



ANNUAL STATEMENT

For the Year Ended December 31, 2005
of the Condition and Affairs of the

AMEX ASSURANCE COMPANY

NAIC Group Code..... 4, 4 <small>(Current Period) (Prior Period)</small>	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	115 South LaSalle Street... Chicago IL 60603 <small>(Street and Number) (City or Town, State and Zip Code)</small>	
Main Administrative Office	3500 Packerland Drive... De Pere WI 54115-9070 <small>(Street and Number) (City or Town, State and Zip Code)</small>	920-330-5100 <small>(Area Code) (Telephone Number)</small>
Mail Address	3500 Packerland Drive... De Pere WI 54115-9070 <small>(Street and Number or P. O. Box) (City or Town, State and Zip Code)</small>	
Primary Location of Books and Records	3500 Packerland Drive... De Pere WI 54115-9070 <small>(Street and Number) (City or Town, State and Zip Code)</small>	920-330-5250 <small>(Area Code) (Telephone Number)</small>
Internet Website Address	www.ameriprise .com	
Statutory Statement Contact	Susan Ann Whitmer <small>(Name)</small> susan.a.whitmer@ampf.com <small>(E-Mail Address)</small>	920-330-5250 <small>(Area Code) (Telephone Number) (Extension)</small> 920-330-5603 <small>(Fax Number)</small>
Policyowner Relations Contact	3500 Packerland Drive... De Pere WI 54115 <small>(Street and Number) (City or Town, State and Zip Code)</small>	920-330-5150 <small>(Area Code) (Telephone Number) (Extension)</small>

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
Richard Norman Bush #	Senior Vice President	Debra Marie Conrad	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 of the enclosed statement (except for formatting differences due to electronic filing). 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) Debra A Combs 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 30th day of January 2006

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 (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D).....	80,622,182		80,622,182	216,689,941
2. Stocks (Schedule D):				
2.1 Preferred stocks.....			0	
2.2 Common stocks.....	81,541		81,541	81,543
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens.....			0	
3.2 Other than first liens.....			0	
4. Real estate (Schedule A):				
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 (\$....2,181,414, Sch. E-Part 1), cash equivalents (\$....26,844,891, Sch. E-Part 2) and short-term investments (\$.....0, Sch. DA).....	29,026,305		29,026,305	6,457,111
6. Contract loans (including \$.....0 premium notes).....			0	
7. Other invested assets (Schedule BA).....			0	
8. Receivables for securities.....	4,125		4,125	4,125
9. Aggregate write-ins for invested assets.....	0	0	0	0
10. Subtotals, cash and invested assets (Lines 1 to 9).....	109,734,153	0	109,734,153	223,232,720
11. Title plants less \$.....0 charged off (for Title insurers only).....			0	
12. Investment income due and accrued.....	1,340,099		1,340,099	3,339,151
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in course of collection.....	14,126,341	11,792	14,114,549	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.....	10,075		10,075	
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.....			0	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.....	2,097,527		2,097,527	12,790,763
22. Health care (\$.....0) and other amounts receivable.....			0	
23. Aggregate write-ins for other than invested assets.....	14,142,683	0	14,142,683	24,834,710
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23).....	141,450,879	11,792	141,439,087	283,613,273
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
26. TOTALS (Lines 24 and 25).....	141,450,879	11,792	141,439,087	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.....	14,081,875		14,081,875	24,830,823
2302. Miscellaneous Assets.....	1,269		1,269	3,760
2303. Other Receivables.....	59,539		59,539	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).....	14,142,683	0	14,142,683	24,834,710

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 34, Column 8).....		38,586,183
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6).....		
3. Loss adjustment expenses (Part 2A, Line 34, Column 9).....		6,496
4. Commissions payable, contingent commissions and other similar charges.....		
5. Other expenses (excluding taxes, licenses and fees).....	13,398,206	10,268,084
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	4,059,975	5,018,509
7.1 Current federal and foreign income taxes (including \$.....19,424 on realized capital gains (losses)).....	787,722	
7.2 Net deferred tax liability.....	106,782	
8. Borrowed money \$.....0 and interest thereon \$.....0.....		
9. Unearned premiums (Part 1A, Line 37, Column 5) (after deducting unearned premiums for ceded reinsurance of \$.....155,334,201 and including warranty reserves of \$.....0).....		11,515,270
10. Advance premiums.....		
11. Dividends declared and unpaid:		
11.1 Stockholders.....		
11.2 Policyholders.....		
12. Ceded reinsurance premiums payable (net of ceding commissions).....	5,506,339	2,657
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19).....		
14. Amounts withheld or retained by company for account of others.....		
15. Remittances and items not allocated.....		
16. Provision for reinsurance (Schedule F, Part 7).....	213,792	237,013
17. Net adjustments in assets and liabilities due to foreign exchange rates.....	16,910	52,590
18. Drafts outstanding.....		
19. Payable to parent, subsidiaries and affiliates.....	2,140,157	3,738
20. Payable for securities.....		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.....	(23,654)	(25,000)
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23).....	26,206,228	66,860,280
25. Protected cell liabilities.....		
26. Total liabilities (Lines 24 and 25).....	26,206,228	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.....	110,634,983	50,695,950
33. Unassigned funds (surplus).....		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) (Page 4, Line 39).....	115,232,858	216,752,993
36. TOTALS (Page 2, Line 26, Col. 3).....	141,439,086	283,613,273

DETAILS OF WRITE-INS

2301. Miscellaneous Liabilities.....	(23,731)	(25,000)
2302. Unclaimed Property.....	76	
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).....	(23,654)	(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	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 34, Column 4).....	130,403,510	244,772,685
DEDUCTIONS		
2. Losses incurred (Part 2, Line 34, Column 7).....	(11,267,938)	41,407,234
3. Loss expenses incurred (Part 3, Line 25, Column 1).....	1,620,279	2,660,612
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2).....	62,678,769	70,409,956
5. Aggregate write-ins for underwriting deductions.....	0	(159,485)
6. Total underwriting deductions (Lines 2 through 5).....	53,031,110	114,318,317
7. Net income of protected cells.....		
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7).....	77,372,400	130,454,368
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17).....	10,604,400	11,767,299
10. Net realized capital gains (losses) less capital gains tax of \$.....19,424 (Exhibit of Capital Gains (Losses)).....	4,550,609	115,953
11. Net investment gain (loss) (Lines 9 + 10).....	15,155,008	11,883,252
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$.....0 amount charged off \$.....0).....	0	
13. Finance and service charges not included in premiums.....		
14. Aggregate write-ins for miscellaneous income.....	1,843,882	3,280,336
15. Total other income (Lines 12 through 14).....	1,843,882	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).....	94,371,290	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).....	94,371,290	145,617,956
19. Federal and foreign income taxes incurred.....	69,501,793	47,612,864
20. Net income (Line 18 minus Line 19) (to Line 22).....	24,869,497	98,005,092
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2).....	216,752,991	205,957,697
GAINS AND (LOSSES) IN SURPLUS		
22. Net income (from Line 20).....	24,869,497	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 \$.....0.....		324,834
25. Change in net unrealized foreign exchange capital gain (loss).....	157,928	
26. Change in net deferred income tax.....	(373,053)	(662,387)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 26 Column 3).....	(11,792)	
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1).....	23,221	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.....	117,414,063	
33.2 Transferred to capital (Stock Dividend).....		
33.3. Transferred from capital.....		
34. Net remittances from or (to) Home Office.....		
35. Dividends to stockholders.....	(243,600,000)	(87,000,000)
36. Change in treasury stock (Page 3, Lines 34.1 and 34.2, Column 2 minus Column 1).....		
37. Aggregate write-ins for gains and losses in surplus.....	0	0
38. Change in surplus as regards policyholders for the year (Lines 22 through 37).....	(101,520,135)	10,795,294
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 35).....	115,232,856	216,752,991
DETAILS OF WRITE-INS		
0501. 2002 Private Passenger Auto Escrow.....		(81,053)
0502. 2003 Private Passenger Auto Escrow.....		(78,432)
0503.		
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above).....	0	(159,485)
1401. Administration Fees.....	1,843,803	3,279,917
1402. Miscellaneous Income.....	79	419
1403. Miscellaneous Asset.....		
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	1,843,882	3,280,336
3701.		
3702.		
3703.		
3798. Summary of remaining write-ins for Line 37 from overflow page.....	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798) (Line 37 above).....	0	0

CASH FLOW

	1 Current Year	2 Prior Year
CASH FROM OPERATIONS		
1. Premiums collected net of reinsurance.....	124,294,919	244,492,565
2. Net investment income.....	13,073,381	12,770,592
3. Miscellaneous income.....	1,843,882	3,283,985
4. Total (Lines 1 through 3).....	139,212,181	260,547,142
5. Benefit and loss related payments.....	24,308,150	104,573,379
6. Net transfers to Separate, Segregated Accounts and Protected Cell Accounts.....		
7. Commissions, expenses paid and aggregate write-ins for deductions.....	62,123,957	72,252,304
8. Dividends paid to policyholders.....		
9. Federal and foreign income taxes paid (recovered) \$.....19,424 net of tax on capital gains (losses).....	66,964,279	48,037,670
10. Total (Lines 5 through 9).....	153,396,386	224,863,353
11. Net cash from operations (Line 4 minus Line 10).....	(14,184,205)	35,683,790
CASH FROM INVESTMENTS		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	160,927,596	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.....	(1,492)	(11,844)
12.7 Miscellaneous proceeds.....		1,194,741
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	160,926,104	56,342,957
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	20,664,977	43,744,980
13.2 Stocks.....		
13.3 Mortgage loans.....		
13.4 Real estate.....		
13.5 Other invested assets.....		
13.6 Miscellaneous applications.....	1,194,741	4,125
13.7 Total investments acquired (Lines 13.1 to 13.6).....	21,859,718	43,749,105
14. Net increase (decrease) in contract loans and premium notes.....		
15. Net cash from investments (Line 12.8 minus Lines 13.7 and 14).....	139,066,385	12,593,852
CASH FROM FINANCING AND MISCELLANEOUS SOURCES		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes.....		
16.2 Capital and paid in surplus, less treasury stock.....	117,414,063	
16.3 Borrowed funds.....		
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....		
16.5 Dividends to stockholders.....	243,600,000	87,000,000
16.6 Other cash provided (applied).....	23,872,950	(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).....	(102,312,987)	(90,434,199)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	22,569,193	(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 year (Line 18 plus Line 19.1).....	29,026,305	6,457,112

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

20.0001		
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UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Line of Business	1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums December 31 Prior Year- per Col. 3 Last Year's Part 1	3 Unearned Premiums December 31 Current Year- per Col. 5 Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1. Fire.....				.0
2. Allied lines.....				.0
3. Farmowners multiple peril.....				.0
4. Homeowners multiple peril.....		(0)		(0)
5. Commercial multiple peril.....				.0
6. Mortgage guaranty.....				.0
8. Ocean marine.....				.0
9. Inland marine.....	30,503,855	803,248		31,307,102
10. Financial guaranty.....				.0
11.1 Medical malpractice - occurrence.....				.0
11.2 Medical malpractice - claims-made.....				.0
12. Earthquake.....				.0
13. Group accident and health.....	65,413,304	10,712,022		76,125,326
14. Credit accident and health (group and individual).....	3,282,507			3,282,507
15. Other accident and health.....	2,170			2,170
16. Workers' compensation.....				.0
17.1 Other liability - occurrence.....	9,830,635			9,830,635
17.2 Other liability - claims-made.....	9,855,769			9,855,769
18.1 Products liability - occurrence.....				.0
18.2 Products liability - claims-made.....				.0
19.1, 19.2 Private passenger auto liability.....				.0
19.3, 19.4 Commercial auto liability.....				.0
21. Auto physical damage.....				.0
22. Aircraft (all perils).....				.0
23. Fidelity.....				.0
24. Surety.....				.0
26. Burglary and theft.....				.0
27. Boiler and machinery.....				.0
28. Credit.....				.0
29. International.....				.0
30. Reinsurance - nonproportional assumed property.....				.0
31. Reinsurance - nonproportional assumed liability.....				.0
32. Reinsurance - nonproportional assumed financial lines.....				.0
33. Aggregate write-ins for other lines of business.....	.0	.0	.0	.0
34. TOTALS.....	118,888,240	11,515,270	.0	130,403,510

DETAILS OF WRITE-INS

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

(a) Gross premiums (less reinsurance) and unearned premiums on all unexpired risks and reserve for return premiums under rate credit or retrospective rating plans based upon experience.

	1	2	3	4	5
Line of Business	Amount Unearned (Running One Year or Less from Date of Policy) (b)	Amount Unearned (Running more than One Year from Date of Policy) (b)	Earned But Unbilled Premium	Reserve for Rate Credits and Retrospective Adjustments Based on Experience	Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1. Fire.....					.0
2. Allied lines.....					.0
3. Farmowners multiple peril.....					.0
4. Homeowners multiple peril.....					.0
5. Commercial multiple peril.....					.0
6. Mortgage guaranty.....					.0
8. Ocean marine.....					.0
9. Inland marine.....					.0
10. Financial guaranty.....					.0
11.1 Medical malpractice - occurrence.....					.0
11.2 Medical malpractice - claims-made.....					.0
12. Earthquake.....					.0
13. Group accident and health.....					.0
14. Credit accident and health (group and individual).....					.0
15. Other accident and health.....					.0
16. Workers' compensation.....					.0
17.1 Other liability - occurrence.....					.0
17.2 Other liability - claims-made.....					.0
18.1 Products liability - occurrence.....					.0
18.2 Products liability - claims-made.....					.0
19.1, 19.2 Private passenger auto liability.....					.0
19.3, 19.4 Commercial auto liability.....					.0
21. Auto physical damage.....					.0
22. Aircraft (all perils).....					.0
23. Fidelity.....					.0
24. Surety.....					.0
26. Burglary and theft.....					.0
27. Boiler and machinery.....					.0
28. Credit.....					.0
29. International.....					.0
30. Reinsurance - nonproportional assumed property.....					.0
31. Reinsurance - nonproportional assumed liability.....					.0
32. Reinsurance - nonproportional assumed financial lines.....					.0
33. Aggregate write-ins for other lines of business.....	.0	.0	.0	.0	.0
34. TOTALS.....	.0	.0	.0	.0	.0
35. Accrued retrospective premiums based on experience.....					
36. Earned but unbilled premiums.....					
37. Balance (sum of Lines 34 through 36).....					.0

DETAILS OF WRITE-INS

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

- (a) By gross premiums is meant the aggregate of all the premiums written in the policies or renewals in force. Are they so returned in this statement? Yes [X] No [].
 (b) State here basis of computation used in each case:

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

Gross Premiums (Less Return Premiums), Including Policy and Membership Fees Written and Renewed During Year

Line of Business	1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written (Cols. 1 + 2 + 3 - 4 - 5)
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire.....						.0
2. Allied lines.....						.0
3. Farmowners multiple peril.....						.0
4. Homeowners multiple peril.....	70,819,355			70,819,355		.0
5. Commercial multiple peril.....						.0
6. Mortgage guaranty.....						.0
8. Ocean marine.....						.0
9. Inland marine.....	85,852,862				55,349,007	30,503,855
10. Financial guaranty.....						.0
11.1 Medical malpractice - occurrence.....						.0
11.2 Medical malpractice - claims-made.....						.0
12. Earthquake.....						.0
13. Group accident and health.....	147,256,755		3,764,945		85,608,396	65,413,304
14. Credit accident and health (group and individual).....			3,282,507			3,282,507
15. Other accident and health.....	107,239				105,068	2,170
16. Workers' compensation.....						.0
17.1 Other liability - occurrence.....	17,812,692			1,535,373	6,446,684	9,830,635
17.2 Other liability - claims-made.....	21,390,067			11,534,298		9,855,769
18.1 Products liability - occurrence.....						.0
18.2 Products liability - claims-made.....						.0
19.1, 19.2 Private passenger auto liability.....	246,222,942			246,222,942		.0
19.3, 19.4 Commercial auto liability.....						.0
21. Auto physical damage.....	184,917,289		(1)	184,917,288		.0
22. Aircraft (all perils).....						.0
23. Fidelity.....						.0
24. Surety.....						.0
26. Burglary and theft.....						.0
27. Boiler and machinery.....						.0
28. Credit.....						.0
29. International.....						.0
30. Reinsurance - nonproportional assumed property.....	.XXX					.0
31. Reinsurance - nonproportional assumed liability.....	.XXX					.0
32. Reinsurance - nonproportional assumed financial lines.....	.XXX					.0
33. Aggregate write-ins for other lines of business.....	.0	.0	.0	.0	.0	.0
34. TOTALS.....	774,379,200	.0	7,047,451	515,029,256	147,509,154	118,888,240

DETAILS OF WRITE-INS

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

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

If yes: 1. The amount of such installment premiums \$.0.

2. Amount at which such installment premiums would have been reported had they been recorded on an annualized basis \$.0.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5 Net Losses Unpaid Current Year (Part 2A, Col. 8)	6 Net Losses Unpaid Prior Year	7 Losses Incurred Current Year (Cols. 4 + 5 - 6)	8 Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)				
1. Fire.....				0			0	
2. Allied lines.....				0			0	
3. Farmowners multiple peril.....				0			0	
4. Homeowners multiple peril.....	28,366,027		28,366,027	0			0	
5. Commercial multiple peril.....				0			0	
6. Mortgage guaranty.....				0			0	
8. Ocean marine.....				0			0	
9. Inland marine.....	21,711,912		11,055,866	10,656,046		25,700,123	(15,044,077)	(48.1)
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.....	15,239,801		7,613,352	7,626,449		8,665,891	(1,039,442)	(1.4)
14. Credit accident and health (group and individual).....		1,974,614		1,974,614		3,020,169	(1,045,555)	(31.9)
15. Other accident and health.....	290,112		256,366	33,746			33,746	1,555.0
16. Workers' compensation.....				0			0	
17.1 Other liability - occurrence.....	14,283,224		7,395,952	6,887,272		1,200,000	5,687,272	57.9
17.2 Other liability - claims-made.....	596,106		455,988	140,118			140,118	1.4
18.1 Products liability - occurrence.....				0			0	
18.2 Products liability - claims-made.....				0			0	
19.1, 19.2 Private passenger auto liability.....	131,128,355	548	131,128,903	0			0	
19.3, 19.4 Commercial auto liability.....				0			0	
21. Auto physical damage.....	117,465,430	(11)	117,465,419	0			0	
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			0			0	
31. Reinsurance - nonproportional assumed liability.....	XXX			0			0	
32. Reinsurance - nonproportional assumed financial lines.....	XXX			0			0	
33. Aggregate write-ins for other lines of business.....	0	0	0	0		0	0	
34. TOTALS.....	329,080,967	1,975,151	303,737,873	27,318,245	0	38,586,183	(11,267,938)	(8.6)

DETAILS OF WRITE-INS

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses				Incurred But Not Reported			8 Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	9 Unpaid Loss Adjustment Expenses
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable from Authorized and Unauthorized Companies	4 Net Losses Excluding Incurred but not Reported (Cols. 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire.....				0				0	
2. Allied lines.....				0				0	
3. Farmowners multiple peril.....				0				0	
4. Homeowners multiple peril.....	6,452,978		6,452,978	0	3,600,671	3,600,671		0	
5. Commercial multiple peril.....				0				0	
6. Mortgage guaranty.....				0				0	
8. Ocean marine.....				0				0	
9. Inland marine.....	89,900		89,900	0	11,340,000	11,340,000		0	
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.....	10,859,198		10,859,198	0	3,172,128	3,172,128	(a)	0	
14. Credit accident and health (group and individual).....				0				0	
15. Other accident and health.....	1,336,210		1,336,210	0	319,479	319,479	(a)	0	
16. Workers' compensation.....				0				0	
17.1 Other liability - occurrence.....				0	4,600,000	4,600,000		0	
17.2 Other liability - claims-made.....	9,374,301		9,374,301	0	6,078,802	6,078,802		0	
18.1 Products liability - occurrence.....				0				0	
18.2 Products liability - claims-made.....				0				0	
19.1, 19.2 Private passenger auto liability.....	107,834,766	345	107,835,111	0	129,192,396	129,192,396		0	
19.3, 19.4 Commercial auto liability.....				0				0	
21. Auto physical damage.....	5,266,358	(5)	5,266,353	0	2,777,669	2,777,669		0	
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			0	XXX			0	
31. Reinsurance - nonproportional assumed liability.....	XXX			0	XXX			0	
32. Reinsurance - nonproportional assumed financial lines.....	XXX			0	XXX			0	
33. Aggregate write-ins for other lines of business.....	0	0	0	0	0	0		0	0
34. TOTALS.....	141,213,710	340	141,214,050	0	161,081,144	161,081,144		0	0

DETAILS OF WRITE-INS

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

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

UNDERWRITING AND INVESTMENT EXHIBIT**PART 3 - EXPENSES**

	1	2	3	4
	Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
1. Claim adjustment services:				
1.1 Direct.....	28,743,945			28,743,945
1.2 Reinsurance assumed.....	11,914			11,914
1.3 Reinsurance ceded.....	28,623,939			28,623,939
1.4 Net claim adjustment servies (1.1 + 1.2 - 1.3).....	131,920	0	0	131,920
2. Commission and brokerage:				
2.1 Direct excluding contingent.....		4,689,317		4,689,317
2.2 Reinsurance assumed excluding contingent.....		552,736		552,736
2.3 Reinsurance ceded excluding contingent.....		(27,583,362)		(27,583,362)
2.4 Contingent - direct.....				0
2.5 Contingent - reinsurance assumed.....				0
2.6 Contingent - reinsurance ceded.....				0
2.7 Policy and membership fees.....				0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7).....	0	32,825,415	0	32,825,415
3. Allowances to managers and agents.....				0
4. Advertising.....		17,565,042		17,565,042
5. Boards, bureaus and associations.....	22,554	302,334		324,888
6. Surveys and underwriting reports.....				0
7. Audit of assureds' records.....				0
8. Salary and related items:				
8.1 Salaries.....	826,039	3,761,238		4,587,277
8.2 Payroll taxes.....	290,230	1,400,689		1,690,919
9. Employee relations and welfare.....	5,125	68,702		73,827
10. Insurance.....	748	10,024		10,772
11. Directors' fees.....				0
12. Travel and travel items.....	2,010	26,944		28,954
13. Rent and rent items.....	165	2,210		2,374
14. Equipment.....				0
15. Cost or depreciation of EDP equipment and software.....				0
16. Printing and stationery.....	437	5,856		6,293
17. Postage, telephone and telegraph, exchange and express.....	350	4,696		5,046
18. Legal and auditing.....	59,146	792,852		851,998
19. Totals (Lines 3 to 18).....	1,206,804	23,940,586	0	25,147,390
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$.....0.....	240,853	3,228,611		3,469,464
20.2 Insurance department licenses and fees.....	26,921	360,867		387,788
20.3 Gross guaranty association assessments.....	(272)	(3,642)		(3,914)
20.4 All other (excluding federal and foreign income and real estate).....	14,053	188,372		202,425
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4).....	281,554	3,774,208	0	4,055,763
21. Real estate expenses.....				0
22. Real estate taxes.....				0
23. Reimbursements by uninsured accident and health plans.....				0
24. Aggregate write-ins for miscellaneous expenses.....	0	2,138,560	159,943	2,298,503
25. Total expenses incurred.....	1,620,279	62,678,769	159,943	(a) 64,458,991
26. Less unpaid expenses - current year.....		(994,629)		(994,629)
27. Add unpaid expenses - prior year.....	6,496	15,286,593		15,293,089
28. Amounts receivable relating to uninsured accident and health plans, prior year.....				0
29. Amounts receivable relating to uninsured accident and health plans, current year.....				0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29).....	1,626,775	78,959,991	159,943	80,746,709

DETAILS OF WRITE-INS

2401. Miscellaneous.....		(181,144)		(181,144)
2402. Accounting/Advisory Fees.....			119,920	119,920
2403. Bank Service Fees.....			40,024	40,024
2498. Summary of remaining write-ins for Line 24 from overflow page.....	0	2,319,704	0	2,319,704
2499. Totals (Lines 2401 thru 2403 plus 2498) (Line 24 above).....	0	2,138,560	159,943	2,298,503

(a) Includes management fees of \$.....3,476,759 to affiliates and \$.....3,107,924 to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. government bonds.....	(a).....268,856	.....260,735
1.1 Bonds exempt from U.S. tax.....	(a).....10,342,616	.....8,354,087
1.2 Other bonds (unaffiliated).....	(a).....501,978	.....499,575
1.3 Bonds of affiliates.....	(a).....	.....
2.1 Preferred stocks (unaffiliated).....	(b).....	.....
2.11 Preferred stocks of affiliates.....	(b).....	.....
2.2 Common stocks (unaffiliated).....	.....	.....
2.21 Common stocks of affiliates.....	.....	.....
3. Mortgage loans.....	(c).....	.....
4. Real estate.....	(d).....	.....
5. Contract loans.....	.....	.....
6. Cash, cash equivalents and short-term investments.....	(e).....1,649,946	.....1,649,946
7. Derivative instruments.....	(f).....	.....
8. Other invested assets.....	.....	.....
9. Aggregate write-ins for investment income.....	.....0	.....0
10. Total gross investment income.....	.....12,763,395	.....10,764,343
11. Investment expenses.....	.....	(g).....159,943
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).....0
15. Aggregate write-ins for deductions from investment income.....	.....	.....0
16. Total deductions (Lines 11 through 15).....	.....	.....159,943
17. Net investment income (Line 10 minus Line 16).....	.....	.....10,604,400

DETAILS OF WRITE-INS

0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page.....	.....0	.....0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	.....0	.....0
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page.....	.....0	.....0
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15 above).....	.....0	.....0

- (a) Includes \$.....56,494 accrual of discount less \$.....561,952 amortization of premium and less \$.....56,360 paid for accrued interest on purchases.
- (b) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued dividends on purchases.
- (c) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.
- (d) Includes \$.....0 for company's occupancy of its own buildings; and excludes \$.....0 interest on encumbrances.
- (e) Includes \$.....1,558,372 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.
- (f) Includes \$.....0 accrual of discount less \$.....0 amortization of premium.
- (g) Includes \$.....0 investment expenses and \$.....0 investment taxes, licenses and fees, excluding federal income taxes, attributable to Segregated and Separate Accounts.
- (h) Includes \$.....0 interest on surplus notes and \$.....0 interest on capital notes.
- (i) Includes \$.....0 depreciation on real estate and \$.....0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1 Realized Gain (Loss) on Sales or Maturity	2 Other Realized Adjustments	3 Increases (Decreases) by Adjustment	4 Total
1. U.S. government bonds.....				.....0
1.1 Bonds exempt from U.S. tax.....	4,571,525			4,571,525
1.2 Other bonds (unaffiliated).....			128,790	128,790
1.3 Bonds of affiliates.....				.....0
2.1 Preferred stocks (unaffiliated).....				.....0
2.11 Preferred stocks of affiliates.....				.....0
2.2 Common stocks (unaffiliated).....				.....0
2.21 Common stocks of affiliates.....				.....0
3. Mortgage loans.....				.....0
4. Real estate.....				.....0
5. Contract loans.....				.....0
6. Cash, cash equivalents and short-term investments.....	(1,492)			(1,492)
7. Derivative instruments.....				.....0
8. Other invested assets.....				.....0
9. Aggregate write-ins for capital gains (losses).....	.....0	.....0	29,138	29,138
10. Total capital gains (losses).....	4,570,032	.....0	157,928	4,727,960

DETAILS OF WRITE-INS

0901. Deferred tax on change in unrealized capital gains (losses).....			29,138	29,138
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	29,138	29,138

EXHIBIT OF NONADMITTED ASSETS

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D).....			.0
2. Stocks (Schedule D):			
2.1 Preferred stocks.....			.0
2.2 Common stocks.....			.0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens.....			.0
3.2 Other than first liens.....			.0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company.....			.0
4.2 Properties held for the production of income.....			.0
4.3 Properties held for sale.....			.0
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA).....			.0
6. Contract loans.....			.0
7. Other invested assets (Schedule BA).....			.0
8. Receivables for securities.....			.0
9. Aggregate write-ins for invested assets.....	.0	.0	.0
10. Subtotals, cash and invested assets (Lines 1 to 9).....	.0	.0	.0
11. Title plants (for Title insurers only).....			.0
12. Investment income due and accrued.....			.0
13. Premiums and considerations:			
13.1 Uncollected premiums and agents' balances in the course of collection.....	11,792		(11,792)
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....			.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
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
16.2 Net deferred tax asset.....			.0
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
20. Net adjustment in assets and liabilities due to foreign exchange rates.....			.0
21. Receivable from parent, subsidiaries and affiliates.....			.0
22. Health care and other amounts receivable.....			.0
23. Aggregate write-ins for other than invested assets.....	.0	.0	.0
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 through 23).....	11,792	.0	(11,792)
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			.0
26. TOTALS (Lines 24 and 25).....	11,792	.0	(11,792)

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
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	.0	.0	.0
2301.....			.0
2302.....			.0
2303.....			.0
2398. Summary of remaining write-ins for Line 23 from overflow page.....	.0	.0	.0
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above).....	.0	.0	.0

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The financial statements of the Company have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manuals.

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

The preparation of financial statements of the Company in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manuals requires the use of management's estimates. Actual results could differ from those estimates.

C. Accounting Policies

- 1) Short-term investments are stated at cost.
- 2) Bonds are stated at amortized cost using the scientific method.
- 3) Common stocks are stated at the lower of cost or market value.
- 4) Preferred stocks are stated at amortized cost using the scientific method.
- 5) The Company has no mortgage loan obligations.
- 6) The Company has no loan-backed securities in its investment portfolio.
- 7) The Company has no investments in subsidiary companies.
- 8) The Company has no investments in joint ventures, partnerships or limited liability companies.
- 9) The Company has no derivative investments.
- 10) The Company does not use anticipated investment income as a factor in the premium deficiency calculation.
- 11) The Company uses standard loss estimation methodology in calculating liabilities for unpaid losses and loss adjustment expenses. Triangles are created to analyze the pattern of development using both case reserves and paid losses. Loss development factors are calculated to measure relative development of an accident year from one maturity point to the next. This process is completed for all coverages and accident years. From these methods, an ultimate selection factor is used and reviewed at three-month intervals. Changes are made as needed throughout the development of an accident year. Historical frequency development patterns are used to provide for unreported claims. For loss adjustment expenses, historical paid and case ALAE data is evaluated separately from losses using historical paid and case incurred ALAE data arranged in a triangular format and projected to ultimate using the same technique for losses. The Company incurs no expense and does not write business related to toxic waste clean up, asbestos related illness or other environmental exposures.
- 12) The Company has a written capitalization policy for purchases of items such as electronic data processing equipment, software, furniture and other equipment. The predefined capitalization thresholds under this policy have not changed from those of prior years.
- 13) The Company has no pharmaceutical rebate receivables.

2 Accounting Changes and Corrections of Errors

- A. The Company had no material changes in accounting principles and/or errors to disclose.
- B. The Company prepares its statutory financial statements in conformity with accounting practices prescribed or permitted by the State of Illinois. Effective January 1, 2001, the State of Illinois required that insurance companies domiciled in the State of Illinois prepare their statutory basis financial statements in accordance with the NAIC Accounting Practices and Procedures manual – Version effective January 1, 2001, subject to any deviations prescribed or permitted by the State of Illinois insurance commissioner.

Accounting changes adopted to conform to the provisions of the NAIC Accounting Practices and Procedures manual –Version effective January 1, 2001, were reported as changes in accounting principles. The cumulative effect of changes in accounting principles was reported as an adjustment to unassigned funds (surplus) in the period of the change in accounting principle. The cumulative effect is the difference between the amount of capital and surplus at the beginning of the year and the amount of capital and surplus that would have been reported at that date if the new accounting principles had been applied retroactively for all prior periods. As a result of these changes, the Company reported a change of accounting principle, as an adjustment that decreased unassigned funds (surplus), of \$2,231,077 as of January 1, 2001.

3. Business Combinations and Goodwill

- A. The Company was not involved in any business combinations during the course of the year.
- B. The Company was not involved in any merger activity during the course of the year.
- C. Since the Company was not involved in any business combination or merger activity, no impairment loss was recognized.

NOTES TO FINANCIAL STATEMENTS**4. Discontinued Operations**

The Company had no discontinued operations during the current calendar year.

5. Investments

- A. Mortgage Loans –Not applicable
- B. Debt Restructuring –Not applicable
- C. Reverse Mortgages –Not applicable
- D. Loan-Backed Securities –Not applicable
- E. Repurchase Agreements –Not applicable
- F. Investments in Real Estate –Not applicable

6. Joint Ventures, Partnerships and Limited Liability Companies

- A. Detail for Those Greater than 10% of Admitted Assets –Not applicable
- B. Writedowns for Impairments of Joint Ventures, Partnerships and LLCs –Not applicable

7. Investments

- A. The Company had no interest income due and accrued over 90 days past due. Therefore, all interest income due and accrued was recorded as an admitted asset during the statement year.
- B. The Company did not exclude any due and accrued interest income from admitted assets during the statement year.

8. Derivative Instruments

The Company had no derivative investment instruments during the statement year.

9. Income Taxes

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

	Dec. 31 2005	Dec. 31 2004
Total gross deferred tax assets	29,529	651,564
Total gross deferred tax liabilities	136,311	414,432
Net deferred tax asset (liability)	(106,782)	237,132
Non-admitted deferred tax assets	0	0
Net admitted deferred tax assets (liabilities)	(106,782)	237,132
(Increase) decrease in nonadmitted deferred tax assets	0	0

- B. All deferred tax liabilities are recognized.

- C. Current Tax and Change in Deferred Tax

The provisions for income taxes incurred on earnings for the years ended December 31 are:

	2005	2004
Federal	69,372,150	47,572,354
Foreign	129,643	(74)
Realized capital gains tax	19,424	40,584
Federal and foreign income taxes incurred	69,521,217	47,612,864

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

	Dec. 31 2005	Dec. 31 2004	Change
Total deferred tax assets	29,529	651,564	(622,035)
Total deferred tax liabilities	136,311	414,432	(278,121)
Net deferred tax asset (liability)	(106,782)	237,132	(343,914)
Deferred tax on change in net unrealized capital gains	109,989	139,127	(29,138)
Net change in deferred taxes	3,207	376,259	(373,052)

- 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:

NOTES TO FINANCIAL STATEMENTS

	2005	Effective Tax Rate
Pretax income	94,390,714	
Provision computed at statutory rate	33,029,952	35.0%
Tax exempt interest	(2,484,430)	-2.6%
Sale of non-Stat DAC asset	41,094,922	43.5%
Permanent differences	(1,746,175)	-1.9%
Total	69,894,269	74.1%
Federal income taxes incurred	69,501,793	73.6%
Realized capital gains tax	19,424	0.0%
Change in net deferred income taxes	373,052	0.4%
Total statutory income taxes	69,894,269	74.1%

E. The Company had no loss carry forwards.

F. Consolidated Federal Income Tax Return

- 1) As a result of the separation discussed in Note 10, the Company's federal income tax return will be consolidated with American Express Company and its qualifying subsidiaries for a short period income tax return through September 30, 2005. The Company's federal income tax return for the period October 1, 2005, through December 31, 2005, will be consolidated with Ameriprise Financial, Inc. (Ameriprise).
- 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.

10. Information Concerning Parent, Subsidiaries and Affiliates

A. The Company is a wholly owned subsidiary of IDS Property Casualty Insurance Company (IDSPC). Prior to September 30, 2005, IDSPC was a subsidiary of American Express Financial Corporation (AEFC) - a subsidiary of American Express Company. On September 30, 2005, American Express executed a tax-free spin-off of the common stock of American Express Financial Corporation (AEFC) through a special dividend to American Express common shareholders. As a result of the spin-off, AEFC became Ameriprise, a publicly traded company. As of September 30, 2005, IDSPC is a subsidiary of Ameriprise.

B. Affiliate Transactions Greater than ½ % of Admitted Assets

The Company made the following payments to IDS Property Casualty Company in 2005:

\$132,849,000 Dividend Payment - Municipal Bonds
\$110,751,000 Dividend Payment - Cash
\$ 7,021,000 Service Fees

C. There were no changes to the terms of any intercompany arrangements during the calendar year that impacted the results of the financial statements.

D. Amounts Payable/Receivable to or from Affiliate parties

At December 31, 2005, the Company reported \$917,000 as amounts due from IDS Property Casualty Company for premium taxes and \$2,102,000 as amounts due to IDS Property Casualty Company for management and cost sharing arrangements. The terms of the settlement require these amounts to be settled on a quarterly basis.

E. The Company has no guarantees or undertakings that currently exist for the benefit of an affiliate or related party that result in the material contingent exposure of the reporting entity's or any related entity's assets or liabilities.

F. Management and service contracts and all cost sharing arrangements, other than cost allocation arrangements based upon generally accepted accounting principles, involving the Company or any affiliated insurer are as follows:

- 1) Reinsurance Agreement, effective January 1, 1987, between the Company and IDS Property Casualty Insurance Company (Reinsurer), whereby the Company agrees to cede and Reinsurer agrees to reinsure certain liabilities, net of reinsurance recoveries or recoverables, under or arising out of property or casualty insurance policies that have been issued or renewed by the Company on a 100% quota share basis.
- 2) Investment Management Agreement, effective October 1, 2005, between the Company and RiverSource Investments, LLC, whereby RiverSource Investments, LLC agreed to provide investment management and accounting services for the Company assets.
- 3) Administrative and Services Agreement, effective January 1, 1995, between the Company and IDS Property Casualty Insurance Company (IDS) whereby IDS will provide service, actuarial, accounting, compliance, audit, legal, and other general

NOTES TO FINANCIAL STATEMENTS

administrative service to the Company.

4) Intercompany Tax Allocation Agreement between Ameriprise Financial Corporation and the Company, effective October 1, 2000, that outlines the allocation method for any federal income tax charge or refund that the Company may have.

G. All outstanding shares of the Company are owned by The Parent Company, IDS Property Casualty Insurance Company, with its headquarters located in DePere, Wisconsin.

H. The Company holds no ownership in any upstream intermediate entity including The Parent Company, IDS Property Casualty Insurance Company, and therefore has no reduction for the value of such ownership in admitted assets that were reported at the end of the statement period.

I. The Company has had no ownership interest in any SCA entity during the statement period.

J. The Company has had no ownership interest in any SCA entity during the statement period.

10. Debt

A. The Company had no outstanding debt at the end of the statement period.

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

A. The Company does not sponsor any retirement plans, deferred compensation plans or any other post-retirement benefit plans.

B. The Company recognized no expense relative to any defined contribution pension plan or any other post-retirement benefit plan during the statement period.

C. The Company had no contributions to any multi-employer benefit plans during the statement period.

D. The Company has no employees that participate in any benefit plan that is sponsored by the parent company.

E. Since The Company has no employees, there exists no obligation to accrue any post employment benefits.

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

A. The Company has 500,000 shares of authorized common stock, 102,175 shares issued and 102,175 shares outstanding. Par value of each share of common stock is \$45.00 per share.

B. The Company has no preferred stock outstanding.

C. Dividends on common stock are paid as declared by the board of directors of the Company. Under the insurance regulations of the State of Illinois, the maximum amount of dividends the Company may pay during the current fiscal year and within a twelve month period may not exceed the Company's statutory net income from the prior year. Accordingly, the maximum ordinary dividend allowable in the first three quarters of 2005 was \$77,055,092. The Company paid \$77,000,000 in ordinary dividends thus far in 2005. Additionally, the Illinois Department of Insurance approved an extraordinary dividend in the amount of \$166,600,000 that was paid in September.

D. Dividend Restrictions - See note 13.C above.

E. Dividend Restrictions - See note 13.C above.

F. Mutual Surplus Advances –Not applicable.

G. Company Stock Held For Special Purposes –Not applicable.

H. Changes In Special Surplus Funds –Not applicable.

I. Changes in Unassigned Funds Due To:

1) Unrealized Capital Gains and Losses

Cumulative change in surplus due to unrealized capital gains and losses equals \$1,564,020. The current year change in surplus due to unrealized capital gains and losses equals \$157,928.

2) Non-Admitted Assets

Cumulative change in surplus due to non-admitted assets equals (\$11,792). The current year change in surplus due to non-admitted assets equals (\$11,792).

3) Separate Account Business - N/A –Life companies only

4) Asset Valuation Reserves –N/A –Life companies only

5) Provision for Reinsurance

NOTES TO FINANCIAL STATEMENTS

Cumulative change in surplus due to provisions for reinsurance equals (\$213,792). The current year change in surplus due to provisions for reinsurance equals \$23,221.

- J. Surplus Notes –Not applicable.
- K. Quasi-Reorganizations –Not applicable.
- L. Quasi-Reorganization Effective Date –Not applicable.

14. Contingencies

A. Contingent Commitments

The Company had no contingent commitments at the end of the statement period.

B. Assessments

The Company has no assessments outstanding that could have a material financial impact on reported results.

C. Gain Contingencies

The Company had no gain contingencies to report prior to the issuance of these financial statements.

D. All other contingencies

The Company had no other contingencies at the end of the statement period.

15. Leases

A & B. The Company has no outstanding lease commitments.

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

- A. The Company has no financial investments with off-balance sheet risk.
- B. The Company has no financial instruments with concentrations of credit risk.
- C. The Company has no exposure to credit related losses.
- D. The Company holds no collateral.

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

- A. Transfer of Receivables Reported as Sales - Not applicable.
- B. Transfer and Servicing of Financial Assets - Not applicable.
- C. Wash Sales - Not applicable.

18. Gain or Loss to the Reporting Entity from Uninsured A&H Plans and the Uninsured Portion of Partially insured Plans.

- A. Administrative Services Only (ASO) Plans –Not applicable.
- B. Administrative Services Contract (ASC) Plans –Not applicable.
- C. Medicare or Similarly Structured Cost Based Reimbursement Contracts –Not applicable.

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

The Company does not have any direct written premium produced by managing general agents or third party administrators that exceeds 5% of policyholders surplus.

20. September 11 Events

The Company, a subsidiary of IDS Property Casualty Insurance Company, underwrites certain travel accident AD&D insurance policies for the American Express Card members that are tailored for consumer and corporate travelers. As a benefit of card membership, the consumer and corporate cardholders receive free accidental death and dismemberment coverage in the amount of \$100,000 and \$350,000 respectively for each scheduled airline ticket purchased on their American Express Card. Cardmembers also have the option of purchasing additional AD&D coverage for a fee in the amounts of \$250,000, \$500,000, \$1,000,000, \$1,500,000 and \$3,000,000.

The unfortunate events of September 11th took the lives of 83 American Express Card members who were either traveling on one of the four planes that crashed or were in the World Trade Center on business. Total claims that were filed on behalf of the 83 cardmembers at 2002 year-end totaled \$15.1 million before any reinsurance recovery. Recoveries from reinsurance amount to \$7.65 million leaving a net

NOTES TO FINANCIAL STATEMENTS

incurred loss after reinsurance of \$7.45 million.

Other claims involving lost baggage, travel delay and retail protection were reported in the amount of \$627,000. These programs are self-insured; claims are paid as they are reported.

21. Other Items.

- A. Extraordinary Items –Not applicable.
- B. Troubled Debt Restructuring –Not applicable.
- C. Other Disclosures –Not applicable.
- D. Uncollected Premiums Receivable

At December 31, 2005, the Company reported admitted assets of \$14,126,341 for premiums receivable due from policyholders and/or enrollees. The Company routinely assesses the collectibility of these receivables. Based upon the Company experience, any uncollectible premiums receivable as of December 31, 2005, are not expected to exceed the nonadmitted amounts totaling \$11,792 and, therefore, no additional provision for uncollectible amounts has been recorded. The potential for any additional loss is not believed to be material to the Company's financial position.

- E. Business Interruption Insurance Recoveries –Not applicable.

22. Events Subsequent

The Company is not aware of any events subsequent to the close of the books for this statement that may have a material affect on its financial condition.

23. Reinsurance

- A. Unsecured Reinsurance Recoverable

The Company does not have any unsecured aggregate recoverable for losses, paid and unpaid, including IBNR, loss adjustment expenses and unearned premium with any individual reinsurer, authorized or unauthorized, that exceeds 3% of the Company's policyholder surplus.

- B. Reinsurance Recoverable in Dispute

The Company does not have any reinsurance recoverable on paid and unpaid losses, including IBNR that is in dispute of payment by the participating reinsurer.

- C. Reinsurance Assumed and Ceded

- 1) There is no exposure for return commission on reinsurance contracts.
- 2) There are no additional commissions that are predicated on loss experience or any other form of profit sharing arrangements in this annual statement as a result of existing contractual arrangements.
- 3) The Company does not use protected cells as an alternative to traditional reinsurance.

- D. Uncollectible Reinsurance –Not applicable.
- E. Commutation of Ceded Reinsurance –Not applicable.
- F. Retroactive Reinsurance –Not applicable.
- G. Reinsurance Accounted for as a Deposit –Not applicable.

24. Retrospectively Rated Contracts

A –D Not applicable. The Company had no retrospective premiums accrued at the end of the statement period.

25. Change in Incurred Losses and Loss Adjustment Expenses

The Company entered into a new reinsurance agreement in 2005 whereby 100% of the business remaining after the quota share arrangement referred to in note 10A is ceded to American Express (AXP) captive insurance company Amexco, effective July 1, 2005. Amexco established a reinsurance trust for the benefit of the Company equal to 105% of the Company's ceded reserve balances. As a result of ceding reserve balances and all paid losses to Amexco, 2005 incurred losses are negative.

26. Intercompany Pooling Arrangements

The Company was not involved in any intercompany pooling arrangements during the statement period.

27. Structured Settlements

NOTES TO FINANCIAL STATEMENTS

The Company has not entered into any structured settlements.

28. Health Care Receivables

A and B. Not applicable.

29. Participating Accident and Health Policies

Not applicable.

30. Premium Deficiency Reserves

At the end of the calendar year, the Company had \$0 liabilities relative to premium deficiency reserves.

31. High Deductibles

The Company has no reserve credits recorded at the end of the reporting period for unpaid claims with high deductibles.

32. Discounting of Liabilities for Unpaid Losses and Unpaid Loss Adjustment Expenses

The Company does not discount unpaid losses or unpaid loss adjustment expenses for purposes of financial reporting.

33. Asbestos and Environmental Reserves

The Company has no expense for asbestos and/or environmental claims.

34. Subscriber Savings Accounts

The Company is not a reciprocal insurance company.

35. Multi Peril Crop Insurance

Not applicable.

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement	
	1 Amount	2 Percentage	3 Amount	4 Percentage
1. Bonds:				
1.1 U.S. treasury securities.....	5,941,466	5.4	5,941,466	5.4
1.2 U.S. government agency obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies.....		0.0		0.0
1.22 Issued by U.S. government sponsored agencies.....		0.0		0.0
1.3 Foreign government (including Canada, excluding mortgage-backed securities).....	4,345,700	4.0	4,345,700	4.0
1.4 Securities issued by states, territories and possessions and political subdivisions in the U.S.:				
1.41 States, territories and possessions general obligations.....	1,858,626	1.7	1,858,626	1.7
1.42 Political subdivisions of states, territories & possessions & political subdivisions general obligations.....	11,784,612	10.7	11,784,612	10.7
1.43 Revenue and assessment obligations.....	54,983,830	50.1	54,983,830	50.1
1.44 Industrial development and similar obligations.....		0.0		0.0
1.5 Mortgage-backed securities (includes residential and commercial MBS):				
1.51 Pass-through securities:				
1.511 Issued or guaranteed by GNMA.....		0.0		0.0
1.512 Issued or guaranteed by FNMA and FHLMC.....		0.0		0.0
1.513 All other.....		0.0		0.0
1.52 CMOs and REMICs:				
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA.....		0.0		0.0
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521.....		0.0		0.0
1.523 All other.....		0.0		0.0
2. Other debt and other fixed income securities (excluding short-term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans rated by the SVO).....	1,407,948	1.3	1,407,948	1.3
2.2 Unaffiliated foreign securities.....	300,000	0.3	300,000	0.3
2.3 Affiliated securities.....		0.0		0.0
3. Equity interests:				
3.1 Investments in mutual funds.....		0.0		0.0
3.2 Preferred stocks:				
3.21 Affiliated.....		0.0		0.0
3.22 Unaffiliated.....		0.0		0.0
3.3 Publicly traded equity securities (excluding preferred stocks):				
3.31 Affiliated.....		0.0		0.0
3.32 Unaffiliated.....		0.0		0.0
3.4 Other equity securities:				
3.41 Affiliated.....		0.0		0.0
3.42 Unaffiliated.....	81,543	0.1	81,543	0.1
3.5 Other equity interests including tangible personal property under lease:				
3.51 Affiliated.....		0.0		0.0
3.52 Unaffiliated.....		0.0		0.0
4. Mortgage loans:				
4.1 Construction and land development.....		0.0		0.0
4.2 Agricultural.....		0.0		0.0
4.3 Single family residential properties.....		0.0		0.0
4.4 Multifamily residential properties.....		0.0		0.0
4.5 Commercial loans.....		0.0		0.0
4.6 Mezzanine real estate loans.....		0.0		0.0
5. Real estate investments:				
5.1 Property occupied by company.....		0.0		0.0
5.2 Property held for production of income (including \$.....0 of property acquired in satisfaction of debt).....		0.0		0.0
5.3 Property held for sale (including \$.....0 property acquired in satisfaction of debt).....		0.0		0.0
6. Contract loans.....		0.0		0.0
7. Receivables for securities.....	4,125	0.0	4,125	0.0
8. Cash, cash equivalents and short-term investments.....	29,026,305	26.5	29,026,305	26.5
9. Other invested assets.....		0.0		0.0
10. Total invested assets.....	109,734,155	100.0	109,734,155	100.0

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

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

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

1.3 State regulating? Illinois

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

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

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

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). not yet available

3.4 By what department or departments? Illinois Insurance Department

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 a 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?

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

1 Name of Entity	2 NAIC Co. 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? (You need not report an action, either formal or informal, if a confidentiality clause is part of the agreement.) 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(ies) of the foreign person(s) or entity(ies); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(ies) (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 [X] No []

8.4 If response to 8.3 is yes, please provide the names and location (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC
American Enterprise Investment Services	Minneapolis, MN					YES
American Express Asset Management Intern	Minneapolis, MN					YES
American Express Asset Management, Ltd.	Minneapolis, MN					YES
Ameriprise Certificate Company	Minneapolis, MN					YES
Ameriprise Financial Services, Inc.	Minneapolis, MN					YES
Ameriprise Financial, Inc.	Minneapolis, MN					YES
IDS Capital Holdings, Inc.	Minneapolis, MN					YES
Kenwood Capital Management LLC	Minneapolis, MN					YES
RiverSource Investments LLC	Minneapolis, MN					YES
RiverSource Service Corporation	Minneapolis, MN					YES
Securities America Advisors, Inc.	Omaha, NE					YES
Securities America, Inc.	Omaha, NE					YES
IDS Life Insurance Company	Minneapolis, MN					YES
American Enterprise Life Insurance Compan	Minneapolis, MN					YES

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Ernst & Young, Minneapolis, MN

10. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
Bob Wainscott, Principal, Ernst & Young, Chicago, IL

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

11.11 Name of real estate holding company: _____

11.12 Number of parcels involved _____

11.13 Total book/adjusted carrying value _____

11.2 If yes, provide explanation.

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

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

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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

BOARD OF DIRECTORS

13. 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 []
14. 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 []
15. 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

- 16.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 16.11 To directors or other officers \$.....0
- 16.12 To stockholders not officers \$.....0
- 16.13 Trustees, supreme or grand (Fraternal only) \$.....0
- 16.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 16.21 To directors or other officers \$.....0
- 16.22 To stockholders not officers \$.....0
- 16.23 Trustees, supreme or grand (Fraternal only) \$.....0
- 17.1 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]
- 17.2 If yes, state the amount thereof at December 31 of the current year:
- 17.21 Rented from others \$.....0
- 17.22 Borrowed from others \$.....0
- 17.23 Leased from others \$.....0
- 17.24 Other \$.....0
- 18.1 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]
- 18.2 If answer is yes:
- 18.21 Amount paid as losses or risk adjustment \$.....0
- 18.22 Amount paid as expenses \$.....0
- 18.23 Other amounts paid \$.....0
- 19.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [X] No []
- 19.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount. \$.....916,846

INVESTMENT

- 20.1 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date, except as shown by Schedule E-Part 3-Special Deposits? Yes [X] No []
- 20.2 If no, give full and complete information relating thereto.

- 21.1 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, except as shown on Schedule E-Part 3-Special Deposits, 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 17.1) Yes [] No [X]
- 21.2 If yes, state the amount thereof at December 31 of the current year:
- 21.21 Loaned to others
- 21.22 Subject to repurchase agreements
- 21.23 Subject to reverse repurchase agreements
- 21.24 Subject to dollar repurchase agreements
- 21.25 Subject to reverse dollar repurchase agreements
- 21.26 Pledged as collateral
- 21.27 Placed under option agreements
- 21.28 Letter stock or securities restricted as to sale
- 21.29 Other

21.3 For category (21.28) provide the following:

1 Nature of Restriction	2 Description	3 Amount

- 22.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [] No [X]
- 22.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No [] N/A [X]
- If no, attach a description with this statement.
- 23.1 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]
- 23.2 If yes, state the amount thereof at December 31 of the current year:
24. 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 []

24.01 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
The Northern Trust Company	50 South LaSalle Street, B-7, Chicago, IL 60675

24.02 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)

24.03 Have there been any changes, including name changes, in the custodian(s) identified in 24.01 during the current year? Yes [] No [X]

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

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

24.05 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

accounts, handle securities and have authority to make investments on behalf of the reporting entity:

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

25.1 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]

25.2 If yes, complete the following schedule:

1	2	3
CUSIP #	Name of Mutual Fund	Book/Adj. Carrying Value
25.2999. TOTAL		0

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

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

26. 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	2	3
	Statement (Admitted) Value	Fair Value	Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
26.1 Bonds.....	80,622,182	82,956,437	2,334,255
26.2 Preferred stocks.....			0
26.3 Totals.....	80,622,182	82,956,437	2,334,255

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

- 1) The fair market value for public issues is obtained from pricing services at year end.
 2) For private issues, the fair value is obtained from outside vendors.

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

27.2 If no, list exceptions:

OTHER

28.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$.....0

28.2 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	2
Name	Amount Paid

29.1 Amount of payments for legal expenses, if any? \$.....384,254

29.2 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	2
Name	Amount Paid

30.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$.....0

30.2 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	2
Name	Amount Paid

GENERAL INTERROGATORIES (continued)

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

- 1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes [] No [X]
 1.2 If yes, indicate premium earned on U.S. business only. _____
 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. \$.....0
 1.5 Indicate total incurred claims on all Medicare Supplement insurance. \$.....0

- 1.6 Individual policies:
 Most current three years:
 1.61 Total premium earned \$.....0
 1.62 Total incurred claims \$.....0
 1.63 Number of covered lives0
 All years prior to most current three years:
 1.64 Total premium earned \$.....0
 1.65 Total incurred claims \$.....0
 1.66 Number of covered lives0

- 1.7 Group policies:
 Most current three years:
 1.71 Total premium earned \$.....0
 1.72 Total incurred claims \$.....0
 1.73 Number of covered lives0
 All years prior to most current three years:
 1.74 Total premium earned \$.....0
 1.75 Total incurred claims0
 1.76 Number of covered lives0

2. Health test:

	1 Current Year	2 Prior Year
2.1 Premium Numerator.....	.....	.....
2.2 Premium Denominator.....	.....130,403,510	.....244,772,685
2.3 Premium Ratio (2.1/2.2).....	.....0.0	.....0.0
2.4 Reserve Numerator.....	.....	.....19,384,409
2.5 Reserve Denominator.....	.....	.....50,107,949
2.6 Reserve Ratio (2.4/2.5).....	.....0.0	.....38.7

- 3.1 Does the reporting entity issue both participating and non-participating policies? Yes [] No [X]
 3.2 If yes, state the amount of calendar year premiums written on:
 3.21 Participating _____
 3.22 Non-participating policies _____

4. For Mutual Reporting Entities and Reciprocal Exchange only:
 4.1 Does the reporting entity issue assessable policies? Yes [] No []
 4.2 Does the reporting entity issue non-assessable policies? Yes [] No []
 4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders?%
 4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. _____

5. For Reciprocal Exchanges only:
 5.1 Does the exchange appoint local agents? Yes [] No []
 5.2 If yes, is the commission paid:
 5.21 Out of Attorney's-in-fact compensation Yes [] No [] N/A []
 5.22 As a direct expense of the exchange Yes [] No [] N/A []
 5.3 What expenses of the exchange are not paid out of the compensation of the Attorney-in-fact?

- 5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions been deferred? Yes [] No []
 5.5 If yes, give full information:

- 6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss?
The Company does not write workers compensation insurance.

- 6.2 Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process:
ACON Re models including RMS and Risk Link. The Company purchases catastrophe reinsurance with coverage limits of \$100 million excess \$6 million for its travel Accident AD&D insurance program.

- 6.3 What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable property insurance loss?
The Company has a reinsurance arrangement whereby all risk relative to property exposures is ceded to an affiliate insurer, IDS Property Casualty. IDS buys catastrophe reinsurance protection to cover both direct and assumed losses arising from property damage.

- 6.4 Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence? Yes [X] No []
 6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to unreinsured catastrophic loss.

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

- 7.2 If yes, indicate the number of reinsurance contracts containing such provisions. _____
 7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)? Yes [] No []

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

- 8.2 If yes, give full information:

GENERAL INTERROGATORIES (continued)

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

- 9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement (i) it recorded a positive or negative underwriting result greater than 3% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 3% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:
- (a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;
 - (b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;
 - (c) Aggregate stop loss reinsurance coverage;
 - (d) An unconditional or unilateral right by either party to commute the reinsurance contract except for such provisions which are only triggered by a decline in the credit status of the other party;
 - (e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or
 - (f) Payment schedule, accounting retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity?
- Yes [] No [X]
- 9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:
- (a) The written premium ceded to the reinsurer by the reporting entity or its affiliate represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or
 - (b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates?
- Yes [] No [X]
- 9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:
- (a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;
 - (b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and
 - (c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.
- 9.4 Except for transactions meeting the requirements of paragraph 30 of SSAP No. 62, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:
- (a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or
 - (b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP?
- Yes [] No [X]
- 9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.
10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurance a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes [X]
- 11.1 Has this reporting entity guaranteed policies issued by any other reporting entity and now in force? No [] N/A []
- 11.2 If yes, give full information: Yes [] No [X]
-
- 12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 13.3 of the assets schedule, Page 2, state the amount of corresponding liabilities recorded for:
- 12.11 Unpaid losses \$.....0
- 12.12 Unpaid underwriting expenses (including loss adjustment expenses) \$.....0
- 12.2 Of the amount on Line 13.3, Page 2, state the amount which is secured by letters of credit, collateral and other funds: \$.....0
- 12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes [] No [] N/A [X]
- 12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
- 12.41 From%
- 12.42 To%
- 12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? Yes [] No [X]
- 12.6 If yes, state the amount thereof at December 31 of current year:
- 12.61 Letters of credit
- 12.62 Collateral and other funds
- 13.1 What amount of installment notes is owned and now held by the reporting entity? \$.....0
- 13.2 Have any of these notes been hypothecated, sold or used in any manner as security for money loaned within the past year? Yes [] No [X]
- 13.3 If yes, what amount?
- 14.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): \$.....6,000,000
- 14.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes [] No [X]
- 14.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of this amount.1
- 15.1 Is the company a cedant in a multiple cedant reinsurance contract? Yes [] No [X]
- 15.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:
-
- 15.3 If the answer to 15.1 is yes, are the methods described in item 15.2 entirely contained in the respective multiple cedant reinsurance contracts? Yes [] No []
- 15.4 If the answer to 15.3 is no, are all the methods described in 15.2 entirely contained in written agreements? Yes [] No []
- 15.5 If the answer to 15.4 is no, please explain:
-
- 16.1 Has the reporting entity guaranteed any financial premium accounts? Yes [] No [X]
- 16.2 If yes, give full information:
-
- 17.1 Does the reporting entity write any warranty business? Yes [] No [X]
- If yes, disclose the following information for each of the following types of warranty coverage:

	1	2	3	4	5
--	---	---	---	---	---

GENERAL INTERROGATORIES (continued)

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

	Direct Losses Incurred	Direct Losses Unpaid	Direct Written Premium	Direct Premium Unearned	Direct Premium Earned
17.11 Home.....					
17.12 Products.....					
17.13 Automobile.....					
17.14 Other*.....					

* Disclose type of coverage:

18.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F-Part 3 that it excludes from Schedule F-Part 5? Yes [] No [X]
 Incurred but not reported losses on contracts not in force on July 1, 1984 or subsequently renewed are exempt from inclusion in Schedule F-Part 5.

Provide the following information for this exemption:

- 18.11 Gross amount of unauthorized reinsurance in Schedule F-Part 3 excluded from Schedule F-Part 5
- 18.12 Unfunded portion of Interrogatory 18.11
- 18.13 Paid losses and loss adjustment expenses portion of Interrogatory 18.11
- 18.14 Case reserves portion of Interrogatory 18.11
- 18.15 Incurred but not reported portion of Interrogatory 18.11
- 18.16 Unearned premium portion of Interrogatory 18.11
- 18.17 Contingent commission portion of Interrogatory 18.11

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

- 18.18 Gross amount of unauthorized reinsurance in Schedule F-Part 3 excluded from Schedule F-Part 5
- 18.19 Unfunded portion of Interrogatory 18.18
- 18.20 Paid losses and loss adjustment expenses portion of Interrogatory 18.18
- 18.21 Case reserves portion of Interrogatory 18.18
- 18.22 Incurred but not reported portion of Interrogatory 18.18
- 18.23 Unearned premium portion of Interrogatory 18.18
- 18.24 Contingent commission portion of Interrogatory 18.18

FIVE-YEAR HISTORICAL DATA

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

	1	2	3	4	5
	2005	2004	2003	2002	2001
Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	285,425,701	229,423,520	184,304,472	140,327,990	107,957,089
2. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	270,770,149	247,030,683	201,530,457	149,751,669	107,220,964
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	70,819,355	56,256,286	38,939,332	24,720,134	15,109,099
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33).....	154,411,446	164,075,897	155,170,228	140,378,492	118,513,140
5. Non-proportional reinsurance lines (Lines 30, 31 & 32).....					
6. Total (Line 34).....	781,426,651	696,786,386	579,944,489	455,178,285	348,800,292
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	19,686,404	10,381,824	9,196,733	13,589,118	13,467,151
8. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	30,503,855	80,774,489	64,215,237	53,968,431	36,812,156
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....				626,874	358,346
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33).....	68,697,982	154,935,867	146,182,085	128,918,562	114,779,988
11. Non-proportional reinsurance lines (Lines 30, 31 & 32).....					
12. Total (Line 34).....	118,888,240	246,092,180	219,594,055	197,102,985	165,417,641
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8).....	77,372,400	130,454,368	114,020,082	66,011,406	62,323,408
14. Net investment gain (loss) (Line 11).....	15,155,008	11,883,252	12,356,143	12,745,537	15,790,760
15. Total other income (Line 15).....	1,843,882	3,280,336	1,550,692	5,981,418	2,723,638
16. Dividends to policyholders (Line 17).....					
17. Federal and foreign income taxes incurred (Line 19).....	69,501,793	47,612,864	40,849,003	27,044,085	27,108,346
18. Net income (Line 20).....	24,869,497	98,005,092	87,077,914	57,694,276	53,729,460
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 24, Col. 3).....	141,439,087	283,613,273	333,334,619	348,068,214	358,869,416
20. Premiums and considerations (Page 2, Col. 3):					
20.1 In course of collection (Line 13.1).....	14,114,549	14,389,412	37,624,478	37,934,904	32,680,361
20.2 Deferred and not yet due (Line 13.2).....					
20.3 Accrued retrospective premiums (Line 13.3).....					
21. Total liabilities excluding protected cell business (Page 3, Line 24).....	26,206,228	66,860,280	127,376,920	171,630,261	187,391,490
22. Losses (Page 3, Lines 1 & 2).....		38,586,183	102,133,647	137,299,702	155,154,364
23. Loss adjustment expenses (Page 3, Line 3).....		6,496	16,496	381,913	762,446
24. Unearned premiums (Page 3, Line 9).....		11,515,270	10,195,775	10,674,110	7,080,970
25. Capital paid up (Page 3, Lines 28 & 29).....	4,597,875	4,597,875	4,597,875	4,597,875	4,597,875
26. Surplus as regards policyholders (Page 3, Line 35).....	115,232,858	216,752,993	205,957,699	176,437,953	171,477,926
Risk-Based Capital Analysis					
27. Total adjusted capital.....	115,232,858	216,752,993	205,957,699	176,437,953	171,477,926
28. Authorized control level risk-based capital.....	11,400,202	12,857,095	17,046,373	19,257,710	16,743,682
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Item divided by Page 2, Line 10, Col. 3) x 100.0					
29. Bonds (Line 1).....	73.5	97.1	82.4	88.4	72.6
30. Stocks (Lines 2.1 & 2.2).....	0.1	0.0	0.0	0.2	0.2
31. Mortgage loans on real estate (Lines 3.1 & 3.2).....					
32. Real estate (Lines 4.1, 4.2 & 4.3).....					
33. Cash, cash equivalents and short-term investments (Line 5).....	26.5	2.9	17.5	11.4	27.2
34. Contract loans (Line 6).....				XXX	XXX
35. Other invested assets (Line 7).....					
36. Receivable for securities (Line 8).....	0.0	0.0		0.0	
37. Aggregate write-ins for invested assets (Line 9).....					
38. Cash, cash equivalents and invested assets (Line 10).....	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
39. Affiliated bonds (Sch. D, Summary, Line 25, Col. 1).....					
40. Affiliated preferred stocks (Sch. D, Summary, Line 39, Col. 1).....					
41. Affiliated common stocks (Sch. D, Summary, Line 53, Col. 2).....					
42. Affiliated short-term investments (subtotals included in Schedule DA, Part 2, Col. 5, Line 11).....					
43. Affiliated mortgage loans on real estate.....					
44. All other affiliated.....					
45. Total of above lines 39 to 44.....	0	0	0	0	0
46. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 45 above divided by Page 3, Col. 1, Line 35 x 100.0).....	0.0				

FIVE-YEAR HISTORICAL DATA

(Continued)

	1	2	3	4	5
	2005	2004	2003	2002	2001
Capital and Surplus Accounts (Page 4)					
47. Net unrealized capital gains (losses) (Line 24).....		324,834	209,783	871,475	1
48. Dividends to stockholders (Line 35).....	(243,600,000)	(87,000,000)	(57,600,000)	(53,700,000)	(62,850,000)
49. Change in surplus as regards policyholders for the year (Line 38).....	(101,520,135)	10,795,294	29,519,745	4,960,026	(9,266,068)
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
50. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	146,008,233	126,341,595	105,509,963	82,674,224	66,338,193
51. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	139,177,331	113,907,779	99,085,940	76,147,268	63,001,508
52. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	28,366,027	25,409,852	19,482,087	10,880,633	8,336,465
53. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33).....	17,504,527	76,982,417	47,005,914	44,778,062	50,105,914
54. Nonproportional reinsurance lines (Lines 30, 31 & 32).....					
55. Total (Line 34).....	331,056,118	342,641,642	271,083,904	214,480,187	187,782,080
Net Losses Paid (Page 9, Part 2, Col. 4)					
56. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	7,027,390	11,182,482	9,437,943	11,408,591	12,005,761
57. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	10,656,046	16,677,574	14,778,516	14,585,195	13,405,102
58. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....				230,263	156,067
59. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33).....	9,634,809	77,094,642	47,322,943	45,539,742	46,279,437
60. Nonproportional reinsurance lines (Lines 30, 31 & 32).....					
61. Total (Line 34).....	27,318,245	104,954,698	71,539,402	71,763,791	71,846,367
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
62. Premiums earned (Line 1).....	100.0	100.0	100.0	100.0	100.0
63. Losses incurred (Line 2).....	(8.6)	16.9	16.5	27.9	27.1
64. Loss expenses incurred (Line 3).....	1.2	1.1	0.7	0.9	0.9
65. Other underwriting expenses incurred (Line 4).....	48.1	28.8	30.9	37.1	33.5
66. Net underwriting gain (loss) (Line 8).....	59.3	53.3	51.8	34.1	38.5
Other Percentages					
67. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 34 x 100.0).....	51.2	27.2	30.3	33.4	31.2
68. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0).....	(7.4)	18.0	17.2	28.7	28.0
69. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 34, divided by Page 3, Line 35, Col. 1 x 100.0).....	103.2	113.5	106.6	111.7	96.5
One Year Loss Development (000 omitted)					
70. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11).....	(21,085)	(11,626)	(15,351)	(2,800)	(16,680)
71. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 70 above divided by Page 4, Line 21, Col. 1 x 100).....	(9.7)	(5.6)	(8.7)	(1.6)	(9.2)
Two Year Loss Development (000 omitted)					
72. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2-Summary, Line 12, Col. 12).....	(24,397)	(29,132)	(16,398)	(27,158)	(24,370)
73. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 72 above divided by Page 4, Line 21, Col. 2 x 100.0).....	(11.8)	(16.5)	(9.6)	(15.0)	(13.3)

SCHEDULE D - SUMMARY BY COUNTRY
Long-Term Bonds and Stocks OWNED December 31 of Current Year

Description	1 Book/Adjusted Carrying Value	2 Fair Value	3 Actual Cost	4 Par Value of Bonds
BONDS				
Governments (Including all obligations guaranteed by governments)	1. United States.....5,941,466 2. Canada..... 3. Other Countries..... 4. Totals.....5,941,466	.....5,849,922...............5,849,922	.....6,116,176...............6,116,176	.....5,200,000...............5,200,000
States, Territories and Possessions (Direct and guaranteed)	5. United States.....1,858,626 6. Canada.....4,345,700 7. Other Countries..... 8. Totals.....6,204,326	.....1,859,041.....4,349,185..........6,208,226	.....1,948,304.....3,933,287..........5,881,591	.....1,855,000.....4,343,712..........6,198,712
Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	9. United States.....11,784,612 10. Canada..... 11. Other Countries..... 12. Totals.....11,784,612	.....12,419,956...............12,419,956	.....11,741,038...............11,741,038	.....12,040,000...............12,040,000
Special Revenue and Special Assessment Obligations and all Non-guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions	13. United States.....54,983,830 14. Canada..... 15. Other Countries..... 16. Totals.....54,983,830	.....56,553,456...............56,553,456	.....55,271,928...............55,271,928	.....54,990,000...............54,990,000
Public Utilities (Unaffiliated)	17. United States..... 18. Canada..... 19. Other Countries..... 20. Totals.....0	....................0	....................0	....................0
Industrial and Miscellaneous and Credit Tenant Loans (Unaffiliated)	21. United States.....1,407,948 22. Canada.....300,000 23. Other Countries..... 24. Totals.....1,707,948	.....1,572,062.....352,816..........1,924,878	.....1,450,036.....300,000..........1,750,036	.....1,385,951.....300,000..........1,685,951
Parent, Subsidiaries and Affiliates	25. Totals.....	.....	.....	.....
	26. Total Bonds.....80,622,182	.....82,956,438	.....80,760,769	.....80,114,663
PREFERRED STOCKS				
Public Utilities (Unaffiliated)	27. United States..... 28. Canada..... 29. Other Countries..... 30. Totals.....0	....................0	....................0	....................0
Banks, Trust and Insurance Companies (Unaffiliated)	31. United States..... 32. Canada..... 33. Other Countries..... 34. Totals.....0	....................0	....................0	....................0
Industrial and Miscellaneous (Unaffiliated)	35. United States..... 36. Canada..... 37. Other Countries..... 38. Totals.....0	....................0	....................0	....................0
Parent, Subsidiaries and Affiliates	39. Totals.....	.....	.....	.....
	40. Total Preferred Stocks.....0	.....0	.....0	.....0
COMMON STOCKS				
Public Utilities (Unaffiliated)	41. United States..... 42. Canada..... 43. Other Countries..... 44. Totals.....0	....................0	....................0	....................0
Banks, Trust and Insurance Companies (Unaffiliated)	45. United States..... 46. Canada..... 47. Other Countries..... 48. Totals.....0	....................0	....................0	....................0
Industrial and Miscellaneous (Unaffiliated)	49. United States.....81,543 50. Canada..... 51. Other Countries..... 52. Totals.....81,543	.....81,543...............81,543	.....81,541...............81,541	.....81,541...............81,541
Parent, Subsidiaries and Affiliates	53. Totals.....	.....	.....	.....
	54. Total Common Stocks.....81,543	.....81,543	.....81,541	.....81,541
	55. Total Stocks.....81,543	.....81,543	.....81,541	.....81,541
	56. Total Bonds and Stocks.....80,703,725	.....83,037,981	.....80,842,310	.....80,842,310

SCHEDULE D - VERIFICATION BETWEEN YEARS

Bonds and Stocks

1. Book/adjusted carrying value of bonds and stocks, prior year.....	216,771,482	7. Amortization of premium.....	561,952
2. Cost of bonds and stocks acquired, Column 7, Part 3.....	20,664,977	8. Foreign exchange adjustment:	
3. Accrual of discount.....	56,494	8.1 Column 15, Part 1.....	128,790
4. Increase (decrease) by adjustment:		8.2 Column 19, Part 2, Section 1.....	
4.1 Columns 12 - 14, Part 1.....		8.3 Column 16, Part 2, Section 2.....	
4.2 Columns 15 - 17, Part 2, Section 1.....		8.4 Column 15, Part 4.....	128,790
4.3 Column 15, Part 2, Section 2.....		9. Book/adjusted carrying value at end of current period.....	80,703,722
4.4 Columns 11 - 13, Part 4.....	0	10. Total valuation allowance.....	
5. Total gain (loss), Column 19, Part 4.....	4,571,527	11. Subtotal (Lines 9 plus 10).....	80,703,722
6. Deduct consideration for bonds and stocks disposed of, Column 7, Part 4.....	160,927,596	12. Total nonadmitted amounts.....	
		13. Statement value of bonds and stocks, current year.....	80,703,722

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES

SCHEDULE P - PART 1 - SUMMARY

(\$'000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)	12 Number of Claims Reported-Direct and Assumed
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments				
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior.....	XXX.....	XXX.....	XXX.....	75.....	75.....	12.....	12.....	0.....	0.....	.....	0.....	XXX.....
2. 1996.....	312,735.....	90,898.....	221,837.....	181,163.....	54,388.....	4,598.....	3,574.....	475.....	12.....	282.....	128,261.....	XXX.....
3. 1997.....	210,820.....	90,223.....	120,598.....	84,289.....	53,382.....	4,380.....	3,760.....	590.....	76.....	348.....	32,041.....	XXX.....
4. 1998.....	228,642.....	102,960.....	125,682.....	104,887.....	65,987.....	4,265.....	3,898.....	1,087.....	539.....	313.....	39,814.....	XXX.....
5. 1999.....	251,109.....	118,517.....	132,592.....	111,028.....	74,718.....	4,730.....	4,264.....	1,335.....	727.....	280.....	37,385.....	XXX.....
6. 2000.....	272,150.....	136,292.....	135,859.....	126,700.....	95,574.....	4,263.....	3,926.....	1,915.....	1,017.....	293.....	32,361.....	XXX.....
7. 2001.....	330,459.....	168,417.....	162,042.....	179,722.....	126,680.....	5,924.....	5,257.....	2,680.....	985.....	276.....	55,403.....	XXX.....
8. 2002.....	430,172.....	236,662.....	193,510.....	200,295.....	158,190.....	6,015.....	5,622.....	3,706.....	2,093.....	345.....	44,111.....	XXX.....
9. 2003.....	550,508.....	330,436.....	220,072.....	246,530.....	204,125.....	5,783.....	5,469.....	5,452.....	3,868.....	425.....	44,303.....	XXX.....
10. 2004.....	671,526.....	426,754.....	244,773.....	273,400.....	228,369.....	3,371.....	3,215.....	8,216.....	6,256.....	365.....	47,148.....	XXX.....
11. 2005.....	766,849.....	636,446.....	130,404.....	231,472.....	221,640.....	1,060.....	942.....	8,174.....	7,120.....	8.....	11,004.....	XXX.....
12. Totals.....	XXX.....	XXX.....	XXX.....	1,739,561.....	1,283,128.....	44,401.....	39,939.....	33,630.....	22,694.....	2,934.....	471,832.....	XXX.....

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding-Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1. Prior.....	15.....	15.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	0.....	XXX.....
2. 1996.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	0.....	XXX.....
3. 1997.....	487.....	487.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	0.....	XXX.....
4. 1998.....	138.....	138.....	99.....	99.....	100.....	100.....	73.....	73.....	11.....	11.....	.....	0.....	XXX.....
5. 1999.....	180.....	180.....	330.....	330.....	66.....	66.....	161.....	161.....	14.....	14.....	.....	0.....	XXX.....
6. 2000.....	366.....	366.....	562.....	562.....	169.....	169.....	245.....	245.....	49.....	49.....	.....	0.....	XXX.....
7. 2001.....	17,974.....	17,974.....	2,037.....	2,037.....	617.....	617.....	132.....	132.....	197.....	197.....	.....	0.....	XXX.....
8. 2002.....	4,807.....	4,807.....	2,893.....	2,893.....	1,146.....	1,146.....	762.....	762.....	348.....	348.....	.....	0.....	XXX.....
9. 2003.....	12,306.....	12,306.....	9,177.....	9,177.....	2,666.....	2,666.....	1,718.....	1,718.....	1,035.....	1,035.....	.....	0.....	XXX.....
10. 2004.....	28,328.....	28,328.....	36,708.....	36,708.....	4,750.....	4,750.....	4,722.....	4,722.....	2,927.....	2,927.....	.....	0.....	XXX.....
11. 2005.....	76,615.....	76,615.....	109,275.....	109,275.....	7,470.....	7,470.....	10,770.....	10,770.....	10,171.....	10,171.....	.....	0.....	XXX.....
12. Totals.....	141,214.....	141,214.....	161,081.....	161,081.....	16,984.....	16,984.....	18,581.....	18,581.....	14,752.....	14,752.....	0.....	0.....	XXX.....

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves after Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1. Prior..	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	.....	.....	XXX.....	0.....	0.....
2. 1996..	186,236.....	57,975.....	128,261.....	59.6.....	63.8.....	57.8.....	.....	.....	.....	0.....	0.....
3. 1997..	89,745.....	57,704.....	32,041.....	42.6.....	64.0.....	26.6.....	.....	.....	.....	0.....	0.....
4. 1998..	110,660.....	70,845.....	39,814.....	48.4.....	68.8.....	31.7.....	.....	.....	.....	0.....	0.....
5. 1999..	117,844.....	80,458.....	37,385.....	46.9.....	67.9.....	28.2.....	.....	.....	.....	0.....	0.....
6. 2000..	134,269.....	101,908.....	32,361.....	49.3.....	74.8.....	23.8.....	.....	.....	.....	0.....	0.....
7. 2001..	209,282.....	153,880.....	55,403.....	63.3.....	91.4.....	34.2.....	.....	.....	.....	0.....	0.....
8. 2002..	219,972.....	175,860.....	44,111.....	51.1.....	74.3.....	22.8.....	.....	.....	.....	0.....	0.....
9. 2003..	284,666.....	240,363.....	44,303.....	51.7.....	72.7.....	20.1.....	.....	.....	.....	0.....	0.....
10. 2004..	362,421.....	315,273.....	47,148.....	54.0.....	73.9.....	19.3.....	.....	.....	.....	0.....	0.....
11. 2005..	455,007.....	444,003.....	11,004.....	59.3.....	69.8.....	8.4.....	.....	.....	.....	0.....	0.....
12. Totals	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	0.....	0.....	XXX.....	0.....	0.....

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

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	Incurred Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted)										DEVELOPMENT	
	1	2	3	4	5	6	7	8	9	10	11	12
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	One Year	Two Year
1. Prior.....	218,598	219,537	219,091	219,439	219,570	219,763	219,698	219,787	219,788	219,788	0	1
2. 1996.....	142,141	140,726	128,893	128,077	127,583	127,795	127,803	127,797	127,799	127,799	(0)	1
3. 1997.....	XXX	39,191	42,492	33,550	32,187	31,397	31,540	31,529	31,528	31,528	0	(1)
4. 1998.....	XXX	XXX	51,498	52,333	40,879	39,929	39,456	39,265	39,266	39,266	0	2
5. 1999.....	XXX	XXX	XXX	46,161	49,872	36,307	37,191	36,819	36,771	36,777	6	(42)
6. 2000.....	XXX	XXX	XXX	XXX	45,240	43,460	32,473	31,841	31,472	31,463	(9)	(378)
7. 2001.....	XXX	XXX	XXX	XXX	XXX	60,422	68,102	55,636	54,130	53,708	(422)	(1,927)
8. 2002.....	XXX	XXX	XXX	XXX	XXX	XXX	57,012	55,258	43,388	42,498	(890)	(12,760)
9. 2003.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	52,011	54,175	42,719	(11,455)	(9,292)
10. 2004.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	53,503	45,188	(8,315)	XXX
11. 2005.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	9,949	XXX	XXX
12. Totals.....											(21,085)	(24,397)

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	Cumulative Paid Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005		
1. Prior.....	000	1,518	76,257	106,183	135,467	150,999	164,076	174,348	219,788	219,788	XXX	XXX
2. 1996.....	5,327	7,461	43,080	43,614	72,722	88,914	101,588	114,218	127,799	127,799	XXX	XXX
3. 1997.....	XXX	19,512	29,713	31,212	31,367	31,324	31,530	31,529	31,528	31,528	XXX	XXX
4. 1998.....	XXX	XXX	27,081	37,889	38,703	39,455	39,387	39,265	39,266	39,266	XXX	XXX
5. 1999.....	XXX	XXX	XXX	19,491	33,505	34,682	35,165	36,747	36,771	36,777	XXX	XXX
6. 2000.....	XXX	XXX	XXX	XXX	19,326	29,907	30,948	31,275	31,399	31,463	XXX	XXX
7. 2001.....	XXX	XXX	XXX	XXX	XXX	28,105	50,224	52,977	53,683	53,708	XXX	XXX
8. 2002.....	XXX	XXX	XXX	XXX	XXX	XXX	22,776	40,508	42,025	42,498	XXX	XXX
9. 2003.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	26,927	41,777	42,719	XXX	XXX
10. 2004.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	29,190	45,188	XXX	XXX
11. 2005.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	9,949	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	Bulk and IBNR Reserves on Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted)									
	1	2	3	4	5	6	7	8	9	10
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
1. Prior.....	1,317	668	141,815	113,106	84,074	68,697	55,610	45,439		
2. 1996.....	844	611	85,000	83,831	54,810	38,868	26,210	13,579		
3. 1997.....	XXX	17,794	11,774	2,190	406	7	1	(0)		
4. 1998.....	XXX	XXX	21,318	13,964	1,889	325	15	0	0	
5. 1999.....	XXX	XXX	XXX	22,890	15,867	1,317	348	72	(0)	
6. 2000.....	XXX	XXX	XXX	XXX	23,181	13,074	1,289	541	73	
7. 2001.....	XXX	XXX	XXX	XXX	XXX	18,565	13,555	1,199	409	
8. 2002.....	XXX	XXX	XXX	XXX	XXX	XXX	19,621	12,567	1,363	
9. 2003.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	19,183	11,673	
10. 2004.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	18,046	
11. 2005.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

States, Etc.	1 Is Insurer Licensed? (YES or NO)	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges not Included in Premiums	9 Direct Premiums Written for Federal Purchasing Groups (Incl. in Col. 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama.....AL	YES	4,518,465	4,446,853	N / A	1,262,511	1,106,909	990,844	14,484	N / A
2. Alaska.....AK	YES	709,505	716,758	N / A	51,946	38,657	56,050		N / A
3. Arizona.....AZ	YES	31,427,771	30,774,423	N / A	15,386,836	19,551,901	12,786,191	82,279	N / A
4. Arkansas.....AR	YES	2,805,262	2,771,241	N / A	1,549,864	1,095,630	1,207,249	12,720	N / A
5. California.....CA	YES	210,210,305	203,669,280	N / A	97,142,818	121,461,397	75,299,444	371,869	N / A
6. Colorado.....CO	YES	18,278,360	17,916,998	N / A	8,789,990	9,605,374	7,526,321	50,073	N / A
7. Connecticut.....CT	YES	14,850,033	14,791,368	N / A	7,329,250	6,786,157	5,767,680	65,730	N / A
8. Delaware.....DE	YES	2,806,544	2,725,781	N / A	1,312,016	1,648,035	1,236,612	9,011	N / A
9. District of Columbia.....DC	YES	2,403,510	2,384,583	N / A	376,625	338,610	166,092	3,702	N / A
10. Florida.....FL	YES	60,106,122	58,815,685	N / A	31,212,440	29,791,984	25,617,289	256,050	N / A
11. Georgia.....GA	YES	24,901,927	24,547,276	N / A	10,923,251	11,643,264	8,162,859	122,467	N / A
12. Hawaii.....HI	YES	2,838,077	2,707,591	N / A	757,800	1,748,588	1,431,136	1,555	N / A
13. Idaho.....ID	YES	1,366,154	1,296,436	N / A	386,281	572,556	382,689	536	N / A
14. Illinois.....IL	YES	20,797,707	20,963,200	N / A	7,061,140	7,738,730	5,998,390	76,816	N / A
15. Indiana.....IN	YES	7,756,205	7,685,291	N / A	3,021,708	3,777,902	3,051,310	35,107	N / A
16. Iowa.....IA	YES	2,622,504	2,601,533	N / A	1,051,667	1,507,449	1,399,352	9,691	N / A
17. Kansas.....KS	YES	2,536,358	2,487,449	N / A	737,394	1,287,981	1,117,010		N / A
18. Kentucky.....KY	YES	1,558,698	1,565,807	N / A	165,445	1,289,247	1,090,134		N / A
19. Louisiana.....LA	YES	2,913,965	2,943,720	N / A	696,278	622,399	269,881		N / A
20. Maine.....ME	YES	524,640	521,751	N / A	68,404	38,622	44,076		N / A
21. Maryland.....MD	YES	18,191,023	17,739,144	N / A	7,288,774	8,655,421	7,348,999	53,223	N / A
22. Massachusetts.....MA	YES	9,256,577	9,299,370	N / A	1,830,083	1,557,605	832,169		N / A
23. Michigan.....MI	YES	34,897,197	34,266,715	N / A	19,936,103	20,500,856	24,535,506	88,553	N / A
24. Minnesota.....MN	YES	16,081,439	16,179,293	N / A	8,700,149	12,244,365	10,094,016	72,218	N / A
25. Mississippi.....MS	YES	1,758,969	1,751,062	N / A	927,887	1,138,722	485,621	5,122	N / A
26. Missouri.....MO	YES	6,730,132	6,530,198	N / A	2,450,670	3,305,111	2,288,607	19,895	N / A
27. Montana.....MT	YES	589,080	587,089	N / A	130,431	28,955	52,844		N / A
28. Nebraska.....NE	YES	2,080,640	2,026,972	N / A	856,001	733,019	820,251	9,087	N / A
29. Nevada.....NV	YES	12,228,102	11,975,121	N / A	5,333,314	7,671,128	6,556,730	28,707	N / A
30. New Hampshire.....NH	YES	1,379,534	1,392,242	N / A	145,099	88,264	88,160		N / A
31. New Jersey.....NJ	YES	18,393,831	17,985,185	N / A	3,178,978	4,949,627	3,788,931	4,906	N / A
32. New Mexico.....NM	YES	2,333,822	2,289,242	N / A	788,905	915,800	420,208	4,135	N / A
33. New York.....NY	YES	62,996,111	63,600,412	N / A	24,081,950	22,227,161	21,376,331	237,165	N / A
34. North Carolina.....NC	YES	8,010,642	7,889,202	N / A	2,260,949	2,334,908	1,900,716	24,222	N / A
35. North Dakota.....ND	YES	321,654	322,449	N / A	7,108	382	9,338		N / A
36. Ohio.....OH	YES	13,962,732	13,824,433	N / A	5,148,001	5,353,152	4,102,093	62,179	N / A
37. Oklahoma.....OK	YES	2,794,865	2,729,404	N / A	738,328	761,346	1,172,470	12,078	N / A
38. Oregon.....OR	YES	16,297,611	15,811,204	N / A	7,612,835	11,701,691	9,260,312	35,167	N / A
39. Pennsylvania.....PA	YES	18,541,126	18,626,323	N / A	7,586,075	9,519,071	9,213,236	57,944	N / A
40. Rhode Island.....RI	YES	1,163,741	1,175,334	N / A	128,238	92,451	87,246		N / A
41. South Carolina.....SC	YES	5,633,638	5,522,357	N / A	2,204,416	1,751,444	1,401,772	19,851	N / A
42. South Dakota.....SD	YES	1,615,592	1,640,660	N / A	120,088	173,484	94,049	1,922	N / A
43. Tennessee.....TN	YES	7,240,201	7,117,999	N / A	2,368,991	2,869,885	2,432,907	32,216	N / A
44. Texas.....TX	YES	26,409,651	26,379,019	N / A	8,642,344	9,763,268	7,147,391	68,221	N / A
45. Utah.....UT	YES	5,611,661	5,499,421	N / A	1,967,083	2,720,667	1,526,433	6,684	N / A
46. Vermont.....VT	YES	454,772	452,719	N / A	72,002	34,013	36,117		N / A
47. Virginia.....VA	YES	15,913,429	15,260,657	N / A	5,140,171	5,687,213	3,553,301	32,643	N / A
48. Washington.....WA	YES	39,391,322	37,304,956	N / A	17,483,796	24,670,114	21,402,176	55,701	N / A
49. West Virginia.....WV	YES	514,541	516,945	N / A	48,238	4,566,118	4,582,653		N / A
50. Wisconsin.....WI	YES	4,845,817	4,840,252	N / A	1,757,855	2,855,883	2,036,908	21,678	N / A
51. Wyoming.....WY	YES	307,475	310,138	N / A	29,671	18,982	20,725		N / A
52. American Samoa.....AS	NO			N / A					N / A
53. Guam.....GU	NO	94,392	93,997	N / A	8,024	11,263	3,239		N / A
54. Puerto Rico.....PR	YES	478,106	477,223	N / A	339,418	345,998	6,467		N / A
55. US Virgin Islands.....VI	NO	151,006	150,621	N / A	73,029	76,932	3,903		N / A
56. Canada.....CN	YES	1,452,980	1,569,176	N / A	32,564	(230,679)	2,421		N / A
57. Aggregate Other Alien.....OT	XXX	323,675	332,205	0	379,735	379,735	0	0	0
58. Totals.....(a).....52		774,379,200	759,801,761	0	329,080,967	391,124,746	302,294,854	2,065,608	0

DETAILS OF WRITE-INS

5701. OT.....XXX		323,675	332,205	N / A	379,735	379,735			N / A
5702. ....XXX									
5703. ....XXX									
5798. Summary of remaining write-ins for Line 57 from overflow page	XXX	0	0	0	0	0	0	0	0
5799. Totals (Lines 5701 thru 5703 + Line 5798) (Line 57 above)	XXX	323,675	332,205	0	379,735	379,735	0	0	0

Explanation of Basis of Allocation of Premiums by States, etc.

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

SCHEDULE T - PART 2
INTERSTATE COMPACT PRODUCTS - EXHIBIT OF PREMIUMS WRITTEN
 Allocated by States and Territories

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

NONE

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

PART 1 - ORGANIZATIONAL CHART

