



# QUARTERLY STATEMENT

As of March 31, 2005  
of the Condition and Affairs of the

## AMEX ASSURANCE COMPANY

NAIC Group Code..... 4, 4  
(Current Period) (Prior Period)

NAIC Company Code..... 27928

Employer's ID Number..... 36-2760101

Organized under the Laws of Illinois  
Incorporated/Organized..... January 30, 1973

State of Domicile or Port of Entry Illinois  
Commenced Business..... February 5, 1973

Country of Domicile US

Statutory Home Office 227 West Monroe Street, Suite 3600..... Chicago ..... IL ..... 60606  
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office 3500 Packerland Drive..... De Pere ..... WI ..... 54115-9070  
(Street and Number) (City or Town, State and Zip Code) 920-330-5100  
(Area Code) (Telephone Number)

Mail Address 3500 Packerland Drive..... De Pere ..... WI ..... 54115-9070  
(Street and Number or P. O. Box) (City or Town, State and Zip Code)

Primary Location of Books and Records 3500 Packerland Drive..... De Pere ..... WI ..... 54115-9070  
(Street and Number) (City or Town, State and Zip Code) 920-330-5250  
(Area Code) (Telephone Number)

Internet Website Address www.americanexpress.com/insuremyautohome

Statutory Statement Contact Susan Ann Whitmer 920-330-5250  
(Name) (Area Code) (Telephone Number) (Extension)  
susan.a.whitmer@aexp.com 920-330-5603  
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Policyowner Relations Contact 3500 Packerland Drive..... De Pere ..... WI ..... 54115  
(Street and Number) (City or Town, State and Zip Code) 920-330-5109  
(Area Code) (Telephone Number) (Extension)

### OFFICERS

Name	Title	Name	Title
1. Kenneth John Ciak	President	2. Paul Roberts Johnston	Secretary
3. Walter Stanley Berman	Treasurer	4.	

### OTHER

Thomas John Boogaard	Vice President	Thomas Scott Botsford	Vice President
Debra Marie Conrad	Vice President	Terrance Michael Fettig	Vice President
Larry William Frazier	Vice President	Lorraine Rose Hart	Vice President
Michelle Marie Keeley	Vice President	Thomas William Murphy	Vice President
Rebecca Ann Nash	Senior Vice President	Daniel John Segner	Vice President
Dianne Lynn Wilson	Senior Vice President		

### DIRECTORS OR TRUSTEES

Kenneth John Ciak	Larry William Frazier	Richard Andrew Hemmings	David Ray Hubers
Paul Roberts Johnston	Margaret Susan Jung	Eric Lund Marhoun	Lisa Ann Steffes
Michael Ralph Streit	John Theodore Sweeney	Dianne Lynn Wilson	

State of..... Wisconsin  
County of..... Brown

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.

_____ (Signature) Kenneth J Ciak 1. (Printed Name) President (Title)	_____ (Signature) Joy A Hanson 2. (Printed Name) Asst Secretary (Title)	_____ (Signature) Larry W Frazier 3. (Printed Name) Asst Treasurer (Title)
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Subscribed and sworn to before me  
This 22nd day of April 2005

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 Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds.....	229,330,087		229,330,087	216,689,941
2. Stocks:				
2.1 Preferred stocks.....			.0	
2.2 Common stocks.....	81,543		81,543	81,543
3. Mortgage loans on real estate:				
3.1 First liens.....			.0	
3.2 Other than first liens.....			.0	
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....			.0	
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			.0	
4.3 Properties held for sale (less \$.....0 encumbrances).....			.0	
5. Cash (\$....4,815,221), cash equivalents (\$....45,335,323) and short-term investments (\$.....0).....	50,150,544		50,150,544	6,457,111
6. Contract loans (including \$.....0 premium notes).....			.0	
7. Other invested assets.....			.0	
8. Receivables for securities.....	1,810,500		1,810,500	4,125
9. Aggregate write-ins for invested assets.....	.0	.0	.0	.0
10. Subtotals, cash and invested assets (Lines 1 to 9).....	281,372,673	.0	281,372,673	223,232,720
11. Title Plants less \$.....0 charged off (for Title insurers only).....			.0	
12. Investment income due and accrued.....	2,985,414		2,985,414	3,339,151
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection.....	38,015,138		38,015,138	14,389,412
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....			.0	
13.3 Accrued retrospective premiums.....			.0	
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers.....			.0	
14.2 Funds held by or deposited with reinsured companies.....			.0	3,020,170
14.3 Other amounts receivable under reinsurance contracts.....			.0	
15. Amounts receivable relating to uninsured plans.....			.0	
16.1 Current federal and foreign income tax recoverable and interest thereon.....			.0	1,769,216
16.2 Net deferred tax asset.....	1,718,187		1,718,187	237,133
17. Guaranty funds receivable or on deposit.....			.0	
18. Electronic data processing equipment and software.....			.0	
19. Furniture and equipment, including health care delivery assets (\$.....0).....			.0	
20. Net adjustment in assets and liabilities due to foreign exchange rates.....			.0	
21. Receivables from parent, subsidiaries and affiliates.....	10,846,106		10,846,106	12,790,763
22. Health care (\$.....0) and other amounts receivable.....			.0	
23. Aggregate write-ins for other than invested assets.....	24,834,467	.0	24,834,467	24,834,710
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 through 23).....	359,771,985	.0	359,771,985	283,613,273
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			.0	
26. TOTALS (Lines 24 and 25).....	359,771,985	.0	359,771,985	283,613,273

### DETAILS OF WRITE-INS

0901.....			.0	
0902.....			.0	
0903.....			.0	
0998. Summary of remaining write-ins for Line 9 from overflow page.....	.0	.0	.0	.0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	.0	.0	.0	.0
2301. Premium Accrual EBNR - IBNR offset.....	24,830,823		24,830,823	24,830,823
2302. Miscellaneous Assets.....	3,644		3,644	3,760
2303. Other Receivables.....			.0	127
2398. Summary of remaining write-ins for Line 23 from overflow page.....	.0	.0	.0	.0
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above).....	24,834,467	.0	24,834,467	24,834,710

**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Statement Date	2 December 31 Prior Year
1. Losses (current accident year \$...8,992,817).....	42,241,166	38,586,183
2. Reinsurance payable on paid losses and loss adjustment expenses.....		
3. Loss adjustment expenses.....	6,496	6,496
4. Commissions payable, contingent commissions and other similar charges.....		
5. Other expenses (excluding taxes, licenses and fees).....	7,719,549	10,268,084
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	3,858,656	5,018,509
7.1 Current federal and foreign income taxes (including \$...580 on realized capital gains (losses)).....	15,061,248	
7.2 Net deferred tax liability.....		
8. Borrowed money \$.....0 and interest thereon \$.....0.....		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$...135,755,849 and including warranty reserves of \$.....0).....	33,109,913	11,515,270
10. Advance premium.....		
11. Dividends declared and unpaid:		
11.1 Stockholders.....		
11.2 Policyholders.....		
12. Ceded reinsurance premiums payable (net of ceding commissions).....	1,842	2,657
13. Funds held by company under reinsurance treaties.....		
14. Amounts withheld or retained by company for account of others.....		
15. Remittances and items not allocated.....		
16. Provision for reinsurance.....	237,013	237,013
17. Net adjustments in assets and liabilities due to foreign exchange rates.....	97,601	52,590
18. Drafts outstanding.....		
19. Payable to parent, subsidiaries and affiliates.....		3,738
20. Payable for securities.....	12,916,803	1,194,741
21. Liability for amounts held under uninsured accident and health plans.....		
22. Capital notes \$.....0 and interest thereon \$.....0.....		
23. Aggregate write-ins for liabilities.....	(25,000)	(25,000)
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23).....	115,225,288	66,860,280
25. Protected cell liabilities.....		
26. Total liabilities (Lines 24 and 25).....	115,225,288	66,860,280
27. Aggregate write-ins for special surplus funds.....	0	0
28. Common capital stock.....	4,597,875	4,597,875
29. Preferred capital stock.....		
30. Aggregate write-ins for other than special surplus funds.....	0	0
31. Surplus notes.....		
32. Gross paid in and contributed surplus.....	50,695,950	50,695,950
33. Unassigned funds (surplus).....	189,252,873	161,459,168
34. Less treasury stock, at cost:		
34.1 .....0.000 shares common (value included in Line 28 \$.....0).....		
34.2 .....0.000 shares preferred (value included in Line 29 \$.....0).....		
35. Surplus as regards policyholders (Lines 27 to 33, less 34).....	244,546,698	216,752,993
36. TOTALS.....	359,771,985	283,613,273

**DETAILS OF WRITE-INS**

2301. Miscellaneous Liabilities.....	(25,000)	(25,000)
2302. ....		
2303. ....		
2398. Summary of remaining write-ins for Line 23 from overflow page.....	0	0
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above).....	(25,000)	(25,000)
2701. ....		
2702. ....		
2703. ....		
2798. Summary of remaining write-ins for Line 27 from overflow page.....	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above).....	0	0
3001. ....		
3002. ....		
3003. ....		
3098. Summary of remaining write-ins for Line 30 from overflow page.....	0	0
3099. Totals (Lines 3001 thru 3003 plus 3098) (Line 30 above).....	0	0

**STATEMENT OF INCOME**

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
<b>UNDERWRITING INCOME</b>			
1. Premiums earned:			
1.1 Direct..... (written \$.....210,648,733).....	182,539,733	149,947,228	645,167,065
1.2 Assumed..... (written \$.....2,655,395).....	2,655,395	7,690,228	26,359,155
1.3 Ceded..... (written \$.....122,406,858).....	115,892,502	97,645,169	426,753,536
1.4 Net..... (written \$.....90,897,269).....	69,302,626	59,992,287	244,772,685
DEDUCTIONS:			
2. Losses incurred (current accident year \$.....10,845,587):			
2.1 Direct.....	98,562,472	76,708,269	356,596,876
2.2 Assumed.....	(1,045,742)	1,706,427	3,610,369
2.3 Ceded.....	79,088,962	67,325,530	318,800,011
2.4 Net.....	18,427,768	11,089,167	41,407,234
3. Loss expenses incurred.....	825,839	590,165	2,660,612
4. Other underwriting expenses incurred.....	12,189,103	12,056,351	70,409,956
5. Aggregate write-ins for underwriting deductions.....	0	2,266	(159,485)
6. Total underwriting deductions (Lines 2 through 5).....	31,442,709	23,737,949	114,318,317
7. Net income of protected cells.....			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7).....	37,859,917	36,254,338	130,454,368
<b>INVESTMENT INCOME</b>			
9. Net investment income earned.....	2,762,197	2,957,365	11,767,299
10. Net realized capital gains (losses) less capital gains tax of \$.....580.....	1,078	1,316	115,953
11. Net investment gain (loss) (Lines 9 + 10).....	2,763,274	2,958,681	11,883,252
<b>OTHER INCOME</b>			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....0).....			
13. Finance and service charges not included in premiums.....			
14. Aggregate write-ins for miscellaneous income.....	791,822	961,356	3,280,336
15. Total other income (Lines 12 through 14).....	791,822	961,356	3,280,336
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	41,415,013	40,174,375	145,617,956
17. Dividends to policyholders.....			
18. Net income after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17).....	41,415,013	40,174,375	145,617,956
19. Federal and foreign income taxes incurred.....	15,066,537	13,092,084	47,612,864
20. Net income (Line 18 minus Line 19) (to Line 22).....	26,348,476	27,082,292	98,005,092
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
21. Surplus as regards policyholders, December 31 prior year.....	216,752,991	205,957,697	205,957,697
<b>GAINS AND (LOSSES) IN SURPLUS</b>			
22. Net income (from Line 20).....	26,348,476	27,082,292	98,005,092
23. Net transfers (to) from Protected Cell accounts.....			
24. Change in net unrealized capital gains or losses less capital gains tax of \$.....5,881.....	(41,707)	(63,918)	324,834
25. Change in net unrealized foreign exchange capital gain (loss).....			
26. Change in net deferred income tax.....	1,486,935	(37,679)	(662,387)
27. Change in nonadmitted assets.....			
28. Change in provision for reinsurance.....		(0)	127,755
29. Change in surplus notes.....			
30. Surplus (contributed to) withdrawn from protected cells.....			
31. Cumulative effect of changes in accounting principles.....			
32. Capital changes:			
32.1 Paid in.....			
32.2 Transferred from surplus (Stock Dividend).....			
32.3 Transferred to surplus.....			
33. Surplus adjustments:			
33.1 Paid in.....			
33.2 Transferred to capital (Stock Dividend).....			
33.3 Transferred from capital.....			
34. Net remittances from or (to) Home Office.....			
35. Dividends to stockholders.....			(87,000,000)
36. Change in treasury stock.....			
37. Aggregate write-ins for gains and losses in surplus.....	0	0	0
38. Change in surplus as regards policyholders (Lines 22 through 37).....	27,793,704	26,980,694	10,795,294
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38).....	244,546,695	232,938,391	216,752,991
<b>DETAILS OF WRITE-INS</b>			
0501. 2002 Private Passenger Auto Escrow.....			(81,053)
0502. 2003 Private Passenger Auto Escrow.....		2,266	(78,432)
0503. ....			
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above).....	0	2,266	(159,485)
1401. Administration Fees.....	791,810	961,356	3,279,917
1402. Miscellaneous Income.....	11	0	419
1403. Miscellaneous Asset.....			
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	791,822	961,356	3,280,336
3701. ....			
3702. ....			
3703. ....			
3798. Summary of remaining write-ins for Line 37 from overflow page.....	0	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798) (Line 37 above).....	0	0	0

**CASH FLOW**

	1 Current Year to Date	2 Prior Year Ended December 31
<b>CASH FROM OPERATIONS</b>		
1. Premiums collected net of reinsurance.....	67,270,729	244,492,565
2. Net investment income.....	3,261,761	12,770,592
3. Miscellaneous income.....	791,822	3,283,985
4. Total (Lines 1 through 3).....	71,324,311	260,547,142
5. Benefit and loss related payments.....	11,752,614	104,573,379
6. Net transfers to Separate, Segregated Accounts and Protected Cell Accounts.....		
7. Commissions, expenses paid and aggregate write-ins for deductions.....	16,723,329	72,252,304
8. Dividends paid to policyholders.....		
9. Federal and foreign income taxes paid (recovered) \$.....580 net tax on capital gains (losses).....	(1,763,346)	48,037,670
10. Total (Lines 5 through 9).....	26,712,598	224,863,353
11. Net cash from operations (Line 4 minus Line 10).....	44,611,714	35,683,790
<b>CASH FROM INVESTMENTS</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	7,164,263	55,160,060
12.2 Stocks.....		
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.....	120	(11,844)
12.7 Miscellaneous proceeds.....	11,722,062	1,194,741
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	18,886,445	56,342,957
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	19,984,523	43,744,980
13.2 Stocks.....		
13.3 Mortgage loans.....		
13.4 Real estate.....		
13.5 Other invested assets.....		
13.6 Miscellaneous applications.....	1,806,375	4,125
13.7 Total investments acquired (Lines 13.1 to 13.6).....	21,790,898	43,749,105
14. Net increase (decrease) in contract loans and premium notes.....		
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	(2,904,453)	12,593,852
<b>CASH FROM FINANCING AND MISCELLANEOUS SOURCES</b>		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes.....		
16.2 Capital and paid in surplus, less treasury stock.....		
16.3 Borrowed funds.....		
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....		
16.5 Dividends to stockholders.....		87,000,000
16.6 Other cash provided (applied).....	1,986,172	(3,434,199)
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	1,986,172	(90,434,199)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>		
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	43,693,433	(42,156,557)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	6,457,112	48,613,669
19.2 End of period (Line 18 plus Line 19.1).....	50,150,545	6,457,112
<b>Note: Supplemental disclosures of cash flow information for non-cash transactions:</b>		
20.0001 .....		
20.9999 Totals.....	0	0

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**NOTES TO FINANCIAL STATEMENTS**


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**Note 1 - Summary of Significant Accounting Policies**

No significant change.

**Note 2 - Accounting Changes and Corrections of Errors**

No significant change.

**Note 3 - Business Combinations and Goodwill**

No significant change.

**Note 4 - Discontinued Operations**

No significant change.

**Note 5 - Investments**

No significant change.

**Note 6 - Joint Ventures, Partnerships and Limited Liability Companies**

No significant change.

**Note 7 - Investment Income**

No significant change.

**Note 8 - Derivative Instruments**

No significant change.

**Note 9 - Income Taxes**

A. Components of Deferred Tax Assets (DTAs) and Deferred Tax Liabilities (DTLs):

	Mar. 31 2005	Dec. 31 2004
Total gross deferred tax assets	2,119,814	651,564
Total gross deferred tax liabilities	401,627	414,432
Net deferred tax asset	1,718,187	237,133
Deferred tax asset non-admitted	0	0
Net admitted deferred tax assets	1,718,187	237,133
Increase (decrease) in nonadmitted deferred tax assets	0	0

B. All deferred tax liabilities are recognized.

C. The change in net deferred income taxes was comprised of the following:

	Mar. 31 2005	Dec. 31 2004	Change
Total deferred tax assets	2,119,814	651,564	1,468,249
Total deferred tax liabilities	401,627	414,432	(12,805)
Net deferred tax asset	1,718,187	237,133	1,481,054
Deferred tax on change in unrealized gains	145,008	139,127	5,881
Net change in deferred taxes	1,863,195	376,260	1,486,935

**NOTES TO FINANCIAL STATEMENTS**

- D. The Company's income tax expense and change in DTA/DTL differs from the amount obtained by applying the federal statutory rate of 35% to net Gain from Operations After Dividends to Policyholders for the following reasons:

	2005	Effective Tax Rate
Pretax income	41,415,013	
Provision computed at statutory rate	14,495,254	35.0%
Tax exempt interest	(718,199)	-1.7%
Permanent differences	(1,633,851)	-3.9%
Total	13,579,602	32.8%
Federal income taxes incurred	15,066,537	36.4%
Change in net deferred income taxes	(1,486,935)	-3.6%
Total statutory income taxes	13,579,602	32.8%

- E. The Company had no loss carry forwards.

- F. Consolidated Federal Income Tax Return

- 1) The Company's federal income tax return will be consolidated with American Express Company and its qualifying subsidiaries.
- 2) The Company's federal income tax will be allocated based upon an inter-company tax allocation agreement that sets forth the manner in which the total consolidated federal income tax is allocated to each member of the consolidated group. Under the procedure, each member will record an income tax expense or credit equal to the U.S. federal income tax rates on its pretax income or loss and adjusted for any applicable tax credits except to the extent of any losses or tax credits which cannot be utilized on the consolidated tax return as filed after giving effect to carrybacks. The member will be permitted to record a credit for any unused losses and tax credits to the extent they are subsequently utilized by the consolidated group.

**Note 10 - Information Concerning Parent, Subsidiaries and Affiliates**

No significant change.

**Note 11 - Debt**

No significant change.

**Note 12 - Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans**

No significant change.

**Note 13 - Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations**

No significant change.

**Note 14 - Contingencies**

No significant change.

**Note 15 - Leases**

No significant change.

**Note 16 - Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk**

No significant change.

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

- C. Not Applicable.

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

No significant change.

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## **NOTES TO FINANCIAL STATEMENTS**

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

No significant change.

**Note 20 - September 11 Events**

No significant change.

**Note 21 - Other Items**

No significant change.

**Note 22 - Events Subsequent**

No significant change.

**Note 23 - Reinsurance**

No significant change.

**Note 24 - Retrospectively Rated Contracts & Contracts Subject to Redetermination**

No significant change.

**Note 25 - Change in Incurred Losses and Loss Adjustment Expenses**

No significant change.

**Note 26 - Intercompany Pooling Arrangements**

No significant change.

**Note 27 - Structured Settlements**

No significant change.

**Note 28 - Health Care Receivables**

No significant change.

**Note 29 - Participating Policies**

No significant change.

**Note 30 - Premium Deficiency Reserves**

No significant change.

**Note 31 - High Deductibles**

No significant change.

**Note 32 - Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses**

No significant change.

**Note 33 - Asbestos/Environmental Reserves**

No significant change.

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## NOTES TO FINANCIAL STATEMENTS

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### **Note 34 - Subscriber Savings Accounts**

No significant change.

### **Note 35 - Multiple Peril Crop Insurance**

No significant change.

**GENERAL INTERROGATORIES**

(Responses to these interrogatories should be based on changes that have occurred since prior year end unless otherwise noted)

**PART 1 - COMMON INTERROGATORIES**

**GENERAL**

1.1 Did the reporting entity implement any significant accounting policy changes that would require disclosure in the Notes to the Financial Statements? Yes [ ] No [ X ]

1.2 If yes, explain:.....

2.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [ ] No [ X ]

2.2 If yes, has the report been filed with the domiciliary state? Yes [ ] No [ ]

3.1 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 ]

3.2 If yes, date of change: .....  
If not previously filed, furnish herewith a certified copy of the instrument as amended.

4. Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [ ] No [ X ]  
If yes, complete the Schedule Y-Part 1 - Organizational chart.

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

5.2 If yes, provide name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile

6. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes [ ] No [ X ] N/A [ ]  
If yes, attach an explanation.

7.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2003.....

7.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2003.....

7.3 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). Not yet available.....

7.4 By what department or departments?  
Illinois Insurance Department

8.1 Has this 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? (You need not report an action, either formal or informal, if a confidentiality clause is part of the agreement.) Yes [ ] No [ X ]

8.2 If yes, give full information:

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

9.2 If response to 9.1 is yes, please identify the name of the bank holding company.

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

9.4 If the response to 9.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator].

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC
Securities America, Inc.	Omaha, NE	NO	NO	NO	NO	YES
American Express Financial Advisors	Minneapolis, MN	NO	NO	NO	NO	YES
American Enterprise Inv Serv	Minneapolis, MN	NO	NO	NO	NO	YES
Centurian Bank	Midvale, UT	NO	NO	NO	YES	NO
American Express Personal Trust Se	Minneapolis, MN	NO	NO	NO	YES	NO
IDS Life Insurance Company	Minneapolis, MN	NO	NO	NO	NO	YES

**FINANCIAL**

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

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount. \$.....6,868,547

**INVESTMENT**

**GENERAL INTERROGATORIES**

(Responses to these interrogatories should be based on changes that have occurred since prior year end unless otherwise noted)

**PART 1 - COMMON INTERROGATORIES**

11.1 Has there been any change in the reporting entity's own preferred or common stock? Yes [ ] No [X]

11.2 If yes, explain:.....

12.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes [ ] No [X]

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

13. Amount of real estate and mortgages held in other invested assets in Schedule BA: .....

14. Amount of real estate and mortgages held in short-term investments: .....

15.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes [ ] No [X]

15.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Statement Value
15.21 Bonds.....		
15.22 Preferred Stock.....		
15.23 Common Stock.....		
15.24 Short-Term Investments.....		
15.25 Mortgages, Loans or Real Estate.....		
15.26 All Other.....		
15.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 15.21 to 15.26).....	\$.....0	\$.....0
15.28 Total Investment in Parent included in Lines 15.21 to 15.26 above .....		

16.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes [ ] No [X]

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

17. Excluding items in Schedule E, 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 Part 1-General, Section IV. H-Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [X] No [ ]

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

1 Name of Custodian(s)	2 Custodian Address
The Northern Trust Company	50 South LaSalle Street, B-7, Chicago, IL 60675

17.2 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)

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? Yes [ ] No [X]

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

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

17.5 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	2 Name(s)	3 Address

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

18.2 If no, list exceptions: .....

**GENERAL INTERROGATORIES (continued)**

**PART 2**

**PROPERTY & CASUALTY INTERROGATORIES**

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? Yes [ ] No [X] N/A [ ]  
 If yes, attach an explanation.

---

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

---

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes [ ] No [X]

3.2 If yes, give full and complete information thereto:

---

4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation liabilities tabular reserves (see Annual Statement Instructions pertaining to disclosure of discounting for definition of "tabular reserves,") discounted at a rate of interest greater than zero? Yes [ ] No [X]

4.2 If yes, complete the following schedule:

1 Line of Business	2 Maximum Interest	3 Disc. Rate	Total Discount				Discount Taken During Period			
			4 Unpaid Losses	5 Unpaid LAE	6 IBNR	7 Total	8 Unpaid Losses	9 Unpaid LAE	10 IBNR	11 Total
	.....XXX..	.....XXX.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
<b>Total</b> .....	.....XXX..	.....XXX.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0

**SCHEDULE A - VERIFICATION**

Real Estate

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	
2. Increase (decrease) by adjustment.....		
3. Cost of acquired.....		
4. Cost of additions to and permanent improvements.....		
5. Total profit (loss) on sales.....		
6. Increase (decrease) by foreign exchange adjustment.....		
7. Amount received on sales.....		
8. Book/adjusted carrying value at end of current period.....	0	0
9. Total valuation allowance.....		
10. Subtotal (Lines 8 plus 9).....	0	0
11. Total nonadmitted amounts.....		
12. Statement value, current period (Page 2, real estate lines, net admitted assets column).....	0	0

NONE

**SCHEDULE B - VERIFICATION**

Mortgage Loans

	1 Year to Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest on mortgages owned, December 31 of prior year.....	0	
2. Amount loaned during period:		
2.1 Actual cost at time of acquisitions.....		
2.2 Additional investment made after acquisitions.....		
3. Accrual of discount and mortgage interest points and commitment fees.....		
4. Increase (decrease) by adjustment.....		
5. Total profit (loss) on sale.....		
6. Amounts paid on account or in full during the period.....		
7. Amortization of premium.....		
8. Increase (decrease) by foreign exchange adjustment.....		
9. Book value/recorded investment excluding accrued interest on mortgages owned at end of current period.....	0	0
10. Total valuation allowance.....		
11. Subtotal (Lines 9 plus 10).....	0	0
12. Total nonadmitted amounts.....		
13. Statement value of mortgages owned at end of current period (Page 2, mortgage lines, net admitted assets column).....	0	0

NONE

**SCHEDULE BA - VERIFICATION**

Other Invested Assets Included in Schedule BA

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of long-term invested assets owned, December 31 of prior year.....	0	
2. Cost of acquisitions during period:		
2.1 Actual cost at time of acquisitions.....		
2.2 Additional investment made after acquisitions.....		
3. Accrual of discount.....		
4. Increase (decrease) by adjustment.....		
5. Total profit (loss) on sale.....		
6. Amounts paid on account or in full during the period.....		
7. Amortization of premium.....		
8. Increase (decrease) by foreign exchange adjustment.....		
9. Book adjusted/carrying value of long-term invested assets at end of current period.....	0	0
10. Total valuation allowance.....		
11. Subtotal (Lines 9 plus 10).....	0	0
12. Total nonadmitted amounts.....		
13. Statement value of long-term invested assets at end of current period (Page 2, Line 7, Column 3).....	0	0

NONE

**SCHEDULE D - VERIFICATION**

Bonds and Stocks

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year.....	216,771,482	228,577,943
2. Cost of bonds and stocks acquired.....	19,984,523	43,744,980
3. Accrual of discount.....	16,803	70,611
4. Increase (decrease) by adjustment.....		2
5. Increase (decrease) by foreign exchange adjustment.....	(35,825)	303,631
6. Total profit (loss) on disposal.....	1,538	127,797
7. Consideration for bonds and stocks disposed of.....	7,164,263	55,160,060
8. Amortization of premium.....	162,630	893,422
9. Book/adjusted carrying value, current period.....	229,411,628	216,771,482
10. Total valuation allowance.....		
11. Subtotal (Lines 9 plus 10).....	229,411,628	216,771,482
12. Total nonadmitted amounts.....		
13. Statement value.....	229,411,628	216,771,482

### SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity  
During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1	2	3	4	5	6	7	8
	Book/Adjusted Carrying Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Book/Adjusted Carrying Value End of First Quarter	Book/Adjusted Carrying Value End of Second Quarter	Book/Adjusted Carrying Value End of Third Quarter	Book/Adjusted Carrying Value December 31 Prior Year
<b>BONDS</b>								
1. Class 1.....	209,720,775	19,984,523	6,162,725	(1,168,188)	222,374,385			209,720,775
2. Class 2.....	4,000,000		1,000,000	3,955,702	6,955,702			4,000,000
3. Class 3.....	2,969,166			(2,969,166)				2,969,166
4. Class 4.....								
5. Class 5.....								
6. Class 6.....								
7. Total Bonds.....	216,689,941	19,984,523	7,162,725	(181,652)	229,330,087	0	0	216,689,941
<b>PREFERRED STOCK</b>								
8. Class 1.....								
9. Class 2.....								
10. Class 3.....								
11. Class 4.....								
12. Class 5.....								
13. Class 6.....								
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock.....	216,689,941	19,984,523	7,162,725	(181,652)	229,330,087	0	0	216,689,941

## SCHEDULE DA - PART 1

### Short-Term Investments Owned End of Current Quarter

	1 Book/Adjusted Carrying Value	2 <b>NONE</b>	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
8299999. Totals.....		XXX			

## SCHEDULE DA - PART 2 - Verification

### Short-Term Investments Owned

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	46,449,561
2. Cost of short-term investments acquired.....		63,913,443
3. Increase (decrease) by adjustment.....		187,264
4. Increase (decrease) by foreign exchange adjustment.....		
5. Total profit (loss) on disposal of short-term investments.....		(2,893)
6. Consideration received on disposal of short-term investments.....		110,547,375
7. Book/adjusted carrying value, current period.....	0	0
8. Total valuation allowance.....		
9. Subtotal (Lines 7 plus 8).....	0	0
10. Total nonadmitted amounts.....		
11. Statement value (Lines 9 minus 10).....	0	0
12. Income collected during period.....		187,264
13. Income earned during period.....		187,264

**Sch. DB-Part F-Section 1  
NONE**

**Sch. DB-Part F-Section 2  
NONE**

**Sch. F  
NONE**

## SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

States, Etc.	1 Is Insurer Licensed? (Yes or No)	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2 Current Year to Date	3 Prior Year to Date	4 Current Year to Date	5 Prior Year to Date	6 Current Year to Date	7 Prior Year to Date
1. Alabama.....AL.....	YES	1,318,353	930,255	242,519	713,364	1,156,652	654,172
2. Alaska.....AK.....	YES	192,104	166,194	13,741	6,057	78,466	87,734
3. Arizona.....AZ.....	YES	7,956,005	6,483,126	3,356,653	4,817,342	10,274,756	49,940,158
4. Arkansas.....AR.....	YES	830,317	565,657	737,987	216,291	1,075,548	919,130
5. California.....CA.....	YES	53,221,264	40,388,241	23,953,462	17,548,672	56,961,171	35,827,192
6. Colorado.....CO.....	YES	4,787,473	4,219,180	2,125,115	1,814,885	6,932,435	3,924,972
7. Connecticut.....CT.....	YES	3,818,095	3,442,691	1,608,695	1,668,436	6,786,935	8,145,748
8. Delaware.....DE.....	YES	812,221	557,496	327,775	209,853	1,124,763	722,849
9. District of Columbia.....DC.....	YES	619,539	458,116	105,846	71,957	168,496	199,837
10. Florida.....FL.....	YES	15,282,015	12,777,614	6,557,942	6,882,005	25,826,000	18,720,911
11. Georgia.....GA.....	YES	6,764,383	5,466,091	2,480,073	2,203,404	7,635,582	6,087,187
12. Hawaii.....HI.....	YES	837,140	432,009	172,471	89,192	770,736	226,807
13. Idaho.....ID.....	YES	388,776	240,396	89,127	53,687	288,054	138,393
14. Illinois.....IL.....	YES	6,106,261	4,876,150	1,770,366	2,307,929	6,221,087	4,271,617
15. Indiana.....IN.....	YES	2,391,257	1,638,641	876,691	770,995	2,412,981	1,570,709
16. Iowa.....IA.....	YES	1,079,268	466,032	334,783	135,441	731,491	481,162
17. Kansas.....KS.....	YES	961,274	478,828	112,058	339,019	588,330	612,079
18. Kentucky.....KY.....	YES	422,301	334,835	54,858	46,722	(24,748)	24,971
19. Louisiana.....LA.....	YES	718,841	664,977	93,470	36,892	551,957	591,146
20. Maine.....ME.....	YES	297,496	66,892	18,953	10,692	107,302	81,050
21. Maryland.....MD.....	YES	5,003,086	3,573,846	1,818,344	1,110,397	6,701,953	3,905,428
22. Massachusetts.....MA.....	YES	3,649,676	1,687,971	381,879	223,659	1,810,217	1,130,141
23. Michigan.....MI.....	YES	9,783,257	6,991,686	5,117,144	3,427,070	25,417,247	5,362,690
24. Minnesota.....MN.....	YES	5,442,974	3,876,845	2,094,696	1,876,716	6,975,624	5,379,932
25. Mississippi.....MS.....	YES	439,385	397,966	91,643	182,151	411,843	358,030
26. Missouri.....MO.....	YES	1,864,494	1,318,496	397,499	544,935	2,355,463	1,056,000
27. Montana.....MT.....	YES	153,338	125,470	94,331	15,649	80,090	85,290
28. Nebraska.....NE.....	YES	477,124	417,729	274,720	243,557	885,691	909,894
29. Nevada.....NV.....	YES	3,025,706	2,576,053	1,381,398	1,349,539	4,503,435	2,767,315
30. New Hampshire.....NH.....	YES	642,981	272,806	33,017	29,752	203,417	162,318
31. New Jersey.....NJ.....	YES	5,555,596	3,961,702	858,394	516,210	2,272,741	2,300,607
32. New Mexico.....NM.....	YES	602,968	527,184	142,783	113,995	354,052	301,361
33. New York.....NY.....	YES	16,756,149	15,212,223	6,999,981	5,711,091	22,791,143	21,485,428
34. North Carolina.....NC.....	YES	2,504,548	1,727,941	428,497	910,862	2,218,838	2,116,729
35. North Dakota.....ND.....	YES	118,225	17,530	312		34,095	21,271
36. Ohio.....OH.....	YES	4,476,805	2,891,418	1,525,680	1,380,502	4,335,277	3,922,458
37. Oklahoma.....OK.....	YES	739,903	579,551	124,010	631,253	1,034,264	825,155
38. Oregon.....OR.....	YES	4,166,526	3,089,281	1,754,077	1,551,979	6,149,416	3,342,141
39. Pennsylvania.....PA.....	YES	6,160,208	4,258,764	1,908,497	1,741,094	8,633,438	5,895,167
40. Rhode Island.....RI.....	YES	449,319	242,943	32,404	21,304	153,261	142,057
41. South Carolina.....SC.....	YES	1,768,532	1,154,601	491,481	487,448	1,912,052	1,790,983
42. South Dakota.....SD.....	YES	506,536	421,670	38,147	11,801	89,010	69,182
43. Tennessee.....TN.....	YES	2,183,617	1,534,691	566,112	557,229	2,008,079	1,411,928
44. Texas.....TX.....	YES	7,852,085	5,715,378	1,894,052	1,247,262	6,009,572	4,264,755
45. Utah.....UT.....	YES	1,645,486	1,146,498	297,884	560,534	827,719	675,276
46. Vermont.....VT.....	YES	113,575	84,933	19,458	12,811	58,940	81,780
47. Virginia.....VA.....	YES	3,790,725	2,960,669	1,242,098	786,779	3,039,401	1,823,382
48. Washington.....WA.....	YES	9,820,001	7,535,232	4,024,261	3,335,512	16,384,025	9,943,173
49. West Virginia.....WV.....	YES	205,819	100,952	8,906	7,550	83,070	82,647
50. Wisconsin.....WI.....	YES	1,741,882	1,001,119	590,688	378,444	1,222,520	1,245,799
51. Wyoming.....WY.....	YES	86,569	73,574	7,773	4,971	35,462	41,094
52. American Samoa.....AS.....	NO						
53. Guam.....GU.....	NO	3,578	2,687	2,678	3,898		
54. Puerto Rico.....PR.....	YES	93,715	70,449	103,091	39,969		
55. US Virgin Islands.....VI.....	NO	27,613	19,202	30,134	19,306		
56. Canada.....CN.....	YES	(153,949)	516,412	7,200	4,031	265,664	265,664
57. Aggregate Other Alien.....OT.....	XXX	146,297	206,056	72,675	53,934	0	0
58. Totals.....(a).....52.....		210,648,733	160,944,949	79,888,533	69,036,028	258,925,014	216,392,895

**DETAILS OF WRITE-INS**

5701. Alien(01).....	XXX	146,297	206,056	72,675	53,934		
5702. ....	XXX						
5703. ....	XXX						
5798. Summary of remaining write-ins for Line 57 from overflow page.....	XXX	0	0	0	0	0	0
5799. Totals (Lines 5701 thru 5703 + Line 5798) (Line 57 above).....	XXX	146,297	206,056	72,675	53,934	0	0

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

**SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP**

PART 1 – ORGANIZATIONAL CHART

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**PART 1 - LOSS EXPERIENCE**

Lines of Business	Current Year to Date			4 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1. Fire.....			0.0	
2. Allied lines.....			0.0	
3. Farmowners multiple peril.....			0.0	
4. Homeowners multiple peril.....	14,220,143	10,110,420	71.1	56.6
5. Commercial multiple peril.....			0.0	
6. Mortgage guaranty.....			0.0	
8. Ocean marine.....			0.0	
9. Inland marine.....	24,286,724	5,782,209	23.8	19.6
10. Financial guaranty.....			0.0	
11.1. Medical malpractice-occurrence.....			0.0	
11.2. Medical malpractice-claims made.....			0.0	
12. Earthquake.....			0.0	
13. Group accident and health.....	36,106,184	5,924,439	16.4	9.7
14. Credit accident and health.....			0.0	
15. Other accident and health.....	18,543	74,068	399.4	130.2
16. Workers' compensation.....			0.0	
17.1. Other liability-occurrence.....	3,600,134	3,466,252	96.3	69.0
17.2. Other liability-claims made.....	4,564,964	4,290,422	94.0	
18.1. Products liability-occurrence.....			0.0	
18.2. Products liability-claims made.....			0.0	
19.1, 19.2 Private passenger auto liability.....	57,310,316	41,254,887	72.0	78.7
19.3, 19.4 Commercial auto liability.....			0.0	
21. Auto physical damage.....	42,432,724	27,659,775	65.2	67.1
22. Aircraft (all perils).....			0.0	
23. Fidelity.....			0.0	
24. Surety.....			0.0	
26. Burglary and theft.....			0.0	
27. Boiler and machinery.....			0.0	
28. Credit.....			0.0	
29. International.....			0.0	
30. Reinsurance-nonproportional assumed property.....	XXX	XXX	XXX	XXX
31. Reinsurance-nonproportional assumed liability.....	XXX	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed financial lines.....	XXX	XXX	XXX	XXX
33. Aggregate write-ins for other lines of business.....	0	0	0.0	
34. Totals.....	182,539,733	98,562,472	54.0	51.2

**DETAILS OF WRITE-INS**

3301. ....			0.0	
3302. ....			0.0	
3303. ....			0.0	
3398. Sum. of remaining write-ins for Line 33 from overflow page.....	0	0	0.0	XXX
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33).....	0	0	0.0	

**PART 2 - DIRECT PREMIUMS WRITTEN**

Lines of Business	1	2	3
	Current Quarter	Current Year to Date	Prior Year Year to Date
1. Fire.....			
2. Allied lines.....			
3. Farmowners multiple peril.....			
4. Homeowners multiple peril.....	14,561,939	14,561,939	11,220,665
5. Commercial multiple peril.....			
6. Mortgage guaranty.....			
8. Ocean marine.....			
9. Inland marine.....	24,549,832	24,549,832	18,601,718
10. Financial guaranty.....			
11.1. Medical malpractice-occurrence.....			
11.2. Medical malpractice-claims made.....			
12. Earthquake.....			
13. Group accident and health.....	36,612,749	36,612,749	36,504,403
14. Credit accident and health.....			
15. Other accident and health.....	14,322	14,322	12,061
16. Workers' compensation.....			
17.1. Other liability-occurrence.....	3,635,305	3,635,305	2,732,567
17.2. Other liability-claims made.....	23,904,014	23,904,014	
18.1. Products liability-occurrence.....			
18.2. Products liability-claims made.....			
19.1, 19.2 Private passenger auto liability.....	61,386,447	61,386,447	51,179,247
19.3, 19.4 Commercial auto liability.....			
21. Auto physical damage.....	45,984,126	45,984,126	40,694,288
22. Aircraft (all perils).....			
23. Fidelity.....			
24. Surety.....			
26. Burglary and theft.....			
27. Boiler and machinery.....			
28. Credit.....			
29. International.....			
30. Reinsurance-nonproportional assumed property.....	XXX	XXX	XXX
31. Reinsurance-nonproportional assumed liability.....	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed financial lines.....	XXX	XXX	XXX
33. Aggregate write-ins for other lines of business.....	0	0	0
34. Totals.....	210,648,733	210,648,733	160,944,949

**DETAILS OF WRITE-INS**

3301. ....			
3302. ....			
3303. ....			
3398. Sum. of remaining write-ins for Line 33 from overflow page.....	0	0	0
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33).....	0	0	0

**PART 3 (000 omitted)**

**LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE**

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	2005 Loss and LAE Payments on Claims Reported as of Prior Year-End	2005 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2005 Loss and LAE Payments (Cols. 4 + 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves (Cols. 7 + 8 + 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 4 + 7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserve Developed (Savings)/Deficiency (Cols. 11 + 12)
1. 2002 + Prior	38	1,845	1,882	467		467	400	17	2,017	2,433	830	189	1,018
2. 2003	725	11,673	12,398	912		912	618	68	1,746	2,432	805	(9,859)	(9,054)
3. Subtotals 2003 + Prior	762	13,518	14,280	1,379	0	1,379	1,018	85	3,762	4,865	1,635	(9,671)	(8,036)
4. 2004	6,267	18,046	24,313	9,075	2,520	11,595	1,223	2,074	20,789	24,086	4,032	7,336	11,368
5. Subtotals 2004 + Prior	7,029	31,564	38,593	10,454	2,520	12,974	2,241	2,159	24,551	28,951	5,666	(2,334)	3,332
6. 2005	XXX	XXX	XXX	XXX	1,857	1,857	XXX	4,069	9,228	13,297	XXX	XXX	XXX
7. Totals	7,029	31,564	38,593	10,454	4,376	14,831	2,241	6,228	33,779	42,248	5,666	(2,334)	3,332
8. Prior Year-End's Surplus As Regards Policyholders	216,753										Col. 11, Line 7 As % of Col. 1, Line 7	Col. 12, Line 7 As % of Col. 2, Line 7	Col. 13, Line 7 As % of Col. 3, Line 7
											1. ....80.6 %	2. ....(7.4)%	3. ....8.6 %
													Col. 13, Line 7 Line 8
													4. ....1.5 %

# SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

**Response**

1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?

NO

2. Will Supplement A to Schedule T (Medical Malpractice Supplement) be filed with this statement?

NO

**Explanation:**

**Bar Code:**



\* 2 7 9 2 8 2 0 0 5 4 9 0 0 0 0 0 1 \*



\* 2 7 9 2 8 2 0 0 5 4 5 0 0 0 0 0 1 \*

**Overflow Page  
NONE**

**Sch. A-Part 2  
NONE**

**Sch. A-Part 3  
NONE**

**Sch. B-Part 1  
NONE**

**Sch. B-Part 2  
NONE**

**Sch. BA-Part 1  
NONE**

**Sch. BA-Part 2  
NONE**

**SCHEDULE D - PART 3**

Show all Long-Term Bonds and Stock Acquired by the Company During the Current Quarter

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
<b>Bonds - Political Subdivisions of States</b>									
181093 UN 3	CLARK CNTY WASH 4.800% 12/01/27.....		03/15/2005.....	BANK OF AMERICA.....		1,890,000	1,890,000		1FE.....
208418 AY 9	CONROE TX INDPT SCH DIS 4.750% 02/15/29.....		03/16/2005.....	MORGAN KEEGAN & CO. INC.....		1,985,760	2,000,000	1,583	1FE.....
64966D HP 7	NEW YORK CITY GO - LT 2 6.000% 05/15/16.....		02/10/2005.....	Tax Free Exchange.....		114,263	115,000	1,629	1FE.....
2499999.	Total - Bonds - Political Subdivision.....					3,990,023	4,005,000	3,212	XXX.....
<b>Bonds - Special Revenue and Special Assessment</b>									
396066 CR 1	GREENVILLE CNTY SCH DIS 5.000% 12/01/28.....		03/24/2005.....	BEAR STERNS & CO.....		1,015,260	1,000,000	16,528	1FE.....
419800 FG 7	HAWAII STATE DEPT OF BD 4.800% 01/01/25.....		03/22/2005.....	GOLDMAN SACHS & CO.....		991,100	1,000,000	11,600	1FE.....
524808 BL 5	LEHIGH CNTY PA INDL DEV 4.700% 09/01/29.....		03/22/2005.....	CITIGROUP GLOBAL MARKETS INC.....		1,967,500	2,000,000	9,139	1FE.....
543291 DV 7	LONGVIEW TX WTR&SWR 4.750% 03/01/29.....		03/21/2005.....	FIRST SOUTHWEST CO.....		1,985,760	2,000,000	4,750	1FE.....
575930 6W 7	MASSACHUSETTS ST HSG FI 4.750% 12/01/31.....		03/03/2005.....	UBS SECURITIES.....		1,000,000	1,000,000		1FE.....
60636X RG 0	MISSOURI ST HSG DEV COM 4.700% 09/01/30.....		02/25/2005.....	A G EDWARDS & SONS INC.....		500,000	500,000		1FE.....
60636X RJ 4	MISSOURI ST HSG DEV COM 4.750% 03/01/36.....		02/25/2005.....	A G EDWARDS & SONS INC.....		500,000	500,000		1FE.....
64988P R2 4	NEW YORK ST MTG AGY SGL 4.800% 10/01/30.....		03/10/2005.....	MORGAN (J.P.) SECURITIES.....		2,000,000	2,000,000		1FE.....
65821F DH 6	NORTH CAROLINA HSG FIN 4.750% 07/01/35.....		03/09/2005.....	UBS SECURITIES.....		1,000,000	1,000,000		1FE.....
676907 GV 4	OHIO HSG FIN AGY MTG RE 4.750% 09/01/35.....		03/04/2005.....	GOLDMAN SACHS & CO.....		1,000,000	1,000,000		1FE.....
762212 Q8 4	RHODE ISLAND HSG & MTG 4.800% 10/01/35.....		03/09/2005.....	UBS SECURITIES.....		785,000	785,000		1FE.....
917436 NU 7	UTAH HSG CORP SINGLE FA 4.750% 07/01/27.....		03/04/2005.....	LEHMAN BROTHERS INC.....		1,250,000	1,250,000	1,155	1FE.....
97689P Y8 5	WISCONSIN HSG & ECON DE 4.950% 03/01/25.....		03/24/2005.....	MERRILL LYNCH CAPITAL MARKETS.....		1,999,880	2,000,000		1FE.....
3199999.	Total - Bonds - Special Revenue & Special Assessments.....					15,994,500	16,035,000	43,172	XXX.....
6099997.	Total - Bonds - Part 3.....					19,984,523	20,040,000	46,384	XXX.....
6099999.	Total - Bonds.....					19,984,523	20,040,000	46,384	XXX.....
7499999.	Total - Bonds, Preferred and Common Stocks.....					19,984,523	XXX	46,384	XXX.....

EO4

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues:.....0.

## SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of by the Company During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Forfeiture	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
<b>Bonds - Political Subdivisions of States</b>																					
64966D HV 4	NEW YORK CITY GO - LT 6.000% 05/15/1		02/10/2005	Tax Free Exchange		114,263	115,000	114,230	114,258		5		5		114,263			0	1,629	05/15/2016	1FE
2499999	Total - Bonds - Political Subdivisions					114,263	115,000	114,230	114,258	0	5	0	5	0	114,263	0	0	0	1,629	XXX	XXX
<b>Bonds - Special Revenue and Special Assessment</b>																					
199239 AP 9	COLUMBUS IN FOUR STAR S 5.250% 07		01/15/2005	Call 100.0000		495,000	495,000	498,688	495,264		(19)		(19)		495,246		(246)	(246)	12,994	07/15/2005	1FE
243199 EJ 1	DECATUR IL SAN DIST 6.000% 02/01/05		02/01/2005	Maturity		1,250,000	1,250,000	1,303,575	1,250,507		(507)		(507)		1,250,000			0	37,500	02/01/2005	1FE
419818 FW 4	HAWAII ST HSG FIN & DEV 5.350% 07/01		01/01/2005	Call 100.0000		130,000	130,000	127,975	128,216				0		128,216		1,784	1,784	3,478	07/01/2018	1FE
45129W BF 6	IDAHO HSG & FIN ASSN SG 5.550% 01/0		01/01/2005	Call 100.0000		270,000	270,000	270,000	270,000				0		270,000			0	7,493	01/01/2033	1FE
490296 EV 8	KENT CNTY MI ARPT REV 6.100% 01/01		01/01/2005	Call 102.0000		2,040,000	2,000,000	2,126,780	2,040,000				0		2,040,000			0	61,000	01/01/2025	1FE
544628 GG 9	LOS ANGELES CA 5.000% 01/01/05		01/01/2005	Maturity		1,000,000	1,000,000	1,040,380	1,000,000				0		1,000,000			0	25,000	01/01/2005	1FE
57563R EK 1	MASSACHUSETTS ED FIN AU 3.650% 01		01/01/2005	Call 100.0000		145,000	145,000	145,000	145,000				0		145,000			0	2,646	01/01/2006	1FE
647199 F9 4	NEW MEXICO MTG FIN AUTH 5.400% 09		03/01/2005	Call 100.0000		75,000	75,000	75,000	75,000				0		75,000			0	2,025	09/01/2033	1FE
658196 NQ 9	NORTH CAROLINA EASTERN 6.000% 01		01/01/2005	Maturity		1,000,000	1,000,000	989,120	1,000,000				0		1,000,000			0	30,000	01/01/2005	2FE
762212 RE 0	RHODE ISLAND HSG & MTG 5.350% 10/		01/01/2005	Call 100.0000		110,000	110,000	110,000	110,000				0		110,000			0	1,471	10/01/2032	1FE
880459 SV 5	TENNESSEE HSG DEV AGCY 5.450% 0		01/01/2005	Call 100.0000		40,000	40,000	40,000	40,000				0		40,000			0	1,090	01/01/2033	1FE
96008E AQ 2	WESTFIELD IN HIGH SCHL 5.150% 07/1		01/15/2005	Call 100.0000		495,000	495,000	495,000	495,000				0		495,000			0	12,746	07/15/2005	1
3199999	Total - Bonds - Special Revenue & Assessment					7,050,000	7,010,000	7,221,518	7,048,987	0	(526)	0	(526)	0	7,048,462	0	1,538	1,538	197,443	XXX	XXX
6099997	Total - Bonds - Part 4					7,164,263	7,125,000	7,335,748	7,163,245	0	(521)	0	(521)	0	7,162,725	0	1,538	1,538	199,072	XXX	XXX
6099999	Total - Bonds					7,164,263	7,125,000	7,335,748	7,163,245	0	(521)	0	(521)	0	7,162,725	0	1,538	1,538	199,072	XXX	XXX
7499999	Total - Bonds, Preferred and Common Stocks					7,164,263	XXX	7,335,748	7,163,245	0	(521)	0	(521)	0	7,162,725	0	1,538	1,538	199,072	XXX	XXX

E05

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues:.....0.

**Sch. DB-Part A-Section 1  
NONE**

**Sch. DB-Part B-Section 1  
NONE**

**Sch. DB-Part C-Section 1  
NONE**

**Sch. DB-Part D-Section 1  
NONE**

## SCHEDULE E - PART 1 - CASH

### Month End Depository Balances

1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			9 *
					6 First Month	7 Second Month	8 Third Month	
<b>Open Depositories</b>								
First Interstate Bank, LTD.....	Los Angeles, CA.....	.....	.....	.....	.....743	.....743	.....743	XXX
Norwest Bank Wisconsin, N.A.....	Green Bay, WI.....	Variable.....	.....	.....	.....12,392,282	.....(352,643)	.....(1,114,366)	XXX
The Northern Trust Company.....	Chicago, IL.....	Variable.....	19,644	.....	.....(5,681,710)	.....5,301,214	.....5,099,797	XXX
Royal Trust Bank.....	Toronto, Ontario, Canada.....	Variable.....	.....	.....	.....16,172	.....29,258	.....8,625	XXX
Royal Trust Bank.....	Toronto, Ontario, Canada.....	Variable.....	2,927	.....	.....638,384	.....715,636	.....820,090	XXX
Royal Trust Bank.....	Toronto, Ontario, Canada.....	Variable.....	.....	.....	.....315	.....316	.....322	XXX
PCMU.....	Green Bay, WI.....	Variable.....	.....	.....	.....10	.....10	.....10	XXX
0199999. Total Open Depositories.....	XXX.....	XXX.....	22,571	0	.....7,366,197	.....5,694,534	.....4,815,221	XXX
0399999. Total Cash on Deposit.....	XXX.....	XXX.....	22,571	0	.....7,366,197	.....5,694,534	.....4,815,221	XXX
0599999. Total Cash.....	XXX.....	XXX.....	22,571	0	.....7,366,197	.....5,694,534	.....4,815,221	XXX

## SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned at End of Current Quarter

1 CUSIP Identification	2 Description		3 Code	4 Date Acquired	5 Rate of Interest	6 Maturity Date	7 Book/Adjusted Carrying Value	8 Amount of Interest Due & Accrued	9 Gross Investment Income
<b>Cash Equivalents</b>									
02086L	R7	3		03/30/2005	2.780	04/07/2005	1,099,490		170
06945L	RL	4		03/15/2005	2.760	04/20/2005	998,543		1,303
07389A	RF	2		03/30/2005	2.750	04/15/2005	2,996,792		458
313397	EF	4		03/16/2005		04/12/2005	10,791,123		12,912
313589	FB	4		03/03/2005	2.660	05/02/2005	18,657,275		42,730
67983T	RF	5		03/22/2005	2.780	04/15/2005	998,919		772
70016K	RK	8		03/21/2005	2.790	04/19/2005	1,797,489		1,535
7403P0	R5	2		03/15/2005	2.730	04/05/2005	999,697		1,289
7528A2	RF	6		03/31/2005	2.780	04/15/2005	1,798,054		139
8426E2	R8	4		03/09/2005	2.670	04/08/2005	2,198,858		3,753
93114E	R5	8		03/21/2005	2.750	04/05/2005	2,999,083		2,521
0199999.	Totals						45,335,323	0	67,582