogatories

- A. None of the reinsurers, listed in Schedule S as non-affiliated, is owned or controlled, either directly or indirectly, by the Company or by any representative, officer, trustee, or director of the Company.
- B. No policies issued by the Company have been reinsured with a company chartered in a country other than the United States (excluding U.S. Branches of such companies) which is owned or controlled directly or indirectly by an insured or any other person not primarily engaged in the insurance business.

Section 2-Ceded Reinsurance Report-Part A

- A. The Company does not 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.
- B. The Company does not 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, exceeded the total direct premium collected under reinsured policies.

Section 3-Ceded Reinsurance Report-Part B

- A. What is the estimated amount of aggregate reduction in surplus (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits that are reflected in Section 2 above), of termination of all reinsurance agreements, by either party, as of the date of this statement? Where necessary, the company may consider the current or anticipated experience of the business reinsured in the making this estimate. \$ 0
- B. Have any new agreements been executed 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?

No.

B. Uncollectible Reinsurance

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

- C. **Commutation of Reinsurance Reflected in Income and Expense**
The Company has not commuted any ceded reinsurance during the year.
- D. **Certified Reinsurer Rating Downgraded or Status subject to revocation**
None of the Company's reinsurers have been downgraded or their status has been revoked.
- E. **Reinsurance of variable annuity contracts with an affiliated captive reinsurer- transaction descriptions**

NOTES TO FINANCIAL STATEMENTS

The company has no reinsurance for variable annuity contracts.

- F. Reinsurance of variable annuity contracts with an affiliated captive reinsurer- reserve credit take and collateral information.
The company has no reinsurance for variable annuity contracts.
- G. Ceding companies that utilize a captive to reinsure reserves
Not applicable as we are not a ceding company utilizing captive reinsurers.

24. Retrospectively Rated Contracts & Contracts Subject to Re-determination

Not applicable.

25. Change in Incurred Losses and Loss Adjustment Expenses Reserves

Reserves for incurred losses and loss adjustment attributable to insured events of prior years has increased by \$5,893,680 from \$23,714,317 in 2014 to \$29,607,997 in 2015 as result of re-estimation of the unpaid losses and loss adjustment expenses. This increase is generally the result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased as additional information becomes known regarding individual claims.

26. Inter-company Pooling Arrangements

Not applicable.

27. Structured Settlements

Not applicable

28. Health Care Receivables

Not applicable

29. Participating Policies

Not applicable

30. Premium Deficiency Reserves

Not applicable

31. Reserves for Life Contracts and Annuity Contracts.

1. The Company waives deduction of deferred fractional premiums upon death of the insured and returns any portion of premiums paid beyond the date of death. Surrender values are not promised in excess of the legally computed reserves.
2. Additional premiums are charged for policies issued on substandard basis according to underwriting classification. 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, 2015, Company had no insurance in force for which the gross premiums are less than the net premiums according to the standard valuation set by the Commonwealth of Puerto Rico.
4. The Tabular Interest (Page 7, Part A, line 4), Tabular Less Actual Reserve Released (Page 7, Part A, line 5) and Tabular Cost (Page 7, Part A, line 9) have been determined by formula as described for those lines in the instructions.
5. The Company does not have any deposit funds not involving life contingencies under Page 7, Part B, line 3.
6. The Company does not have any other increases under Page 7, Part B, line 5.

NOTES TO FINANCIAL STATEMENTS

32. Analysis of Annuity Actuarial Reserves and Deposit 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		
(3) At fair value		
(4) Total with adjustment or at market value (Total of 1 through 3)	_____	_____
(5) At book value without adjustment (minimal of no change of adjustment)	<u>\$ 116,061,957</u>	100%
B. Not subject to discretionary withdrawal		
C. Total (gross)	<u>\$ 116,061,957</u>	100%
D. Reinsurance Ceded		
E. Total (net)*(C) – (D)	<u>\$ 116,061,957</u>	100%

*Reconciliation of total annuity actuarial reserves and deposit fund liabilities.

F. Life & Accident & and Health Annual Statement:		
1. Exhibit 5, Annuities Section, Total (net)	\$ 116,061,957	100%
2. Exhibit 5, Supplementary Contracts with Life Contingencies		
3. Exhibit of Deposit Life Contracts, Line14, Col 1		
4. Sub-Total	\$ 116,061,957	100%

Separate Accounts Annual Statement

5. Exhibit 6, Line 0299999, Column 2		
6. Exhibit 6, Line 0399999, Column 2		
7. Page 3, Line 2, Column 3		
8. Page 3, Line 3.1, Column 3		
9. Page 3, Line 3.2, Column 3		
10. Page 3, Line 3.3 Column 3		
11. Sub-Total		
12. Combined Total	\$ 116,061,957	100%

33. Premium and Annuity Considerations Deferred and Uncollected

	2015		
	Gross	Loading	Net
Industrial - renewal	\$ 21	\$ 12	\$ 9
Ordinary - first	6,307,969	4,587,634	1,720,335
Ordinary - renewal	29,352,494	9,146,072	20,206,422
	\$ 35,660,484	\$ 13,733,718	\$ 21,926,766

NOTES TO FINANCIAL STATEMENTS**34. Separate Accounts**

Not applicable

35. Loss/Claim Adjustment Expenses

The activity in the liability for the unpaid Accident and Health Claim Adjustment expenses is summarized below:

	2015	2014
Beginning Balance 12.31.2014	\$ 15,095,224	\$ 12,969,653
Reinsurance Recoverable	-	-
Net Claim Liabilities	15,095,224	12,969,653
Incurred Claims and LAE		
Current Period	34,951,399	29,330,698
Prior Period	(1,768,618)	(442,234)
Total incurred claims	33,182,781	28,888,464
Payment of losses and LAE:		
Current Period	18,877,557	18,036,030
Prior Period	9,280,506	8,726,863
Total paid claims	28,158,063	26,762,893
Net Claim Liabilities	\$ 20,119,942	\$ 15,095,224
Reinsurance Recoverable	\$ -	\$ -
Ending balance 12.31.2015	20,119,942	15,095,224

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 ()
 If yes, complete Schedule Y, Parts 1, 1A and 2.
- 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?
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes () No (X)
- 2.2 If yes, date of change:
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2011
- 3.2 State the as of date 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. 12/31/2011
- 3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 10/01/2013
- 3.4 By what department or departments?
- 3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes () No () N/A (X)
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes (X) No () N/A ()
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11 sales of new business? Yes () No (X)
 4.12 renewals? Yes () No (X)
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21 sales of new business? Yes () No (X)
 4.22 renewals? Yes () No (X)
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes () No (X)
- 5.2 If yes, provide the name of entity, the 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
------------------	---------------------

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes () No (X)
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes () No (X)
- 8.4 If response to 8.3 is yes, please provide the names and locations (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

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

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
- 10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes () No (X)
- 10.2 If the response to 10.1 is yes, provide information related to this exemption:
- 10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation? Yes () No (X)
- 10.4 If the response to 10.3 is yes, provide information related to this exemption:
- 10.5 Has the reporting entity established an Audit Committee in compliance with domiciliary state insurance laws? Yes (X) No () N/A ()
- 10.6 If the response to 10.5 is no or n/a, please explain:

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
.....
- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes () No (X)
12.11 Name of real estate holding company
.....
12.12 Number of parcels involved
.....
12.13 Total book/adjusted carrying value \$
- 12.2 If yes, provide explanation
.....
13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
.....
- 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes () No ()
- 13.3 Have there been any changes made to any of the trust indentures during the year? Yes () No ()
- 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes () No () N/A (X)
- 14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?
(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
(c) Compliance with applicable governmental laws, rules and regulations;
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
(e) Accountability for adherence to the code. Yes (X) No ()
- 14.11 If the response to 14.1 is no, please explain:
.....
- 14.2 Has the code of ethics for senior managers been amended? Yes () No (X)
- 14.21 If the response to 14.2 is yes, provide information related to amendment(s).
.....
- 14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes () No (X)
- 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).
.....
- 15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes () No (X)
- 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

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

BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? Yes (X) No ()
17. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? Yes (X) No ()
18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees, or responsible employees that is in conflict or is likely to conflict with the official duties of such person? Yes (X) No ()

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes () No (X)
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
20.11 To directors or other officers \$
20.12 To stockholders not officers \$
20.13 Trustees, supreme or grand (Fraternal only) \$
- 20.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):
20.21 To directors or other officers \$
20.22 To stockholders not officers \$
20.23 Trustees, supreme or grand (Fraternal only) \$
- 21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes () No (X)
- 21.2 If yes, state the amount thereof at December 31 of the current year:
21.21 Rented from others \$
21.22 Borrowed from others \$
21.23 Leased from others \$
21.24 Other \$
- 22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes () No (X)
- 22.2 If answer is yes:
22.21 Amount paid as losses or risk adjustment \$
22.22 Amount paid as expenses \$
22.23 Other amounts paid \$
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes () No (X)
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

INVESTMENT

- 24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03) Yes (X) No ()
- 24.02 If no, give full and complete information relating thereto:

- 24.03 For 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 17 where this information is also provided)

- 24.04 Does the Company's security lending program meet the requirements for a conforming program as outlined in Risk-Based Capital Instructions? Yes () No () N/A (X)
- 24.05 If answer to 24.04 is YES, report amount of collateral for conforming programs. \$
- 24.06 If answer to 24.04 is NO, report amount of collateral for other programs. \$
- 24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes () No () N/A (X)
- 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes () No () N/A (X)
- 24.09 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending? Yes () No () N/A (X)
- 24.10 For the reporting entity's security lending program, state the amount of the following as of December 31 of the current year:
- 24.101 Total fair value of reinvented collateral assets reported on Schedule DL, Parts 1 and 2 \$
- 24.102 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 \$
- 24.103 Total payable for securities lending reported on the liability page \$
- 25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03) Yes () No (X)

- 25.2 If yes, state the amount thereof at December 31 of the current year:
- | | | |
|--|---|----------|
| | 25.21 Subject to repurchase agreements | \$ |
| | 25.22 Subject to reverse repurchase agreements | \$ |
| | 25.23 Subject to dollar repurchase agreements | \$ |
| | 25.24 Subject to reverse dollar repurchase agreements | \$ |
| | 25.25 Placed under option agreements | \$ |
| | 25.26 Letter stock or securities restricted as to sale - excluding FHLB Capital Stock | \$ |
| | 25.27 FHLB Capital Stock | \$ |
| | 25.28 On deposit with states | \$ |
| | 25.29 On deposit with other regulatory bodies | \$ |
| | 25.30 Pledged as collateral - excluding collateral pledged to an FHLB | \$ |
| | 25.31 Pledged as collateral to FHLB - including assets backing funding agreements | \$ |
| | 25.32 Other | \$ |

25.3 For category (25.26) provide the following:

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

- 26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes () No (X)
- 26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? If no, attach a description with this statement. Yes () No () N/A (X)
- 27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes () No (X)
- 27.2 If yes, state the amount thereof at December 31 of the current year. \$
28. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds, and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes (X) No ()

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

1 Name of Custodian(s)	2 Custodian's Address
---------------------------	--------------------------

Bank of New York One Mellon Center 151035 Pittsburgh PA 15258-0001

28.02 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)
--------------	------------------	------------------------------

- 28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? Yes () No (X)
- 28.04 If yes, give full and complete information relating thereto:

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

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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

1 Central Registration Depository Number(s)	2 Name	3 Address
--	-----------	--------------

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

29.2 If yes, complete the following schedule:

1 CUSIP Number	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
-------------------	--------------------------	-----------------------------------

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

1 Name of Mutual Fund (from question 29.2)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
--	--	---	------------------------

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

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds	\$ 440,716,544	\$ 471,154,929	\$ 30,438,385
30.2 Preferred stocks	\$	\$	\$
30.3 Totals	\$ 440,716,544	\$ 471,154,929	\$ 30,438,385

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

.....

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

31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? Yes () No (X)

31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:
.....

32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed? Yes (X) No ()

32.2 If no, list exceptions:
.....

OTHER

33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$ 219,465

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

1 Name	2 Amount Paid
.....	\$ 148,688
.....	\$
.....	\$
.....	\$

34.1 Amount of payments for legal expenses, if any? \$ 365,231

34.2 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
.....	\$ 170,045
.....	\$
.....	\$
.....	\$

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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

35.2 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	\$ 62,828,964	\$ 60,442,698
2.2 Premium Denominator	\$ 161,128,724	\$ 158,297,795
2.3 Premium Ratio (Line 2.1 divided by Line 2.2)	..... 0.390	..... 0.382
2.4 Reserve Numerator	\$ 13,405,144	\$ 13,405,144
2.5 Reserve Denominator	\$ 478,525,670	\$ 450,333,084
2.6 Reserve Ratio (Line 2.4 divided by Line 2.5)	..... 0.030	..... 0.030

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 \$

7.12 Stock \$

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 following 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 ()

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 ()

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

GENERAL INTERROGATORIES
PART 2 - LIFE INTERROGATORIES

12.1 Are any of the captive affiliates reported on Schedule S, Part 3, authorized reinsurers? Yes () No () N/A (X)

12.2 If the answer to 12.1 is yes, please provide the following:

1 Company Name	2 NAIC Company Code	3 Domiciliary Jurisdiction	4 Reserve Credit	Assets Supporting Reserve Credit		
				5 Letters of Credit	6 Trust Agreements	7 Other

13. Provide the following for individual ordinary life insurance* policies (U.S. business only) for the current year (prior to reinsurance assumed or ceded).

13.1 Direct Premiums Written \$
13.2 Total Incurred Claims \$
13.3 Number of Covered Lives

*Ordinary Life Insurance Includes
Term (whether full underwriting, limited underwriting, jet issue, "short form app") Whole Life (whether full underwriting, limited underwriting, jet issue, "short form app") Variable Life (with or without secondary guarantee) Universal Life (with or without secondary guarantee) Variable Universal Life (with or without secondary guarantee)

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 2015	2 2014	3 2013	4 2012	5 2011
Life Insurance in Force (Exhibit of Life Insurance)					
1. Ordinary-whole life and endowment (Line 34, Column 4)	1,828,535	1,770,673	1,674,482	1,578,477	1,550,068
2. Ordinary-term (Line 21, Column 4, less Line 34, Column 4)	4,336,027	4,402,711	4,490,672	4,461,760	4,481,188
3. Credit life (Line 21, Column 6)	1	1	1	7	17
4. Group, excluding FEGLI/SGLI (Line 21, Column 9 less Line 43 and Line 44, Column 4)	2,873,186	3,553,413	3,414,373	3,538,441	3,131,323
5. Industrial (Line 21, Column 2)	1,538	1,663	1,212	1,240	1,258
6. FEGLI/SGLI (Line 43 and Line 44, Column 4)					
7. Total (Line 21, Column 10)	9,039,287	9,728,461	9,580,740	9,579,925	9,163,854
New Business Issued (Exhibit of Life Insurance)					
8. Ordinary-whole life and endowment (Line 34, Column 2)	329,167	256,109	70,361	201,095	635,473
9. Ordinary-term (Line 2, Column 4, less Line 34, Column 2)	597,156	775,247	930,956	892,735	706,740
10. Credit life (Line 2, Column 6)					
11. Group (Line 2, Column 9)	190,745	304,228	120,510	627,326	94,786
12. Industrial (Line 2, Column 2)					
13. Total (Line 2, Column 10)	1,117,068	1,335,584	1,121,827	1,721,156	1,436,999
Premium Income-Lines of Business (Exhibit 1 - Part 1)					
14. Industrial life (Line 20.4, Column 2)	2,499	6,044	6,510	17,258	28,718
15.1 Ordinary life insurance (Line 20.4, Column 3)	85,401,535	81,970,395	77,925,218	74,371,544	74,010,973
15.2 Ordinary individual annuities (Line 20.4, Column 4)	6,991,462	9,857,330	9,193,629	39,942,587	31,854,202
16. Credit life, (group and individual) (Line 20.4, Column 5)					3,771
17.1 Group life insurance (Line 20.4, Column 6)	5,788,564	6,021,327	4,878,066	5,098,390	4,064,154
17.2 Group annuities (Line 20.4, Column 7)					
18.1 A & H-group (Line 20.4, Column 8)	10,021,557	8,695,140	7,217,677	6,540,364	4,796,904
18.2 A & H-credit (group and individual) (Line 20.4, Column 9)					
18.3 A & H-other (Line 20.4, Column 10)	52,818,681	51,747,558	48,031,095	46,667,989	36,701,330
19. Aggregate of all other lines of business (Line 20.4, Column 11)					
20. Total	161,024,298	158,297,794	147,252,195	172,638,132	151,460,052
Balance Sheet (Pages 2 and 3)					
21. Total admitted assets excluding Separate Accounts business (Page 2, Line 26, Column 3)	572,178,530	553,511,108	512,977,598	481,567,694	425,899,660
22. Total liabilities excluding Separate Accounts business (Page 3, Line 26)	513,065,806	487,111,961	451,246,753	424,172,444	368,271,575
23. Aggregate life reserves (Page 3, Line 1)	409,865,098	391,342,543	363,723,042	344,566,746	296,921,497
24. Aggregate A & H reserves (Page 3, Line 2)	42,753,613	37,496,265	31,182,540	25,988,690	23,462,759
25. Deposit-type contract funds (Page 3, Line 3)					
26. Asset valuation reserve (Page 3, Line 24.01)	8,227,128	6,957,440	8,080,997	6,552,486	1,993,627
27. Capital (Page 3, Line 29 and Line 30)	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
28. Surplus (Page 3, Line 37)	56,112,724	63,399,147	58,730,845	54,395,250	54,628,085
Cash Flow (Page 5)					
29. Net cash from operations (Line 11)	41,035,346	40,773,350	29,371,865	58,189,188	49,231,702
Risk-Based Capital Analysis					
30. Total adjusted capital	67,713,766	73,356,587	69,811,980	63,947,727	59,621,712
31. Authorized control level risk-based capital	10,334,869	7,425,182	7,937,562	6,984,913	6,904,678
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Column 3) (Line No. / Page 2, Line 12, Column 3) x 100.0					
32. Bonds (Line 1)	83.9	85.7	83.0	86.8	89.5
33. Stocks (Line 2.1 and Line 2.2)	12.6	11.9	14.3	10.4	8.4
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)					
36. Cash, cash equivalents and short-term investments (Line 5)	1.9	1.0	1.4	1.4	0.5
37. Contract loans (Line 6)	1.5	1.4	1.3	1.4	1.6
38. Derivatives (Page 2, Line 7)					
39. Other invested assets (Line 8)					
40. Receivables for securities (Line 9)					
41. Securities lending reinvested collateral assets (Line 10)					
42. Aggregate write-ins for invested assets (Line 11)					
43. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2015	2 2014	3 2013	4 2012	5 2011
<u>Investments in Parent, Subsidiaries and Affiliates</u>					
44. Affiliated bonds (Schedule D Summary, Line 12, Column 1)					
45. Affiliated preferred stocks (Schedule D Summary, Line 18, Column 1)					
46. Affiliated common stocks (Schedule D Summary, Line 24, Column 1)	6,536,355	8,380,141	9,412,754		
47. Affiliated short-term investments (subtotal included in Schedule DA Verification, Column 5, Line 10)					
48. Affiliated mortgage loans on real estate					
49. All other affiliated					
50. Total of above Line 44 to Line 49	6,536,355	8,380,141	9,412,754		
51. Total investment in parent included in Line 44 to Line 49 above					
<u>Total Nonadmitted and Admitted Assets</u>					
52. Total nonadmitted assets (Page 2, Line 28, Column 2)	5,611,601	5,496,964	5,656,355	5,821,673	6,349,719
53. Total admitted assets (Page 2, Line 28, Column 3)	572,178,530	553,511,108	512,977,598	481,567,694	425,899,660
<u>Investment Data</u>					
54. Net investment income (Exhibit of Net Investment Income)	24,364,974	23,477,921	22,361,415	21,063,132	18,823,297
55. Realized capital gains (losses) (Page 4, Line 34, Column 1)	(2,999,441)	2,618,818	(72,719)	(187,849)	1,155,197
56. Unrealized capital gains (losses) (Page 4, Line 38, Column 1)	(1,575,784)	(4,724,771)	3,829,680	5,059,170	(2,026,156)
57. Total of above Line 54, Line 55 and Line 56	19,789,749	21,371,968	26,118,376	25,934,453	17,952,338
<u>Benefits and Reserve Increase</u> Page 6)					
58. Total contract benefits-life (Lines 10, 11, 12, 13, 14 and 15, Column 1 minus Lines 10, 11, 12, 13, 14 and 15, Columns 9, 10 and 11)	45,833,165	41,626,585	40,965,963	38,154,552	36,659,283
59. Total contract benefits-A & H (Line 13 and Line 14, Columns 9, 10 and 11)	33,182,781	28,888,464	25,918,201	22,197,712	16,860,441
60. Increase in life reserves-other than group and annuities (Line 19, Columns 2 and 3)	20,369,191	17,974,962	15,849,797	13,526,488	11,257,388
61. Increase in A & H reserves (Line 19, Columns 9, 10 and 11)	5,257,241	6,112,926	5,193,850	2,525,945	2,203,747
62. Dividends to policyholders (Line 30, Column 1)	14,400				
<u>Operating Percentages</u>					
63. 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	43.6	42.5	46.1	42.0	43.5
64. 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	17.0	18.6	17.4	20.0	18.0
65. A & H loss percent (Schedule H, Part 1, Line 5 and Line 6, Column 2)	64.9	59.7	57.1	46.4	47.3
66. A & H cost containment percent (Schedule H, Part 1, Line 4, Column 2)					
67. A & H expense percent excluding cost containment expenses (Schedule H, Part 1, Line 10, Column 2)	49.8	48.9	51.6	56.8	58.1
<u>A & H Claim Reserve Adequacy</u>					
68. Incurred losses on prior years' claims-group health (Schedule H, Part 3, Line 3.1, Column 2)	8,517,927	9,328,153	10,144,087	9,461,424	9,623,625
69. Prior years' claim liability and reserve-group health (Schedule H, Part 3, Line 3.2, Column 2)	9,156,634	8,136,332	8,952,135	9,018,172	8,760,101
70. Incurred losses on prior years' claims-health other than group (Schedule H, Part 3, Line 3.1, Column 1 less Column 2)	14,536,281	12,361,554	13,933,976	10,997,424	8,907,497
71. Prior years' claim liability and reserve-health other than group (Schedule H, Part 3, Line 3.2, Column 1 less Column 2)	15,895,563	14,877,736	14,090,927	11,222,402	8,653,573
<u>Net Gains From Operations After Federal Income</u>					
<u>Taxes by Lines of Business</u> (Page 6, Line 33)					
72. Industrial life (Column 2)	169,892	50,726	46,042	37,176	37,012
73. Ordinary-life (Column 3)	9,414,037	9,877,967	7,889,464	3,492,086	4,942,355
74. Ordinary-individual annuities (Column 4)	308,309	690,380	635,107	518,875	497,657
75. Ordinary-supplementary contracts (Column 5)					(5,941)
76. Credit life (Column 6)					(886,145)
77. Group life (Column 7)	177,390	262,024	(627,000)	321,727	
78. Group annuities (Column 8)					
79. A & H-group (Column 9)	763,701	(677,670)	545,014	(308,276)	(1,512,864)
80. A & H-credit (Column 10)					
81. A & H-other (Column 11)	(2,520,503)	180,268	(2,446,159)	623,934	1,248,284
82. Aggregate of all other lines of business (Column 12)					
83. Total (Column 1)	8,312,826	10,383,695	6,042,468	4,685,522	4,320,358

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	
	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)	Total Amount of Insurance (a)
							7 Policies	8 Certificates		
1. In force end of prior year	3,112	1,663	318,314	6,173,384	30	1	3,341	139,671	3,553,413	9,728,461
2. Issued during year			59,614	926,323			48	5,916	190,745	1,117,068
3. Reinsurance assumed										
4. Revived during year			3,813	168,252						168,252
5. Increased during year (net)			1,812	59,543						59,543
6. Subtotals, Line 2 to Line 5			65,239	1,154,118			48	5,916	190,745	1,344,863
7. Additions by dividends during year	X X X		X X X		X X X		X X X	X X X		
8. Aggregate write-ins for increases										
9. Totals (Line 1 and Line 6 to Line 8)	3,112	1,663	383,553	7,327,502	30	1	3,389	145,587	3,744,158	11,073,324
Deductions during year:										
10. Death	26	14	5,951	17,452			X X X	196	1,739	19,205
11. Maturity			329	4,113			X X X			4,113
12. Disability							X X X			
13. Expiry	282	111	278	1,185						1,296
14. Surrender			3,115	31,643						31,643
15. Lapse			38,902	1,016,013			247	42,669	869,233	1,885,246
16. Conversion			201	23,053			X X X	X X X	X X X	23,053
17. Decreased (net)			1,612	69,481						69,481
18. Reinsurance										
19. Aggregate write-ins for decreases										
20. Totals (Line 10 to Line 19)	308	125	50,388	1,162,940			247	42,865	870,972	2,034,037
21. In force end of year (Line 9 minus Line 20)	2,804	1,538	333,165	6,164,562	30	1	3,142	102,722	2,873,186	9,039,287
22. Reinsurance ceded end of year	X X X		X X X	1,573,172	X X X		X X X	X X X	2,309,739	3,882,911
23. Line 21 minus Line 22	X X X	1,538	X X X	4,591,390	X X X	(b) 1	X X X	X X X	563,447	5,156,376
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 \$

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		2,804		148
26. Debit ordinary insurance	X X X		9,617	5,031

ADDITIONAL INFORMATION ON ORDINARY INSURANCE

	Issued During Year (included in Line 2)		In Force End of Year (included in Line 21)	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
Term Insurance Excluding Extended Term Insurance				
27. Term policies-decreasing	789	33,872	6,257	263,843
28. Term policies-other	3,162	357,265	35,002	3,356,353
29. Other term insurance-decreasing	X X X		X X X	17
30. Other term insurance	X X X	206,019	X X X	595,232
31. Totals (Line 27 to Line 30)	3,951	597,156	41,259	4,215,445
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	24,612	120,582
34. Totals, whole life and endowment	55,663	329,167	267,294	1,828,535
35. Totals (Line 31 to Line 34)	59,614	926,323	333,165	6,164,562

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			1,064	
37. Ordinary	926,323		6,164,562	
38. Credit Life (Group and Individual)			1	
39. Group	190,745		2,873,186	
40. Totals (Line 36 to Line 39)	1,117,068		9,038,813	

ADDITIONAL INFORMATION ON CREDIT LIFE AND GROUP INSURANCE

	Credit Life		Group	
	1	2	3 Number of Certificates	4 Amount of Insurance (a)
41. Amount of insurance included in Line 2 ceded to other companies	NONE			
42. Number in force end of year if the number under share is counted on a pro-rata basis				
43. Federal Employees' Group Life Insurance included in Line 2				
44. Servicemen's Group Life Insurance included in Line 2				
45. Group Permanent Insurance included in Line 21				

ADDITIONAL ACCIDENTAL DEATH BENEFITS

46. Amount of additional accidental death benefits in force end of year under ordinary policies (a)	NONE
---	-------------

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	4 Amount of Insurance (a)	5 Number of Policies	6 Amount of Insurance (a)	7 Number of Certificates	8 Amount of Insurance (a)
48. Waiver of Premium			40,208	1,229,622				
49. Disability Income								
50. Extended Benefits	197	126,710	X X X	X X X				
51. Other	1,979	937,400						
52. Total	2,176	(b) 1,064,110	40,208	(b) 1,229,622		(b)		(b)

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000)
 (b) See Paragraph 9 of the Annual Audited Financial Reports in the General section of the annual statement instructions.

EXHIBIT OF NUMBER OF POLICIES, CONTRACTS, CERTIFICATES, INCOME PAYABLE AND ACCOUNT VALUES IN FORCE FOR SUPPLEMENTARY CONTRACTS, ANNUITIES, ACCIDENT 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		3,945		
2. Issued during year		75		
3. Reinsurance assumed				
4. Increased during year (net)				
5. Totals (Line 1 to Line 4)		4,020		
Deductions during year:				
6. Decreased (net)		22		
7. Reinsurance ceded				
8. Totals (Line 6 and Line 7)		22		
9. In force end of year		3,998		
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						
2. Issued during year						
3. Reinsurance assumed						
4. Increased during year (net)						X X X
5. Totals (Line 1 to Line 4)	NONE					X X X
Deductions during year:						
6. Conversions					X X X	X X X
7. Decreased (net)						X X X
8. Reinsurance ceded						X X X
9. Totals (Line 6 to Line 8)		X X X		X X X		X X X
10. In force end of year		(a)		(a)		(a)

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					
	Active Status		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	L	95,638,970	6,991,462	61,407,380		164,037,812	
55. U.S. Virgin Islands	VI	L						
56. Northern Mariana Islands	MP	N						
57. Canada	CAN	N						
58. Aggregate Other Alien	OT	X X X						
59. Subtotal	(a)	2	95,638,970	6,991,462	61,407,380		164,037,812	
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	95,638,970	6,991,462	61,407,380		164,037,812	
96. Plus Reinsurance Assumed		X X X						
97. Totals (All Business)		X X X	95,638,970	6,991,462	61,407,380		164,037,812	
98. Less Reinsurance Ceded		X X X	6,435,509		1,856,135		8,291,644	
99. Totals (All Business) less Reinsurance Ceded		X X X	89,203,461	6,991,462	(b) 59,551,245		155,746,168	
DETAILS OF WRITE-INS								
58001.		X X X						
58002.		X X X						
58003.		X X X						
58998. Summary of remaining write-ins for Line 58 from overflow page		X X X						
58999. Total (Line 58001 through Line 58003 plus Line 58998) (Line 58 above)		X X X						
9401.		X X X						
9402.		X X X						
9403.		X X X						
9498. Summary of remaining write-ins for Line 94 from overflow page		X X X						
9499. Total (Line 9401 through Line 9403 plus Line 9498) (Line 94 above)		X X X						

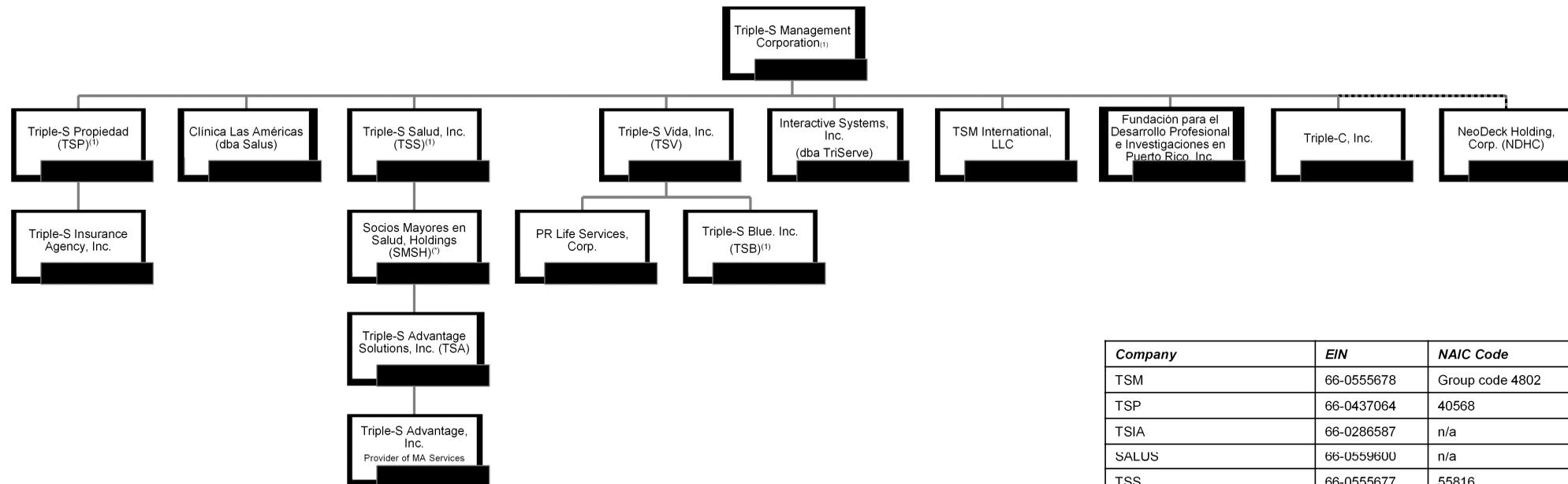
(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business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

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

(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;

Triple-S Management Corporation Organization Chart as of Dec. 2014



Notes:

(*)All companies are Puerto Rico companies, except for Socios Mayores en Salud Holdings, Inc., which is a Delaware Company.
 (1) The Code of Insurance of Puerto Rico requires that directors of insurance companies be shareholders. Each director of TSP, TSV, TSB, and TSS, respectively, acquires one (1) share of stock of the insurer during his or her tenure (each, a "Qualifying Share"). Qualifying Shares is returned by the director at the end of his or her tenure.
 -All other companies are domiciled in PR.

<i>Company</i>	<i>EIN</i>	<i>NAIC Code</i>
TSM	66-0555678	Group code 4802
TSP	66-0437064	40568
TSIA	66-0286587	n/a
SALUS	66-0559600	n/a
TSS	66-0555677	55816
SMSSH	26-0133931	n/a
TSA	66-0650587	n/a
American Health	66-0593034	11152
TSV	66-02584888	73814
PR Life Services	66-0526558	n/a
Triple-S Blue	66-0175224	61158
Interactive	66-0482092	n/a
Fund. Desarrollo Profesional		n/a
Triple-C	66-0508158	n/a
NeoDeck	66-0749383	n/a

Life and Accident and Health Annual Statement Blank Alphabetical Index

Analysis of Increase in Reserves During the Year	7	Schedule DB - Part B - Verification Between Years	SI11
Analysis of Operations By Lines of Business	6	Schedule DB - Part C - Section 1	SI12
Asset Valuation Reserve Default Component	30	Schedule DB - Part C - Section 2	SI13
Asset Valuation Reserve Equity and Other Invested Asset Component	32	Schedule DB - Part D - Section 1	E22
Asset Valuation Reserve Replicated (Synthetic) Assets	35	Schedule DB - Part D - Section 2	E23
Asset Valuation Reserve	29	Schedule DB - Verification	SI14
Assets	2	Schedule DL - Part 1	E24
Cash Flow	5	Schedule DL - Part 2	E25
Exhibit 1 - Part 1 - Premiums and Annuity Considerations for Life and Accident & Health Contracts	9	Schedule E - Part 1 - Cash	E26
Exhibit 1 - Part 2 - Dividends and Coupons Applied, Reinsurance Commissions and Expense	10	Schedule E - Part 2 - Cash Equivalents	E27
Exhibit 2 - General Expenses	11	Schedule E - Part 3 - Special Deposits	E28
Exhibit 3 - Taxes, Licenses and Fees (Excluding Federal Income Taxes)	11	Schedule E - Verification Between Years	SI15
Exhibit 4 - Dividends or Refunds	11	Schedule F	36
Exhibit 5 - Aggregate Reserve for Life Contracts	12	Schedule H - Accident and Health Exhibit - Part 1	37
Exhibit 5 - Interrogatories	13	Schedule H - Parts 2, 3, and 4	38
Exhibit 5A - Changes in Bases of Valuation During The Year	13	Schedule H - Part 5 - Health Claims	39
Exhibit 6 - Aggregate Reserves for Accident and Health Contracts	14	Schedule S - Part 1 - Section 1	40
Exhibit 7 - Deposit-Type Contracts	15	Schedule S - Part 1 - Section 2	41
Exhibit 8 - Claims for Life and Accident and Health Contracts - Part 1	16	Schedule S - Part 2	42
Exhibit 8 - Claims for Life and Accident and Health Contracts - Part 2	17	Schedule S - Part 3 - Section 1	43
Exhibit of Capital Gains (Losses)	8	Schedule S - Part 3 - Section 2	44
Exhibit of Life Insurance	25	Schedule S - Part 4	45
Exhibit of Net Investment Income	8	Schedule S - Part 5	46
Exhibit of Nonadmitted Assets	18	Schedule S - Part 6	47
Exhibit of Number of Policies, Contracts, Certificates, Income Payable and Account Values	27	Schedule S - Part 7	48
Five-Year Historical Data	22	Schedule T - Part 2 - Interstate Compact	50
Form for Calculating the Interest Maintenance Reserve (IMR)	28	Schedule T - Premiums and Annuity Considerations	49
General Interrogatories	20	Schedule Y - Information Concerning Activities of Insurer Members of a Holding Company Group	51
Jurat Page	1	Schedule Y - Part 1A - Detail of Insurance Holding Company System	52
Liabilities, Surplus and Other Funds	3	Schedule Y - Part 2 - Summary of Insurer's Transactions with Any Affiliates	53
Life Insurance (State Page)	24	Summary Investment Schedule	SI01
Notes To Financial Statements	19	Summary of Operations	4
Overflow Page For Write-ins	55	Supplemental Exhibits and Schedules Interrogatories	54
Schedule A - Part 1	E01		
Schedule A - Part 2	E02		
Schedule A - Part 3	E03		
Schedule A - Verification Between Years	SI02		
Schedule B - Part 1	E04		
Schedule B - Part 2	E05		
Schedule B - Part 3	E06		
Schedule B - Verification Between Years	SI02		
Schedule BA - Part 1	E07		
Schedule BA - Part 2	E08		
Schedule BA - Part 3	E09		
Schedule BA - Verification Between Years	SI03		
Schedule D - Part 1	E10		
Schedule D - Part 1A - Section 1	SI05		
Schedule D - Part 1A - Section 2	SI08		
Schedule D - Part 2 - Section 1	E11		
Schedule D - Part 2 - Section 2	E12		
Schedule D - Part 3	E13		
Schedule D - Part 4	E14		
Schedule D - Part 5	E15		
Schedule D - Part 6 - Section 1	E16		
Schedule D - Part 6 - Section 2	E16		
Schedule D - Summary By Country	SI04		
Schedule D - Verification Between Years	SI03		
Schedule DA - Part 1	E17		
Schedule DA - Verification Between Years	SI10		
Schedule DB - Part A - Section 1	E18		
Schedule DB - Part A - Section 2	E19		
Schedule DB - Part A - Verification Between Years	SI11		
Schedule DB - Part B - Section 1	E20		
Schedule DB - Part B - Section 2	E21		