



LIFE AND ACCIDENT AND HEALTH COMPANIES—ASSOCIATION EDITION

ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2004
OF THE CONDITION AND AFFAIRS OF THE
AMERICAN PARTNERS LIFE INSURANCE COMPANY

NAIC Group Code	0004	0004	NAIC Company Code	93653	Employer's ID Number	03-0281692
	(Current Period)	(Prior Period)				
Organized under the Laws of	Arizona			State of Domicile or Port of Entry	Arizona	
Country of Domicile	United States of America					
Incorporated	12/07/1981			Commenced Business	12/28/1981	
Statutory Home Office	3225 North Central Avenue			Phoenix, AZ 85012		
	(Street and Number)			(City or Town, State and Zip Code)		
Main Administrative Office	1751 AXP Financial Center			Minneapolis, MN 55474		612-671-3131
	(Street and Number)			(City or Town, State and Zip Code)		(Area Code) (Telephone Number)
Mail Address	227 Ameriprise Financial Center			Minneapolis, MN 55474		
	(Street and Number or P.O. Box)			(City or Town, State and Zip Code)		
Primary Location of Books and Records	1751 Ameriprise Financial Center			Minneapolis, MN 55474		612-671-3969
	(Street and Number)			(City or Town, State and Zip Code)		(Area Code) (Telephone Number)
Internet Website Address						
Statutory Statement Contact	Jill L Rickheim			612-671-3969		
	(Name)			(Area Code) (Telephone Number) (Extension)		
	jill.l.rickheim@aexp.com			612-671-2154		
	(E-mail Address)			(FAX Number)		
Policyowner Relations Contact	1751 AXP Financial Center			Minneapolis, MN 55474		800-862-7919
	(Street and Number)			(City or Town, State and Zip Code)		(Area Code) (Telephone Number) (Extension)

OFFICERS

Name	Title	Name	Title
Gumer Cruz Alvero	President	Mark Edward Schwarzmnn #	Chairman of the Board and CEO
Paul Roberts Johnston #	Assistant General Counsel and Secretary	John Michael Weum	Appointed Actuary

OTHER OFFICERS

Timothy Vernon Bechtold	Vice President - Insurance Products	Arthur Howard Berman #	Vice President - Finance
Lorraine Rose Hart	Vice President - Investments	Michelle Marie Keeley	Vice President - Investments
Mary Ellyn Minenko	Vice President, Group Counsel and Assistant Secretary	Thomas William Murphy #	Vice President - Investments
Walter Stanley Berman	Vice President and Treasurer	David Kent Stewart #	Vice President and Controller

DIRECTORS OR TRUSTEES

Gumer Cruz Alvero	Timothy Vernon Bechtold	Arthur Howard Berman	Balakrish Roger Natarajan
Mark Edward Schwarzmnn #			

State of Minnesota.....
County of Hennepin.....

ss

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

Gumer Cruz Alvero President	Paul Roberts Johnston Assistant General Counsel and Secretary	David Kent Stewart Vice President and Controller
--------------------------------	--	---

Subscribed and sworn to before me this
14th day of February, 2005

Renee A. Bobick, Notary Public - Minnesota
January 31, 2010

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

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

ASSETS

	Current Year			Prior Year
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1. Bonds (Schedule D).....	404,036,308		404,036,308	374,077,120
2. Stocks (Schedule D):				
2.1 Preferred stocks	11,698,362		11,698,362	10,703,661
2.2 Common stocks				
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens	51,752,863		51,752,863	49,256,953
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances).....				
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$ (530,013) , Schedule E, Part 1), cash equivalents (\$ 7,195,213 , Schedule E, Part 2) and short-term investments (\$, Schedule DA).....	6,665,201		6,665,201	3,107,191
6. Contract loans, (including \$ premium notes)				
7. Other invested assets (Schedule BA)				
8. Receivable for securities	3,625		3,625	1,559,446
9. Aggregate write-ins for invested assets				
10. Subtotals, cash and invested assets (Lines 1 to 9)	474,156,359		474,156,359	438,704,371
11. Investment income due and accrued	4,923,763		4,923,763	4,740,584
12. Premiums and considerations:				
12.1 Uncollected premiums and agents' balances in the course of collection				
12.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premium).....				
12.3 Accrued retrospective premium.....				
13. Reinsurance:				
13.1 Amounts recoverable from reinsurers				
13.2 Funds held by or deposited with reinsured companies				
13.3 Other amounts receivable under reinsurance contracts	255,803		255,803	
14. Amounts receivable relating to uninsured plans				
15.1 Current federal and foreign income tax recoverable and interest thereon	1,615,258		1,615,258	36,210
15.2 Net deferred tax asset.....	6,454,124	6,075,025	379,099	943,255
16. Guaranty funds receivable or on deposit	7,834		7,834	9,536
17. Electronic data processing equipment and software.....				
18. Furniture and equipment, including health care delivery assets (\$)				
19. Net adjustment in assets and liabilities due to foreign exchange rates				
20. Receivables from parent, subsidiaries and affiliates	91,478		91,478	75,975
21. Health care (\$) and other amounts receivable.....				
22. Other assets nonadmitted				
23. Aggregate write-ins for other than invested assets	139,851		139,851	472,289
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23).....	487,644,470	6,075,025	481,569,445	444,982,220
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	14,815,114		14,815,114	15,961,915
26. Total (Lines 24 and 25)	502,459,584	6,075,025	496,384,559	460,944,135
DETAILS OF WRITE-INS				
0901.				
0902.				
0903.				
0998. Summary of remaining write-ins for Line 9 from overflow page				
0999. Totals (Lines 0901 thru 0903 plus 0998)(Line 9 above)				
2301. Miscellaneous Assets.....	139,851		139,851	139,001
2302. Reinsurance Receivable.....				333,288
2303.				
2398. Summary of remaining write-ins for Line 23 from overflow page				
2399. Totals (Lines 2301 thru 2303 plus 2398)(Line 23 above)	139,851		139,851	472,289

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$ 422,028,398 (Exh. 5, Line 9999999) less \$ included in Line 6.3 (including \$ Modco Reserve)	422,028,398	393,742,216
2. Aggregate reserve for accident and health contracts (Exhibit 6, Line 17, Col. 1)(including \$ Modco Reserve)		
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$ Modco Reserve)		
4. Contract claims: 4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11)	255,803	333,288
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11)		
5. Policyholders' dividends \$ and coupons \$ due and unpaid (Exhibit 4, Line 10)		
6. Provision for policyholders' dividends and coupons payable in following calendar year—estimated amounts: 6.1 Dividends apportioned for payment to (including \$ Modco).....		
6.2 Dividends not yet apportioned (including \$ Modco)		
6.3 Coupons and similar benefits (including \$ Modco)		
7. Amount provisionally held for deferred dividend policies not included in Line 6		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ discount; including \$ accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of Lines 4 and 14)		
9. Contract liabilities not included elsewhere: 9.1 Surrender values on canceled contracts		
9.2 Provision for experience rating refunds, including \$ accident and health experience rating refunds		
9.3 Other amounts payable on reinsurance including \$ 1,090,697 assumed and \$ ceded	1,090,697	936,713
9.4 Interest maintenance reserve (IMR Line 6)		
10. Commissions to agents due or accrued-life contracts and annuity contracts \$ accident and health \$ and deposit-type contract funds \$		
11. Commissions and expense allowances payable on reinsurance assumed		
12. General expenses due or accrued (Exhibit 2, Line 12, Col. 6)	(1,018,023)	487,944
13. Transfers to Separate Accounts due or accrued (net) (Including \$ accrued for expense allowances recognized in reserves, net of reinsured allowances)		
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5)	5,041	
15.1 Current federal and foreign income taxes including \$ on realized capital gains (losses)		918,278
15.2 Net deferred tax liability		
16. Unearned investment income		
17. Amounts withheld or retained by company as agent or trustee	6,001	4,767
18. Amounts held for agents' account, including \$ agents' credit balances		
19. Remittances and items not allocated	480,246	511,620
20. Net adjustment in assets and liabilities due to foreign exchange rates		
21. Liability for benefits for employees and agents if not included above		
22. Borrowed money \$ and interest thereon \$		
23. Dividends to stockholders declared and unpaid		
24. Miscellaneous liabilities: 24.1 Asset valuation reserve (AVR, Line 16, Col. 7)	3,733,610	3,094,178
24.2 Reinsurance in unauthorized companies		
24.3 Funds held under reinsurance treaties with unauthorized reinsurers		
24.4 Payable to parent, subsidiaries and affiliates		
24.5 Drafts outstanding		
24.6 Liability for amounts held under uninsured accident and health plans		
24.7 Funds held under coinsurance		
24.8 Payable for securities		
24.9 Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities		
26. Total Liabilities excluding Separate Accounts business (Lines 1 to 25)	426,581,773	400,029,004
27. From Separate Accounts Statement	14,815,114	15,961,915
28. Total Liabilities (Lines 26 and 27)	441,396,887	415,990,919
29. Common capital stock	2,500,000	2,500,000
30. Preferred capital stock		
31. Aggregate write-ins for other than special surplus funds		
32. Surplus notes		
33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1)	44,543,256	44,543,256
34. Aggregate write-ins for special surplus funds		
35. Unassigned funds (surplus)	7,944,415	(2,090,039)
36. Less treasury stock, at cost: 36.1 shares common (value included in Line 29 \$)		
36.2 shares preferred (value included in Line 30 \$)		
37. Surplus (total Lines 31+32+33+34+35-36) (Including \$ in Separate Accounts Statement)	52,487,671	42,453,217
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55)	54,987,671	44,953,217
39. Totals of Lines 28 and 38 (Page 2, Line 26, Col. 3)	496,384,558	460,944,136
DETAILS OF WRITE-INS		
2501.		
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)		
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page		
3199. Totals (Lines 3101 thru 3103 plus 3198)(Line 31 above)		
3401.		
3402.		
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page		
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)		

SUMMARY OF OPERATIONS

(Excluding Unrealized Capital Gains and Losses)

	1 Current Year	2 Prior Year
1. Premiums and annuity considerations for life and accident and health contracts (Exhibit 1, Part 1, Line 20.4, Col. 1, less Col. 11)	72,718,250	73,488,160
2. Considerations for supplementary contracts with life contingencies		
3. Net investment income (Exhibit of Net Investment Income, Line 17)	27,117,988	26,136,638
4. Amortization of interest maintenance reserve (IMR) (Line 5)	(389,080)	(469,512)
5. Separate Accounts net gain from operations excluding unrealized gains or losses		
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1)		
7. Reserve adjustments on reinsurance ceded		
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts	277,902	306,146
8.2 Charges and fees for deposit-type contracts		
8.3 Aggregate write-ins for miscellaneous income		11,675
9. Total (Lines 1 to 8.3)	99,725,060	99,473,107
10. Death benefits	771,174	1,086,105
11. Matured endowments (excluding guaranteed annual pure endowments)		
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8)	3,085,174	2,010,247
13. Disability benefits and benefits under accident and health contracts		
14. Coupons, guaranteed annual pure endowments and similar benefits		
15. Surrender benefits and withdrawals for life contracts	55,667,672	51,335,141
16. Group conversions		
17. Interest and adjustments on contracts or deposit-type contract funds		134
18. Payments on supplementary contracts with life contingencies		
19. Increase in aggregate reserves for life and accident and health contracts	28,286,182	34,997,785
20. Totals (Lines 10 to 19)	87,810,202	89,429,412
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1)		28,228
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1)	24,681	
23. General insurance expenses (Exhibit 2, Line 10, Cols. 1, 2, 3 and 4)	1,986,656	4,748,950
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3)	247,116	150,213
25. Increase in loading on deferred and uncollected premiums		
26. Net transfers to or (from) Separate Accounts net of reinsurance	(1,992,774)	(2,456,555)
27. Aggregate write-ins for deductions		
28. Totals (Lines 20 to 27)	88,075,881	91,900,248
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	11,649,179	7,572,859
30. Dividends to policyholders		
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	11,649,179	7,572,859
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	963,070	3,545,141
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	10,686,109	4,027,718
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$ 109,527 (excluding taxes of \$ 90,543 transferred to the IMR)	(35,255)	(190,749)
35. Net income (Line 33 plus Line 34)	10,650,854	3,836,969
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2)	44,953,217	40,243,017
37. Net income (Line 35)	10,650,854	3,836,969
38. Change in net unrealized capital gains (losses)	(5,299)	932,205
39. Change in net unrealized foreign exchange capital gain (loss)		
40. Change in net deferred income tax	(2,458,319)	1,807,165
41. Change in nonadmitted assets and related items	2,486,650	(209,701)
42. Change in liability for reinsurance in unauthorized companies		
43. Change in reserve on account of change in valuation basis, (increase) or decrease (Exhibit 5A, Line 9999999, Col. 4)		
44. Change in asset valuation reserve (Page 35, Lines 2 + 3 + 4 + 5 - 6 + 7 + 11 + 14 + 15, Column 7).....	(639,432)	(1,656,439)
45. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Col. 2 minus Col. 1)		
46. Surplus (contributed to) withdrawn from Separate Accounts during period		
47. Other changes in surplus in Separate Accounts Statement		
48. Change in surplus notes		
49. Cumulative effect of changes in accounting principles		
50. Capital changes:		
50.1 Paid in		
50.2 Transferred from surplus (Stock Dividend)		
50.3 Transferred to surplus		
51. Surplus adjustment:		
51.1 Paid in		
51.2 Transferred to capital (Stock Dividend)		
51.3 Transferred from capital		
51.4 Change in surplus as a result of reinsurance		
52. Dividends to stockholders		
53. Aggregate write-ins for gains and losses in surplus		
54. Net change in capital and surplus for the year (Lines 37 through 53)	10,034,454	4,710,200
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38)	54,987,671	44,953,217
DETAILS OF WRITE-INS		
08.301. Miscellaneous fee income.....		11,675
08.302.		
08.303.		
08.398. Summary of remaining write-ins for Line 8.3 from overflow page		
08.399. TOTALS (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)		11,675
2701.		
2702.		
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page		
2799. TOTALS (Lines 2701 thru 2703 plus 2798) (Line 27 above)		
5301.		
5302.		
5303.		
5398. Summary of remaining write-ins for Line 53 from overflow page		
5399. TOTALS (Lines 5301 thru 5303 plus 5398) (Line 53 above)		

CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
Cash from Operations		
1. Premiums collected net of reinsurance.....	72,718,250	73,488,160
2. Net investment income	27,892,859	25,542,475
3. Miscellaneous income	277,902	115,985
4. Total (Lines 1 to 3)	100,889,011	99,146,620
5. Benefits and loss related payments	59,447,521	54,758,602
6. Net transfers to Separate, Segregated Accounts and Protected Cell Accounts.....	(1,992,774)	(2,456,555)
7. Commissions, expenses paid and aggregate write-ins for deductions	3,534,210	4,507,076
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) \$ net of tax on capital gains (losses)	3,587,149	3,513,702
10. Total (Lines 5 through 9)	64,576,106	60,322,825
11. Net cash from operations (Line 4 minus Line 10)	36,312,905	38,823,795
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	50,792,569	102,809,643
12.2 Stocks		512
12.3 Mortgage loans	5,689,055	4,477,900
12.4 Real estate		
12.5 Other invested assets		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	(169)	1,012
12.7 Miscellaneous proceeds	1,561,121	
12.8 Total investment proceeds (Lines 12.1 to 12.7)	58,042,576	107,289,067
13. Cost of investments acquired (long-term only):		
13.1 Bonds	81,337,572	150,947,954
13.2 Stocks	1,000,000	849
13.3 Mortgage loans	8,184,965	3,450,000
13.4 Real estate		
13.5 Other invested assets		
13.6 Miscellaneous applications	294,154	
13.7 Total investments acquired (Lines 13.1 to 13.6)	90,816,691	154,398,803
14. Net increase (or decrease) in policy loans and premium notes		
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(32,774,115)	(47,109,736)
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.....		
16.3 Borrowed funds		
16.4 Net deposits on deposit-type contracts and other insurance liabilities		
16.5 Dividends to stockholders		
16.6 Other cash provided (applied).....	19,219	(949,374)
17. Net cash from financing and miscellaneous sources (Line 16.1 to Line 16.4 minus Line 16.5 plus Line 16.6)	19,219	(949,374)
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
18. Net change in cash and short-term investments (Line 11 plus Line 15 plus Line 17)	3,558,009	(9,235,315)
19. Cash and short-term investments:		
19.1 Beginning of year	3,107,192	12,342,507
19.2 End of period (Line 18 plus Line 19.1).....	6,665,201	3,107,192

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

ANALYSIS OF OPERATIONS BY LINES OF BUSINESS (Gain and Loss Exhibit) (Excluding Capital Gains and Losses)

	1	2	Ordinary			6	Group		Accident and Health			12
	Total	Industrial Life	3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts	Credit Life (Group and Individual)	7 Life Insurance (a)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other	Aggregate of All Other Lines of Business
1. Premiums and annuity considerations for life and accident and health contracts	72,718,251		50,579	5,799,879		1,665,493		65,202,300				
2. Considerations for supplementary contracts with life contingencies												
3. Net investment income	27,117,988			6,525,468				20,592,520				
4. Amortization of Interest Maintenance Reserve (IMR)	(389,080)			(93,625)				(295,455)				
5. Separate Accounts net gain from operations excluding unrealized gains or losses												
6. Commissions and expense allowances on reinsurance ceded												
7. Reserve adjustments on reinsurance ceded												
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from Separate Accounts	277,902			277,902								
8.2 Charges and fees for deposit-type contracts												
8.3 Aggregate write-ins for miscellaneous income												
9. Totals (Lines 1 to 8.3)	99,725,061		50,579	12,509,624		1,665,493		85,499,365				
10. Death benefits	771,174					771,174						
11. Matured endowments (excluding guaranteed annual pure endowments)												
12. Annuity benefits	3,085,174			2,312,320				772,854				
13. Disability benefits and benefits under accident and health contracts												
14. Coupons, guaranteed annual pure endowments and similar benefits												
15. Surrender benefits and withdrawals for life contracts	55,667,672			10,021,753				45,645,919				
16. Group conversions												
17. Interest and adjustments on contract or deposit-type contract funds												
18. Payments on supplementary contracts with life contingencies												
19. Increase in aggregate reserves for life and accident and health contracts	28,286,182			(4,516,459)				32,802,641				
20. Totals (Lines 10 to 19)	87,810,202			7,817,614		771,174		79,221,414				
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)												
22. Commissions and expense allowances on reinsurance assumed	24,681			24,681								
23. General insurance expenses	1,986,656			1,420,520		897		565,239				
24. Insurance taxes, licenses and fees, excluding federal income taxes (FIT)	247,117			176,696		112		70,309				
25. Increase in loading on deferred and uncollected premiums												
26. Net transfers to or (from) Separate Accounts net of reinsurance	(1,992,774)			(1,992,774)								
27. Aggregate write-ins for deductions												
28. Totals (Lines 20 to 27)	88,075,882			7,446,737		772,183		79,856,962				
29. Net gain from operations before dividends to policyholders and FIT (Line 9 - Line 28)	11,649,179		50,579	5,062,887		893,310		5,642,403				
30. Dividends to policyholders												
31. Net gain from operations after dividends to policyholders and before FIT (Line 29 - Line 30)	11,649,179		50,579	5,062,887		893,310		5,642,403				
32. Federal income taxes incurred (excluding tax on capital gains)	963,070		4,182	418,563		73,852		466,473				
33. Net gain from operations after dividends to policyholders and FIT and before realized capital gains or (losses) (Line 31 - Line 32)	10,686,109		46,397	4,644,324		819,458		5,175,930				
DETAILS OF WRITE-INS												
08.301.												
08.302.												
08.303.												
08.398. Summary of remaining write-ins for Line 8.3 from overflow page												
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)												
2701.												
2702.												
2703.												
2798. Summary of remaining write-ins for Line 27 from overflow page												
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)												

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

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR

	1	2	Ordinary			6	Group	
			3	4	5		7	8
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance	Annuities
Involving Life or Disability Contingencies (Reserves)								
(Net of Reinsurance Ceded)								
1. Reserve December 31, prior year	393,742,217			81,605,251				312,136,966
2. Tabular net premiums or considerations	67,452,070			5,509,885				61,942,185
3. Present value of disability claims incurred					XXX			
4. Tabular interest	20,907,170			4,048,495				16,858,675
5. Tabular less actual reserve released	(3,312,986)			(733,540)				(2,579,446)
6. Increase in reserve on account of change in valuation basis								
7. Other increases (net)								
8. Totals (Lines 1 to 7)	478,788,471			90,430,091				388,358,380
9. Tabular cost					XXX			
10. Reserves released by death				XXX	XXX			XXX
11. Reserves released by other terminations (net)	55,667,672			13,021,753				42,645,919
12. Annuity, supplementary contract and disability payments involving life contingencies	3,085,174			2,312,320				772,854
13. Net transfers to or (from) Separate Accounts	(1,992,774)			(1,992,774)				
14. Total Deductions (Lines 9 to 13)	56,760,072			13,341,299				43,418,773
15. Reserve December 31, current year	422,028,399			77,088,792				344,939,607

EXHIBIT OF NET INVESTMENT INCOME

		1	2
		Collected During Year	Earned During Year
1.	U.S. Government bonds	(a) 457,359	 473,784
1.1	Bonds exempt from U.S. tax	(a)	
1.2	Other bonds (unaffiliated)	(a) 21,486,195	 21,656,791
1.3	Bonds of affiliates	(a)	
2.1	Preferred stocks (unaffiliated)	(b) 722,308	 722,308
2.11	Preferred stocks of affiliates	(b)	
2.2	Common stocks (unaffiliated)		
2.21	Common stocks of affiliates		
3.	Mortgage loans	(c) 4,236,198	 4,232,359
4.	Real estate	(d)	
5.	Contract loans		
6.	Cash, cash equivalents and short-term investments	(e) 167,046	 167,046
7.	Derivative instruments	(f)	
8.	Other invested assets		
9.	Aggregate write-ins for investment income	 202,807	 202,807
10.	Total gross investment income	27,271,913	27,455,095
11.	Investment expenses		(g) 332,134
12.	Investment taxes, licenses and fees, excluding federal income taxes		(g) 4,973
13.	Interest expense		(h)
14.	Depreciation on real estate and other invested assets		(i)
15.	Aggregate write-ins for deductions from investment income		
16.	Total (Lines 11 through 15)		 337,107
17.	Net Investment Income - (Line 10 minus Line 16)		27,117,988
DETAILS OF WRITE-INS			
0901.	Commitment Fees	 203,004	 203,004
0902.	Interest Returned to Broker	 (468)	 (468)
0903.	Miscellaneous Income	 271	 271
0998.	Summary of remaining write-ins for Line 9 from overflow page		
0999.	Totals (Lines 0901 through 0903 plus 0998) (Line 9, above)	202,807	202,807
1501.			
1502.			
1503.			
1598.	Summary of remaining write-ins for Line 15 from overflow page		
1599.	Total (Lines 1501 through 1503 plus 1598) (Line 15, above)		

(a) Includes \$ 488,091 accrual of discount less \$ 1,332,974 amortization of premium and less \$ 522,170 paid for accrued interest on purchases.
(b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.
(c) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
(d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
(e) Includes \$ 167,046 accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
(f) Includes \$ accrual of discount less \$ amortization of premium.
(g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
(h) Includes \$ interest on surplus notes and \$ interest on capital notes.
(i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1	2	3	4
		Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Increases (Decreases) by Adjustment	Total
1.	U.S. Government bonds				
1.1	Bonds exempt from U.S. tax				
1.2	Other bonds (unaffiliated)	 259,068			 259,068
1.3	Bonds of affiliates				
2.1	Preferred stocks (unaffiliated)			 (5,299)	 (5,299)
2.11	Preferred stocks of affiliates				
2.2	Common stocks (unaffiliated)				
2.21	Common stocks of affiliates				
3.	Mortgage loans				
4.	Real estate				
5.	Contract loans				
6.	Cash, cash equivalents and short-term investments	 (373)			 (373)
7.	Derivative instruments				
8.	Other invested assets				
9.	Aggregate write-ins for capital gains (losses)				
10.	Total capital gains (losses)	258,695		(5,299)	253,396
DETAILS OF WRITE-INS					
0901.					
0902.					
0903.					
0998.	Summary of remaining write-ins for Line 9 from overflow page				
0999.	Totals (Lines 0901 through 0903 plus 0998) (Line 9, above)				

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

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

	1	2	Ordinary		5	Group		Accident and Health			11
	Total	Industrial Life	Life Insurance	Individual Annuities	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business
FIRST YEAR (other than single)											
1. Uncollected											
2. Deferred and accrued											
3. Deferred , accrued and uncollected:											
3.1 Direct											
3.2 Reinsurance assumed											
3.3 Reinsurance ceded											
3.4 Net (Line 1 + Line 2)											
4. Advance											
5. Line 3.4 - Line 4											
6. Collected during year:											
6.1 Direct	4,806,631		88,308	803,935			3,914,388				
6.2 Reinsurance assumed											
6.3 Reinsurance ceded	(54,490)		(54,490)								
6.4 Net	4,861,121		142,798	803,935			3,914,388				
7. Line 5 + Line 6.4	4,861,121		142,798	803,935			3,914,388				
8. Prior year (uncollected + deferred and accrued - advance)											
9. First year premiums and considerations:											
9.1 Direct	4,806,631		88,308	803,935			3,914,388				
9.2 Reinsurance assumed											
9.3 Reinsurance ceded	(54,490)		(54,490)								
9.4 Net (Line 7 - Line 8)	4,861,121		142,798	803,935			3,914,388				
SINGLE											
10. Single premiums and considerations:											
10.1 Direct											
10.2 Reinsurance assumed											
10.3 Reinsurance ceded											
10.4 Net											
RENEWAL											
11. Uncollected											
12. Deferred and accrued											
13. Deferred, accrued and uncollected:											
13.1 Direct											
13.2 Reinsurance assumed											
13.3 Reinsurance ceded											
13.4 Net (Line 11 + Line 12)											
14. Advance											
15. Line 13.4 - Line 14											
16. Collected during year:											
16.1 Direct	66,304,470		20,614	4,995,944			61,287,912				
16.2 Reinsurance assumed	1,665,493				1,665,493						
16.3 Reinsurance ceded	112,833		112,833								
16.4 Net	67,857,130		(92,219)	4,995,944	1,665,493		61,287,912				
17. Line 15 + Line 16.4	67,857,130		(92,219)	4,995,944	1,665,493		61,287,912				
18. Prior year (uncollected + deferred and accrued - advance)											
19. Renewal premiums and considerations:											
19.1 Direct	66,304,470		20,614	4,995,944			61,287,912				
19.2 Reinsurance assumed	1,665,493				1,665,493						
19.3 Reinsurance ceded	112,833		112,833								
19.4 Net (Line 17 - Line 18)	67,857,130		(92,219)	4,995,944	1,665,493		61,287,912				
TOTAL											
20. Total premiums and annuity considerations:											
20.1 Direct	71,111,101		108,922	5,799,879			65,202,300				
20.2 Reinsurance assumed	1,665,493				1,665,493						
20.3 Reinsurance ceded	58,343		58,343								
20.4 Net (Line 9.4 + 10.4 + 19.4)	72,718,251		50,579	5,799,879	1,665,493		65,202,300				

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

	1	2	Ordinary		5	Group		Accident and Health			11
	Total	Industrial Life	Life Insurance	Individual Annuities	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business
DIVIDENDS AND COUPONS APPLIED (included in Part 1)											
21. To pay renewal premiums (Exhibit 4, Line 1)											
22. All other (Exhibit 4, Lines 2, 3 & 4)											
REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED											
23. First year (other than single):											
23.1 Reinsurance ceded											
23.2 Reinsurance assumed											
23.3 Net ceded less assumed											
24. Single:											
24.1 Reinsurance ceded											
24.2 Reinsurance assumed	24,681			24,681							
24.3 Net ceded less assumed	(24,681)			(24,681)							
25. Renewal:											
25.1 Reinsurance ceded											
25.2 Reinsurance assumed											
25.3 Net ceded less assumed											
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6)											
26.2 Reinsurance assumed (Page 6, Line 22)	24,681			24,681							
26.3 Net ceded less assumed	(24,681)			(24,681)							
COMMISSIONS INCURRED (direct business only)											
27. First year (other than single)											
28. Single											
29. Renewal											
30. Deposit-type contract funds											
31. Totals (to agree with Page 6, Line 21)											

EXHIBIT 2 - GENERAL EXPENSES

	Insurance				5	6
	1	Accident and Health		4		
		2	3			
	Life	Cost Containment	All Other	All Other Lines of Business	Investment	Total
1. Rent	44,400				72,922	117,322
2. Salaries and wages	780,160				153,087	933,247
3.11 Contributions for benefit plans for employees	59,062				8,218	67,280
3.12 Contributions for benefit plans for agents	(1,054)				1,054	
3.21 Payments to employees under non-funded benefit plans						
3.22 Payments to agents under non-funded benefit plans						
3.31 Other employee welfare	159,910				1,362	161,272
3.32 Other agent welfare	(2,629)				2,629	
4.1 Legal fees and expenses	27,495				4,210	31,705
4.2 Medical examination fees	11					11
4.3 Inspection report fees						
4.4 Fees of public accountants and consulting actuaries	39,904					39,904
4.5 Expense of investigation and settlement of policy claims	(310)				310	
5.1 Traveling expenses	30,001				4,905	34,906
5.2 Advertising	173,672				193	173,865
5.3 Postage, express, telegraph and telephone	112,655				2,881	115,536
5.4 Printing and stationery	317,237				1,173	318,410
5.5 Cost or depreciation of furniture and equipment	50,854				11,021	61,875
5.6 Rental of equipment	11,486				5	11,491
5.7 Cost or depreciation of EDP equipment and software						
6.1 Books and periodicals	648				153	801
6.2 Bureau and association fees	12,328				867	13,195
6.3 Insurance, except on real estate	2,192					2,192
6.4 Miscellaneous losses	4,216				80	4,296
6.5 Collection and bank service charges	(7,504)				7,722	218
6.6 Sundry general expenses	170,860				5,943	176,803
6.7 Group service and administration fees						
6.8 Reimbursements by uninsured accident and health plans						
7.1 Agency expense allowance	15					15
7.2 Agents' balances charged off (less \$ recovered)						
7.3 Agency conferences other than local meetings	(629)				1,282	653
9.1 Real estate expenses	9				25	34
9.2 Investment expenses not included elsewhere	1,668				52,091	53,759
9.3 Aggregate write-ins for expenses						
10. General expenses incurred	1,986,657				332,133	(a) 2,318,790
11. General expenses unpaid December 31, prior year	455,294				32,650	487,944
12. General expenses unpaid December 31, current year	(872,206)				(145,817)	(1,018,023)
13. Amounts receivable relating to uninsured accident and health plans, prior year						
14. Amounts receivable relating to uninsured accident and health plans, current year						
15. General expenses paid during year (Lines 10+11-12-13+14)	3,314,157				510,600	3,824,757
DETAILS OF WRITE-INS						
09.301.						
09.302.						
09.303.						
09.398. Summary of remaining write-ins for Line 9.3 from overflow page						
09.399. Totals (Lines 09.301 thru 09.303 plus 09.398) (Line 9.3 above)						

(a) Includes management fees of \$ 351,315 to affiliates and \$ to non-affiliates.

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

	Insurance			4	5
	1	2	3		
	Life	Accident and Health	All Other Lines of Business	Investment	Total
1. Real estate taxes	2				2
2. State insurance department licenses and fees	124,445			40	124,485
3. State taxes on premiums	13,779				13,779
4. Other state taxes, incl. \$ for employee benefits	63,610				63,610
5. U.S. Social Security taxes	37,110			4,934	42,044
6. All other taxes	8,170				8,170
7. Taxes, licenses and fees incurred	247,116			4,974	252,090
8. Taxes, licenses and fees unpaid December 31, prior year ..	35,433			777	36,210
9. Taxes, licenses and fees unpaid December 31, current year ..	4,942			99	5,041
10. Taxes, licenses and fees paid during year (Lines 7 + 8 - 9) ..	277,607			5,652	283,259

EXHIBIT 4 - DIVIDENDS OR REFUNDS

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

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

[illegible]



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

[illegible]

Exhibit 6 - Agg. Res. for A&H Contracts

NONE

Exhibit 7 - Deposit Type Contracts

NONE

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 1 - Liability End of Current Year											
	1	2	Ordinary			6	Group		Accident and Health		
			3	4	5		7	8	9	10	11
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other
1. Due and unpaid:											
1.1 Direct											
1.2 Reinsurance assumed											
1.3 Reinsurance ceded											
1.4 Net											
2. In course of settlement:											
2.1 Resisted											
2.11 Direct											
2.12 Reinsurance assumed											
2.13 Reinsurance ceded											
2.14 Net			(b)	(b)		(b)	(b)				
2.2 Other											
2.21 Direct											
2.22 Reinsurance assumed											
2.23 Reinsurance ceded			(b)	(b)		(b)	(b)		(b)	(b)	(b)
2.24 Net			(b)	(b)		(b)	(b)		(b)	(b)	(b)
3. Incurred but unreported:											
3.1 Direct											
3.2 Reinsurance assumed	255,803					255,803					
3.3 Reinsurance ceded											
3.4 Net	255,803		(b)	(b)		255,803	(b)		(b)	(b)	(b)
4. TOTALS											
4.1 Direct											
4.2 Reinsurance assumed	255,803					255,803					
4.3 Reinsurance ceded											
4.4 Net	255,803	(a)	(a)			255,803	(a)				

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

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

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

	PART 2 - Incurred During the Year										
	1	2	Ordinary			6	Group		Accident and Health		
			3	4	5		7	8	9	10	11
	Total	Industrial Life (a)	Life Insurance (b)	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance (c)	Annuities	Group	Credit (Group and Individual)	Other
1. Settlements During the Year:											
1.1 Direct	978,400			205,546				772,854			
1.2 Reinsurance assumed	2,955,433			2,106,774		848,659					
1.3 Reinsurance ceded											
1.4 Net ^(d)	3,933,833			2,312,320		848,659		772,854			
2. Liability December 31, current year from Part 1:											
2.1 Direct											
2.2 Reinsurance assumed	255,803					255,803					
2.3 Reinsurance ceded											
2.4 Net	255,803					255,803					
3. Amounts recoverable from reinsurers December 31, current year											
4. Liability December 31, prior year:											
4.1 Direct											
4.2 Reinsurance assumed	333,288					333,288					
4.3 Reinsurance ceded											
4.4 Net	333,288					333,288					
5. Amounts recoverable from reinsurers December 31, prior year											
6. Incurred Benefits:											
6.1 Direct	978,400			205,546				772,854			
6.2 Reinsurance assumed	2,877,948			2,106,774		771,174					
6.3 Reinsurance ceded											
6.4 Net	3,856,348			2,312,320		771,174		772,854			

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

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

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

(d) Includes \$ premiums waived under total and permanent disability benefits.

EXHIBIT OF NONADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D).....			
2. Stocks (Schedule D):			
2.1 Preferred stocks			
2.2 Common stocks			
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens			
3.2 Other than first liens			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income.....			
4.3 Properties held for sale			
5. Cash, (Schedule E, Part 1), cash equivalents (Schedule E, Part 2) and short -term investments (Schedule DA)			
6. Contract loans			
7. Other invested assets (Schedule BA)			
8. Receivable for securities			
9. Aggregate write-ins for invested assets			
10. Subtotals, cash and invested assets (Lines 1 to 9)			
11. Investment income due and accrued			
12. Premiums and considerations:			
12.1 Uncollected premiums and agents' balances in the course of collection			
12.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....			
12.3 Accrued retrospective premium.....			
13. Reinsurance:			
13.1 Amounts recoverable from reinsurers			
13.2 Funds held by or deposited with reinsured companies			
13.3 Other amounts receivable under reinsurance contracts			
14. Amounts receivable relating to uninsured plans			
15.1 Current federal and foreign income tax recoverable and interest thereon			
15.2 Net deferred tax asset.....	6,075,025	7,969,188	1,894,163
16. Guaranty funds receivable or on deposit			
17. Electronic data processing equipment and software.....			
18. Furniture and equipment, including health care delivery assets.....			
19. Net adjustment in assets and liabilities due to foreign exchange rates			
20. Receivables from parent, subsidiaries and affiliates			
21. Health care and other amounts receivable.....			
22. Other assets nonadmitted			
23. Aggregate write-ins for other than invested assets			
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23).....	6,075,025	7,969,188	1,894,163
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			
26. Total (Lines 24 and 25)	6,075,025	7,969,188	1,894,163
DETAILS OF WRITE-INS			
0901.			
0902.			
0903.			
0998. Summary of remaining write-ins for Line 9 from overflow page			
0999. Totals (Lines 0901 thru 0903 plus 0998)(Line 9 above)			
2301. Miscellaneous Assets.....			
2302. Reinsurance Receivable.....			
2303.			
2398. Summary of remaining write-ins for Line 23 from overflow page			
2399. Totals (Lines 2301 thru 2303 plus 2398)(Line 23 above)			

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The accompanying financial statements of American Partners Life Insurance Company (“the Company” or “American Partners Life”) are presented on the basis of accounting prescribed by the Department of Insurance of the State of Arizona. The State of Arizona has adopted the National Association of Insurance Commissioners, (NAIC) Accounting Practices and Procedures Manual as a component of its Statutory Accounting Principles (SAP).

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

The preparation of financial statements in conformity with SAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes, exhibits and schedules. Actual results may differ from these estimates.

C. Accounting Policy

Premium revenue

Annuity considerations and deposit-type funds are recognized as revenue when received. Premiums on ordinary life insurance contracts are recognized as revenue on the anniversary date of the contracts.

Liabilities for future policy benefits

Liabilities for deferred annuities are greater than or equal to reserves based on the Commissioners Annuity Reserve Valuation Method at interest rates ranging from 4.75 percent to 6.75 percent. Liabilities for fixed annuities in a benefit status are based on the Annuity 2000 Table with interest at 5.50 percent to 7.00 percent.

Liabilities for future benefits on traditional life insurance have been computed by the Commissioners Reserve Valuation Method, based on the 1980 CSO Mortality Tables with interest at 4.5 percent.

Reinsurance

In 2003 the Company began issuing Term business, which is 100% reinsured to Transamerica Occidental Life Insurance Company. This program was discontinued in 2004.

Separate account business

The separate account assets and liabilities represent funds held for the exclusive benefit of the variable annuity contract owners. The Company receives mortality and expense risk fees from the variable annuity separate accounts.

The Company makes contractual mortality assurances to the variable annuity contract owners that the net assets of the separate accounts will not be affected by future variations in the actual life expectancy experience of the annuitants and the beneficiaries from the mortality assumptions implicit in the annuity contracts. The Company makes periodic fund transfers to, or withdrawals from, the separate accounts for such actuarial adjustments for variable annuities that are in the benefit payment period.

The Company also guarantees that the rates at which administrative fees are deducted from the contract funds will not exceed contractual maximums.

In addition, the Company uses the following accounting policies:

(1) Short-term investments are stated at amortized cost and accounted for in the same manner as similar long-term investments except that any premium or discount is amortized on a straight-line basis to maturity.

(2) Bonds not backed by other loans are carried at amortized cost with premium or discount amortized using the scientific amortization method. Bonds purchased at par are carried at cost. Bonds with an NAIC designation of 6 are reported at the lower of amortized cost or fair value.

(3) Common stocks, if owned, are carried at market with subsequent fluctuations in market value recorded as unrealized gain or loss.

(4) Preferred stocks are carried at cost.

(5) Mortgage loans on real estate are stated at the unpaid principal balance less any write-downs for other than temporary impairments, if applicable.

(6) Loan-backed securities and structured securities are stated at amortized cost using the scientific amortization method and include anticipated prepayments. Changes in estimated cash flow and in coupon interest cash flows from original purchase assumptions are accounted for using the prospective method. The retrospective method is used for all other pass-through, loan-backed and structured securities.

(7) The Company has no investments in subsidiaries, controlled or affiliated companies.

(8) The Company has a minor ownership interest in a limited liability company. The Company carries these interests based on amortized cost plus accrued interest receivable.

(9) The Company has no derivative instruments.

(10) The Company does not anticipate investment income as a factor in the premium deficiency calculation.

(11) The Company has no accident and health business in-force.

(12) The Company has not modified its capitalization policy.
2. Accounting Changes and Corrections of Errors

None
3. Business Combinations and Goodwill

Not applicable
4. Discontinued Operations

Not applicable
5. Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

(1) The maximum and minimum lending rates for mortgage loans during 2004 were: 6.030% and 5.070%.

(2) The Company did not reduce the interest rate on any mortgage loans during 2004.

(3) The maximum percentage of any one loan to the value of security at the time of loan, exclusive of insured, guaranteed or purchase money mortgages was: 80%.

(4) At year-end, the Company held no mortgages with interest more than 180 days past due.

(5) There were no taxes, assessments or amounts advanced and not included in the mortgage loan total.

(6) The Company had no impaired loans at December 31, 2004 or December 31, 2003

(7) The Company had no impaired loans at December 31, 2004 or December 31, 2003

(8) The Company had no impaired loans at December 31, 2004 or December 31, 2003

(9) The Company had no impaired loans at December 31, 2004 or December 31, 2003

(10) The Company had no impaired loans at December 31, 2004 or December 31, 2003

(11) None

(12) Interest accrual is stopped when a mortgage is 90 days delinquent. Income received during the 90+ delinquent period is collected on a cash basis until the loan is brought current and then returned to a normal accrual status.

B. Debt Restructuring

Not applicable

C. Reverse Mortgages

Not applicable

D. Loan-Backed Securities

Prepayment assumptions for pass-through, loan-backed bonds and structured securities are based on financial information provided by a licensed data provider. These assumptions are consistent with the current interest rate and economic environment. The retrospective method is used to value all types of these securities except for when rate changes result in recalculation of the effective yield. The recalculated yield is used to amortize the investment as of the rate change date.

NOTES TO FINANCIAL STATEMENTS

- E. Repurchase Agreements
None
- F. Real Estate
None

6. Joint Ventures, Partnerships and Limited Liability companies

- A. The Company held no investments in joint ventures, partnerships or limited liability companies that exceed 10% of the admitted assets.
- B. Not applicable

7. Investment Income

- A. The Company excludes due and accrued interest from investment income on bonds in default.
- B. There was no due and accrued interest excluded from investment income in 2004.

8. Derivative Instruments

Not applicable

9. Income Taxes

- A. The components of the net deferred tax asset\liability at December 31, 2004 and December 31, 2003 are as follows:

	2004	2003
(1) Deferred tax assets (DTA), gross admitted and nonadmitted	\$ 6,454,124	\$ 8,912,443
(2) Deferred tax liabilities (DTL)	0	0
(3) DTA nonadmitted	6,075,025	7,969,188
(4) Net admitted DTA	\$ 379,099	\$ 943,255
(5) (Decrease) increase in DTA nonadmitted	\$ (1,894,163)	\$ 1,305,039

- B. The Company has no unrecognized DTL.

- C. Current federal income taxes incurred consist of the following:

	2004	2003
Current year expense	\$ 4,185,920	\$ 2,869,401
Prior over-accrual of tax reserves	(1,103,905)	675,743
Capital loss carryback\carryforward refund	(2,028,401)	110,525
Current federal income taxes incurred	\$ 1,053,614	\$ 3,655,669

The main components of the December 31, 2004 deferred tax amounts are as follows:

DTA	Statutory Basis	Tax Basis	Difference	Tax Effect (35%)
Reserves	\$ (422,028,398)	\$ (416,941,044)	\$ 5,087,354	\$ 1,780,574
Proxy DACs	0	6,328,569	6,328,569	2,214,999
Bonds & preferred stocks	415,734,670	421,819,860	6,085,190	2,129,817
Capital loss carryforward	0	0	0	0
Various other	XXXX	XXXX	XXXX	328,734
Total	XXXX	XXXX	XXXX	\$ 6,454,124

DTA resulting from book\tax timing differences in:

DTA	December 31, 2004	December 31, 2003	Change
Reserves	\$ 1,780,574	\$ 2,108,419	\$ (327,845)
Proxy DACs	2,214,999	2,163,231	51,768
Bonds & preferred stock	2,129,817	2,069,215	60,602
Capital loss carryback\carryforward	0	2,918,669	(2,918,669)
Various other	328,734	(347,091)	675,825
Total	\$ 6,454,124	\$ 8,912,443	\$ (2,458,319)
Tax effect of unrealized gains\loss) change			1,855
Change in net deferred income tax			\$ (2,460,174)

DTLs: NONE

- D. Actual statutory federal income taxes differ from those expected by application of the statutory tax rate to income before income taxes. The significant items causing this difference are included in the table below:

	Amount	Tax Effect at 35%	Effective Tax Rate
Net gains from operations before federal income taxes	\$ 11,649,179		
Realized capital gains	258,695		
Income before taxes	\$ 11,907,874	\$ 4,167,756	35.0%
Amortization of IMR	389,080	136,178	1.1%
Dividends received deduction	(80,000)	(28,000)	(0.2)%
Adjustment to gross DTA	940,240	329,084	2.8%
Prior period adjustment current liability		(1,105,389)	(9.3)%
Federal tax credit adjustment		(6,954)	(0.1)%
Various other	60,322	21,113	0.19%
Taxable income		\$ 3,513,788	29.51%
Current federal income taxes incurred		\$ 1,053,614	8.85%
Change in net deferred income taxes incurred		2,460,174	20.66%
Total statutory income taxes		\$ 3,513,788	29.51%

- E. (1) At December 31, 2004, the Company had no operating loss or capital loss carryforwards.

NOTES TO FINANCIAL STATEMENTS

(2) The following are income taxes incurred in the current and prior years that will be available for recoupment in the event of future net losses:

2004:	\$3,082,015
2003:	\$3,545,144
2002:	\$2,268,153

- F. (1) The Company's federal income tax return is consolidated with the following entities:
IDS Life Insurance Company, IDS Life Insurance Company of New York, American Enterprise Life Insurance Company, American Centurion Life Assurance Company, American Express Financial Corporation and American Express Company and its other subsidiaries.
- (2) The method of allocation among the companies is subject to a written agreement approved by the Board of Directors. Allocation is based upon separate return calculations with current credit for net losses. Inter-company tax balances are settled quarterly in accordance with the terms of the written agreement.

10. Information Concerning Parent, Subsidiaries and Affiliates

- A. At December 31, 2004, all shares of the Company were owned by IDS Life Insurance Company, a Minnesota corporation, which is a wholly owned subsidiary of American Express Financial Corporation, a Delaware Corporation, which is a wholly owned subsidiary of American Express Company, a New York corporation.
- B. None
- C. Not applicable
- D. Included on the balance sheet at December 31, 2004 and 2003, respectively, is \$1,118,002 and \$75,975 receivable from parent, subsidiaries and affiliates and a \$91,478 and \$479,444 payable from parent, subsidiaries and affiliates. These balances will be settled in the ordinary course of business.
- E. The Company has not made any guarantees or undertakings for the benefit of any of its affiliates which result in a material contingent exposure of the Company's assets to liability.
- F. (1) "Service and Cost Allocation Agreement", dated February 18, 1994, between American Partners Life (formerly known as National Pension Life Insurance Company) American Partners Life and IDS Life Insurance Company (IDS Life) pursuant to which IDS Life provides and is compensated for providing a range of administrative and technical support services and supplies to American Partners Life.
- (2) "Custodial Agreement", dated February 18, 1994, between American Partners Life and American Express Trust Company (formerly known as IDS Bank & Trust) pursuant to which American Express Trust Company provides the safekeeping and other usual custodial services pertaining to American Partners Life's General Account and certain separate account securities.
- (3) "Distribution and Administrative Services Agreement", effective July 15, 1996, between American Partners Life and American Express Service Corporation (AESC) under which AESC agrees to act, and is compensated for acting as principal underwriter and distributor of variable annuity contracts and life insurance policies issued by Amercian Partners Life.
- (4) "Service Agreement", effective March 1, 2003, between American Express Travel Related Services Company, Inc. (TRS) and American Partners Life whereby TRS performs certain activities relative to financial reporting and analysis services for American Partners Life.
- (5) "Travel Related Services Agreement", effective March 1, 2003, between TRS and American Partners Life whereby TRS performs certain activities relative to travel services for American Partners Life.
- (6) "Supplementary Agreement", effective February 18, 2002, between American Partners Life and American Express (India) Private Limited (AEIPL) under which AEIPL will provide and be compensated for certain financial data processing activities for American Partners Life. AEIPL is a wholly owned subsidiary of American Express International Inc. (AEII). This is a supplementary agreement to an existing umbrella agreement between AEII and AEIPL ("export agreement") under which similar kinds of activities are performed for American Express offices throughout the world.
- (7) "Marketing and Promotion Services Agreement", effective May 1, 2003, between TRS through its division known as Strategic Relationship Services (SRS) and American Partners Life whereby SRS and American Partners Life jointly offer individual term life insurance policies to SRS cardmembers.
- (8) "Illinois State Income Tax Allocation Agreement", effective for tax years beginning with 1995, between IDS Life and American Partners Life. IDS Life and American Partners Life comprise part of a unitary business group as defined under the Illinois Income Tax Regulations and will file unitary business group returns for tax years starting with 1995 and forward. This agreement covers American Partners Life's portion of the unitary business group's Illinois state income tax charge or refund for the applicable tax year.
- (9) "Gross Administrative Charge Agreement", effective November 1, 2003, between American Express Financial Corporation and American Partners Life whereby American Partners Life performs all management services, other than investment management services, required in connection with the management of the Funds, as defined in the agreement.
- G. Refer to Schedule Y – Organization Chart.
- H. Not applicable
- I. The Company has no investments in affiliated entities that exceed ten percent of its admitted assets.
- J. Not applicable

11. Debt

- A. Capital Notes:
None
- B. Other Debt
None

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans
Not applicable

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

- (1) The Company has 30,000 shares of common stock authorized, 25,000 shares issued and outstanding. All shares have a \$100 par value.
- (2) The Company has no preferred stock outstanding.
- (3) Arizona Statutes require domestic insurers to provide advance notification to the Insurance Commissioner for payment of extraordinary dividends, and allows the Commissioner the option to disapprove such dividends. Extraordinary dividends are defined within the Arizona Statutes. In general, they are distributions made within any twelve-month period whose fair market value exceeds the lesser of ten percent of the amount of surplus at the prior year-end, or the net gain from operations for the prior year. Dividends are not cumulative.
- (4) Within the limitations of (3) above, there are no restrictions placed on the portion of Company profits that may be paid as dividends.
- (5) Not applicable
- (6) Not applicable
- (7) Not applicable

NOTES TO FINANCIAL STATEMENTS

- (8) Not applicable
- (9) The portion of unassigned funds (surplus) represented or reduced by each of the following items:
 - a. Unrealized gains (losses) \$ 126,733
 - b. Nonadmitted asset value \$ (7,487,414)
 - c. Separate account business \$ 0
 - d. Asset valuation reserves \$ (3,733,610)
 - e. Reinsurance in unauthorized companies None
- (10) Surplus Notes: None
- (11) Not applicable
- (12) Not applicable

14. Contingencies

- A. Contingent Commitments
The Company had no contingent liabilities at December 31, 2004 or December 31, 2003.
- B. Assessments
None
- C. Gain Contingencies
The Company has no gain contingencies.
- D. All Other Contingencies
The Securities and Exchange Commission (SEC), the National Association of Securities Dealers (NASD) and several state attorneys general have brought proceedings challenging several mutual fund and variable account financial practices, including suitability generally, late trading, market timing, disclosure of revenue sharing arrangements and inappropriate sales of B shares. IDS Life Insurance Company and its subsidiaries have received requests for information and have been contacted by regulatory authorities concerning its practices and are cooperating fully with these inquiries.

American Partners Life and its affiliates are involved in a number of other legal and arbitration proceedings concerning matters arising in connection with the conduct of their respective business activities. The Company believes it has meritorious defenses to each of these actions and intends to defend them vigorously. The Company believes that it is not a party to, nor are any of its properties the subject of, any pending legal or arbitration proceedings that would have a material adverse effect on its financial condition, results of operations or liquidity. However, it is possible that the outcome of any such proceedings could have a material impact on results of operations in any particular reporting period as the proceedings are resolved.

The IRS routinely examines the Company’s federal income tax returns and is currently conducting an audit for the 1993 through 1996 tax years and in February of 2005 began the exam of the 1997 through 2002 tax years. Management does not believe there will be a material adverse effect on the Company’s financial position as a result of these audits.

- 15. Leases
None

- 16. Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk
Not applicable

- 17. Sale, Transfer and Servicing of Financial Assets and Extinguishment of Liabilities
Not applicable

- 18. Gain or Loss to the Reporting Entity from Uninsured A & H Plans and the Uninsured Portion of Partially Insured Plans
Not applicable

- 19. Direct Premium Written by Managing General Agents/Third Party Administrators
Not applicable

- 20. September 11 Events
Not applicable

- 21. Other Items
 - A. Extraordinary Items
None
 - B. Troubled Debt Restructuring: Debtors
None
 - C. Assets in the amount of \$7,373,519 and \$7,405,229 at December 31, 2004, and 2003, respectively, were on deposit with government authorities as required by law.
 - D. Uncollectible Accounts:
None
 - E. Business Interruption Insurance Recoveries
None

- 22. Subsequent Events
On February 1, 2005, the company’s ultimate parent company, American Express Company announced plans to pursue a spin-off of American Express Financial Corporation (AEFC) and subsidiaries, including American Partners Life. The transaction is intended to be tax free to shareholders and expected to be completed in the third quarter of 2005, subject to certain conditions.

At the time of the spin-off, American Express Company intends to provide additional capital to AEFC that will provide additional liquidity and a senior debt rating that will allow it to have efficient access to the capital markets.

23. Reinsurance

- A. Ceded Reinsurance Report
Section 1 – General Interrogatories
 - 1. Are any of the reinsurers, listed in Schedule S as non-affiliated, owned in excess of 10% or controlled, either directly or indirectly, by the company or by any representative, officer, trustee, or director of the company?
Yes () No (X)
 - 2. Have any policies issued by the company been reinsured with a company chartered in a country other than the United States (excluding U.S. Branches of such companies) that is owned in excess of 10% or controlled directly or indirectly by an insured, a beneficiary, a creditor or an insured or any other person not primarily engaged in the insurance business?
Yes () No (X)
- Section 2 – Ceded Reinsurance Report – Part A
 - 1. Does the company have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credits?

NOTES TO FINANCIAL STATEMENTS

Yes () No (X)

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

Section 3 – Ceded Reinsurance Report – Part B

1. What is the estimated amount of the aggregate reduction in surplus, (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits that are reflected in Section 2 above) of termination of all reinsurance agreements, by either party, as of the date of this statement? Where necessary, the company may consider the current or anticipated experience of the business reinsured in making this estimate. \$ 0 .
2. Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts that were in force or which had existing reserves established by the company as of the effective date of the agreement?
- Yes () No (X)

- B. The Company has no uncollectible reinsurance.
- C. The Company has no commuted reinsurance.

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

Not applicable

25. Change in Incurred Losses and Loss Adjustment Expenses

Not applicable

26. Intercompany Pooling Arrangements

Not applicable

27. Structured Settlements

Not applicable

28. Health Care Receivables

Not applicable

29. Participating Policies

Not applicable

30. Premium Deficiency Reserves

Not applicable

31. Reserves for Life and Deposit-Type Contracts

- A. The Company waives the deduction of deferred fractional premiums upon the death of the insured and returns any portion of the final premium beyond the date of death. Surrender values are not promised in excess of the legally computed reserves.
- B. Additional premiums are charged for policies issued on substandard lives according to underwriting classification. The corresponding reserves held on such policies are calculated using the standard reserves plus unearned gross extra premium for policies with a flat extra premium and standard reserve, plus an additional approximate reserve based on multiple reserves for policies issued with multiple table ratings.
- C. There is no insurance for which the gross premiums are less than the net premiums.
- D. Tabular Interest, Tabular less Actual Reserve Released and Tabular Cost have been determined by formula, as described in the NAIC Instructions.
- E. Actual interest is credited on accounts.
- F. There are no “other increases” reported on line 7 of the Analysis of Increase in Reserves During the Year.

32. Analysis of Actuarial Reserves and Deposit Liabilities by Withdrawal Characteristics

A.	Subject to discretionary withdrawal	<u>Amount</u>	<u>% of Total</u>
(1)	With Market Value Adjustment	\$ 0	0.0%
(2)	At book value less current surrender charge of 5% or more	38,925,601	9.0%
(3)	At fair value	14,790,431	3.4%
(4)	Total with adjustment or at market value	53,716,033	12.5%
(5)	At book value without adjustment **	376,706,942	87.4%
B.	Not subject to discretionary withdrawal	395,855	0.1%
C.	Total (gross)	430,818,829	100.0%
D.	Reinsurance ceded	0	
E.	Total (net)	\$ 430,818,829	

** Approximately \$160.9 million of these reserves are subject to withdrawal with a surrender charge that is contingent or less than 5% (but greater than 0%)

F.	Life, Accident & Health Annual Statement	
(1)	Exhibit 5, Annuities Section, Total (net)	\$ 416,028,398
(2)	Exhibit 5, Supplementary Contracts with Life Contingencies Section, Total (net)	0
(3)	Exhibit of Deposit-Type Contracts, Line 14, Column 1	0
(4)	Subtotal	\$ 416,028,398
	Separate Accounts Annual Statement:	
(5)	Exhibit 3, Line 0299999, Column 2	\$ 14,790,431
(6)	Exhibit 3, Line 0399999, Column 2	0
(7)	Page 3, Line 2, Column 3	0
(8)	Page 3, Line 3.1, Column 3	0
(9)	Page 3, Line 3.2, Column 3	0

NOTES TO FINANCIAL STATEMENTS

(10)	Page 3, Line 3.3, Column 3	<u>0</u>
(11)	Subtotal	\$ 14,790,431
(12)	Combined Total	\$ 430,818,829

33. Premium and Annuity Considerations Deferred and Uncollected
Not applicable

34. Separate Accounts

- A. General Nature and Characteristics of Separate Accounts Business
Most separate and variable accounts held by the company relate to variable annuities of a nonguaranteed return nature. The net investment experience of the separate account is credited directly to the policyholder and can be positive or negative. The assets and liabilities of these accounts are carried at market.

The variable annuity contracts provide an incidental death benefit approximately equal to the maximum of [account value, premium paid (adjusted for withdrawals)].

These guaranteed benefits reserves are held in Exhibit 5, Miscellaneous Reserves.

This business has been included in Column 4 of the table below.

Information regarding the separate accounts of the Company is as follows:

		(1)	(2)	(3)	(4)	(5)
		Indexed	Nonindexed Guarantee Less than/Equal to 4%	Nonindexed Guarantee More than 4%	Nonguaranteed Separate Accounts	TOTAL
(1)	Premiums, considerations or deposits for year ended 12/31/2004	\$0	\$0	\$0	\$ 0	\$ 0
Reserves at 12/31/2004						
(2)	For accounts with assets at:					
	a. Fair Value	\$0	\$0	\$0	\$ 14,790,431	\$ 14,790,431
	b. Amortized Cost	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	c. Total Reserves	\$0	\$0	\$0	\$ 14,790,431	\$ 14,790,431
(3)	By withdrawal characteristics:					
	a. Subject to discretionary withdrawal	\$0	\$0	\$0	\$ 0	\$0
	b. With MV adjustment	0	0	0	0	0
	c. At BV without MV adjustment and with current surrender charge of 5% or more	0	0	0	0	0
	d. At fair value	0	0	0	14,790,431	14,790,431
	e. At BV without MV adjustment and with current surrender charge less than 5%	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	f. Subtotal	0	0	0	14,790,431	14,790,431
	g. Not subject to discretionary withdrawal	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	h. Total (gross)	\$0	\$0	\$0	\$ 14,790,431	\$ 14,790,431
B.	Reconciliation of Transfers To or (From) Separate Accounts					
1.	Transfers as reported in the Summary of Operations of the Separate Accounts Statements					
	a. Transfers to Separate Accounts (Page 4 line 1.4)				\$ 774,111	
	b. Transfers from Separate Accounts (Page 4 line 10)				<u>2,780,459</u>	
	c. Net Transfers to or (from) Separate Accounts (a) – (b)				\$ (2,006,348)	
2.	Reconciling Adjustments: Contract and insurance charge				<u>13,574</u>	
3.	Transfers as Reported in the Summary of Operations of the Life, Accident & Health Annual Statement				<u>\$ (1,992,774)</u>	
	(1c) + (2) = Page 4, Line 26					

35. Loss/Claim Adjustment Expenses
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	7,454,404	1.572	7,454,404	1.572
1.2 U.S. government agency and corporate obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies				
1.22 Issued by U.S. government sponsored agencies	10,040,206	2.117	10,040,206	2.117
1.3 Foreign government (including Canada, excluding mortgaged-backed securities)				
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:				
1.41 States, territories and possessions general obligations				
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations				
1.43 Revenue and assessment obligations				
1.44 Industrial development and similar obligations				
1.5 Mortgage-backed securities (includes residential and commercial MBS):				
1.51 Pass-through securities:				
1.511 Issued or guaranteed by GNMA				
1.512 Issued or guaranteed by FNMA and FHLMC	43,901,593	9.259	43,901,593	9.259
1.513 All other				
1.52 CMOs and REMICs:				
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA	98,119,808	20.694	98,119,808	20.694
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521				
1.523 All other	17,802,225	3.755	17,802,225	3.755
2. Other debt and other fixed income securities (excluding short-term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans rated by the SVO)	188,919,728	39.843	188,919,728	39.843
2.2 Unaffiliated foreign securities	37,798,345	7.972	37,798,345	7.972
2.3 Affiliated securities				
3. Equity interests:				
3.1 Investments in mutual funds				
3.2 Preferred stocks:				
3.21 Affiliated				
3.22 Unaffiliated	11,698,362	2.467	11,698,362	2.467
3.3 Publicly traded equity securities (excluding preferred stocks):				
3.31 Affiliated				
3.32 Unaffiliated				
3.4 Other equity securities:				
3.41 Affiliated				
3.42 Unaffiliated				
3.5 Other equity interests including tangible personal property under lease:				
3.51 Affiliated				
3.52 Unaffiliated				
4. Mortgage loans:				
4.1 Construction and land development				
4.2 Agricultural				
4.3 Single family residential properties				
4.4 Multifamily residential properties				
4.5 Commercial loans	51,752,863	10.915	51,752,863	10.915
4.6 Mezzanine real estate loans				
5. Real estate investments:				
5.1 Property occupied by the company				
5.2 Property held for the production of income (includes \$ of property acquired in satisfaction of debt)				
5.3 Property held for sale (\$ including property acquired in satisfaction of debt)				
6. Policy loans				
7. Receivables for securities	3,625	0.001	3,625	0.001
8. Cash, cash equivalents and short-term investments	6,665,201	1.406	6,665,201	1.406
9. Other invested assets				
10. Total invested assets	474,156,358	100.000	474,156,359	100.000

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 ☒ 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 ☒ No ☐ NA ☐
- 1.3

State Regulating?

ARIZONA
- 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 ☒
- 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.

12/31/1998
- 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).

12/31/1999
- 3.4

By what department or departments?

ARIZONA DEPARTMENT OF INSURANCE
- 4.1

During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:

4.11 sales of new business?

Yes ☐ No ☒

4.12 renewals?

Yes ☐ No ☒
- 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 ☒

4.22 renewals?

Yes ☐ No ☒
- 5.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes ☐ No ☒
- 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 Company Code	3 State of Domicile

- 6.1

Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? (You need not report an action, either formal or informal, if a confidentiality clause is part of the agreement.)

Yes ☐ No ☒
- 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 ☒
- 7.2

If yes,

7.21 State the percentage of foreign control;

7.22 State the nationality(s) of the foreign person(s) or entity(s) or if the entity is a mutual or reciprocal, the nationality of its manager or attorney in fact; and identify the type of entity(s) (e.g., individual, corporation or government, manager or attorney in fact).

1 Nationality	2 Type of Entity

GENERAL INTERROGATORIES

- 8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes [] No [X]
- 8.2

If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3

Is the company affiliated with one or more banks, thrifts or securities firms?

Yes [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	2	3	4	5	6	7
Affiliate Name	Location (City, State)	FRB	OCC	OTS	FDIC	SEC
American Enterprise Investment Services.....	Minneapolis, MN.....					Yes.....
American Express Financial Advisors' Inc.....	Minneapolis, MN.....					Yes.....
American Express Personal Trust Services.....	Minneapolis, MN.....				Yes.....	
Centurion Bank.....	Midvale, UT.....				Yes.....	
Securities America, Inc.....	Omaha, NE.....					Yes.....
IDS Life Insurance Company	Minneapolis, MN.....					Yes.....
American Enterprise Life Insurance Company ..	Indianapolis, IN.....					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 LLP, 220 SOUTH SIXTH STREET, SUITE 1400 MINNEAPOLIS, MN 55402
10.

What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with a(n) actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?

JOHN M WEUM, 227 AXP FINANCIAL CENTER, MINNEAPOLIS, 55474
11.

FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 11.1

What changes have been made during the year in the United States Manager or the United States Trustees of the reporting entity?
- 11.2

Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located?

Yes [] No []
- 11.3

Have there been any changes made to any of the trust indentures during the year?

Yes [] No []
- 11.4

If answer to (11.3) is yes, has the domiciliary or entry state approved the changes?

Yes [] No [] NA []

BOARD OF DIRECTORS

12.

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 []
13.

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 []
14.

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 which is in or likely to conflict with the official duties of such person?

Yes [X] No []

FINANCIAL

- 15.1

Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):

15.11 To directors or other officers .. \$.....

15.12 To stockholders not officers ... \$.....

15.13 Trustees, supreme or grand (Fraternal only) \$.....
- 15.2

Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):

15.21 To directors or other officers ... \$.....

15.22 To stockholders not officers \$.....

15.23 Trustees, supreme or grand (Fraternal only) \$.....
- 16.1

Were any of the assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in this statement?

Yes [] No [X]
- 16.2

If yes, state the amount thereof at December 31 of the current year:

16.21 Rented from others \$.....

16.22 Borrowed from others \$.....

16.23 Leased from others \$.....

16.24 Other \$.....
- Disclose in Notes to Financial the nature of each obligation.
- 17.1

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]
- 17.2

If answer is yes,

17.21 Amount paid as losses or risk adjustment \$.....

17.22 Amount paid as expenses \$.....

17.23 Other amounts paid \$.....

GENERAL INTERROGATORIES
INVESTMENT

18. List the following capital stock information for the reporting entity:

Class	1 Number of Shares Authorized	2 Number of Shares Outstanding	3 Par Value Per Share	4 Redemption Price if Callable	5 Is Dividend Rate Limited?		6 Are Dividends Cumulative?	
					Yes	No	Yes	No
Preferred					[	]	[	]
Common	30,000	25,000	100.000	XXX	XXX	XXX	XXX	XXX

19.1. 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 []

19.2 If no, give full and complete information relating thereto:

20.1 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 the 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 16.1) Yes [] No [X]

20.2 If yes, state the amount thereof at December 31 of the current year:

20.21

Loaned to others

\$.....

20.22

Subject to repurchase agreements

\$.....

20.23

Subject to reverse repurchase agreements

\$.....

20.24

Subject to dollar repurchase agreements

\$.....

20.25

Subject to reverse dollar repurchase agreements

\$.....

20.26

Pledged as collateral

\$.....

20.27

Placed under option agreements

\$.....

20.28

Letter stock or other securities restricted as to sale ...

\$.....

20.29

Other

\$.....

20.3 For category (20.28) provide the following:

1 Nature of Restriction	2 Description	3 Amount

21.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [] No [X]

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

22.1 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]

22.2 If yes, state the amount thereof at December 31 of the current year. \$.....

GENERAL INTERROGATORIES

INVESTMENT

23. 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 []

23.01 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
.....	

23.02 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)	2 Complete Explanation(s)
American Express Trust Company.....	50900 AXP Financial Center, Minneapolis MN 55474.....	The Company is in the process of amending its custodial agreement to include new provision(s) required by the NAIC Financial Condition Examiners Handbook.....

23.03 Have there been any changes, including name changes, in the custodian(s) identified in 23.01 during the current year? Yes [] No [X]

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

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

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

1 Central Registration Depository Number(s)	2 Name	2 Address
.....	Amercian Express Financial Corporation.	220 AXP Financial Center, Minneapolis, MN 55474.....

24.1 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 []

24.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
.....		
9999999. TOTAL		

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

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

GENERAL INTERROGATORIES

INVESTMENT

25. 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 (+)
25.1 Bonds.....	404,036,308	418,750,824	14,714,516
25.2 Preferred stocks.....	11,698,362	12,863,795	1,165,433
25.3 Totals	415,734,670	431,614,619	15,879,949

25.4 Describe the sources or methods utilized in determining fair values:
The fair market value for public issues is the publicly traded market value at year end. For private issues, the fair market value is obtained from an outside broker pricing service.....

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

26.2 If no, list the exceptions:

OTHER

27.1 Amount of payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus, if any?.....\$ 20,200

27.2 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
American Council of Life Insurance	6,500
Fitch.....	8,500
A.M. Best.....	5,200

28.1 Amount of payments for legal expenses, if any?.....\$ 815

28.2 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
Wyatt, Tarrant & Co.....	815

29.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any?.....\$ 6,500

29.2 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
American Council of Life Insurance.....	6,500

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

1.1

Does the reporting entity have any direct Medicare Supplement Insurance in force?

Yes [] No [X]

1.2

If yes, indicate premium earned on U. S. business only

\$

1.3

What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit?

\$

1.31

Reason for excluding

1.4

Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above.

\$

1.5

Indicate total incurred claims on all Medicare Supplement Insurance.

\$

1.6

Individual policies:

Most current three years:

1.61

Total premium earned

\$

1.62

Total incurred claims

\$

1.63

Number of covered lives

\$

All years prior to most current three years:

1.64

Total premium earned

\$

1.65

Total incurred claims

\$

1.66

Number of covered lives

\$

1.7

Group policies:

Most current three years:

1.71

Total premium earned

\$

1.72

Total incurred claims

\$

1.73

Number of covered lives

\$

All years prior to most current three years:

1.74

Total premium earned

\$

1.75

Total incurred claims

\$

1.76

Number of covered lives

\$

2.

Health Test:

			1		2
			Current Year		Prior Year
2.1	Premium Numerator	\$		\$	
2.2	Premium Denominator	\$	72,718,250	\$	73,488,160
2.3	Premium Ratio (2.1/2.2)				
2.4	Reserve Numerator	\$		\$	
2.5	Reserve Denominator	\$	416,284,201	\$	388,075,504
2.6	Reserve Ratio (2.4/2.5)				

3.1

Does this reporting entity have Separate Accounts?

Yes [X] No []

3.2

If yes, has a Separate Accounts Statement been filed with this Department?

Yes [X] No [] NA []

3.3

What portion of capital and surplus funds of the reporting entity covered by assets in the Separate Accounts statement, is not currently distributable from the Separate Accounts to the general account for use by the general account?

\$

3.4

State the authority under which Separate Accounts are maintained:

Section 20-2606 and 20-2633 of the Arizona statutes

3.5

Was any of the reporting entity's Separate Accounts business reinsured as of December 31?

Yes [] No [X]

3.6

Has the reporting entity assumed by reinsurance any Separate Accounts business as of December 31?

Yes [] No [X]

3.7

If the reporting entity has assumed Separate Accounts business, how much, if any, reinsurance assumed receivable for reinsurance of Separate Accounts reserve expense allowances is included as a negative amount in the liability for "Transfers to Separate Accounts due or accrued (net)?

\$

4.1

Are personnel or facilities of this reporting entity used by another entity or entities or are personnel or facilities of another entity or entities used by this reporting entity (except for activities such as administration of jointly underwritten group contracts and joint mortality or morbidity studies)?

Yes [X] No []

4.2

Net reimbursement of such expenses between reporting entities:

4.21

Paid:

\$

2,224,473

4.22

Received:

\$

300

5.1

Does the reporting entity write any guaranteed interest contracts?

Yes [] No [X]

5.2

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

5.21

Page 3, Line 1

\$

5.22

Page 4, Line 1

\$

6.

For stock reporting entities only:

6.1

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

\$

44,543,256

7.

Total dividends paid stockholders since organization of the reporting entity:

7.11

Cash:

\$

7.12

Stock:

\$

22

GENERAL INTERROGATORIES
PART 2 - LIFE INTERROGATORIES

8.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [] No [X]
8.11 Name of real estate holding company
8.12 Number of parcels involved
8.13 Total book/adjusted carrying value \$.....

8.2 If yes, provide explanation:

9.1 Does the company reinsure any Workers' Compensation Carve-Out business defined as: Yes [] No [X]
Reinsurance (including retrocessional reinsurance) assumed by life and health insurers of medical, wage loss and death benefits of the occupational illness and accident exposures, but not the employers liability exposures, of business originally written as workers' compensation insurance.

9.2 If yes, has the reporting entity completed the Workers Compensation Carve-Out Supplement to the Annual Statement: Yes [] No []

9.3 If 9.1 is yes, the amounts of earned premiums and claims incurred in this statement are:

	1. Reinsurance Assumed	2. Reinsurance Ceded	3. Net Retained
9.31 Earned premium.....			
9.32 Paid claims.....			
9.33 Claim liability and reserve (beginning of year).....			
9.34 Claim liability and reserve (end of year).....			
9.35 Incurred Claims.....			

9.4 If reinsurance assumed included amounts with attachment points below \$1,000,000, the distribution of the amounts reported in Lines 9.31 and 9.34 for Column 1 are:

	Attachment Point	1. Earned Premium	2. Claim Liability And Reserve
9.41	<\$25,000		
9.42	\$25,000 – 99,999		
9.43	\$100,000 – 249,999		
9.44	\$250,000 – 999,999		
9.45	\$1,000,000 or more		

9.5 What portion of earned premium reported in 9.31, Column 1 was assumed from pools? \$.....

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

10.2 If 10.1 is yes, complete the following table for each type of guaranteed benefit.:

Type		3	4	5	6	7	8	9
1 Guaranteed Death Benefits	2 Guaranteed Living Benefits	Waiting Period Remaining	Account Value Related to Col.3	Total Related Account Values	Gross Amount of Reserve	Location of Reserve	Portion Reinsured	Reinsurance Reserved Credit
ROP	None	N/A	N/A	17,701,386	18,353	Exhibit 5	N/A	

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e ., 17.6.
Show amounts of life insurance in this exhibit in thousands (omit \$000)

	1 2004	2 2003	3 2002	4 2001	5 2000
<u>Life Insurance in Force</u> (Exhibit of Life Insurance)					
1. Ordinary - whole Life and endowment (Line 34, Col. 4)					
2. Ordinary - term (Line 21, Col. 4, less Line 34, Col. 4)	52,825	18,450			
3. Credit life (Line 21, Col. 6)	188,180				
4. Group, excluding FEGLI/SGLI (Line 21, Col. 9 less Lines 43 & 44, Col. 4)					
5. Industrial (Line 21, Col. 2)					
6. FEGLI/SGLI (Lines 43 & 44, Col. 4)					
7. Total (Line 21, Col. 10)	241,005	18,450			
<u>New Business Issued</u> (Exhibit of Life Insurance)					
8. Ordinary - whole life and endowment (Line 34, Col. 2)					
9. Ordinary - term (Line 2, Col. 4, less Line 34, Col. 2)	34,375	18,450			
10. Credit life (Line 2, Col. 6)					
11. Group (Line 2, Col. 9)					
12. Industrial (Line 2, Col. 2)					
13. Total (Line 2, Col. 10)	34,375	18,450			
<u>Premium Income - Lines of Business</u>					
14. Industrial life (Exhibit 1-Part 1, Line 20.4, Col. 2)					
15.1 Ordinary-life insurance (Exhibit 1-Part 1, Line 20.4, Col. 3)	50,579	18,927			
15.2 Ordinary-Individual Annuities (Exhibit 1-Part 1, Line 20.4, Col. 4)	5,799,879	5,784,087	5,961,880	7,263,052	4,826,537
16. Credit life (group and individual) (Exhibit 1-Part 1, Line 20.4, Col. 5)	1,665,493	1,699,808	1,828,053	1,468,542	1,131,051
17.1 Group life insurance (Exhibit 1-Part 1, Line 20.4, Col. 6)					
17.2 Group annuities (Exhibit 1-Part 1, Line 20.4, Col. 7)	65,202,300	65,985,338	65,379,233	64,155,288	65,676,224
18.1 A & H-group (Exhibit 1-Part 1, Line 20.4, Col. 8)					
18.2 A & H-credit (group and individual) (Exhibit 1-Part 1, Line 20.4, Col. 9)					
18.3 A & H-other (Exhibit 1-Part 1, Line 20.4, Col. 10)					
19. Aggregate of all other lines of business (Exhibit 1-Part 1, Line 20.4,Col. 11)					
20. Deposit-type funds	XXX	XXX	XXX	XXX	9,805,498
21. Total	72,718,251	73,488,160	73,169,166	72,886,882	81,439,310
<u>Balance Sheet Items</u> (Pages 2 & 3)					
22. Total admitted assets excluding Separate Accounts business (Page 2, Line 24, Col. 3)	481,569,445	444,982,220	403,968,999	388,749,866	344,425,305
23. Total liabilities excluding Separate Accounts business (Page 3, Line 26)	426,581,773	400,029,004	363,725,982	345,925,256	303,944,254
24. Aggregate life reserves (Page 3, Line 1)	422,028,398	393,742,216	358,744,431	317,021,703	290,119,538
25. Aggregate A & H reserves (Page 3, Line 2)					
26. Deposit-type contract funds (Page 3, Line 3)					XXX
27. Asset valuation reserve (Page 3, Line 24.1)	3,733,610	3,094,178	1,437,739	2,971,966	4,624,650
28. Capital (Page 3, Lines 29 and 30)	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000
29. Surplus (Page 3, Line 37)	52,487,671	42,453,217	37,743,017	40,324,611	37,981,052
<u>Risk-Based Capital Analysis</u>					
30. Total adjusted capital	58,721,281	48,047,395	41,680,756	45,796,577	45,105,702
31. Authorized control level risk - based capital	5,449,167	5,591,312	6,837,553	4,504,586	6,908,117
<u>Percentage Distribution of Assets</u> (Page 2, Col. 3) (Line No. / Page 2, Line 10, Col. 3) x 100.0					
32. Bonds (Line 1)	85.2	85.3	81.4	79.1	88.1
33. Stocks (Lines 2.1 and 2.2)	2.5	2.4		0.0	
34. Mortgage loans on real estate (Lines 3.1 and 3.2)	10.9	11.2	12.6	12.1	11.7
35. Real estate (Lines 4.1, 4.2 and 4.3)					
36. Cash, cash equivalents and short - term investments (Line 5)	1.4	0.7	3.1	5.5	0.2
37. Premium notes	XXX	XXX			
38. Contract loans (Line 6)					
39. Other invested assets (Line 7)			2.9	3.3	
40. Receivable for securities (Line 8)	0.0	0.4			
41. Aggregate write-ins for invested assets (Line 9)					
42. Cash and invested assets (Line 10)	100.0	100.0	100.0	100.0	100.0

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2004	2 2003	3 2002	4 2001	5 2000
Investments in Parent, Subsidiaries and Affiliates					
43. Affiliated bonds (Schedule D Summary, Line 25, Col. 1)					
44. Affiliated preferred stocks (Schedule D Summary, Line 39, Col. 1)					
45. Affiliated common stocks (Schedule D Summary, Line 53, Col. 2)					
46. Affiliated short-term investments (Subtotals included in Schedule DA Part 2 Col. 5, Line 11)					
47. Affiliated mortgage loans on real estate					
48. All other affiliated					
49. Total of above Lines 43 to 48					
Total Non-admitted and Admitted Assets					
50. Total non admitted assets (Page 2, Line 26, Col. 2)	6,075,025	7,969,188	6,664,149	8,544,242	1,994,735
51. Total admitted assets (Page 2, Line 26, Col. 3)	496,384,559	460,944,135	418,975,641	409,950,167	375,560,765
Investment Data					
52. Net investment income (Exhibit of Net Investment Income)	27,117,988	26,136,638	25,527,554	24,002,744	24,032,769
53. Realized capital gains (Losses)	258,695	545,603	(4,108,342)	(8,208,907)	(66,397)
54. Unrealized capital gains (Losses)	(5,299)	932,205	(1,254,164)	173,262	(1,994,735)
55. Total of above Lines 52, 53 & 54	27,371,384	27,614,446	20,165,048	15,967,099	21,971,638
Benefits and Reserve Increases (Page 6)					
56. Total contract benefits - life (Lines 10, 11, 12, 13, 14 and 15, Col.1 minus Lines 10, 11, 12, 13, 14, and 15, Cols. 9, 10 & 11).....	59,524,020	54,431,493	52,626,293	61,723,726	61,914,742
57. Total contract benefits - A & H (Lines 13 & 14, Cols. 9, 10 & 11)					
58. Increase in life reserves - other than group and annuities (Line 19, Cols. 2 and 3)					
59. Increase in A & H reserves (Line 19, Cols. 9, 10 & 11)					
60. Dividends to policyholders (Line 30, Col. 1)					
Operating Percentages					
61. Insurance expense percent (Page 6, Col. 1, Lines 21, 22 & 23, less Line 6)/ (Page 6, Col.1, Line 1 plus Exhibit 7, Col. 2, Line 2) x 100.0	2.8	6.5	3.9	3.3	5.4
62. Lapse percent (ordinary only). (Exhibit of Life Insurance, Col. 4, Lines 14 & 15) / 1/2 (Exhibit of Life Insurance, Col. 4, Lines 1 & 21) x 100.0					
63. A & H loss percent (Schedule H, Part 1, Lines 5 & 6, Col. 2)					
64. A & H cost containment percent (Schedule H, Pt. 1, Line 4, Col. 2)		XXX	XXX	XXX	XXX
65. A & H expense percent excluding cost containment expenses (Schedule H, Pt. 1, Line 10, Col. 2)					
A & H Claim Reserve Adequacy					
66. Incurred losses on prior years' claims - group health (Schedule H, Part 3, Line 3.1 Col. 2)					
67. Prior years' claim liability and reserve - group health (Schedule H, Part 3, Line 3.2 Col. 2)					
68. Incurred losses on prior years' claims-health other than group (Schedule H, Part 3, Line 3.1 Col. 1 less Col. 2)					
69. Prior years' claim liability and reserve-health other than group (Schedule H, Part 3, Line 3.2 Col. 1 less Col. 2)					
Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)					
70. Industrial life (Col. 2)					
71. Ordinary - life (Col. 3)	46,397	10,065			
72. Ordinary - individual annuities (Col. 4)	4,644,324	1,475,558	(45,388)	3,364,444	143,051
73. Ordinary-supplementary contracts (Col. 5)					
74. Credit life (Col. 6)	819,458	326,362	167,090	344,536	69,445
75. Group life (Col. 7)					
76. Group annuities (Col. 8)	5,175,930	2,215,734	746,728	2,002,465	3,058,945
77. A & H-group (Col. 9)					
78. A & H-credit (Col. 10)					
79. A & H-other (Col. 11)					
80. Aggregate of all other lines of business (Col. 12)					
81. Total (Col. 1)	10,686,109	4,027,719	868,430	5,711,445	3,271,441



ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

DIRECT BUSINESS IN THE STATE OF

DURING THE YEAR 2004

NAIC Group Code 0004

LIFE INSURANCE

NAIC Company Code 93653

DIRECT PREMIUMS AND ANNUITY CONSIDERATIONS	1 Ordinary	2 Credit Life (Group and Individual)	3 Group	4 Industrial	5 Total
1. Life insurance					
2. Annuity considerations					
3. Deposit-type contract funds		XXX		XXX	
4. Other considerations					
5. Totals (Sum of Lines 1 to 4)					
DIRECT DIVIDENDS TO POLICYHOLDERS					
Life insurance:					
6.1 Paid in cash or left on deposit					
6.2 Applied to pay renewal premiums					
6.3 Applied to provide paid-up additions or shorten the endowment or premium-paying period					
6.4 Other					
6.5 Totals (Sum of 6.1 to 6.4)					
Annuities:					
7.1 Paid in cash or left on deposit					
7.2 Applied to provide paid-up annuities					
7.3 Other					
7.4 Totals (Sum of Lines 7.1 to 7.3)					
8. Grand Totals (Lines 6.5 plus 7.4)					
DIRECT CLAIMS AND BENEFITS PAID					
9. Death benefits					
10. Matured endowments					
11. Annuity benefits					
12. Surrender values and withdrawals for life contracts					
13. Aggregate write-ins for miscellaneous direct claims and benefits paid					
14. All other benefits, except accident and health					
15. Totals					
DETAILS OF WRITE-INS					
1301.					
1302.					
1303.					
1398. Summary of Line 13 from overflow page					
1399. Totals (Lines 1301 thru 1303 plus 1398) (Line 13 above)					

DIRECT DEATH BENEFITS AND MATURED ENDOWMENTS INCURRED	Ordinary		Credit Life (Group and Individual)		Group		Industrial		Total	
	1	2	3	4	5	6	7	8	9	10
	No.	Amount	No. of Ind. Pols. & Gr. Certifs.	Amount	No. of Certifs.	Amount	No.	Amount	No.	Amount
16. Unpaid December 31, prior year										
17. Incurred during current year										
Settled during current year:										
18.1 By payment in full										
18.2 By payment on compromised claims										
18.3 Totals paid										
18.4 Reduction by compromise										
18.5 Amount rejected										
18.6 Total settlements										
19. Unpaid Dec. 31, current year (16+17-18.6)										
POLICY EXHIBIT					No. of Policies					
20. In force December 31, prior year			(a)							
21. Issued during year										
22. Other changes to in force (Net)										
23. In force December 31 of current year			(a)							

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

ACCIDENT AND HEALTH INSURANCE

	1 Direct Premiums	2 Direct Premiums Earned	3 Dividends Paid Or Credited On Direct Business	4 Direct Losses Paid	5 Direct Losses Incurred
24. Group Policies (b).....					
24.1 Federal Employees Health Benefits Program premium (b).....					
24.2 Credit (Group and Individual)					
24.3 Collectively Renewable Policies (b).....					
Other Individual Policies:					
25.1 Non-cancelable (b)					
25.2 Guaranteed renewable (b).....					
25.3 Non-renewable for stated reasons only (b).....					
25.4 Other accident only					
25.5 All other (b).....					
25.6 Totals (Sum of Lines 25.1 to 25.5)					
26. Totals (Lines 24 + 24.1 + 24.2 + 24.3 + 25.6)					

(b) For health business on indicated lines report: Number of persons insured under PPO managed care products and number of persons insured under Indemnity only products

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

EXHIBIT OF LIFE INSURANCE

	Industrial		Ordinary		Credit Life (Group and Individual)		Group			10
	1	2	3	4	5	6	Number of		9	Total Amount of Insurance (a)
	Number of Policies	Amount of Insurance (a)	Number of Policies	Amount of Insurance (a)	Number of Individual Policies and Group Certificates	Amount of Insurance (a)	7 Policies	8 Certificates	Amount of Insurance (a)	
1. In force end of prior year			.57	18,450						18,450
2. Issued during year			.89	34,375						34,375
3. Reinsurance assumed						188,180				188,180
4. Revived during year										
5. Increased during year (net)										
6. Subtotals, Lines 2 to 5			.89	34,375		188,180				222,555
7. Additions by dividends during year	XXX		XXX		XXX		XXX	XXX		
8. Aggregate write-ins for increases										
9. Totals (Lines 1 and 6 to 8)			146	52,825		188,180				241,005
Deductions during year:										
10. Death							XXX			
11. Maturity							XXX			
12. Disability							XXX			
13. Expiry										
14. Surrender										
15. Lapse										
16. Conversion							XXX	XXX	XXX	
17. Decreased (net)										
18. Reinsurance										
19. Aggregate write-ins for decreases										
20. Totals, (Lines 10 to 19)										
21. In force end of year, (Line 9 minus Line 20)			146	52,825		188,180				241,005
22. Reinsurance ceded end of year	XXX		XXX	52,825	XXX		XXX	XXX		52,825
23. Line 21 minus Line 22	XXX		XXX		XXX	(b) 188,180	XXX	XXX		188,180
DETAILS OF WRITE-INS										
0801.										
0802.										
0803.										
0898. Summary of remaining write-ins for Line 8 from overflow page										
0899. TOTALS (Lines 0801 thru 0803 plus 0898) (Line 8 above)										
1901.										
1902.										
1903.										
1998. Summary of remaining write-ins for Line 19 from overflow page										
1999. TOTALS (Lines 1901 thru 1903 plus 1998) (Line 19 above)										

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

(b) Group \$; Individual \$

EXHIBIT OF LIFE INSURANCE (Continued)

ADDITIONAL INFORMATION ON INSURANCE IN FORCE END OF YEAR			
	Industrial		Ordinary
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies
24. Additions by dividends			XXX
25. Other paid-up insurance			
26. Debit ordinary insurance	XXX	XXX	

ADDITIONAL INFORMATION ON ORDINARY INSURANCE			
	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies
Term Insurance Excluding Extended Term Insurance			4 Amount of Insurance (a)
27. Term policies - decreasing			
28. Term policies - other	89	34,375	146
29. Other term insurance - decreasing	XXX		XXX
30. Other term insurance	XXX		XXX
31. Totals, Line 27 to 30	89	34,375	146
Reconciliation to Lines 2 and 21:			
32. Term additions	XXX		XXX
33. Totals, extended term insurance	XXX	XXX	
34. Totals, whole life and endowment			
35. Total (Lines 31 to 34)	89	34,375	146

CLASSIFICATION OF AMOUNT OF INSURANCE (a) BY PARTICIPATING STATUS			
	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)
	1 Non-Participating	2 Participating	3 Non-Participating
36. Industrial			4 Participating
37. Ordinary	34,375		52,825
38. Credit Life (Group and Individual)			188,180
39. Group			
40. Totals (Lines 36 to 39)	34,375		241,005

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

ADDITIONAL ACCIDENTAL DEATH BENEFITS	
46. Amount of additional accidental death benefits in force end of year under ordinary policies (a)	

BASIS OF CALCULATION OF ORDINARY TERM INSURANCE	
47. State basis of calculation of (47.1) decreasing term insurance connected with Family Income Protection, etc., policies and riders and of (47.2) term insurance on wife and children under Family, Parent and Children, etc. policies and riders included above	
47.1	
47.2	

POLICIES WITH DISABILITY PROVISIONS							
	Industrial		Ordinary		Credit		Group
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)	5 Number of Policies	6 Amount of Insurance (a)	7 Number of Certificates
Disability Provision							8 Amount of Insurance (a)
48. Waiver of Premium							
49. Disability Income							
50. Extended Benefits			XXX	XXX			
51. Other							
52. Total	(b)		(b)		(b)		(b)

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

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

SUPPLEMENTARY CONTRACTS

	Ordinary		Group	
	1 Involving Life Contingencies	2 Not Involving Life Contingencies	3 Involving Life Contingencies	4 Not Involving Life Contingencies
1. In force end of prior year	NONE			
2. Issued during year				
3. Reinsurance assumed				
4. Increased during year (net)				
5. Total (Lines 1 to 4)				
Deductions during year:				
6. Decreased (net)				
7. Reinsurance				
8. Totals (Lines 6 and 7)				
9. In force end of year				
10. Amount on deposit	(a)		(a)	
11. Income now payable				
12. Amount of income payable	(a)	(a)	(a)	(a)

ANNUITIES

	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year	12	3,277	5	32,242
2. Issued during year	7	59		.651
3. Reinsurance assumed				
4. Increased during year (net)				
5. Total (Lines 1 to 4)	19	3,336	5	32,893
Deductions during year:				
6. Decreased (net)	4	308		2,570
7. Reinsurance				
8. Totals (Lines 6 and 7)	4	308		2,570
9. In force end of year	15	3,028	5	30,323
Income now payable:				
10. Amount of income payable	(a) 118,975	XXX	XXX	(a)
Deferred fully paid:				
11. Account balance	XXX	(a)	XXX	(a)
Deferred not fully paid:				
12. Account balance	XXX	(a) 39,723,129	XXX	(a) 351,003,144

ACCIDENT AND HEALTH INSURANCE

	Ordinary		Group		Credit	
	1 Policies	2 Premiums in Force	3 Policies	4 Premiums in Force	5 Policies	6 Premiums in Force
1. In force end of prior year	NONE					
2. Issued during year						
3. Reinsurance assumed						
4. Increased during year (net)		XXX		XXX		XXX
5. Total (Lines 1 to 4)		XXX		XXX		XXX
Deductions during year:						
6. Conversions	XXX	XXX		XXX	XXX	XXX
7. Decreased (net)		XXX		XXX		XXX
8. Reinsurance		XXX		XXX		XXX
9. Total (Lines 6 thru 8)		XXX		XXX		XXX
10. In force end of year		(a)		(a)		(a)

DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS

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

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

FORM FOR CALCULATING THE INTEREST MAINTENANCE RESERVE

Interest Maintenance Reserve		1
		Amount
1. Reserve as of December 31, Prior Year		(2,004,877)
2. Current Year's Realized Pre-Tax Capital Gains/(Losses) of \$ 312,934 Transferred into the Reserve Net of Taxes of \$ 109,527		203,407
3. Adjustment for Current Year's Liability Gains/(Losses) Released From the reserve		
4. Balance before Reduction for Amount Transferred to Summary of Operations (Line 1 + Line 2 + Line 3)		(1,801,469)
5. Current Year's Amortization Released to Summary of Operations (Amortization, Line 1, Column 4)		(389,080)
6. Reserve as of December 31, Current Year (Line 4 minus Line 5)		(1,412,389)

AMORTIZATION				
	1	2	3	4
Year of Amortization	Reserve as of December 31, Prior Year	Current Year's Realized Capital Gains/(Losses) Transferred into the Reserve Net of Taxes	Adjustment for Current Year's Liability Gains/(Losses) Released From the Reserve	Balance Before Reduction for Current Year's Amortization (Cols. 1+2+3)
1. 2004	(415,648)	26,568		(389,080)
2. 2005	(388,072)	56,102		(331,969)
3. 2006	(353,529)	52,038		(301,491)
4. 2007	(308,835)	39,620		(269,216)
5. 2008	(253,161)	26,775		(226,386)
6. 2009	(188,996)	12,742		(176,255)
7. 2010	(116,657)	4,861		(111,796)
8. 2011	(40,114)	3,734		(36,380)
9. 2012	2,093	2,607		4,700
10. 2013	(7,073)	1,367		(5,705)
11. 2014	(12,387)	1		(12,386)
12. 2015	(6,525)	(703)		(7,229)
13. 2016	720	(759)		(40)
14. 2017	7,482	(816)		6,667
15. 2018	15,595	(872)		14,723
16. 2019	18,015	(928)		17,087
17. 2020	15,040	(984)		14,056
18. 2021	12,100	(1,069)		11,031
19. 2022	8,387	(1,153)		7,234
20. 2023	3,937	(1,209)		2,727
21. 2024	1,481	(1,322)		159
22. 2025	952	(1,406)		(454)
23. 2026	317	(1,519)		(1,201)
24. 2027		(1,603)		(1,603)
25. 2028		(1,744)		(1,744)
26. 2029		(1,856)		(1,856)
27. 2030		(1,744)		(1,744)
28. 2031		(1,406)		(1,406)
29. 2032		(1,041)		(1,041)
30. 2033		(647)		(647)
31. 2034 and Later		(225)		(225)
32. Total (Lines 1 to 31)	(2,004,877)	203,407		(1,801,469)

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

ASSET VALUATION RESERVE

	Default Component			Equity Component			7 Total Amount (Cols. 3+6)
	1 Other Than Mortgage Loans	2 Mortgage Loans	3 Total (Cols. 1+2)	4 Common Stock	5 Real Estate and Other Invested Assets	6 Total (Cols. 4+5)	
1. Reserve as of December 31, Prior Year	2,273,131	821,047	3,094,178	0		0	3,094,178
2. Realized Capital Gains/(Losses) Net of Taxes - General Account	(35,255)		(35,255)				(35,255)
3. Realized Capital Gains/(Losses) Net of Taxes - Separate Accounts							
4. Unrealized Capital Gains/(Losses) Net of Deferred Taxes - General Account	(3,445)		(3,445)				(3,445)
5. Unrealized Capital Gains/(Losses) Net of Deferred Taxes - Separate Accounts							
6. Capital gains credited/(losses charged) to contract benefits, payments or reserves							
7. Basic Contribution	772,165	165,609	937,774				937,774
8. Accumulated Balances (Lines 1 through 5, - 6 + 7)	3,006,596	986,656	3,993,252	0		0	3,993,252
9. Maximum Reserve	3,414,805	491,652	3,906,457				3,906,457
10. Reserve Objective	2,384,525	310,517	2,695,042				2,695,042
11. 20% of (Line 10 - Line 8)	(124,414)	(135,228)	(259,642)	(0)		(0)	(259,642)
12. Balance Before Transfers (Lines 8 + 11)	2,882,182	851,428	3,733,610	0		0	3,733,610
13. Transfers	359,776	(359,776)					XXX
14. Voluntary Contribution							
15. Adjustment down to Maximum/up to Zero							
16. Reserve as of December 31, Current Year (Lines 12 + 13 + 14 + 15)	3,241,958	491,652	3,733,610	0		0	3,733,610

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

Line Num- ber	NAIC Designation	Description	1	2	3	4	Basic Contribution		Reserve Objective		Maximum Reserve	
			Book/Adjusted Carrying Value	Reclassify Related Party Encumbrances	Add Third Party Encumbrances	Balance for AVR Reserve Calculations (Cols. 1+2+3)	5	6	7	8	9	10
							Factor	Amount (Cols. 4x5)	Factor	Amount (Cols. 4x7)	Factor	Amount (Cols. 4x9)
LONG-TERM BONDS												
1		Exempt Obligations	7,454,404	.XXX	.XXX	7,454,404	0.0000		0.0000		0.0000	
2	1	Highest Quality	271,266,000	.XXX	.XXX	271,266,000	0.0004	108,506	0.0023	623,912	0.0030	813,798
3	2	High Quality	92,509,561	.XXX	.XXX	92,509,561	0.0019	175,768	0.0058	536,555	0.0090	832,586
4	3	Medium Quality	19,300,977	.XXX	.XXX	19,300,977	0.0093	179,499	0.0230	443,922	0.0340	656,233
5	4	Low Quality	13,505,367	.XXX	.XXX	13,505,367	0.0213	287,664	0.0530	715,784	0.0750	1,012,903
6	5	Lower Quality		.XXX	.XXX		0.0432		0.1100		0.1700	
7	6	In or Near Default		.XXX	.XXX		0.0000		0.2000		0.2000	
8		Total Unrated Multi-Class Securities Acquired by Conversion		.XXX	.XXX		.XXX		.XXX		.XXX	
9		Total Bonds (Sum of Lines 1 through 8) (Page 2, Line 1, Net Admitted Asset)	404,036,308	.XXX	.XXX	404,036,308	.XXX	751,438	.XXX	2,320,174	.XXX	3,315,520
PREFERRED STOCK												
10	1	Highest Quality	1,000,000	.XXX	.XXX	1,000,000	0.0004	400	0.0023	2,300	0.0030	3,000
11	2	High Quality	10,698,362	.XXX	.XXX	10,698,362	0.0019	20,327	0.0058	62,050	0.0090	96,285
12	3	Medium Quality		.XXX	.XXX		0.0093		0.0230		0.0340	
13	4	Low Quality		.XXX	.XXX		0.0213		0.0530		0.0750	
14	5	Lower Quality		.XXX	.XXX		0.0432		0.1100		0.1700	
15	6	In or Near Default		.XXX	.XXX		0.0000		0.2000		0.2000	
16		Affiliated Life with AVR		.XXX	.XXX		0.0000		0.0000		0.0000	
17		Total Preferred Stocks (Sum of Lines 10 thru 16) (Page 2, Line 2.1, Net Admitted Asset)	11,698,362	.XXX	.XXX	11,698,362	.XXX	20,727	.XXX	64,350	.XXX	99,285
SHORT-TERM BONDS												
18		Exempt Obligations		.XXX	.XXX		0.0000		0.0000		0.0000	
19	1	Highest Quality		.XXX	.XXX		0.0004		0.0023		0.0030	
20	2	High Quality		.XXX	.XXX		0.0019		0.0058		0.0090	
21	3	Medium Quality		.XXX	.XXX		0.0093		0.0230		0.0340	
22	4	Low Quality		.XXX	.XXX		0.0213		0.0530		0.0750	
23	5	Lower Quality		.XXX	.XXX		0.0432		0.1100		0.1700	
24	6	In or Near Default		.XXX	.XXX		0.0000		0.2000		0.2000	
25		Total Short-term Bonds (Sum of lines 18 thru 24)		.XXX	.XXX		.XXX		.XXX		.XXX	

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

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

Line Num- ber	NAIC Designation	Description	1	2	3	4	Basic Contribution		Reserve Objective		Maximum Reserve		
			Book/Adjusted Carrying Value	Reclassify Related Party Encumbrances	Add Third Party Encumbrances	Balance for AVR Reserve Calculations (Cols. 1+2+3)	5 Factor	6 Amount (Cols. 4x5)	7 Factor	8 Amount (Cols. 4x7)	9 Factor	10 Amount (Cols. 4x9)	
DERIVATIVE INSTRUMENTS													
26	1 2 3 4 5 6	Exchange Traded		XXX	XXX		0.0004		0.0023		0.0030		
27		Highest Quality		XXX	XXX		0.0004		0.0023		0.0030		
28		High Quality		XXX	XXX		0.0019		0.0058		0.0090		
29		Medium Quality		XXX	XXX		0.0093		0.0230		0.0340		
30		Low Quality		XXX	XXX		0.0213		0.0530		0.0750		
31		Lower Quality		XXX	XXX		0.0432		0.1100		0.1700		
32		In or Near Default		XXX	XXX		0.0000		0.2000		0.2000		
33		Total Derivative Instruments		XXX	XXX		XXX		XXX		XXX		
34		TOTAL (Line 9 + 17 + 25 +33)	415,734,670	XXX	XXX	415,734,670	XXX	772,165	XXX	2,384,525	XXX	3,414,805	
MORTGAGE LOANS													
In Good Standing:													
35		Farm Mortgages			XXX		0.0063 ^(a)		0.0120 ^(a)		0.0190 ^(a)		
36		Residential Mortgages - Insured or Guaranteed			XXX		0.0003		0.0006		0.0010		
37		Residential Mortgages - All Other			XXX		0.0013		0.0030		0.0040		
38		Commercial Mortgages - Insured or Guaranteed			XXX		0.0003		0.0006		0.0010		
39		Commercial Mortgages - All Other	51,752,863		XXX	51,752,863	0.0032 ^(a)	165,609	0.0060 ^(a)	310,517	0.0095 ^(a)	491,652	
40		In Good Standing With Restructured Terms			XXX		0.0179 ^(b)		0.0397 ^(b)		0.0640 ^(b)		
Overdue, Not in Process:													
41		Farm Mortgages			XXX		0.0420		0.0760		0.1200		
42		Residential Mortgages - Insured of Guaranteed			XXX		0.0005		0.0012		0.0020		
43		Residential Mortgages - All Other			XXX		0.0025		0.0058		0.0090		
44		Commercial Mortgages - Insured or Guaranteed			XXX		0.0005		0.0012		0.0020		
45		Commercial Mortgages - All Other			XXX		0.0420		0.0760		0.1200		
In Process of Foreclosure:													
46		Farm Mortgages			XXX		0.0000		0.1700		0.1700		
47		Residential Mortgages - Insured or Guaranteed			XXX		0.0000		0.0040		0.0040		
48		Residential Mortgages - All Other			XXX		0.0000		0.0130		0.0130		
49		Commercial Mortgages - Insured or Guaranteed			XXX		0.0000		0.0040		0.0040		
50		Commercial Mortgages - All Other			XXX		0.0000		0.1700		0.1700		
51		Total Schedule B Mortgages (Sum of Lines 35 thru 50) (Page 2, Line 3, Net Admitted Asset)	51,752,863		XXX	51,752,863	XXX	165,609	XXX	310,517	XXX	491,652	
52		Total Schedule DA Mortgages			XXX		^(c)		^(c)		^(c)		
53		Total Mortgage Loans on Real Estate (Line 51 + 52)	51,752,863		XXX	51,752,863	XXX	165,609	XXX	310,517	XXX	491,652	

(a) Times the Company's Experience Adjustment Factor (EAF).
(b) Column 9 is the greater of 6.4% without any EAF adjustments or a Company's EAF adjusted In Good Standing (IGS) factor plus 150 basis points. Columns 5 and 7 are 28% and 62% respectively of Column 9.
(c) Determined using the same factors and breakdowns used for directly owned mortgage loans.

AVR - Equity Component

NONE

Asset Valuation Reserve RSA

NONE

SCHEDULE A - VERIFICATION BETWEEN YEARS

1.	Book/adjusted carrying value, December 31, prior year (prior year statement)	
2.	Increase (decrease) by adjustment:	
2.1	Totals, Part 1, Column 11	
2.2	Totals, Part 3, Column 7	
3.	Cost of acquired, (Totals, Part 2, Column 6, net of encumbrances, Column 7) and net of additions and permanent improvements (Column 9)	
4.	Cost of additions and permanent improvements:	
4.1	Totals, Part 1, Column 14	
4.2	Totals, Part 3, Column 9	
5.	Total profit (loss) on sales, Part 3, Column 14	
6.	Increase (decrease) by foreign exchange adjustment:	
6.1	Totals, Part 1, Column 12	
6.2	Totals, Part 3, Column 8	
7.	Amounts received on sales, Part 3, Column 11 and Part 1, Column 13	
8.	Book/adjusted carrying value at end of current period	
9.	Total valuation allowance	
10.	Subtotal (Lines 8 plus 9)	
11.	Total nonadmitted amounts	
12.	Statement value, current period (Page 2, real estate lines, Net Admitted Assets column)	

SCHEDULE B - VERIFICATION BETWEEN YEARS

1.	Book value/recorded investment excluding accrued interest of mortgages owned, December 31 of prior year	49,256,953
2.	Amount loaned during year:	
2.1	Actual cost at time of acquisitions	5,730,000
2.2	Additional investment made after acquisitions	2,454,965
		8,184,965
3.	Accrual of discount and mortgage interest points and commitment fees	
4.	Increase (decrease) by adjustment	
5.	Total profit (loss) on sale	
6.	Amounts paid on account or in full during the year	5,689,055
7.	Amortization of premium	
8.	Increase (decrease) by foreign exchange adjustment	
9.	Book value/recorded investment excluding accrued interest on mortgages owned at end of current period	51,752,863
10.	Total valuation allowance	
11.	Subtotal (Lines 9 plus 10)	51,752,863
12.	Total nonadmitted amounts	
13.	Statement value of mortgages owned at end of current period (Page 2, mortgage lines, Net Admitted Assets column)	51,752,863

SCHEDULE BA - VERIFICATION BETWEEN YEARS

1.	Book/adjusted carrying value of long-term invested assets owned, December 31 of prior year	
2.	Cost of acquisitions during year:	
2.1	Actual cost at time of acquisitions	
2.2	Additional investment made after acquisitions	
3.	Accrual of discount	
4.	Increase (decrease) by adjustment	
5.	Total profit (loss) on sale	
6.	Amounts paid on account or in full during the year	
7.	Amortization of premium	
8.	Increase (decrease) by foreign exchange adjustment	
9.	Book/adjusted carrying value of long-term invested assets at end of current period	
10.	Total valuation allowance	
11.	Subtotal (Lines 9 plus 10)	
12.	Total nonadmitted amounts	
13.	Statement value of long-term invested assets at end of current period (Page 2, Line 7, Column 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	17,494,610	17,948,140	17,641,495	17,400,000
	2. Canada				
	3. Other Countries				
	4. Totals	17,494,610	17,948,140	17,641,495	17,400,000
States, Territories and Possessions (Direct and guaranteed)	5. United States				
	6. Canada				
	7. Other Countries				
	8. Totals				
Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	9. United States				
	10. Canada				
	11. Other Countries				
	12. Totals				
Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	13. United States	142,021,401	145,574,471	141,980,876	141,499,313
	14. Canada				
	15. Other Countries				
	16. Totals	142,021,401	145,574,471	141,980,876	141,499,313
Public Utilities (unaffiliated)	17. United States	24,136,925	25,369,699	24,377,294	23,710,000
	18. Canada				
	19. Other Countries	181,850	191,988	181,850	181,850
	20. Totals	24,318,775	25,561,687	24,559,144	23,891,850
Industrial and Miscellaneous and Credit Tenant Loans (unaffiliated)	21. United States	182,585,027	190,747,343	183,321,267	179,084,105
	22. Canada	17,067,911	17,650,024	17,108,271	16,790,000
	23. Other Countries	20,548,586	21,269,159	20,666,621	19,955,603
	24. Totals	220,201,524	229,666,526	221,096,159	215,829,708
Parent, Subsidiaries and Affiliates	25. Totals				
	26. Total Bonds	404,036,310	418,750,824	405,277,674	398,620,871
PREFERRED STOCKS Public Utilities (unaffiliated)	27. United States				
	28. Canada				
	29. Other Countries				
	30. Totals				
Banks, Trust and Insurance Companies (unaffiliated)	31. United States	1,000,000	1,041,030	1,000,000	
	32. Canada				
	33. Other Countries				
	34. Totals	1,000,000	1,041,030	1,000,000	
Industrial and Miscellaneous (unaffiliated)	35. United States	10,698,362	11,822,765	10,571,629	
	36. Canada				
	37. Other Countries				
	38. Totals	10,698,362	11,822,765	10,571,629	
Parent, Subsidiaries and Affiliates	39. Totals				
	40. Total Preferred Stocks	11,698,362	12,863,795	11,571,629	
COMMON STOCKS Public Utilities (unaffiliated)	41. United States				
	42. Canada				
	43. Other Countries				
	44. Totals				
Banks, Trust and Insurance Companies (unaffiliated)	45. United States				
	46. Canada				
	47. Other Countries				
	48. Totals				
Industrial and Miscellaneous (unaffiliated)	49. United States				
	50. Canada				
	51. Other Countries				
	52. Totals				
Parent, Subsidiaries and Affiliates	53. Totals				
	54. Total Common Stocks				
	55. Total Stocks	11,698,362	12,863,795	11,571,629	
	56. Total Bonds and Stocks	415,734,672	431,614,619	416,849,303	

SCHEDULE D - VERIFICATION BETWEEN YEARS

1. Book/adjusted carrying value of bonds and stocks, prior year	384,780,787	6. Foreign Exchange Adjustment:	
2. Cost of bonds and stocks acquired, Column 7, Part 3	82,337,572	6.1 Column 15, Part 1	
3. Increase (decrease) by adjustment:		6.2 Column 19, Part 2, Sec. 1	
3.1 Columns 12 + 13 - 14, Part 1	(776,695)	6.3 Column 16, Part 2, Sec. 2	
3.2 Column 18, Part 2, Sec. 1	(5,300)	6.4 Column 15, Part 4	
3.3 Column 15, Part 2, Sec. 2		7. Book/adjusted carrying value at end of current period	415,734,674
3.4 Column 14, Part 4	(68,189)	8. Total valuation allowance	
4. Total gain (loss), Col. 19, Part 4	259,068	9. Subtotal (Lines 7 plus 8)	415,734,674
5. Deduct consideration for bonds and stocks disposed of		10. Total nonadmitted amounts	
Column 7, Part 4	50,792,569	11. Statement value of bonds and stocks, current period	415,734,674

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 1A - SECTION 1

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
1. U.S. Governments, Schedules D & DA (Group 1)											
1.1 Class 1		7,454,404		10,040,206		17,494,610	4.3	12,421,371	3.3	17,494,610	
1.2 Class 2											
1.3 Class 3											
1.4 Class 4											
1.5 Class 5											
1.6 Class 6											
1.7 Totals		7,454,404		10,040,206		17,494,610	4.3	12,421,371	3.3	17,494,610	
2. All Other Governments, Schedules D & DA (Group 2)											
2.1 Class 1											
2.2 Class 2											
2.3 Class 3											
2.4 Class 4											
2.5 Class 5											
2.6 Class 6											
2.7 Totals											
3. States, Territories and Possessions etc., Guaranteed, Schedules D & DA (Group 3)											
3.1 Class 1											
3.2 Class 2											
3.3 Class 3											
3.4 Class 4											
3.5 Class 5											
3.6 Class 6											
3.7 Totals											
4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D & DA (Group 4)											
4.1 Class 1											
4.2 Class 2											
4.3 Class 3											
4.4 Class 4											
4.5 Class 5											
4.6 Class 6											
4.7 Totals											
5. Special Revenue & Special Assessment Obligations etc., Non-Guaranteed, Schedules D & DA (Group 5)											
5.1 Class 1	35,943,508	63,665,796	20,837,023	20,945,487	629,587	142,021,401	35.2	135,204,031	35.8	142,021,401	
5.2 Class 2											
5.3 Class 3											
5.4 Class 4											
5.5 Class 5											
5.6 Class 6											
5.7 Totals	35,943,508	63,665,796	20,837,023	20,945,487	629,587	142,021,401	35.2	135,204,031	35.8	142,021,401	

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 1A - SECTION 1 (continued)

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

	1	2	3	4	5	6	7	8	9	10	11
Quality Rating per the NAIC Designation	1 Year or Less	Over 1 Year Through 5 Years	Over 5 Years Through 10 Years	Over 10 Years Through 20 Years	Over 20 Years	Total Current Year	Col. 6 as a % of Line 10.7	Total from Col. 6 Prior Year	% From Col. 7 Prior Year	Total Publicly Traded	Total Privately Placed (a)
6. Public Utilities (Unaffiliated), Schedules D & DA (Group 6)											
6.1 Class 1		2,497,700	3,547,786			6,045,486	1.5	2,059,635	0.5	6,045,486	
6.2 Class 2	153,906	8,087,971	8,633,217	1,078,782		17,953,876	4.4	8,771,123	2.3	16,268,619	1,685,257
6.3 Class 3			155,146			155,146	0.0	1,002,535	0.3	155,146	
6.4 Class 4			164,266			164,266	0.0			164,266	
6.5 Class 5											
6.6 Class 6											
6.7 Totals	153,906	10,585,671	12,500,415	1,078,782		24,318,774	6.0	11,833,293	3.1	22,633,517	1,685,257
7. Industrial & Miscellaneous (Unaffiliated), Schedules D & DA (Group 7)											
7.1 Class 1	837,609	33,852,124	68,810,255	7,766,075	1,892,844	113,158,907	28.0	108,462,498	28.7	101,157,188	12,001,719
7.2 Class 2	6,151,924	23,643,950	44,734,131	25,679		74,555,684	18.5	82,492,837	21.9	64,033,960	10,521,725
7.3 Class 3	378,664	7,479,435	11,009,004	278,728		19,145,831	4.7	14,689,296	3.9	17,795,610	1,350,221
7.4 Class 4		3,247,500	9,993,601	100,000		13,341,101	3.3	12,068,103	3.2	10,894,653	2,446,447
7.5 Class 5								202,150	0.1		
7.6 Class 6											
7.7 Totals	7,368,197	68,223,009	134,546,991	8,170,482	1,892,844	220,201,523	54.5	217,914,884	57.7	193,881,411	26,320,112
8. Credit Tenant Loans, Schedules D & DA (Group 8)											
8.1 Class 1											
8.2 Class 2											
8.3 Class 3											
8.4 Class 4											
8.5 Class 5											
8.6 Class 6											
8.7 Totals											
9. Parent, Subsidiaries and Affiliates, Schedules D & DA (Group 9)											
9.1 Class 1											
9.2 Class 2											
9.3 Class 3											
9.4 Class 4											
9.5 Class 5											
9.6 Class 6											
9.7 Totals											

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 1A - SECTION 1 (continued)

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

	1	2	3	4	5	6	7	8	9	10	11
Quality Rating per the NAIC Designation	1 Year or Less	Over 1 Year Through 5 Years	Over 5 Years Through 10 Years	Over 10 Years Through 20 Years	Over 20 Years	Total Current Year	Col. 6 as a % of Line 10.7	Total from Col. 6 Prior Year	% From Col. 7 Prior Year	Total Publicly Traded	Total Privately Placed (a)
10. Total Bonds Current Year											
10.1 Class 1	36,781,117	107,470,024	93,195,064	38,751,768	2,522,431	278,720,404	69.0	XXX	XXX	266,718,685	12,001,719
10.2 Class 2	6,305,830	31,731,921	53,367,348	1,104,461		92,509,560	22.9	XXX	XXX	80,302,579	12,206,982
10.3 Class 3	378,664	7,479,435	11,164,150	278,728		19,300,977	4.8	XXX	XXX	17,950,756	1,350,221
10.4 Class 4		3,247,500	10,157,867	100,000		13,505,367	3.3	XXX	XXX	11,058,919	2,446,447
10.5 Class 5						(c)		XXX	XXX		
10.6 Class 6						(c)		XXX	XXX		
10.7 Totals	43,465,611	149,928,880	167,884,429	40,234,957	2,522,431	(b) 404,036,308	100.0	XXX	XXX	376,030,939	28,005,369
10.8 Line 10.7 as a % of Col. 6	10.8	37.1	41.6	10.0	0.6	100.0	XXX	XXX	XXX	93.1	6.9
11. Total Bonds Prior Year											
11.1 Class 1	22,447,232	130,194,288	84,656,818	16,652,193	4,197,004	XXX	XXX	258,147,535	68.4	243,965,509	14,182,027
11.2 Class 2	1,135,723	33,166,752	55,573,789	1,387,696		XXX	XXX	91,263,960	24.2	79,996,681	11,267,280
11.3 Class 3	179,827	6,550,734	8,782,322	178,948		XXX	XXX	15,691,831	4.2	12,551,429	3,140,402
11.4 Class 4		2,441,489	9,478,223	148,391		XXX	XXX	12,068,103	3.2	6,632,730	5,435,372
11.5 Class 5			202,150			XXX	XXX	(c) 202,150	0.1		202,150
11.6 Class 6						XXX	XXX	(c)			
11.7 Totals	23,762,782	172,353,263	158,693,302	18,367,228	4,197,004	XXX	XXX	(b) 377,373,579	100.0	343,146,349	34,227,231
11.8 Line 11.7 as a % of Col. 8	6.3	45.7	42.1	4.9	1.1	XXX	XXX	100.0	XXX	90.9	9.1
12. Total Publicly Traded Bonds											
12.1 Class 1	36,622,605	104,779,495	86,936,763	35,857,391	2,522,431	266,718,685	66.0	243,965,509	64.6	266,718,685	XXX
12.2 Class 2	3,139,930	26,344,509	49,713,678	1,104,461		80,302,578	19.9	79,996,681	21.2	80,302,578	XXX
12.3 Class 3	378,664	6,384,511	11,008,853	178,728		17,950,756	4.4	12,551,428	3.3	17,950,756	XXX
12.4 Class 4		3,043,568	8,015,352			11,058,920	2.7	6,632,731	1.8	11,058,920	XXX
12.5 Class 5											XXX
12.6 Class 6											XXX
12.7 Totals	40,141,199	140,552,083	155,674,646	37,140,580	2,522,431	376,030,939	93.1	343,146,349	90.9	376,030,939	XXX
12.8 Line 12.7 as a % of Col. 6	10.7	37.4	41.4	9.9	0.7	100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10	9.9	34.8	38.5	9.2	0.6	93.1	XXX	XXX	XXX	93.1	XXX
13. Total Privately Placed Bonds											
13.1 Class 1	158,512	2,690,529	6,258,300	2,894,377		12,001,718	3.0	14,182,026	3.8	XXX	12,001,718
13.2 Class 2	3,165,900	5,387,412	3,653,670			12,206,982	3.0	11,267,280	3.0	XXX	12,206,982
13.3 Class 3		1,094,924	155,297	100,000		1,350,221	0.3	3,140,402	0.8	XXX	1,350,221
13.4 Class 4		203,932	2,142,516	100,000		2,446,448	0.6	5,435,372	1.4	XXX	2,446,448
13.5 Class 5								202,150	0.1	XXX	
13.6 Class 6										XXX	
13.7 Totals	3,324,412	9,376,797	12,209,783	3,094,377		28,005,369	6.9	34,227,230	9.1	XXX	28,005,369
13.8 Line 13.7 as a % of Col. 6	11.9	33.5	43.6	11.0		100.0	XXX	XXX	XXX	XXX	100.0
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10	0.8	2.3	3.0	0.8		6.9	XXX	XXX	XXX	XXX	6.9

(a) Includes \$ 20,480,369 freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.

(b) Includes \$ current year, \$ 2,392,363 prior year of bonds with Z designations and \$, current year, \$ prior year of bonds with Z* designations. The letter "Z" means the NAIC designation was not assigned by the Securities Valuation Office (SVO) at the date of the statement. "Z*" means the SVO could not evaluate the obligation because valuation procedures for the security class is under regulatory review.

(c) Includes \$ current year, \$ prior year of bonds with 5* designations and \$, current year, \$ prior year of bonds with 6* designations. "5*" means the NAIC designation was assigned by the SVO in reliance on the insurer's certification that the issuer is current in all principal and interest payments. "6*" means the NAIC designation was assigned by the SVO due to inadequate certification of principal and interest payments.

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 1A - SECTION 2

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
1. U.S. Governments, Schedules D & DA (Group 1)											
1.1 Issuer Obligations		7,454,404		10,040,206		17,494,610	4.3	7,486,656	2.0	17,494,610	
1.2 Single Class Mortgage-Backed/Asset-Backed Securities								4,934,716	1.3		
1.7 Totals		7,454,404		10,040,206		17,494,610	4.3	12,421,372	3.3	17,494,610	
2. All Other Governments, Schedules D & DA (Group 2)											
2.1 Issuer Obligations											
2.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
2.3 Defined											
2.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET- BACKED SECURITIES											
2.5 Defined											
2.6 Other											
2.7 Totals											
3. States, Territories, and Possessions Guaranteed, Schedules D & DA (Group 3)											
3.1 Issuer Obligations											
3.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
3.3 Defined											
3.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET- BACKED SECURITIES											
3.5 Defined											
3.6 Other											
3.7 Totals											
4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D & DA (Group 4)											
4.1 Issuer Obligations											
4.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
4.3 Defined											
4.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET- BACKED SECURITIES											
4.5 Defined											
4.6 Other											
4.7 Totals											
5. Special Revenue & Special Assessment Obligations etc., Non-Guaranteed, Schedules D & DA (Group 5)											
5.1 Issuer Obligations								3,296,454	0.9		
5.2 Single Class Mortgage-Backed/Asset-Backed Securities	9,602,368	19,700,452	9,719,800	4,249,385	629,587	43,901,592	10.9	60,856,896	16.1	43,901,593	
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
5.3 Defined	25,666,480	40,899,263	6,303,364	2,933,520		75,802,627	18.8	71,050,681	18.8	75,802,628	
5.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET- BACKED SECURITIES											
5.5 Defined	295,761	1,352,236	2,145,694	6,023,490		9,817,181	2.4			9,817,180	
5.6 Other	378,900	1,713,845	2,668,164	7,739,092		12,500,001	3.1			12,500,000	
5.7 Totals	35,943,509	63,665,796	20,837,022	20,945,487	629,587	142,021,401	35.2	135,204,031	35.8	142,021,401	

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 1A - SECTION 2 (continued)

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
6. Public Utilities (Unaffiliated), Schedules D & DA (Group 6)											
6.1 Issuer Obligations	153,906	10,585,671	12,500,416	1,078,782		24,318,775	6.0	11,833,293	3.1	22,633,517	1,685,257
6.2 Single Class Mortgage-Backed/Asset-Based Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE- BACKED SECURITIES											
6.3 Defined											
6.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES											
6.5 Defined											
6.6 Other											
6.7 Totals	153,906	10,585,671	12,500,416	1,078,782		24,318,775	6.0	11,833,293	3.1	22,633,517	1,685,257
7. Industrial & Miscellaneous (Unaffiliated), Schedules D & DA (Group 7)											
7.1 Issuer Obligations	6,689,101	58,551,492	128,784,853	7,362,487	1,011,366	202,399,299	50.1	201,524,103	53.4	176,079,186	26,320,112
7.2 Single Class Mortgage-Backed/Asset-Based Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE- BACKED SECURITIES											
7.3 Defined	679,097	8,694,363	507,274			9,880,734	2.4	2,319,486	0.6	9,880,734	
7.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES											
7.5 Defined		977,153				977,153	0.2	9,075,697	2.4	977,153	
7.6 Other			5,254,864	807,996	881,478	6,944,338	1.7	4,995,597	1.3	6,944,338	
7.7 Totals	7,368,198	68,223,008	134,546,991	8,170,483	1,892,844	220,201,524	54.5	217,914,883	57.7	193,881,411	26,320,112
8. Credit Tenant Loans, Schedules D & DA (Group 8)											
8.1 Issuer Obligations											
8.7 Totals											
9. Parents, Subsidiaries and Affiliates, Schedules D & DA (Group 9)											
9.1 Issuer Obligations											
9.2 Single Class Mortgage-Backed/Asset-Based Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE- BACKED SECURITIES											
9.3 Defined											
9.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES											
9.5 Defined											
9.6 Other											
9.7 Totals											

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 1A - SECTION 2 (continued)

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total From Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
10. Total Bonds Current Year											
10.1 Issuer Obligations	6,843,007	76,591,567	141,285,269	18,481,475	1,011,366	244,212,684	60.4	XXX	XXX	216,207,313	28,005,369
10.2 Single Class Mortgage-Backed/Asset-Backed Securities	9,602,368	19,700,452	9,719,800	4,249,385	629,587	43,901,592	10.9	XXX	XXX	43,901,593	
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
10.3 Defined	26,345,577	49,593,626	6,810,638	2,933,520		85,683,361	21.2	XXX	XXX	85,683,362	
10.4 Other								XXX	XXX		
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
10.5 Defined	295,761	2,329,389	2,145,694	6,023,490		10,794,334	2.7	XXX	XXX	10,794,333	
10.6 Other	378,900	1,713,845	7,923,028	8,547,088	881,478	19,444,339	4.8	XXX	XXX	19,444,338	
10.7 Totals	43,465,613	149,928,879	167,884,429	40,234,958	2,522,431	404,036,310	100.0	XXX	XXX	376,030,939	28,005,369
10.8 Line 10.7 as a % of Col. 6	10.8	37.1	41.6	10.0	0.6	100.0	XXX	XXX	XXX	93.1	6.9
11. Total Bonds Prior Year											
11.1 Issuer Obligations	4,835,434	72,950,248	135,057,981	9,245,761	2,051,082	XXX	XXX	224,140,506	59.4	190,347,027	33,793,480
11.2 Single Class Mortgage-Backed/Asset-Backed Securities	14,676,772	27,584,311	13,334,164	8,050,443	2,145,922	XXX	XXX	65,791,612	17.4	65,791,611	
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
11.3 Defined	3,563,660	61,870,838	7,904,104	31,565		XXX	XXX	73,370,167	19.4	73,370,167	
11.4 Other						XXX	XXX				
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
11.5 Defined	369,533	8,518,272	187,892			XXX	XXX	9,075,697	2.4	8,641,945	433,751
11.6 Other	317,384	1,429,595	2,209,159	1,039,459		XXX	XXX	4,995,597	1.3	4,995,598	
11.7 Totals	23,762,783	172,353,264	158,693,300	18,367,228	4,197,004	XXX	XXX	377,373,579	100.0	343,146,348	34,227,231
11.8 Line 11.7 as a % of Col. 8	6.3	45.7	42.1	4.9	1.1	XXX	XXX	100.0	XXX	90.9	9.1
12. Total Publicly Traded Bonds											
12.1 Issuer Obligations	3,518,594	67,214,770	129,075,485	15,387,098	1,011,366	216,207,313	53.5	190,347,027	50.4	216,207,313	XXX
12.2 Single Class Mortgage-Backed/Asset-Backed Securities	9,602,368	19,700,452	9,719,800	4,249,385	629,587	43,901,592	10.9	65,791,611	17.4	43,901,592	XXX
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
12.3 Defined	26,345,577	49,593,626	6,810,639	2,933,520		85,683,362	21.2	73,370,166	19.4	85,683,362	XXX
12.4 Other											XXX
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
12.5 Defined	295,761	2,329,389	2,145,694	6,023,490		10,794,334	2.7	8,641,945	2.3	10,794,334	XXX
12.6 Other	378,900	1,713,845	7,923,028	8,547,088	881,478	19,444,339	4.8	4,995,597	1.3	19,444,339	XXX
12.7 Totals	40,141,200	140,552,082	155,674,646	37,140,581	2,522,431	376,030,940	93.1	343,146,346	90.9	376,030,940	XXX
12.8 Line 12.7 as a % of Col. 6	10.7	37.4	41.4	9.9	0.7	100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10	9.9	34.8	38.5	9.2	0.6	93.1	XXX	XXX	XXX	93.1	XXX
13. Total Privately Placed Bonds											
13.1 Issuer Obligations	3,324,412	9,376,797	12,209,783	3,094,377		28,005,369	6.9	33,793,479	9.0	XXX	28,005,369
13.2 Single Class Mortgage-Backed/Asset-Backed Securities										XXX	
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
13.3 Defined										XXX	
13.4 Other										XXX	
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											
13.5 Defined								433,751	0.1	XXX	
13.6 Other										XXX	
13.7 Totals	3,324,412	9,376,797	12,209,783	3,094,377		28,005,369	6.9	34,227,230	9.1	XXX	28,005,369
13.8 Line 13.7 as a % of Col. 6	11.9	33.5	43.6	11.0		100.0	XXX	XXX	XXX	XXX	100.0
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10	0.8	2.3	3.0	0.8		6.9	XXX	XXX	XXX	XXX	6.9

SCHEDULE DA - PART 2

Verification of SHORT-TERM INVESTMENTS Between Years					
	1	2	3	4	5
	Total	Bonds	Mortgage Loans	Other Short-term Investment Assets(a)	Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, prior year	3,296,454	3,296,454			
2. Cost of short-term investments acquired	8,177,798	8,177,798			
3. Increase (decrease) by adjustment	15,930	15,930			
4. Increase (decrease) by foreign exchange adjustment					
5. Total profit (loss) on disposal of short-term investments	(169)	(169)			
6. Consideration received on disposal of short-term investments	11,490,013	11,490,013			
7. Book/adjusted carrying value, current year					
8. Total valuation allowance					
9. Subtotal (Lines 7 plus 8)					
10. Total nonadmitted amounts					
11. Statement value (Lines 9 minus 10)					
12. Income collected during year	15,930	15,930			
13. Income earned during year	15,930	15,930			

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

Schedule DB - Part A - VBY

NONE

Schedule DB - Part B - VBY

NONE

Schedule DB - Part C - VBY

NONE

Schedule DB - Part D - VBY

NONE

Schedule DB - Part E - VBY

NONE

Schedule DB - Part F - Section 1

NONE

Schedule DB - Part F - Section 2

NONE

Schedule F - Claims

NONE

Schedule H - Part 1

NONE

Schedule H - Part 2

NONE

Schedule H - Part 3

NONE

Schedule H - Part 4

NONE

Schedule H - Part 5

NONE

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE S - PART 1 - SECTION 1

Reinsurance Assumed for Life Insurance, Annuities, Deposit Funds and Other Liabilities without Life or Disability Contingencies, and Related Benefits Listed by Reinsured Company as of December 31, Current Year

[illegible]

Schedule S - Part 1 - Section 2

NONE

Schedule S - Part 2

NONE

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE S - PART 3 - SECTION 1

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

[illegible]

Schedule S - Part 3 - Section 2

NONE

Schedule S - Part 4

NONE

SCHEDULE S - PART 5

Five Year Exhibit of Reinsurance Ceded Business (000 Omitted)					
	1 2004	2 2003	3 2002	4 2001	5 2000
A. OPERATIONS ITEMS					
1. Premiums and annuity considerations for life and accident and health contracts	58	7			
2. Commissions and reinsurance expense allowances.....					
3. Contract claims			(2,783)	(2,694)	(2,566)
4. Surrender benefits and withdrawals for life contracts					
5. Dividends to policyholders					
6. Reserve adjustments on reinsurance ceded					
7. Increase in aggregate reserve for life and accident and health contracts					
B. BALANCE SHEET ITEMS					
8. Premiums and annuity considerations for life and accident and health contracts deferred and uncollected					
9. Aggregate reserves for life and accident and health contracts	132	46			
10. Liability for deposit-type contracts					
11. Contract claims unpaid					
12. Amounts recoverable on reinsurance					
13. Experience rating refunds due or unpaid					
14. Policyholders' dividends (not included in Line 10).....					
15. Commissions and reinsurance expense allowances unpaid					
16. Unauthorized reinsurance offset					
C. UNAUTHORIZED REINSURANCE (DEPOSITS BY AND FUNDS WITHHELD FROM)					
17. Funds deposited by and withheld from (F)					
18. Letters of credit (L)					
19. Trust agreements (T)					
20. Other (O)					

SCHEDULE S - PART 6

Restatement of Balance Sheet to Identify Net Credit For Ceded Reinsurance			
	1 As Reported (net of ceded)	2 Restatement Adjustments	3 Restated (gross of ceded)
ASSETS (Page 2, Col. 3)			
1. Cash and invested assets (Line 10)	474,156,359		474,156,359
2. Reinsurance ceded (Line 13)	255,803	(255,803)	
3. Premiums and considerations (Line 12)			
4. Net credit for ceded reinsurance	XXX	387,866	387,866
5. All other admitted assets (balance)	7,157,283		7,157,283
6. Total assets excluding Separate Accounts (Line 24)	481,569,445	132,063	481,701,508
7. Separate Account assets (Line 25)	14,815,114		14,815,114
8. Total assets (Line 26)	496,384,559	132,063	496,516,622
LIABILITIES, CAPITAL AND SURPLUS (PAGE 3)			
9. Contract reserves (Lines 1 and 2)	422,028,398	132,063	422,160,461
10. Liability for deposit-type contracts (Line 3)			
11. Claim reserves (Line 4)	255,803		255,803
12. Policyholder dividends/reserves (Lines 5 through 7)			
13. Premium & annuity considerations received in advance (Line 8)			
14. Other contract liabilities (Line 9)	1,090,697		1,090,697
15. Reinsurance in unauthorized companies (Line 24.2)			
16. Funds held under reinsurance treaties with unauthorized reinsurers (Line 24.3)		XXX	
17. All other liabilities (balance)	3,206,875		3,206,875
18. Total liabilities excluding Separate Accounts (Line 26)	426,581,773	132,063	426,713,836
19. Separate Account liabilities (Line 27)	14,815,114		14,815,114
20. Total liabilities (Line 28)	441,396,887	132,063	441,528,950
21. Capital & surplus (Line 38)	54,987,671	XXX	54,987,671
22. Total liabilities, capital & surplus (Line 39)	496,384,558	132,063	496,516,621
NET CREDIT FOR CEDED REINSURANCE			
23. Contract reserves	132,063		
24. Claim reserves			
25. Policyholder dividends/reserves			
26. Premium and annuity considerations received in advance			
27. Liability for deposit-type contracts.....			
28. Other contract liabilities			
29. Reinsurance ceded assets	255,803		
30. Other ceded reinsurance recoverables			
31. Total ceded reinsurance recoverables	387,866		
32. Premiums and considerations			
33. Reinsurance in unauthorized companies			
34. Other ceded reinsurance payables/offsets			
35. Total ceded reinsurance payable/offsets			
36. Total net credit for ceded reinsurance	387,866		

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE T—PREMIUMS AND ANNUITY CONSIDERATIONS

Allocated by States and Territories

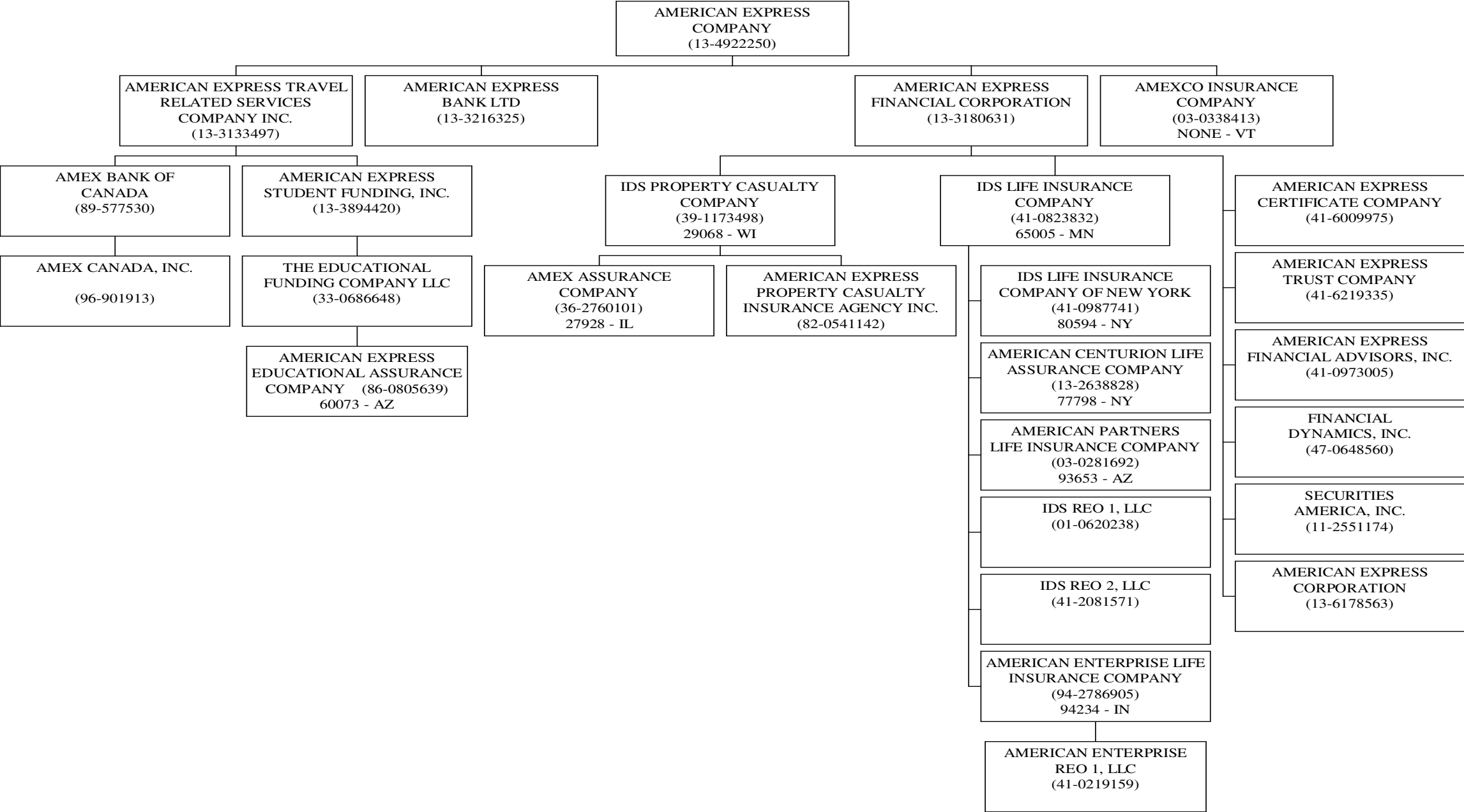
States, Etc.		1	Life Contracts		Direct Business Only		
			2	3	4	5	6
		Is Insurer Licensed? (Yes or No)	Life Insurance Premiums	Annuity Considerations	Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	Deposit-Type Contract Funds	Other Considerations
1. Alabama	AL	.Yes.		68,964			
2. Alaska	AK	.Yes.		201,340			
3. Arizona	AZ	.Yes.	6,018	783,345			
4. Arkansas	AR	.Yes.		345,706			
5. California	CA	.Yes.	265	16,332,103			
6. Colorado	CO	.Yes.	3,937	1,038,372			
7. Connecticut	CT	.Yes.	1,592	2,047,444			
8. Delaware	DE	.Yes.		191,528			
9. District of Columbia	DC	.Yes.		418,193			
10. Florida	FL	.Yes.	23,992	8,105,940			
11. Georgia	GA	.Yes.		3,178,032			
12. Hawaii	HI	.Yes.		210,697			
13. Idaho	ID	.Yes.		89,520			
14. Illinois	IL	.Yes.	8,869	3,677,723			
15. Indiana	IN	.Yes.	814	825,711			
16. Iowa	IA	.Yes.		139,152			
17. Kansas	KS	.Yes.		729,910			
18. Kentucky	KY	.Yes.		397,951			
19. Louisiana	LA	.Yes.		1,140,641			
20. Maine	ME	.Yes.		46,394			
21. Maryland	MD	.Yes.	2,104	1,246,038			
22. Massachusetts	MA	.Yes.	1,609	2,666,221			
23. Michigan	MI	.Yes.	9,131	1,368,801			
24. Minnesota	MN	.Yes.		252,432			
25. Mississippi	MS	.Yes.		527,432			
26. Missouri	MO	.Yes.		600,435			
27. Montana	MT	.Yes.		53,992			
28. Nebraska	NE	.Yes.		148,019			
29. Nevada	NV	.Yes.		888,734			
30. New Hampshire	NH	.No.		75,455			
31. New Jersey	NJ	.Yes.		7,038,480			
32. New Mexico	NM	.Yes.		275,802			
33. New York	NY	.No.		329,951			
34. North Carolina	NC	.Yes.	4,124	149,697			
35. North Dakota	ND	.Yes.		15,820			
36. Ohio	OH	.Yes.	2,085	1,473,012			
37. Oklahoma	OK	.Yes.		645,501			
38. Oregon	OR	.Yes.		137,515			
39. Pennsylvania	PA	.Yes.	4,467	1,951,498			
40. Rhode Island	RI	.Yes.	3,162	340,938			
41. South Carolina	SC	.Yes.	11,898	61,712			
42. South Dakota	SD	.Yes.		46,647			
43. Tennessee	TN	.Yes.	1,559	1,052,866			
44. Texas	TX	.Yes.	23,553	6,191,203			
45. Utah	UT	.Yes.	522	182,523			
46. Vermont	VT	.Yes.		81,432			
47. Virginia	VA	.Yes.	3,198	2,063,839			
48. Washington	WA	.Yes.		502,917			
49. West Virginia	WV	.Yes.		38,367			
50. Wisconsin	WI	.Yes.		441,028			
51. Wyoming	WY	.Yes.		31,601			
52. American Samoa	AS	.No.					
53. Guam	GU	.No.					
54. Puerto Rico	PR	.No.		1,000			
55. US Virgin Islands	VI	.No.		2,400			
56. Canada	CN	.No.		15,803			
57. Aggregate Other Alien	OT	.XXX.	(3,976)	134,399			
58. Subtotal	(a)	.49	108,923	71,002,176			
90. Reporting entity contributions for employee benefit plans		.XXX.					
91. Dividends or refunds applied to purchase paid-up additions and annuities		.XXX.					
92. Dividends or refunds applied to shorten endowment or premium paying period		.XXX.					
93. Premium or annuity considerations waived under disability or other contract provisions		.XXX.					
94. Aggregate of other amounts not allocable by State		.XXX.					
95. Totals (Direct Business)		.XXX.	108,923	71,002,176			
96. Plus Reinsurance Assumed		.XXX.	1,665,493				
97. Totals (All Business)		.XXX.	1,774,416	71,002,176			
98. Less Reinsurance Ceded		.XXX.	112,833				
99. Totals (All Business) less Reinsurance Ceded		.XXX.	1,661,583	71,002,176	(b)		
DETAILS OF WRITE-INS							
5701. Other Alien		.XXX.	(3,976)	134,399			
5702.		.XXX.					
5703.		.XXX.					
5798. Summary of remaining write-ins for Line 57 from overflow page		.XXX.					
5799. Totals (Lines 5701 through 5703 plus 5798)(Line 57 above)		.XXX.	(3,976)	134,399			
9401.		.XXX.					
9402.		.XXX.					
9403.		.XXX.					
9498. Summary of remaining write-ins for Line 94 from overflow page		.XXX.					
9499. Totals (Lines 9401 through 9403 plus 9498)(Line 94 above)		.XXX.					

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

(a) Insert the number of yes responses except for Canada and Other Alien.
(b) Column 4 should balance with Exhibit 1, Lines 6.4, 10.4, and 16.4, Cols. 8, 9 and 10, or with Schedule H, Part 1, Line 1, indicate which: Exhibit 1, Lines 6.4, 10.4 and 16.4, Cols. 8, 9 and 10.

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

PART 1 - ORGANIZATIONAL CHART



SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE Y (continued)

PART 2 - SUMMARY OF INSURER'S TRANSACTIONS WITH ANY AFFILIATES

[illegible]

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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

MARCH FILING

1. Will Schedule SIS (Stockholders Information Supplement) be filed by March 1?

.....NO.....
2. Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domicile and the NAIC by March 1?

.....NO.....
3. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC by March 1?

.....NO.....
4. Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1?

.....YES.....
5. Will the Risk-based Capital Report be filed with the NAIC by March 1?

.....YES.....
6. Will the Risk-based Capital Report be filed with the state of domicile, if required by March 1?

.....YES.....
7. Will the statement on non-guaranteed elements as required by interrogatory #3 to Exhibit 5 be filed by March 1?

.....YES.....
8. Will an actuarial opinion be filed with this statement by March 1?

.....YES.....
9. Will the Workers' Compensation Carve-Out Supplement be filed by March 1?

.....NO.....
10. Will Supplemental Schedule O be filed with the state of domicile and the NAIC by March 1?

.....NO.....

APRIL FILING

11. Will the Long-Term Care Experience Reporting Forms be filed with the state of domicile and the NAIC by April 1?

.....NO.....
12. Will Management's Discussion and Analysis be filed by April 1?

.....YES.....
13. Will the Interest Sensitive Life Insurance Products Report Forms be filed with the state of domicile and the NAIC by April 1?

.....NO.....
14. Will the Credit Insurance Experience Exhibit be filed with the state of domicile and the NAIC by April 1?

.....NO.....
15. Will the Life, Health and Annuity Guaranty Association Model Act Assessment Base Reconciliation Exhibit be filed with the state of domicile and the NAIC by April 1?

.....YES.....
16. Will the Adjustment Form (if required) be filed with the state of domicile and the NAIC by April 1?

.....YES.....
17. Will the Accident and Health Policy Experience Exhibit be filed by April 1?

.....NO.....
18. Will the Investment Risk Interrogatories be filed by April 1?

.....YES.....

JUNE FILING

19. Will an audited financial report be filed by June 1?

.....YES.....

EXPLANATIONS:

1.
2.
3.
9.
10.
11.
13.
14.
17.

BAR CODE:

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

1. 
9 3 6 5 3 2 0 0 4 4 2 0 0 0 0 0 0

2. 
9 3 6 5 3 2 0 0 4 3 6 0 5 8 0 0 0

3. 
9 3 6 5 3 2 0 0 4 4 9 0 0 0 0 0 0

9. 
9 3 6 5 3 2 0 0 4 4 9 5 0 0 0 0 0

10. 
9 3 6 5 3 2 0 0 4 4 6 5 0 0 0 0 0

11. 
9 3 6 5 3 2 0 0 4 3 3 0 5 8 0 0 0

13. 
9 3 6 5 3 2 0 0 4 2 8 0 0 0 0 0 0

14. 
9 3 6 5 3 2 0 0 4 2 3 0 5 8 0 0 0

17. 
9 3 6 5 3 2 0 0 4 2 1 0 0 0 0 0 0

OVERFLOW PAGE FOR WRITE-INS

Schedule A - Part 1

NONE

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE B - PART 2

Showing ALL Mortgage Loans SOLD, Transferred or Paid in Full During the Year

[illegible]

Schedule BA - Part 1

NONE

Schedule BA - Part 2

NONE

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	*	F o r e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
US Governments Issuer Obligations (10)																					
3133X9-Y0-7.....	FEDERAL HOME LOAN BANK.....				1FE	10,040,234	101.0350	10,103,500	10,000,000	10,040,206		(28)			4.890	4.895	MON	5,433		12/20/2004	12/25/2016
912827-Y5-5.....	US TREASURY.....				1FE	4,054,777	106.0234	4,134,913	3,900,000	3,943,109		(26,457)			7.000	6.229	JJ	126,114	272,865	09/12/2003	07/15/2006
912827-Z6-2.....	US TREASURY.....				1FE	3,546,484	105.9922	3,709,727	3,500,000	3,511,295		(5,795)			6.500	6.306	AO	59,475	216,775	07/21/1997	10/15/2006
0199999 - Total Bonds - U.S. Government - Issuer Obligations						17,641,495	XXX	17,948,140	17,400,000	17,494,610		(32,280)			XXX	XXX	XXX	191,022	489,640	XXX	XXX
0399999 - Total - U.S. Government Bonds						17,641,495	XXX	17,948,140	17,400,000	17,494,610		(32,280)			XXX	XXX	XXX	191,022	489,640	XXX	XXX
Special Revenue & Assessment Single Class Mortgage (SC)																					
31280F-6P-2.....	FREDDIE MAC GOLD E61778.....				1	118,673	104.7400	124,171	118,552	118,464		(42)			6.500	6.436	MON	642	7,706	09/16/1997	04/01/2008
31283G-WK-9.....	FREDDIE MAC GOLD G00650.....				1	171,612	107.5261	183,409	170,572	171,594		(8)			7.500	7.183	MON	1,066	12,793	02/03/1997	12/01/2025
31283H-J8-9.....	FREDDIE MAC GOLD G01187.....				1	1,119,677	105.0846	1,185,135	1,127,791	1,119,618		15			6.500	6.880	MON	6,109	73,306	05/01/2001	09/01/2030
31288G-PP-1.....	FREDDIE MAC GOLD C77630.....				1	15,284,457	101.7542	15,197,571	14,935,571	15,281,695		(1,700)			5.500	5.029	MON	68,455	821,456	04/01/2003	03/01/2033
31292G-SM-9.....	FREDDIE MAC GOLD C00524.....				1	28,286	107.3544	29,936	27,885	28,287		(1)			7.500	6.662	MON	174	2,091	07/14/1997	06/01/2027
31292G-ST-4.....	FREDDIE MAC GOLD C00530.....				1	61,930	107.3544	65,552	61,061	61,934		(3)			7.500	6.680	MON	382	4,580	07/15/1997	07/01/2027
31292G-T6-3.....	FREDDIE MAC GOLD C00573.....				1	584,399	105.1819	622,074	591,427	584,386		8			6.500	7.028	MON	3,204	38,443	12/18/1997	12/01/2027
31294B-UX-1.....	FREDDIE MAC GOLD C35098.....				1	251,690	107.2241	274,722	256,213	251,615		1			7.500	8.871	MON	1,601	19,216	02/03/2000	01/01/2030
31335H-RW-7.....	FREDDIE MAC GOLD C90492.....				1	2,834,210	104.0163	2,997,214	2,881,485	2,834,126		291			6.000	6.919	MON	14,407	172,889	12/07/2001	11/01/2021
31371F-GU-0.....	FNMA COLLATERAL - MUNI 250511.....				1	154,419	105.1965	167,202	158,943	154,531		13			6.500	7.459	MON	861	10,331	12/03/1996	03/01/2026
31371G-Z9-4.....	FNMA COLLATERAL - MUNI 251968.....				1	243,764	106.1561	259,745	244,682	243,769					7.000	7.050	MON	1,427	17,128	06/01/1999	09/01/2028
31371H-DU-9.....	FNMA COLLATERAL - MUNI 252215.....				1	937,330	103.7583	989,111	953,284	937,562		(87)			6.000	6.498	MON	4,766	57,197	10/26/1998	11/01/2028
31374G-G7-6.....	FNMA COLLATERAL - MUNI 313522.....				1	182,326	106.0277	192,202	181,275	181,964		(80)			7.000	6.653	MON	1,057	12,689	07/14/1997	05/01/2012
313750-G3-2.....	FNMA COLLATERAL - MUNI 341418.....				1	89,237	106.1350	94,182	89,894	89,313		15			6.500	6.806	MON	379	4,543	08/07/1997	05/01/2011
313777-SG-2.....	FNMA COLLATERAL - MUNI 386719.....				1	3,787,232	103.0351	3,796,153	3,684,330	3,775,998		(11,947)			5.259	4.536	MON	16,147	190,643	12/23/2003	12/01/2013
31378V-FR-6.....	FNMA COLLATERAL - MUNI 409776.....				1	82,645	105.1424	88,143	83,832	82,641		(3)			6.500	7.207	MON	454	5,449	12/29/1997	12/01/2027
31380U-JP-4.....	FNMA COLLATERAL - MUNI 450370.....				1	289,490	105.0833	301,705	287,110	289,424		(11)			6.500	6.102	MON	1,555	18,662	02/01/1999	01/01/2029
31382K-QF-8.....	FNMA COLLATERAL - MUNI 484754.....				1	230,368	105.0437	243,166	231,490	230,372					6.500	6.604	MON	1,254	15,047	03/30/1999	03/01/2029
31384B-SY-3.....	FNMA COLLATERAL - MUNI 519035.....				1	35,812	106.0946	38,839	36,608	35,804		1			7.000	8.299	MON	214	2,563	09/14/1999	10/01/2029
31384V-P4-8.....	FNMA COLLATERAL - MUNI 535143.....				1	53,852	107.2140	58,832	54,873	53,841		1			7.500	8.523	MON	343	4,116	07/18/2000	02/01/2030
31384V-RN-4.....	FNMA COLLATERAL - MUNI 535193.....				1	44,313	107.1840	48,136	44,910	44,307		1			7.500	8.200	MON	281	3,368	07/25/2000	03/01/2030
31385P-H5-6.....	FNMA COLLATERAL - MUNI 548452.....				1	523,587	105.1424	552,067	525,066	523,608		(2)			6.500	6.471	MON	2,844	34,129	04/25/2001	12/01/2028
31385W-V3-0.....	FNMA COLLATERAL - MUNI 555134.....				1	7,055,032	103.5407	7,101,763	6,858,910	7,053,767		(671)			6.000	5.268	MON	34,295	411,535	11/15/2002	12/01/2032
31386V-2K-5.....	FNMA COLLATERAL - MUNI 575078.....				1	848,739	104.9775	897,441	854,889	848,723		2			6.500	6.738	MON	4,631	55,568	07/11/2001	05/01/2031
31387F-3C-6.....	FNMA COLLATERAL - MUNI 583195.....				1	528,785	104.9775	564,462	537,698	528,716		2			6.500	7.343	MON	2,913	34,950	05/24/2001	05/01/2031
31387W-2V-8.....	FNMA COLLATERAL - MUNI 596688.....				1	3,145,098	101.5558	3,230,371	3,180,883	3,145,315		75			5.500	5.751	MON	14,579	174,949	08/08/2002	12/01/2031
31389F-J5-2.....	FNMA COLLATERAL - MUNI 624084.....				1	1,394,025	101.7304	1,489,357	1,464,024	1,393,536		169			5.500	7.750	MON	6,710	80,521	11/21/2001	01/01/2032
31391N-SY-8.....	FNMA COLLATERAL - MUNI 672035.....				1	1,904,417	103.5407	1,894,584	1,829,796	1,905,491		384			6.000	3.658	MON	9,149	109,788	02/20/2003	12/01/2032
313989-TJ-4.....	FREDDIE MAC GOLD D48653.....				1	142,680	105.3392	151,495	143,816	142,714		3			6.500	6.782	MON	779	9,348	02/01/1996	02/01/2024
31400B-ZC-3.....	FNMA COLLATERAL - MUNI 683039.....				1	1,808,248	103.5407	1,799,181	1,737,656	1,808,477		641			6.000	4.585	MON	8,688	104,259	02/24/2003	02/01/2033
2699999 - Total Bonds - Special Revenue - Single Class Mortgage-Backed/Asset-Backed Securities						43,916,333	XXX	44,617,921	43,334,526	43,901,592		(12,933)			XXX	XXX	XXX	209,366	2,509,263	XXX	XXX
Defined Multi-Class Residential (DR)																					
31339N-TA-4.....	FHLMC.2425 CMO 2425 OB.....			2	1	9,600,529	104.1198	10,311,021	9,903,036	9,799,239		79,735			6.000	6.979	MON	49,515	594,182	03/11/2002	03/15/2017
31337T-B5-9.....	FHLMC.2318 CMO 2318 GK.....			2	1	4,311,704	101.4550	4,609,221	4,543,119	4,497,034		59,738			6.000	7.502	MON	22,716	272,587	06/08/2001	02/15/2017
313920-P5-3.....	FANNIE MAE FNMA.01-45 CMO 45 PE.....			2	1	7,704,842	105.2148	8,054,719	7,655,500	7,650,141		(15,844)			6.500	6.321	MON	41,467	497,607	07/20/2001	09/25/2016
31392A-5W-4.....	FANNIE MAE FNMA.01-76 CMO 76 UD.....			2	1	9,773,438	102.7707	10,277,070	10,000,000	9,833,332		16,820			5.500	5.863	MON	45,833	550,000	11/14/2001	01/25/2017
31392B-N6-9.....	FANNIE MAE FNMA.02-12 CMO 12 PG.....			2	1	4,998,047	104.9408	5,247,040	5,000,000	4,988,904		(3,082)			6.000	5.991	MON	25,000	300,000	02/22/2002	03/25/2017
31392B-WJ-6.....	FANNIE MAE FNMA.02-4 CMO 4 BC.....			2	1	4,815,625	104.7811	5,239,055	5,000,000	4,904,888		28,169			6.000	6.874	MON	25,000	300,000	01/03/2002	02/25/2017
31392X-KE-7.....	FREDDIE MAC FHLMC.2523 CMO 2523 GX.....			2	1	10,423,438	102.8504	10,285,040	10,000,000	10,134,499		(170,822)			5.500	4.027	MON	45,833	550,000	11/07/2002	01/15/2022
31393H-QB-1.....	FREDDIE MAC FHLMC.2558 CMO 2558 BC.....			2	1	10,221,87,															

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	*	F o r e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
83162C-NJ-3	SMALL BUSINESS ADMIN 2004-20F 1				1FE	4,913,168	104.0681	5,113,041	4,913,168	4,913,168					5.520	5.520	JD	22,601	124,618	06/08/2004	06/01/2024
2999999 - Total Bonds - Special Revenue - Defined Multi-Class Commercial Mortgage-Backed Securities						9,817,181	XXX	10,129,846	9,817,181	9,817,181					XXX	XXX	XXX	64,939	244,666	XXX	XXX
Other Multi-Class Commercial (OC)																					
83162C-PA-5	SBAP 2004-20I 2004-20I				1FE	5,000,000	101.1475	5,057,375	5,000,000	5,000,000					4.990	4.990	MS	73,464		09/07/2004	09/01/2024
83162C-PE-7	SBAP 04-20L 04-20L 1				1FE	7,500,000	100.2932	7,521,990	7,500,000	7,500,000					4.870	4.870	JD	16,400		12/07/2004	12/01/2024
3099999 - Total Bonds - Special Revenue - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities						12,500,000	XXX	12,579,365	12,500,000	12,500,000					XXX	XXX	XXX	89,864		XXX	XXX
3199999 - Total - Special Revenue Bonds						141,980,876	XXX	145,574,471	141,499,312	142,021,399		(95,139)			XXX	XXX	XXX	744,553	6,961,064	XXX	XXX
Public Utilities (unaffiliated) Issuer Obligations (IO)																					
199575-AR-2	COLUMBUS SOUTHERN POWER CORP.				1.	1,039,440	104.5550	1,045,550	1,000,000	1,034,029		(3,303)			5.500	4.988	MS	18,333	55,000	04/21/2003	03/01/2013
233293-AH-2	DPL INC.				3FE	155,804	109.2132	163,820	150,000	155,146		(595)			6.875	6.238	MS	3,438	10,313	11/13/2003	09/01/2011
240019-BP-3	DPL INC.				2FE	1,503,630	101.8320	1,527,480	1,500,000	1,503,407		(237)			5.125	5.092	AO	19,219	81,760	01/28/2004	10/01/2013
25746U-AA-7	DOMINION RESOURCES INC.				2FE	1,498,545	117.4500	1,761,750	1,500,000	1,499,021		138			8.125	8.140	JD	5,417	121,875	06/21/2000	06/15/2010
264399-DW-3	DUKE ENERGY CORP.				2FE	1,680,050	109.0156	1,635,234	1,500,000	1,651,977		(17,954)			6.250	4.551	JJ	43,229	93,750	05/30/2003	01/15/2012
269279-AB-1	EXCO RESOURCES INC 144A			1.	4.	164,925	107.0000	171,200	160,000	164,266		(659)			7.250	6.619	JJ	5,349	5,639	01/16/2004	01/15/2011
283677-AT-9	EL PASO ELECTRIC CO.				2FE	2,236,840	105.6821	2,113,642	2,000,000	2,040,448		(34,817)			8.900	6.928	FA	74,167	178,000	02/27/1998	02/01/2006
302570-AK-2	FPL GROUP CAPITAL INC.				1FE	1,993,940	106.8171	2,136,342	2,000,000	1,998,242		932			7.625	7.681	MS	44,903	152,500	09/01/1999	09/15/2006
337932-AB-3	FIRSTENERGY CORP.				2FE	1,003,030	108.4830	1,084,830	1,000,000	1,002,278		(257)			6.450	6.408	MN	8,242	64,500	11/09/2001	11/15/2011
341099-CC-1	FLORIDA POWER CORP.				1FE	1,494,750	100.3020	1,504,530	1,500,000	1,495,459		450			4.800	4.845	MS	24,000	72,000	01/29/2004	03/01/2013
482620-AV-3	K N ENERGY INC.				2FE	2,493,800	107.9794	2,699,485	2,500,000	2,497,546		673			6.800	6.835	MS	56,667	170,000	03/04/1998	03/01/2008
485134-BE-9	KANSAS CITY POWER & LIGHT				2FE	997,950	104.0190	1,040,190	1,000,000	999,024		402			6.000	6.048	MS	17,667	60,000	03/08/2002	03/15/2007
665772-BR-9	NORTHERN STATES POWER				2FE	992,790	110.9576	1,109,576	1,000,000	996,095		701			6.875	6.976	FA	28,646	68,750	07/21/1999	08/01/2009
69362B-AN-2	PSEG POWER				2.	1,002,050	101.9090	1,019,090	1,000,000	1,001,957		(92)			5.500	5.476	JD	4,583	55,000	12/17/2003	12/01/2015
693659-AC-8	PVNGS II FUNDING CORP INC.			2.	2FE	1,400,000	111.2950	1,558,130	1,400,000	1,400,000					8.000	7.998	JD	311	112,000	08/31/1995	12/30/2015
695114-BV-9	PACIFICORP.				1FE	499,280	100.9919	504,960	500,000	499,457		135			4.300	4.332	MS	6,331	21,918	09/03/2003	09/15/2008
744448-BL-4	PUB SERV CO OF COLORADO				2FE	992,250	110.8633	1,108,633	1,000,000	995,820		759			6.875	6.984	JJ	31,701	68,750	07/13/1999	07/15/2009
816851-AF-6	SEMPRA ENERGY				2FE	1,092,530	106.7282	1,067,282	1,000,000	1,079,885		(7,922)			6.000	4.796	FA	25,000	60,000	05/09/2003	02/01/2013
875127-AS-1	TAMPA ELECTRIC CO.				2FE	1,114,530	112.7434	1,127,434	1,000,000	1,104,568		(9,962)			6.875	5.167	JD	3,056	68,750	02/05/2004	06/15/2012
976656-BX-5	WISCONSIN ELEC POWER				1FE	1,021,160	99.0542	990,542	1,000,000	1,018,299		(1,787)			4.500	4.238	MN	5,750	45,000	05/08/2003	05/15/2013
754052-AA-6	RAS LAFFON LIQUIFIED GAS COMPA.		F.	2.	2FE	181,850	105.5748	191,988	181,850	181,850					7.628	7.631	MS	4,084	13,872	12/12/1996	09/15/2006
3299999 - Total Bonds - Public Utilities - Issuer Obligations						24,559,144	XXX	25,561,687	23,891,850	24,318,774		(73,395)			XXX	XXX	XXX	430,093	1,579,377	XXX	XXX
3899999 - Total - Public Utilities Bonds						24,559,144	XXX	25,561,687	23,891,850	24,318,774		(73,395)			XXX	XXX	XXX	430,093	1,579,377	XXX	XXX
Industrial & Miscellaneous Issuer Obligations (IO)																					
00184A-AF-2	TIME WARNER INC.				2FE	1,686,625	113.8856	1,708,284	1,500,000	1,669,614		(17,011)			6.875	5.013	MN	17,180	103,120	01/28/2004	05/01/2012
00209A-AG-1	AT&T WIRELESS SERVICES INC.				1FE	1,172,960	120.8844	1,208,844	1,000,000	1,152,079		(16,390)			8.125	5.570	MN	13,542	81,250	09/12/2003	05/01/2012
017475-AA-2	ALLEGIANCE CORP.				2FE	748,418	105.5553	791,665	750,000	749,628		188			7.300	7.330	AO	11,558	54,750	10/09/1996	10/15/2006
01958X-BK-2	ALLIED WASTE NORTH AMERICA				3.	98,000	96.7500	96,750	100,000	98,056		56			6.375	6.760	AO	1,346	3,099	10/06/2004	04/15/2011
023551-AE-4	AMERADA HESS				3FE	1,990,940	111.7243	2,234,486	2,000,000	1,994,877		870			7.375	7.440	AO	36,875	147,500	09/28/1999	10/01/2009
029717-AC-9	AMERICAN STANDARD COMPANIES				2FE	434,500	109.5000	438,000	400,000	429,691		(4,809)			7.375	4.758	FA	12,292	14,750	06/09/2004	02/01/2008
032166-AG-5	AMISOUTH BANK NA			1.	1FE	1,000,000	106.9922	1,069,922	1,000,000	1,000,000					6.450	6.450	FA	26,875	64,500	01/30/1998	02/01/2008
032511-AT-4	ANADARKO PETRO CORP.				2FE	1,108,960	109.2458	1,092,458	1,000,000	1,091,724		(10,513)			6.125	4.614	MS	18,035	61,250	04/25/2003	03/15/2012
035229-CU-5	ANHEUSER-BUSCH COS INC.				1FE	1,496,010	102.3820	1,535,730	1,500,000	1,496,321		304			4.950	4.984	JJ	34,238	62,494	09/09/2003	01/15/2014
038522-AA-6	ARAMARK SERVICES INC.				2FE	1,398,891	101.4598	1,420,437	1,400,000	1,399,959		119			8.150	8.159	MN	19,017	114,100	08/31/1995	05/01/2005
038522-AC-2	ARAMARK SERVICES INC.				2FE	1,999,460	104.7267	2,094,534	2,000,000	1,999,885		68			7.000	7.004	JJ	64,556	140,000	07/01/1998	07/15/2006
03939R-AB-6	ARCH WESTERN FINANCE LLC			1.	3FE	116,802	103.2500	118,738	115,000	116,774		(27)			6.750	6.455	JJ	4,086		10/22/2004	07/01/2013
039580-AA-6	ARCHSTONE-SMITH OPERATING TRUS.				2FE	999,350	110.1080	1,101,080	1,000,000	999,497		54			6.500	6.509	FA	24,556	65,000	02/12/2002	02/15/2012
039580-AC-2	ARCHSTONE-SMITH OPERATING TRUS.				2FE	999,510	103.8912	1,038,912	1,000,000	999,548		38			5.625	5.631	FA	23,281		07/29/2004	01/15/2014
040228-AL-2	ARGOSY GAMING			1.	4FE	201,987	110.5000	221,000	200,000	201,903		(84)			7.000	6.805	JJ	6,456		08/12/2004	01/15/2014
045184-AA-6	ASIF GLOBAL FINANCING XIX				1FE	2,502,495	101.6980	2,542,450	2,500,000	2,502,239		(226)			4.900	4.886	JJ	55,806	122,500	03/19/2003	01/17/2013
055666-AA-7	BNP 144A				1FE	1,018,160	102.0661	1,020,661	1,000,000	1,016,163		(1,219)			5.125	4.919	JJ	23,632	51,250	04/03/2003	01/15/2015
058498-AF-3	BALL CORP.			1.	3FE	412,181	107.5000	430,000	400,000	410,643		(1,487)			6.875	6.308	JD	1,222	27,500	01/12/2004	12/15/2012
060505-AR-5	BANK OF AMERICA CORP.				1FE	2,012,070	102.1257	2,042,514	2,000,000	2,009,820		(1,031)			4.875	4.798	MS	28,708	97,500	10/01/2002	09/15/2012
06423A-AQ-6	BANK ONE CORPORATION				1FE	1,471,380	107.5440	1,613,160	1,500,000	1,477,765		2,530			5.900	6.168	MN	11,308	88,500	05/07/2002	11/15/2011
07556Q-AJ-4	BEAZER HOMES USA INC.			1.	3FE	379,200	101.2500	374,625	370,000	378,522		(678)			6.500	6.084	MN	3,073	20,916	11/23/2004	11/15/2013
079857-AG-3	BELLSOUTH CAP FUNDING				1FE	1,097,904	115.8467	1,158,467	1,000,000	1,064,861		(10,450)			7.750	6.250	FA	29,278	77,500	08/02/2001	02/15/2010

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest					Dates	
		3	4 F o r e i g n	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	*		Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
097023-AT-2	BOEING COMPANY				1FE	997,893	.103,4200	1,034,200	1,000,000	998,218		.172			5.125	5.152	FA	19,361	51,250	.02/06/2003	.02/15/2013
097383-AW-3	OFFICEMAX INC.			1	2FE	426,163	.115,1650	460,660	400,000	423,879		(2,284)			7.000	5.922	MN	4,667	28,778	.04/20/2004	.11/01/2013
097395-AA-5	BOISE CASCADE LLC			1	4FE	204,163	.103,7500	207,500	200,000	203,932		(231)			5.005	4.263	JAJO	1,780		.10/25/2004	.10/15/2012
10138M-AB-1	BOTTLING GROUP LLC				1FE	999,190	.101,5613	1,015,613	1,000,000	999,280		.143			4.625	4.636	MN	5,910	46,250	.09/01/2004	.11/15/2012
103304-BD-2	BOYD GAMING CORP.			1	4FE	283,979	.104,7500	314,250	300,000	284,460		.481			6.750	7.511	AO	4,275	10,125	.08/06/2004	.04/15/2014
126304-AC-8	CSC HOLDINGS INC.				4FE	462,625	.107,2500	536,250	500,000	482,350		4,981			7.875	9.268	JD	1,750	39,375	.05/15/2000	.12/15/2007
126408-BK-8	CSX CORP.				2FE	998,260	.108,3950	1,083,950	1,000,000	999,474		.200			7.450	7.475	MN	12,417	74,500	.05/07/1997	.05/01/2007
127210-AA-0	CADBURY SCHWEPPES US 144A				2FE	1,495,605	.99,6496	1,494,744	1,500,000	1,496,632		.821			3.875	3.940	AO	14,531	58,448	.09/22/2003	.10/01/2008
130770-AE-3	CALIFORNIA STEEL INDUSTRIES			1	3FE	352,083	.99,2500	347,375	350,000	351,999		(84)			6.125	6.023	MS	6,312	10,302	.06/28/2004	.03/15/2012
134429-AR-0	CAMPBELL SOUP CO				1FE	998,210	.102,3970	1,023,970	1,000,000	998,514		.149			5.000	5.023	JD	3,889	50,000	.11/25/2002	.12/03/2012
14743R-AA-1	CASE CORP.				3FE	128,750	.101,7500	127,188	125,000	126,331		(2,187)			7.250	5.369	FA	3,776	9,063	.11/18/2003	.08/01/2005
147446-AH-1	CASE NEW HOLLAND INC.				3FE	94,625	.99,0260	99,026	100,000	95,085		.460			6.000	7.323	JD	500	3,217	.07/06/2004	.06/01/2009
149123-BG-5	CATERPILLAR INC.				1FE	499,055	.113,1299	565,650	500,000	499,470		.92			7.250	7.277	MS	10,674	36,250	.09/14/1999	.09/15/2009
16132N-AV-8	CHARTER ONE BANK FSB				1FE	554,345	.110,4301	552,151	500,000	545,783		(5,050)			6.375	4.881	MN	4,073	31,875	.04/03/2003	.05/15/2012
165087-AP-2	VERIZON VIRGINIA				1FE	610,325	.116,6991	583,496	500,000	596,039		(9,812)			7.625	4.692	JD	3,177	38,125	.07/07/2003	.12/01/2012
165167-BA-4	CHESAPEAKE ENERGY CORP 144A			1	3FE	208,000	.108,7500	217,500	200,000	206,755		(875)			7.750	7.051	JJ	7,147	15,500	.08/04/2003	.01/15/2015
165167-BC-0	CHESAPEAKE ENERGY CORP.			1	3FE	107,311	.108,8750	108,875	100,000	107,033		(810)			7.500	6.201	MS	2,208	7,500	.09/01/2004	.09/15/2013
165167-BE-6	CHESAPEAKE ENERGY CORP.			1	3FE	53,500	.104,7500	52,375	50,000	53,464		(36)			6.875	5.665	JJ	1,585		.11/22/2004	.01/15/2016
17037N-AC-4	CHOCTAW GENERATION LIMITED PAR.				4FE	100,000	.101,0000	101,000	100,000	100,000					7.250	7.250	MN	1,148		.10/26/2004	.11/15/2019
171340-AD-4	CHURCH & DWIGHT			1	4FE	201,994	.101,7500	203,500	200,000	201,987		(7)			6.000	5.801	JD	300		.12/15/2004	.12/15/2012
171871-AB-2	BROADWING (CINCINNATI BELL)			1	4FE	253,823	.102,7500	256,875	250,000	253,700		(122)			7.250	6.963	JJ	8,358		.09/01/2004	.07/15/2013
172967-BJ-9	CITIGROUP INC.				1FE	1,086,160	.109,3977	1,093,977	1,000,000	1,075,113		(8,643)			6.000	4.747	FA	21,667	60,000	.09/12/2003	.02/21/2012
172967-BS-9	CITIGROUP INC.				1FE	994,780	.99,6390	996,390	1,000,000	996,674		1,002			3.500	3.615	FA	14,583	35,000	.01/24/2003	.02/01/2008
177902-AB-9	CITY NATIONAL BANK				2FE	991,830	.106,8329	1,068,329	1,000,000	996,952		.881			6.375	6.487	JJ	29,396	63,750	.01/07/1998	.01/15/2008
191219-BP-8	COCA-COLA ENTERPRISES INC.				1FE	1,498,140	.100,1866	1,502,799	1,500,000	1,498,417		.230			4.250	4.271	MS	18,771	61,271	.09/24/2003	.09/15/2010
197677-AK-3	HCA INC.				3FE	62,700	.106,4467	63,868	60,000	61,605		(413)			7.250	6.359	MN	495	4,350	.02/27/2002	.05/20/2008
197677-AL-1	HCA INC.				3FE	193,950	.104,9552	199,415	190,000	192,046		(732)			7.000	6.526	JJ	6,650	13,300	.04/04/2002	.07/01/2007
20030N-AD-3	COMCAST CORP.				2FE	1,050,880	.105,6560	1,056,560	1,000,000	1,041,806		(5,678)			5.500	4.715	MS	16,194	55,000	.05/08/2003	.03/15/2011
203668-AB-4	COMMUNITY HEALTH SYSTEMS INC.			1	4FE	303,125	.100,7500	302,250	300,000	303,107		(18)			6.500	6.289	JD	813		.12/13/2004	.12/15/2012
205887-BA-9	CONAGRA FOODS INC.				2FE	1,499,220	.112,5074	1,687,611	1,500,000	1,499,440		.64			6.750	6.757	MS	29,813	101,250	.09/05/2001	.09/15/2011
20825C-AF-1	PHILLIPS PETROLEUM COMPANY				1FE	1,011,590	.104,6264	1,046,264	1,000,000	1,011,366		(162)			5.900	5.817	AO	12,456	59,000	.03/13/2003	.10/15/2032
20825U-AB-0	CONOCO FINANCIAL				1FE	569,005	.111,6177	558,089	500,000	557,408		(7,121)			6.350	4.376	AO	6,703	31,750	.05/01/2003	.10/15/2011
219350-AP-0	CORNING INC.				3FE	99,850	.100,2218	100,222	100,000	99,860		.10			5.900	5.920	MS	1,737	2,999	.03/09/2004	.03/15/2014
221643-AB-5	COTT BEVERAGES INC 144A			1	4FE	309,063	.108,8750	326,625	300,000	306,928		(1,207)			8.000	7.406	JD	1,067	24,000	.11/12/2003	.12/15/2011
22541L-AC-7	CREDIT SUISSE FIRST BOSTON USA				1FE	999,470	.111,2982	1,112,982	1,000,000	999,609		.43			6.500	6.507	JJ	29,972	65,000	.01/09/2002	.01/15/2012
226091-AF-3	CRESTAR FINANCIAL CORP.			1	1FE	998,220	.107,1879	1,071,879	1,000,000	999,321		.196			6.500	6.525	JJ	29,972	65,000	.01/22/1998	.01/15/2008
23330X-AE-0	DRS TECHNOLOGIES INC.			1	4FE	253,063	.104,5000	261,250	250,000	252,711		(303)			6.875	6.675	MN	2,865	17,235	.11/04/2003	.11/01/2013
23331A-AD-1	HORTON D R INC.				3FE	497,285	.111,6250	558,125	500,000	498,625		.274			8.000	8.080	FA	16,667	40,000	.02/01/1999	.02/01/2009
233835-AP-2	DAIMLERCHRYSLER NA HLDG.				2FE	1,608,441	.115,5020	1,732,530	1,500,000	1,576,970		(10,026)			7.750	6.704	JJ	52,635	116,250	.08/02/2001	.01/18/2011
244217-BK-0	DEERE CREDIT INC.				1FE	998,360	.103,2280	1,032,280	1,000,000	998,629		.135			5.100	5.121	JJ	23,517	51,000	.01/07/2003	.01/15/2013
245217-AM-6	DEL MONTE FOODS COMPANY			1	4FE	305,369	.112,2500	336,750	300,000	304,309		(540)			8.625	8.314	JD	1,150	25,888	.12/13/2002	.12/15/2012
247367-AT-2	DELTA AIR LINES INC.				3FE	454,874	.98,2639	442,188	450,000	453,622		(411)			7.111	6.959	MS	9,155	32,000</		

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
		*	F o r e i g n	Bond CHAR			Rate Used to Obtain Fair Value	Fair Value			Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
29444N-AD-4	EQUISTAR CHEMICALS LP				4FE	208,500	112.0000	224,000	200,000	207,869		(631)			8.750	7.620	FA	6,611	8,750	08/04/2004	02/15/2009
29843Q-AB-8	EURAMAX INTERNATIONAL INC.			1	4FE	251,348	106.7500	266,875	250,000	251,285		(63)			8.500	8.363	FA	8,028		09/01/2004	08/15/2011
301586-AB-9	EXECUTIVE RISK INC.				1FE	996,110	108.8523	1,088,523	1,000,000	998,559		424			7.125	7.180	JD	3,167	71,250	12/09/1997	12/15/2007
31331F-AO-4	FEDERAL EXPRESS CORP.			2	2FE	849,793	110.5200	954,549	863,689	853,250		812			7.850	8.118	JD	28,438	67,800	01/06/2000	01/30/2015
316770-AB-5	FIFTH THIRD BANCORP.				1FE	1,477,290	98.6610	1,479,915	1,500,000	1,482,964		4,337			3.375	3.713	FA	19,125	52,875	09/08/2003	08/15/2008
33738M-AE-1	WACHOVIA BANK				1FE	2,422,120	117.4462	2,348,924	2,000,000	2,317,154		(48,370)			7.800	4.573	FA	57,633	156,000	10/02/2002	08/18/2010
338032-AS-4	FISHER SCIENTIFIC INTL INC.			1	3FE	233,486	113.5000	255,375	225,000	232,826		(653)			8.000	7.324	MS	6,000	14,306	04/23/2004	09/01/2013
346091-AU-5	FOREST OIL CORP REG'D			1	3FE	268,313	108.7500	271,875	250,000	266,427		(1,886)			7.750	6.200	MN	3,229	19,375	04/26/2004	05/01/2014
347471-AR-5	JAMES RIVER CORP.				3FE	255,000	106.2500	265,625	250,000	253,280		(1,080)			6.875	6.339	MS	5,061	17,188	05/02/2003	09/15/2007
364725-AC-5	GANNETT CO INC.				1FE	1,990,980	111.3090	2,226,180	2,000,000	1,993,026		735			6.375	6.436	AO	31,875	127,500	03/11/2002	04/01/2012
369550-AL-2	GENERAL DYNAMICS				1FE	1,494,825	102.1798	1,532,697	1,500,000	1,495,723		655			4.500	4.558	FA	25,500	67,688	08/11/2003	08/15/2010
369604-AY-9	GENERAL ELECTRIC COMPANY				1FE	513,870	102.5730	512,865	500,000	511,951		(1,194)			5.000	4.642	FA	10,417	25,000	04/29/2003	02/01/2013
369626-ZY-3	GENERAL ELECTRIC CAP CORP.				1FE	996,910	105.6220	1,056,220	1,000,000	997,492		242			5.450	5.489	JJ	25,131	54,500	12/03/2002	01/15/2013
370334-AS-3	GENERAL MILLS				2FE	1,993,360	108.2520	2,165,040	2,000,000	1,994,858		563			6.000	6.045	FA	45,333	120,000	02/13/2002	02/15/2012
370425-RX-0	GENERAL MOTORS ACCEPTANCE CORP.				2FE	1,600,362	102.4793	1,639,669	1,600,000	1,600,280		(32)			6.875	6.875	MS	32,389	110,000	09/06/2001	09/15/2011
373200-AJ-3	GEORGIA GULF CORP.			1	3FE	304,918	108.0000	324,000	300,000	304,777		(141)			7.125	6.833	JD	950	10,688	08/27/2004	12/15/2013
38141G-AZ-7	GOLDMAN SACHS				1FE	1,526,340	112.8178	1,692,267	1,500,000	1,518,714		(2,449)			6.875	6.621	JJ	47,552	103,125	08/02/2001	01/15/2011
38869P-AB-0	GRAPHIC PKG INTL CORP.			1	4FE	282,844	109.2500	300,438	275,000	281,576		(1,180)			8.500	7.851	FA	8,831	23,830	01/09/2004	08/15/2011
404119-AF-6	HCA INC.				3FE	91,366	101.4205	91,278	90,000	91,245		(115)			6.300	6.073	AO	1,418	5,670	12/03/2003	10/01/2012
404119-AM-1	HCA INC.				3FE	75,327	100.0327	75,025	75,000	75,320		(7)			5.500	5.399	JD	481		11/18/2004	12/01/2009
40428H-AB-8	HSBC AMERICAS INC.				1FE	1,011,190	106.4575	1,064,575	1,000,000	1,002,864		(1,421)			7.000	6.831	MN	11,667	70,000	11/04/1997	11/01/2006
413627-AD-2	HARRAHS OPERATING CO				3FE	258,125	104.0000	260,000	250,000	252,333		(2,288)			7.875	6.849	JD	875	19,688	04/17/2002	12/15/2005
422317-AA-5	HEARST-ARGYLE TELEVISION INC.				2FE	996,160	106.8633	1,068,633	1,000,000	998,617		421			7.000	7.054	MN	8,944	70,000	11/07/1997	11/15/2007
423077-AF-5	HEINZ - H.J. CO. VAR.				1FE	1,149,830	109.3197	1,093,197	1,000,000	1,126,519		(14,901)			6.000	3.964	MS	17,667	60,000	05/27/2003	03/15/2012
432848-AR-0	HILTON HOTELS CORP.				2FE	107,625	111.5593	111,559	100,000	106,473		(1,078)			7.200	5.673	JD	320	7,200	01/13/2004	12/15/2009
432848-AU-3	HILTON HOTELS CORP.				2FE	305,125	110.7522	332,257	300,000	303,939		(1,047)			7.625	7.169	MN	2,923	22,875	11/06/2003	05/15/2008
44108E-AS-7	HOT MARRIOTT L.P. 144A			1	4FE	362,188	106.8750	374,063	350,000	361,379		(809)			7.125	6.506	MN	4,156	21,078	11/23/2004	11/01/2013
442488-AQ-5	K HOVNANIAN ENTERPRISES INC.				3FE	202,000	100.7500	201,500	200,000	201,500		(143)			6.500	6.363	JJ	5,994	9,100	01/09/2004	01/15/2014
442488-AS-1	K HOVNANIAN ENTERPRISES INC.				3FE	51,500	100.2500	50,125	50,000	51,487		(13)			6.375	5.974	JD	142	1,594	11/01/2004	12/15/2014
442488-AT-9	K HOVNANIAN ENTERPRISES INC.				3FE	100,000	98.2500	98,250	100,000	100,000					6.250	6.250	JJ	538		11/15/2004	01/15/2015
448110-AA-4	HUSSMAN INTERNATIONAL INC.				1FE	1,998,580	108.9893	2,179,786	2,000,000	1,999,396		152			6.750	6.760	JD	11,250	135,000	06/02/1998	06/01/2008
45072P-AB-8	IASIS HEALTHCARE CORP.			1	4FE	251,085	109.0000	272,500	250,000	251,082		(3)			8.750	8.670	JD	972		12/20/2004	06/15/2014
459200-BA-8	IBM CORP.				1FE	982,040	102.1073	1,021,073	1,000,000	985,109		1,503			4.750	4.980	MN	4,222	47,500	11/20/2002	11/29/2012
460146-BO-5	INTERNATIONAL PAPER COMPANY				2FE	1,093,020	106.5522	1,065,522	1,000,000	1,079,766		(8,283)			5.850	4.624	AO	9,913	58,500	05/13/2003	10/30/2012
46625H-AN-0	JP MORGAN CHASE & COMPANY				1FE	1,505,295	112.1190	1,681,785	1,500,000	1,504,331		(457)			6.625	6.574	MS	29,260	99,375	05/07/2002	03/15/2012
480081-AG-3	JONES APPAREL GROUP INC.				2FE	1,000,630	99.1184	991,184	1,000,000	1,000,622		(8)			5.125	5.117	MN	5,552		11/17/2004	11/15/2014
48666K-AH-2	KB HOME				3FE	398,957	99.0000	396,000	400,000	399,019		62			5.750	5.785	FA	9,583	8,769	10/29/2004	02/01/2014
487836-AS-7	KELLOGG CO				2FE	1,722,305	112.1470	1,682,205	1,500,000	1,676,950		(24,126)			6.600	4.417	AO	24,750	99,000	05/15/2003	04/01/2011
489170-AB-6	KENNAMETAL INC.				3FE	249,455	110.4330	276,083	250,000	249,556		44			7.200	7.231	JD	800	18,000	06/17/2002	06/15/2012
49228R-AE-3	KERN RIVER FND CORP.			2	1FE	928,000	100.1810	929,680	928,000	928,000					4.893	4.944	MN	3,925	45,601	04/28/2003	04/30/2018
492914-AP-1	KEY ENERGY GROUP INC.				4FE	249,288	101.7500	249,288	245,000	248,748		(336)			6.375	6.138	MN	2,603	15,619	05/15/2003	05/01/2013
49306C-AE-1	KEY BANK NATIONAL ASSOCIATION				1FE	1,036,660	105.2622	1,052,622	1,000,000	1,030,120		(3,146)			5.700	5.216	FA	21,533	57,000	10/24/2002	08/15/2012
494368-AX-1	KIMBERLY CLARK CORP.				1FE	1,498,095	103.1430	1,547,145	1,500,000	1,498,332		159			5.000	5.016	FA	28,333	77,083	07/31/2003	08/15/2013
500657-AA-9	INVISTA - MULTI			1	4FE	106,000	111.3750	111,375	100,000	105,807		(193)			9.250	8.061	MN	1,542	4,651	09/08/2004	05/01/2012
50075N-AH-7	KRAFT FOODS INC.				2FE	1,499,400	109.7765	1,646,648	1,500,000	1,499,559		46			6.250	6.255	JD	7,813	93,750	05/15/2002	06/01/2012
501044-CC-3	KROGER COMPANY				2FE	699,167	112.3450	786,415	700,000	699,364		66			6.750	6.766	AO	9,975	47,250	03/26/2002	04/15/2012
502413-AL-1	L-3 COMMUNICATIONS CORP.			1	3FE	497,569	103.2500	516,250	500,000	497,853		189			6.125	6.190	JJ	14,122	30,625	08/12/2003	07/15/2013
50419Q-AF-9	LA QUINTA PROPERTIES			1	3FE	284,785	105.7500	285,525	270,000	284,693		(91)			7.000	5.848	FA	6,930		12/15/2004	08/15/2012
505447-AG-7	LABRANCHE & CO.			1	3FE	200,000	102.0000	204,000	200,000	200,000					9.500	9.500	MN	2,428	9,342	11/02/2004	05/15/2009
513075-AG-6	LAMAR MEDIA CORP.			1	3FE	313,198	108.0000	324,000	300,000	311,440		(1,520)			7.250	6.472	JJ	10,875	21,750	11/05/2003	01/01/2013
521865-AC-9	LEAR CORP.				2FE	257,500	101.5969	253,992	250,000	250,941		(2,425)			7.960	6.913	MN	2,543	19,900	02/13/2002	05/15/2005
524908-JA-9	SHEAR LEH HUTT HLDG.				1FE	991,290	99.0180	990,180	1,000,000	993,450		1,683			3.500	3.696	FA	14,000	35,875	09/18/2003	08/07/2008
52517P-VM-0	SHEAR LEH HUTT HLDG.				1FE	986,830	100.2060	1,002,060	1,000,000	988,618		1,667			4.375	4.597	MN	3,767	44,844	12/02/2003	11/30/2010
532776-AJ-0	LIN TELEVISION CORP.			1	4FE	196,173	102.8750	205,750	200,000	196,308		135			6.500	6.793	MN	1,661	6,500	09/01/2004	05/15/2013
549271-AD-6	LUBRIZOL CORP.				2FE	199,822	99.8457	199,691	200,000	199,831		9			4.625	4.645	AO	2,390		09/23/2004	10/01/2

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest			Dates			
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	*	F o r e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
552953-AF-8	MGM MIRAGE INC.				3FE	105,125	103.0000	103,000	100,000	104,390	(735)				6.000	4.951	AO	1,500	6,233	01/23/2004	10/01/2009
563571-AF-5	MANITOWOC CO.			1	4	257,538	108.2500	270,625	250,000	256,737	(740)				7.125	6.627	MN	2,969	17,565	01/14/2004	11/01/2013
564759-MJ-4	MANUFACTURE & TRADER				1FE	590,055	118.5952	592,976	500,000	569,969	(10,215)				8.000	5.156	AO	10,000	40,000	12/18/2002	10/01/2010
565849-AA-4	MARATHON OIL CO.				2FE	999,670	108.7070	1,087,070	1,000,000	999,766	25				6.125	6.129	MS	18,035	61,250	02/27/2002	03/15/2012
573275-AN-4	MARTIN MARIETTA CORP.				2FE	1,162,710	117.2975	1,172,975	1,000,000	1,137,002	(12,861)				7.375	5.310	AO	15,569	73,750	12/04/2002	04/15/2013
574599-AX-4	MASCO CORP.				2FE	1,482,045	107.7430	1,616,145	1,500,000	1,485,638	1,466				5.875	6.035	JJ	40,635	88,125	06/24/2002	07/15/2012
58446M-AE-1	MEDIANEWS GROUP INC.			1	4	298,221	102.5000	307,500	300,000	298,293	72				6.875	6.963	AO	5,156	10,313	09/01/2004	10/01/2013
59000G-AA-8	MERITOR AUTOMOTIVE INC.				3FE	412,900	105.0000	420,000	400,000	411,090	(1,810)				6.800	6.030	FA	10,276	18,700	04/21/2004	02/15/2009
590188-JP-4	MERRILL LYNCH & CO INC.				1	1,104,600	107.3280	1,073,280	1,000,000	1,081,834	(17,961)				6.000	3.837	FA	22,333	60,000	09/17/2003	02/17/2009
59156R-AC-2	METLIFE INC.				1FE	1,109,290	108.6778	1,086,778	1,000,000	1,090,891	(10,943)				6.125	4.577	JD	5,104	61,250	04/09/2003	12/01/2011
60462E-AD-6	MIRAGE RESORTS INC.				3FE	246,083	105.0000	262,500	250,000	248,645	463				6.750	6.983	FA	7,031	16,875	06/04/1998	08/01/2007
608328-AM-2	MOHEGAN TRIBAL GAMING AUTHORIT.				4FE	203,200	102.7500	205,500	200,000	202,618	(486)				6.375	6.041	JJ	5,879	12,963	10/31/2003	07/15/2009
617446-GM-5	MORGAN STANLEY				1FE	1,520,948	112.1638	1,682,457	1,500,000	1,515,144	(1,892)				6.750	6.551	AO	21,375	101,250	08/02/2001	04/15/2011
61746B-AL-0	MORGAN STANLEY				1	498,535	99.4440	497,220	500,000	498,797	262				3.875	3.940	JJ	8,934	9,795	01/06/2004	01/15/2009
629377-AO-5	NRG ENERGY INC 144A			1	4	207,000	109.0000	218,000	200,000	206,310	(677)				8.000	7.411	JD	7,111	16,146	12/19/2003	12/15/2013
629855-AE-7	NALCO COMPANY			1	4FE	278,758	108.0000	291,600	270,000	278,394	(364)				7.750	6.986	MN	2,674	10,463	09/21/2004	11/15/2011
63534P-AD-9	NATIONAL CITY CORP.				1FE	499,610	98.9800	494,900	500,000	499,659	33				4.625	4.635	MN	3,854	23,125	05/05/2003	05/01/2013
64015Y-AB-0	NEIGHBORCARE INC.			1	4FE	203,495	104.7500	209,500	200,000	203,353	(142)				6.875	6.568	MN	1,757	6,875	07/23/2004	11/15/2013
651290-AE-8	NEWFIELD EXPLORATION CO.				3	216,000	112.5000	225,000	200,000	214,929	(1,071)				7.625	6.152	MS	5,083	7,625	06/07/2004	03/01/2011
651290-AG-3	NEWFIELD EXPLORATION CO.			1	3FE	155,413	105.7500	158,625	150,000	155,297	(115)				6.625	6.040	MS	3,671	10,080	10/08/2004	09/01/2014
652482-AR-1	NEWS AMERICA INC.				2FE	1,121,000	107.9256	1,079,256	1,000,000	1,093,625	(27,376)				6.625	3.342	JJ	31,653	33,125	01/15/2004	01/09/2008
655844-AP-3	NORFOLK SOUTHERN CO.				2FE	1,022,840	112.6975	1,126,975	1,000,000	1,017,295	(2,244)				6.750	6.404	FA	25,500	67,500	04/30/2002	02/15/2011
666807-AT-9	NORTHROP GRUMMAN				2FE	1,706,535	114.7613	1,721,420	1,500,000	1,675,427	(24,026)				7.125	4.891	FA	40,375	106,875	09/08/2003	02/15/2011
674599-BV-6	OCCIDENTAL PETROLEUM CORP.				2FE	1,089,850	113.5171	1,135,171	1,000,000	1,072,531	(8,239)				6.750	5.494	JJ	31,125	67,500	10/22/2002	01/15/2012
676255-AL-6	OFFSHORE LOGISTICS INC.			1	3FE	193,250	101.5000	203,000	200,000	193,889	519				6.125	6.601	JD	544	12,250	01/28/2004	06/15/2013
680030-BA-3	OLD NATIONAL BANCORP.				2FE	996,780	99.2196	992,196	1,000,000	997,737	612				3.500	3.571	JD	2,819	35,000	05/28/2003	06/02/2008
681904-AF-5	OMNICAIRE INC.			1	3FE	105,250	107.5000	107,500	100,000	103,431	(677)				8.125	7.165	MS	2,392	8,125	02/11/2002	03/15/2011
681904-AG-3	OMNICAIRE INC.			1	3FE	252,650	100.5000	251,250	250,000	252,378	(269)				6.125	5.944	JD	1,276	15,313	01/30/2004	06/01/2013
69073T-AH-6	OWENS-BROCKWAY			1	4FE	313,319	108.2500	324,750	300,000	311,298	(1,690)				7.750	6.898	MN	2,971	23,250	11/07/2003	05/15/2011
69422P-AB-5	PACIFIC ENERGY PARTNERS			1	3FE	331,110	106.5000	346,125	325,000	331,040	(70)				7.125	6.801	JD	1,029	11,514	11/05/2004	06/15/2014
700690-AL-4	CAESARS ENTERTAINMENT INC.				3FE	253,125	115.5000	288,750	250,000	252,424	(283)				8.125	7.928	MN	2,595	20,313	02/25/2002	05/15/2011
700690-AS-9	CAESARS ENTERTAINMENT INC.				3FE	54,275	110.2500	55,125	50,000	53,933	(342)				7.000	5.791	AO	739	3,500	01/12/2004	04/15/2013
704549-AC-8	PEABODY ENERGY CORP.			1	3FE	304,904	108.2500	324,750	300,000	304,250	(541)				6.875	6.592	MS	6,073	20,625	11/04/2003	03/15/2013
704549-AD-6	PEABODY ENERGY CORP.			1	3FE	101,000	99.5000	99,500	100,000	100,990	(10)				5.875	5.706	AO	1,240		11/18/2004	04/15/2016
70816F-AD-5	JC PENNEY INC.				3FE	178,969	108.2500	189,438	175,000	178,728	(221)				6.875	6.596	AO	2,540	12,031	11/20/2003	10/15/2015
723787-AA-5	PIONEER NATURAL RESOURCES				2FE	990,080	107.1928	1,071,928	1,000,000	996,283	1,071				6.500	6.637	JJ	29,972	65,000	01/15/1998	01/15/2008
726505-AB-6	PLAINS EXPLOR & PROD.			1	3FE	371,993	109.0000	403,300	370,000	371,978	(15)				7.125	7.023	JD	1,172	12,083	10/08/2004	06/15/2014
74005P-AF-1	PRAXAIR INC.				1FE	993,950	107.4988	1,074,988	1,000,000	997,898	665				6.625	6.709	AO	13,986	66,250	11/04/1997	10/15/2007
743917-AG-1	PRUDENTIAL INSURANCE CO.				1FE	1,055,360	108.7479	1,087,479	1,000,000	1,018,052	(6,411)				7.650	6.852	JJ	38,250	76,500	11/20/1997	07/01/2007
744320-AE-5	PRUDENTIAL FINANCIAL INC.				1FE	502,490	100.4792	502,396	500,000	502,461	(29)				5.100	5.035	MS	7,154		10/15/2004	09/20/2014
755111-BN-0	RAYTHEON COMPANY				2FE	1,052,923	104.1762	1,041,762	1,000,000	1,045,953	(4,491)				5.375	4.695	AO	13,438	53,750	06/05/2003	04/01/2013
75952B-AM-7	RELIANT RESOURCES INC.			1	4FE	254,238	100.0000	250,000	250,000	254,227	(11)										

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
		*	F o r e i g n	Bond CHAR			Rate Used to Obtain Fair Value	Fair Value			Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
869137-AF-6	SUSQUEHANNA MEDIA CO.			1.	4FE	261,250	107.0000	267,500	250,000	259,352		(1,165)			7.375	6.637	AO	3,892	18,438	05/01/2003	04/15/2013
873050-BS-9	TTX COMPANY 144A				2FE	999,590	99.6250	996,250	1,000,000	999,641		49			4.500	4.507	JD	2,000	44,750	12/12/2003	12/15/2010
880779-AS-2	TEREX CORPORATION			1.	4FE	148,431	107.2500	160,875	150,000	148,511		81			7.375	7.528	JJ	5,101	5,531	06/08/2004	01/15/2014
882444-AA-0	TEXAS GENCO HOLDINGS			1.	4FE	310,913	103.3750	310,125	300,000	310,861		(51)			6.875	6.290	JD	974		12/09/2004	12/15/2014
884103-AA-0	CORDANT TECHNOLOGIES INC.				1FE	2,485,575	108.1088	2,702,720	2,500,000	2,494,376		1,546			6.625	6.705	MS	55,208	165,625	02/26/1998	03/01/2008
885571-AE-9	360 COMMUNICATIONS COMPANY TRANS CONTINENTAL GAS PIPELINE SER-				1FE	999,850	107.1106	1,071,106	1,000,000	999,946		16			6.650	6.652	JJ	30,664	66,500	01/08/1998	01/15/2008
893570-BR-1	B				3FE	324,125	109.6250	328,875	300,000	321,355		(2,571)			7.000	5.694	FA	7,933	21,000	12/02/2003	08/15/2011
893647-AG-2	TRANSDIGM INC.			1.	4	154,875	107.2500	160,875	150,000	153,889		(693)			8.375	7.688	JJ	5,793	12,318	07/16/2003	07/15/2011
89579K-AE-9	TRIAD HOSPITALS			1.	4FE	206,000	102.2500	204,500	200,000	205,564		(436)			7.000	6.492	MN	1,789	14,117	04/07/2004	11/15/2013
89579K-AF-6	TRIAD HOSPITALS			1.	4FE	100,000	105.2500	105,250	100,000	100,000					7.000	7.000	MN	894	3,675	04/29/2004	05/15/2012
895953-AB-3	YUM BRANDS INC.				2FE	342,000	111.5369	334,611	300,000	333,974		(8,026)			7.650	4.024	MN	2,933	22,950	02/12/2004	05/15/2008
902917-AD-5	WASTE MANAGEMENT INC.				2FE	998,310	108.6097	1,086,097	1,000,000	999,435		180			7.125	7.148	AO	17,813	71,250	09/11/1997	10/01/2007
90333W-AA-6	US BANK NA				1FE	1,549,520	111.0553	1,665,830	1,500,000	1,542,792		(5,553)			6.375	5.834	FA	39,844	95,625	09/08/2003	08/01/2011
90389X-AA-7	ULTRAMAR DIAMOND SHAMROCK CORP.				2FE	1,397,620	100.9138	1,412,793	1,400,000	1,399,931		324			8.000	8.025	MS	32,978	112,000	08/31/1995	03/15/2005
907770-BG-5	UNION OIL COMPANY OF CALIFORNIA				2FE	980,150	102.3529	1,023,529	1,000,000	983,660		1,666			5.050	5.310	AO	12,625	50,500	11/06/2002	10/01/2012
907818-BX-5	UNION PACIFIC CORP.				2FE	995,520	108.6444	1,086,444	1,000,000	998,291		484			6.625	6.687	FA	27,604	66,250	01/29/1998	02/01/2008
911365-AN-4	UNITED RENTALS - NORTH AMERICA			1.	3FE	109,828	97.5000	107,250	110,000	109,842		14			6.500	6.516	FA	2,701	3,535	06/24/2004	02/15/2012
912909-AA-6	UNITED STATES STEEL			1.	3FE	207,125	114.5000	229,000	200,000	205,804		(1,055)			9.750	8.929	MN	2,492	19,500	11/04/2003	05/15/2010
913433-AE-8	UNIVERSAL COMPRESSION INC.			1.	3FE	210,000	106.7500	213,500	200,000	208,426		(1,574)			7.250	6.136	MN	1,853	14,500	01/08/2004	05/15/2010
918437-AA-2	VWR INTERNATIONAL INC.			1.	4FE	361,063	104.5000	365,750	350,000	360,177		(886)			6.875	6.221	AO	5,080	12,165	09/08/2004	04/15/2012
918790-AH-2	VAIL RESORTS INC.			1.	4FE	202,750	101.7500	203,500	200,000	202,510		(240)			6.750	6.527	FA	5,100	7,350	01/23/2004	02/15/2014
920253-AC-5	VALMONT INDUSTRIES			1.	4FE	300,587	104.0000	312,000	300,000	300,586					6.875	6.839	MN	3,438		12/07/2004	05/01/2014
920355-AA-2	VALSPAR CORP.				2FE	1,494,495	103.9040	1,558,560	1,500,000	1,497,232		1,074			6.000	6.086	MN	15,000	90,000	04/30/2002	05/01/2007
92344G-AL-0	VERIZON GLOBAL FUNDING CORPORA				1FE	1,090,168	114.5687	1,145,687	1,000,000	1,063,935		(8,781)			7.250	5.952	JD	6,042	72,500	10/17/2001	12/01/2010
92344R-AA-0	VERIZON NEW ENGLAND INC.				1FE	545,555	109.7820	548,910	500,000	536,806		(4,486)			6.500	5.186	MS	9,569	32,500	12/23/2002	09/15/2011
925524-AQ-3	VIACOM INC.				1FE	1,029,375	112.2857	1,122,857	1,000,000	1,022,593		(2,815)			6.625	6.190	MN	8,465	66,250	06/11/2002	05/15/2011
92923C-AM-6	WCI COMMUNITIES			1.	3	155,125	105.2500	157,875	150,000	154,566		(489)			7.875	7.294	AO	2,953	11,878	11/17/2003	10/01/2013
931142-BT-9	WALMART STORES				1FE	1,484,160	100.9382	1,514,073	1,500,000	1,485,964		1,349			4.550	4.687	MN	11,375	68,250	09/12/2003	05/01/2013
939322-AD-5	GREAT WESTERN FINL CORP.				1FE	695,485	106.4260	744,982	700,000	698,741		704			7.500	7.620	FA	19,833	52,500	08/05/1999	08/15/2006
93933W-AA-4	WASHINGTON MUTUAL BANK FA				1FE	2,290,710	112.5350	2,250,700	2,000,000	2,247,960		(32,353)			6.875	4.628	JD	6,111	137,500	10/27/2003	06/15/2011
949746-CE-9	WELLS FARGO & CO.				1FE	994,390	110.7147	1,107,147	1,000,000	995,926		483			6.375	6.452	FA	26,563	63,750	07/26/2001	08/01/2011
949748-AF-4	WELLS FARGO BANK NA				1FE	1,124,470	111.2064	1,112,064	1,000,000	1,095,527		(13,313)			6.450	4.630	FA	26,875	64,500	10/01/2002	02/01/2011
960386-AG-5	WABTEC				3FE	206,013	105.0000	215,250	205,000	205,917		(76)			6.875	6.805	JJ	5,912	13,898	09/22/2003	07/31/2013
98385X-AC-0	XTO ENERGY INC.				2FE	260,500	109.0580	272,645	250,000	259,274		(861)			6.250	5.681	AO	3,299	15,625	08/04/2003	04/15/2013
98385X-AD-8	XTO ENERGY INC.				2FE	1,581,123	99.7500	1,645,875	1,650,000	1,584,802		3,679			4.900	5.457	FA	33,688	42,446	05/05/2004	02/01/2014
009037-AD-4	AINSWORTH LUMBER CO LTD.		C	1.	4FE	231,791	97.2500	243,125	250,000	232,245		453			6.750	7.849	JD	47	8,438	09/07/2004	03/15/2014
009037-AE-2	AINSWORTH LUMBER CO LTD.		C	1.	4FE	101,650	101.7500	101,750	100,000	101,575		(75)			7.250	6.916	JD	20	1,974	09/21/2004	10/01/2012
12201P-AM-8	BURLINGTON RESOURCES - CANADA		C		2FE	1,155,630	111.9491	1,119,491	1,000,000	1,130,221		(15,853)			6.500	4.303	JD	5,417	65,000	05/13/2003	12/01/2011
136385-AB-7	CANADIAN NATURAL RESOURCES LTD.		C		2FE	999,740	111.3848	1,113,848	1,000,000	999,793		25			6.700	6.704	JJ	30,894	67,000	07/19/2001	07/15/2011
13645R-AC-8	CANADIAN PACIFIC RAILWAY COMPA		C		2FE	2,092,610	110.2216	2,204,432	2,000,000	2,074,839		(9,151)			6.250	5.568	AO	26,389	125,000	12/11/2002	10/15/2011
138747-AF-7	CANWEST MEDIA INC		C	1.	4FE	225,155	108.8750	234,081	215,000	223,730		(1,080)			7.625	6.820	AO	3,461	16,394	08/19/2003	04/15/2013
146900-AC-9	CASCADES INC.		C	1.	3FE	306,345	106.0000	312,700	295,000	305,106		(1,242)			7.250	6.549	FA	8,080	21,388	01/29/2004	02/15/2013
200435-AC-9	COMINCO LTD.		C		2FE	498,810	102.3150	511,575	500,000	499,824		146			6.875	6.908	FA	12,886	34,375	02/15/1996	02/15/2006
258040-AA-2	DONOHUE FOREST		C		3FE	498,655	103.4372	517,186	500,000	499,584		154			7.625	7.664	MN	4,872	38,125	05/13/1997	05/15/2007
292505-AB-0	ENCANA CORP.		C		2FE	996,820	99.1150	991,150	1,000,000	997,158		272			4.750	4.790	AO	10,028	49,215	09/29/2003	10/15/2013
362388-AA-8	GEORGIA PACIFIC CANADA FINANCE		C		3FE	999,370	105.0000	1,050,000	1,000,000	999,839		74			7.200	7.209	JD	3,200	72,000	12/11/1996	12/15/2006
47215Q-AD-6	JEAN COUTU GROUP		C	1.	4FE	306,250	105.8750	317,625	300,000	305,894		(356)			7.625	7.191	FA	9,595		07/21/2004	08/01/2012
554783-AJ-9	MACMILLAN BLOEDEL		C		2FE	980,600	103.6455	1,036,455	1,000,000	997,097		2,408			6.750	7.024	FA	25,500	67,500	02/23/1996	02/15/2006
65542N-AJ-6	NORAMPAC INC.		C	1.	3FE	310,697	105.2500	315,750	300,000	309,470		(1,162)			6.750	6.145	JD	1,688	20,250	01/08/2004	06/01/2013
66977W-AF-6	NOVA CHEMICALS CORPORATION		C		3	205,000	106.0000	212,000	200,000	204,520		(480)			6.500	6.100	JJ	5,994	6,572	01/12/2004	01/15/2012
74819R-AB-2	QUEBECOR MEDIA INC.		C	1.	4FE	78,050	114.2500	91,400	80,000	78,509		146			11.125	11.539	JJ	4,104	8,900	09/21/2001	07/15/2011
77509N-AH-6	ROGERS CABLE SYSTEMS 144A		C		3FE	306,233	100.2500	300,750	300,000	305,583		(487)			6.250	5.966	JD	833	18,750	01/12/2004	06/15/2013
77531Q-AD-0	ROGERS WIRELESS COMMUNICATIONS		C		3FE	152,127	99.0000	148,500	150,000	152,066		(61)			6.375	6.176	MS	3,188	5,073	07/12/2004	03/01/2014
781903-AG-4	RUSSEL METALS		C	1.	3FE	335,250	101.5000	355,250	350,000	335,848		598			6.375	6.970	MS	7,438	10,147	11/15/2004	03/01/2014

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	*	F o r e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
82028K-AG-6	SHAW COMMUNICATIONS INC.		C		3FE	209,875	110.2500	220,500	200,000	208,807		(877)			7.250	6.386	AO	3,424	10,875	05/25/2004	04/06/2011
82028K-AH-4	SHAW COMMUNICATIONS INC.		C		3FE	104,050	110.3750	110,375	100,000	103,441		(379)			7.200	6.575	JD	320	7,200	04/29/2003	12/15/2011
866950-AB-4	SUN MEDIA CORP.		C	1	4	252,813	109.1250	272,813	250,000	252,293		(287)			7.625	7.436	FA	7,201	19,063	01/30/2003	02/15/2013
87425E-A*-4	TALISMAN ENERGY INC.		C		2	3,000,000	102.9216	3,087,648	3,000,000	3,000,000					6.960	6.960	JD	12,760	208,788	12/07/1998	12/09/2005
87971M-AC-7	TELUS CORP. ORD.		C		2FE	567,500	118.5080	592,540	500,000	556,279		(7,039)			8.000	5.869	JD	3,333	40,000	05/13/2003	06/01/2011
884903-AT-2	THOMSON CORP.		C		1FE	995,680	103.5163	1,035,163	1,000,000	996,168		348			5.250	5.306	FA	19,833	53,521	08/05/2003	08/15/2013
89352H-AA-7	TRANSCANADA PIPELINES LTD.		C		1FE	993,070	94.7167	947,167	1,000,000	993,973		586			4.000	4.085	JD	1,778	40,000	06/09/2003	06/15/2013
92658T-AG-3	VIDEOTRON - LE GRPE LTD.		C	1	4FE	204,500	103.3750	206,750	200,000	204,049		(328)			6.875	6.512	JJ	6,340	10,580	10/02/2003	01/15/2014
055451-AA-6	BHP BILLITON		F		1FE	499,450	101.1920	505,960	500,000	499,525		46			4.800	4.814	AO	5,067	24,000	04/14/2003	04/15/2013
07329U-AA-0	BCP CAYLUX HLDG LUX SCA.		F	1	4FE	151,688	112.7500	169,125	150,000	151,613		(75)			9.625	9.421	JD	642	7,499	06/07/2004	06/15/2014
111021-AD-3	BRITISH TELECOMM/PP.		F		1FE	1,195,050	120.0859	1,200,859	1,000,000	1,154,851		(21,587)			8.375	5.308	JD	3,722	83,750	01/29/2003	12/15/2010
122394-AD-1	BURNS PHILP CAPITAL PTY LTD.		F	1	4FE	152,484	110.5000	165,750	150,000	152,350		(134)			9.500	9.036	MN	1,821	7,125	09/01/2004	11/15/2010
12626H-AC-9	CRH PLC.		F		2	750,000	110.4026	828,020	750,000	750,000					7.640	7.640	MN	4,934	57,300	06/07/1996	05/30/2008
209759-C*-8	STORA ENSO OYJ.		F		2	500,000	106.9777	534,889	500,000	500,000					6.820	6.820	AO	5,778	34,100	11/24/1997	10/31/2007
22268*-AE-1	AKZO NOBEL N.V.		F		1	500,000	111.7547	558,774	500,000	500,000					7.340	7.340	AO	6,932	36,700	04/21/1997	04/23/2009
228344-AC-1	CROWN EURO HOLDINGS SA 144A		F	1	4FE	151,875	114.0000	171,000	150,000	151,502		(284)			9.500	9.205	MS	4,750	14,250	08/14/2003	03/01/2011
25156P-AA-9	DEUTSCHE TELEKOM INTERNATIONAL		F		2FE	1,207,845	119.1373	1,191,373	1,000,000	1,166,912		(26,127)			8.500	4.963	JD	3,778	85,000	06/25/2003	06/15/2010
251594-AE-7	DEV BANK SINGAPORE 144A		F		1FE	1,120,650	113.9762	1,139,762	1,000,000	1,096,742		(12,459)			7.125	5.315	MN	9,104	71,250	01/07/2003	05/15/2011
25244S-AB-7	DIAGEO FINANCE BV		F		1	964,800	90.0000	900,000	1,000,000	967,867		3,067			3.875	4.470	AO	9,888	19,267	04/19/2004	04/01/2011
33938E-AJ-6	FLEXTRONICS INTERNATIONAL		F	1	3	324,313	102.5000	333,125	325,000	324,608		(41)			6.500	6.470	MN	2,699	19,500	11/30/2004	05/15/2013
449786-AA-0	ING BANK - INTERNATIONALE NEDE.		F		1FE	1,521,990	99.2100	1,488,150	1,500,000	1,519,714		(1,446)			5.125	4.960	MN	12,812	76,875	05/01/2003	05/01/2015
638539-AH-9	NATWEST - NATIONAL WESTMINSTER		F		1FE	1,992,020	113.6230	2,272,460	2,000,000	1,995,504		764			7.375	7.432	AO	36,875	147,500	09/21/1999	10/01/2009
784375-AD-9	SKF AKTIEBOLAGET		F		1FE	745,140	107.9730	809,798	750,000	748,446		549			7.125	7.217	JJ	26,719	53,438	06/26/1997	07/01/2007
80932R-AD-0	SCOTLAND INTL FIN NO 2 BV 144A		F		1FE	1,496,250	99.4800	1,492,200	1,500,000	1,496,751		316			4.250	4.281	MN	6,729	63,750	05/20/2003	05/23/2013
81180R-AB-8	SEAGATE TECHNOLOGY		F	1	3FE	250,788	108.0000	248,400	230,000	246,060		(4,553)			8.000	5.492	MN	2,351	18,400	01/21/2004	05/15/2009
87203R-AA-0	SYSTEMS 2001 A.T. LLC.		F	2	1FE	1,427,588	110.8050	1,496,536	1,350,603	1,424,059		(1,908)			6.664	5.575	MUSD	4,000	90,004	06/11/2002	09/15/2013
87927V-AE-8	TELECOM ITALIA CAPITAL		F		2FE	1,523,922	101.0735	1,516,103	1,500,000	1,523,556		(366)			5.250	5.028	MN	10,063	39,375	10/18/2004	11/15/2013
92852E-AH-8	VIVENDI UNIVERSAL		F		2FE	360,013	108.5000	379,750	350,000	357,785		(1,955)			6.250	5.545	JJ	10,087	22,179	12/18/2003	07/15/2008
92857W-AC-4	VODAFONE GROUP PLC.		F		1FE	510,115	100.6967	503,484	500,000	507,729		(2,332)			3.950	3.417	JJ	8,284	19,750	12/17/2003	01/30/2008
92857W-AD-2	VODAFONE GROUP PLC.		F		1FE	1,070,640	103.9215	1,039,215	1,000,000	1,063,112		(4,829)			5.375	4.586	JJ	22,545	53,750	05/20/2003	01/30/2015
62044@-AC-9	COMPASS GROUP PLC.		F		2	1,000,000	100.0000	1,000,000	1,000,000	1,000,000					7.755	7.755	MS	22,403	77,550	09/13/1996	09/17/2006
66843H-AC-1	CARNIVAL PLC.		F		1	500,000	106.5991	532,996	500,000	500,000					6.540	6.540	FA	12,263	32,700	02/15/1996	02/16/2008
09614H-AB-3	ILUKA RESOURCES LTD.		F		2	750,000	105.5246	791,435	750,000	750,000					7.350	7.350	JD	2,450	55,125	12/19/1996	12/15/2006
3999999 - Total Bonds - Industrial, Misc. - Issuer Obligations						203,291,141	XXX	211,168,311	197,977,292	202,399,300		(568,503)			XXX	XXX	XXX	3,243,507	11,413,473	XXX	XXX
Defined Multi-Class Residential (DR)																					
16150S-CW-0	CCMSC.98-2			2	1FE	3,033,585	108.0765	3,242,295	3,000,000	3,008,626		(4,750)			6.390	6.270	MON	15,975	191,700	11/10/1998	11/18/2030
16162T-KL-9	CHASE.99-AS2			2	1FE	856,377	100.6859	923,969	917,675	898,879		52			6.500	8.183	MON	4,971	59,274	07/13/2000	07/25/2029
33735P-AF-4	FUNBMT.99-C1			2	1FE	2,029,658	107.0033	2,140,066	2,000,000	2,009,379		(4,310)			6.070	5.897	MON	10,117	121,400	01/21/1999	10/15/2035
361849-ET-5	GMACMSC.99-C1			2	1FE	2,030,318	107.7843	2,155,686	2,000,000	2,010,712		(4,001)			6.175	6.005	MON	10,292	123,500	02/02/1999	05/15/2033
61910D-BW-1	MCF.96-MC2			2	1FE	4,743	100.1661	4,704	4,696	4,680		(12)			7.008	6.868	MON	27	528	12/10/1996	09/20/2006
92922F-UR-7	WASHINGTON MUTUAL WAMU.04-S3 2004S3 1A2			2	1FE	1,949,949	100.1109	1,932,185	1,930,045	1,948,459		(1,490)			5.000	4.631	MON	8,042	32,167	08/11/2004	07/25/2034
4199999 - Total Bonds - Industrial, Misc. - Defined Multi-Class Residential Mortgage-Backed Securities						9,904,630	XXX	10,398,906	9,852,416	9,880,735		(14,511)			XXX	XXX	XXX	49,424	528,569	XXX	XXX
Defined Multi-Class Commercial (DC)																					
61745M-KG-7	MORGAN STANLEY CAPITAL I MSCI				1FE	956,875	107.3549	1,073,549	1,000,000	977,153		6,206			6.210	7.022	MON	5,175	62,100	11/22/2000	11/15/2031
4399999 - Total Bonds - Industrial, Misc. - Defined Multi-Class Commercial Mortgage-Backed Securities						956,875	XXX	1,073,549	1,000,000	977,153		6,206			XXX	XXX	XXX	5,175	62,100	XXX	XXX
Other Multi-Class Commercial (OC)																					
17305E-BY-0	CITIBANK CREDIT CARD ISSUANCE ABS 2003 A10				1FE	4,995,700	101.0156	5,050,780	5,000,000	4,995,906		308			4.750	4.761	JD	13,854	236,181	12/05/2003	12/10/2015
86359B-WR-8	SARMLT.2004-8 2004-8 5A6			2	1FE	1,947,813	98.7490	1,974,980	2,000,000	1,948,431		619			4.724	4.967	MON	7,873	31,537	08/04/2004	07/25/2034
4499999 - Total Bonds - Industrial, Misc. - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities						6,943,513	XXX	7,025,760	7,000,000	6,944,337		927			XXX	XXX	XXX	21,727	267,718	XXX	XXX
4599999 - Total - Industrial and Miscellaneous Bonds						221,096,159	XXX	229,666,526	215,829,708	220,201,525		(575,881)			XXX	XXX	XXX	3,319,833	12,271,860	XXX	XXX
5499999 - Total - Issuer Obligations						245,491,780	XXX	254,678,138	239,269,142	244,212,684		(674,178)			XXX	XXX	XXX	3,864,622	13,482,490	XXX	XXX
5599999 - Total - Single Class Mortgage-Backed/Asset-Backed Securities						43,916,333	XXX	44,617,921	43,334,526	43,901,592		(12,933)			XXX	XXX	XXX	209,366	2,509,263	XXX	XXX
5699999 - Total - Defined Multi-Class Residential Mortgage-Backed Securities						85,651,992	XXX	88,646,244	85,700,021	85,683,361		(96,717)			XXX	XXX	XXX	429,808	4,735,704	XXX	XXX
5799999 - Total - Other Multi-Class Residential Mortgage-Backed Securities							XXX								XXX	XXX	XXX			XXX	XXX

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 1

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

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	*	F o r e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
5899999 - Total - Defined Multi-Class Commercial Mortgage-Backed Securities						10,774,056	XXX.....	11,203,395	10,817,181	10,794,334		6,206			XXX.....	XXX.....	XXX.....	70,114	306,766	XXX.....	XXX.....
5999999 - Total - Other Multi-Class Commercial Mortgage-Backed Securities						19,443,513	XXX.....	19,605,125	19,500,000	19,444,337		927			XXX.....	XXX.....	XXX.....	111,591	267,718	XXX.....	XXX.....
6099999 Totals						405,277,674	XXX	418,750,823	398,620,870	404,036,308		(776,695)			XXX	XXX	XXX	4,685,501	21,301,941	XXX	XXX

SCHEDULE D - PART 2 - SECTION 1

[illegible]

SCHEDULE D - PART 2 - SECTION 2

[illegible]

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

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends
BONDS								
US Governments								
3133X9-Y0-7	FEDERAL HOME LOAN BANK 4.890% 12/25/16		12/20/2004	BEAR STERNS & CO		10,040,230	10,000,000	
0399999 - Total - Bonds - U.S. Government						10,040,230	10,000,000	
Special Revenue & Assessment								
83162C-NH-2	SMALL BUSINESS ADMIN 2003-20K 4.980% 11/01/23		08/24/2004	MERRILL LYNCH CAPITAL MARKETS		4,847,544	4,795,181	76,947
83162C-NT-6	SMALL BUSINESS ADMIN 2004-20E 5.180% 05/01/24		05/04/2004	CREDIT SUISSE 1ST BOSTON CORP		4,904,013	4,904,013	
83162C-NU-3	SMALL BUSINESS ADMIN 2004-20F 1 5.520% 06/01/24		06/08/2004	MERRILL LYNCH CAPITAL MARKETS		4,913,168	4,913,168	
83162C-PA-5	SBAP.2004-20I 2004-20I 4.990% 09/01/24		09/07/2004	MERRILL LYNCH CAPITAL MARKETS		5,000,000	5,000,000	
83162C-PE-7	SBAP.04-20L 04-20L 1 4.870% 12/01/24		12/07/2004	CS FIRST BOSTON NZ		7,500,000	7,500,000	
3199999 - Total - Bonds - Special Revenue						27,164,725	27,112,362	76,947
Public Utilities (unaffiliated)								
240019-BP-3	DPL INC 5.125% 10/01/13		01/28/2004	S.B.C.I. SECURITIES NEW YORK		504,250	500,000	8,755
269279-AB-1	EXCO RESOURCES INC 144A 7.250% 01/15/11		01/16/2004	Various		164,925	160,000	20
341099-CC-1	FLORIDA POWER CORP 4.800% 03/01/13		01/29/2004	Citigroup Global Markets Inc.		498,310	500,000	10,133
875127-AS-1	TAMPA ELECTRIC CO 6.875% 06/15/12		02/05/2004	NATIONS BANK		1,114,530	1,000,000	10,503
3899999 - Total - Bonds - Public Utilities						2,282,015	2,160,000	29,411
Industrial & Miscellaneous								
00184A-AF-2	TIME WARNER INC 6.875% 05/01/12		01/28/2004	S.B.C.I. SECURITIES NEW YORK		1,686,630	1,500,000	26,068
01958X-BK-2	ALLIED WASTE NORTH AMERICA 6.375% 04/15/11		10/06/2004	Various		98,000	100,000	3,046
029717-AC-9	AMERICAN STANDARD COMPANIES 7.375% 02/01/08		06/09/2004	Citigroup Global Markets Inc.		434,500	400,000	10,899
03939R-AB-6	ARCH WESTERN FINANCE LLC 6.750% 07/01/13		10/22/2004	Tax Free Exchange		116,802	115,000	2,599
03958Q-AC-2	ARCHSTONE-SMITH OPERATING TRUS 5.625% 08/15/14		07/29/2004	CITIGROUP GLOBAL MARKETS INC.		999,510	1,000,000	156
040228-AL-2	ARGOSY GAMING 7.000% 01/15/14		08/12/2004	Tax Free Exchange		201,987	200,000	1,050
058498-AF-3	BALL CORP 6.875% 12/15/12		01/12/2004	LEHMAN BROTHERS INC		107,375	100,000	573
07556Q-AJ-4	BEAZER HOMES USA INC 6.500% 11/15/13		11/23/2004	Various		379,200	370,000	6,287
097383-AW-3	OFFICEMAX INC 7.000% 11/01/13		04/20/2004	Various		426,163	400,000	10,196
097395-AA-5	BOISE CASCADE LLC 5.005% 10/15/12		10/25/2004	Various		204,163	200,000	
103304-BD-2	BOYD GAMING CORP 6.750% 04/15/14		08/06/2004	Tax Free Exchange		283,979	300,000	6,244
13077Q-AE-3	CALIFORNIA STEEL INDUSTRIES 6.125% 03/15/14		06/28/2004	Tax Free Exchange		352,083	350,000	5,717
147446-AH-1	CASE NEW HOLLAND INC 6.000% 06/01/09		07/06/2004	MERRILL LYNCH CAPITAL MARKETS		94,625	100,000	800
165167-BE-6	CHESAPEAKE ENERGY CORP 6.875% 01/15/16		11/22/2004	LEHMAN BROTHERS INC		53,500	50,000	1,251
17037N-AC-4	CHOCTAW GENERATION LIMITED PAR 7.250% 11/15/19		10/26/2004	BANK OF AMERICA		100,000	100,000	
17134Q-AD-4	CHURCH & DWIGHT 6.000% 12/15/12		12/15/2004	Various		201,994	200,000	
171871-AB-2	BROADWING (CINCINNATI) BELL 7.250% 07/15/13		09/01/2004	Tax Free Exchange		253,823	250,000	2,316
203668-AB-4	COMMUNITY HEALTH SYSTEMS INC 6.500% 12/15/12		12/13/2004	Various		303,125	300,000	
21935Q-AP-0	CORNING INC 5.900% 03/15/14		03/09/2004	NATIONS BANK		99,850	100,000	
24823U-AE-8	DENBURY RESOURCES INC 7.500% 04/01/13		08/03/2004	GOLDMAN SACHS & CO		308,750	300,000	7,688
25179S-AC-4	DEVON FINANCING CORP 6.875% 09/30/11		05/07/2004	CREDIT SUISSE 1ST BOSTON CORP		1,088,570	1,000,000	8,021
252126-AD-9	DEX MEDIA WEST 8.500% 08/15/10		06/24/2004	Tax Free Exchange		260,432	250,000	7,615
252126-AG-2	DEX WEST 5.875% 11/15/11		12/06/2004	Various		100,000	100,000	122
25754Q-AF-4	DOMINOS INC 8.250% 07/01/11		09/01/2004	Tax Free Exchange		150,229	145,000	1,994
278766-AN-8	ECHOSTAR DBS CORP 5.750% 10/01/08		06/02/2004	Tax Free Exchange		403,057	400,000	3,897
291531-AB-7	EMMIS COMMUNICATIONS CORP 6.875% 05/15/12		08/09/2004	Tax Free Exchange		251,268	250,000	4,249
29255W-AD-2	ENCORE ACQUISITION CO 6.250% 04/15/14		08/30/2004	Tax Free Exchange		331,714	350,000	8,993
29444N-AD-4	EQUISTAR CHEMICALS LP 8.750% 02/15/09		08/04/2004	MORGAN (J.P.) SECURITIES		208,500	200,000	8,458
29843Q-AB-8	EURAMAX INTERNATIONAL INC 8.500% 08/15/11		09/01/2004	Tax Free Exchange		251,348	250,000	944
338032-AS-4	FISHER SCIENTIFIC INTL INC 8.000% 09/01/13		04/23/2004	Tax Free Exchange		107,136	100,000	1,156
346091-AU-5	FOREST OIL CORP REG'D 7.750% 05/01/14		04/26/2004	Various		268,313	250,000	9,289
37320Q-AJ-3	GEORGIA GULF CORP 7.125% 12/15/13		08/27/2004	Tax Free Exchange		304,918	300,000	4,275
38869P-AB-0	GRAPHIC PKG INTL CORP 8.500% 08/15/11		01/09/2004	Various		55,500	50,000	1,823
404119-AW-1	HCA INC 5.500% 12/01/09		11/18/2004	LEHMAN BROTHERS INC		75,327	75,000	46
432848-AR-0	HILTON HOTELS CORP 7.200% 12/15/09		01/13/2004	LEHMAN BROTHERS INC		55,750	50,000	310
44108E-AS-7	HOST MARRIOTT L.P. 144A 7.125% 11/01/13		11/23/2004	Various		212,188	200,000	2,573
442488-AQ-5	K HOVNANIAN ENTERPRISES INC 6.500% 01/15/14		01/09/2004	CREDIT SUISSE 1ST BOSTON CORP		202,000	200,000	2,564
442488-AS-1	K HOVNANIAN ENTERPRISES INC 6.375% 12/15/14		11/01/2004	CITIGROUP GLOBAL MARKETS INC.		51,500	50,000	1,231
442488-AT-9	K HOVNANIAN ENTERPRISES INC 6.250% 01/15/15		11/15/2004	CS FIRST BOSTON NZ		100,000	100,000	
45072P-AB-8	IASIS HEALTHCARE CORP 8.750% 06/15/14		12/20/2004	Tax Free Exchange		251,085	250,000	304
480081-AG-3	JONES APPAREL GROUP INC 5.125% 11/15/14		11/17/2004	Various		1,000,630	1,000,000	
48666K-AH-2	KB HOME 5.750% 02/01/14		10/29/2004	MORGAN (J.P.) SECURITIES		99,750	100,000	1,469
48666K-AH-2	KB HOME 5.750% 02/01/14		06/22/2004	Tax Free Exchange		299,207	300,000	6,900

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends
500657-AA-9	INVISTA - MULTI 9.250% 05/01/12		09/08/2004	DEUTSCHE BANK		106,000	100,000	3,417
504190-AF-9	LA QUINTA PROPERTIES 7.000% 08/15/12		12/15/2004	Tax Free Exchange		284,785	270,000	6,090
505447-AG-7	LABRANCHE & CO 9.500% 05/15/09		11/02/2004	Tax Free Exchange		200,000	200,000	8,656
532776-AJ-0	LIN TELEVISION CORP 6.500% 05/15/13		09/01/2004	Tax Free Exchange		196,173	200,000	3,828
549271-AD-6	LUBRIZOL CORP 4.625% 10/01/09		09/23/2004	CITIGROUP GLOBAL MARKETS INC.		199,822	200,000	
549271-AE-4	LUBRIZOL CORP 5.500% 10/01/14		09/23/2004	CITIGROUP GLOBAL MARKETS INC.		198,678	200,000	
55259P-AD-8	M & I MARSHALL & ILSLEY BANK 5.000% 01/17/17		11/19/2004	LEHMAN BROTHERS INC.		1,992,920	2,000,000	
552953-AF-8	MGM MIRAGE INC 6.000% 10/01/09		01/23/2004	Various		105,125	100,000	2,175
563571-AF-5	MANITOWOC CO 7.125% 11/01/13		01/14/2004	LEHMAN BROTHERS INC.		53,000	50,000	732
58446M-AE-1	MEDIANEWS GROUP INC 6.875% 10/01/13		09/01/2004	Tax Free Exchange		298,221	300,000	8,594
59000G-AA-8	MERITOR AUTOMOTIVE INC 6.800% 02/15/09		04/21/2004	Various		412,900	400,000	7,801
61746B-AL-0	MORGAN STANLEY 3.875% 01/15/09		01/06/2004	MORGAN STANLEY & CO		498,535	500,000	
629855-AE-7	NALCO COMPANY 7.750% 11/15/11		09/21/2004	Tax Free Exchange		278,758	270,000	7,324
64015Y-AB-0	NEIGHBORCARE INC 6.875% 11/15/13		07/23/2004	Tax Free Exchange		203,495	200,000	2,597
651290-AE-8	NEWFIELD EXPLORATION CO 7.625% 03/01/11		06/07/2004	WHEAT FIRST BUTCHER SINGER		216,000	200,000	4,194
651290-AG-3	NEWFIELD EXPLORATION CO 6.625% 09/01/14		10/08/2004	Various		155,413	150,000	1,031
652482-AR-1	NEWS AMERICA INC 6.625% 01/09/08		01/15/2004	MERRILL LYNCH CAPITAL MARKETS		1,121,000	1,000,000	2,208
676255-AL-6	OFFSHORE LOGISTICS INC 6.125% 06/15/13		01/28/2004	S.B.C.I. SECURITIES NEW YORK		98,000	100,000	800
681904-AG-3	OMNICARE INC 6.125% 06/01/13		01/30/2004	Various		102,125	100,000	1,004
69422P-AB-5	PACIFIC ENERGY PARTNERS 7.125% 06/15/14		11/05/2004	Tax Free Exchange		331,110	325,000	8,941
700690-AS-9	CAESARS ENTERTAINMENT INC 7.000% 04/15/13		01/12/2004	Various		54,275	50,000	875
704549-AD-6	PEABODY ENERGY CORP 5.875% 04/15/16		11/18/2004	WACHOVIA CAPITAL MARKETS		101,000	100,000	620
726505-AB-6	PLAINS EXPLOR & PROD 7.125% 06/15/14		10/08/2004	Tax Free Exchange		371,993	370,000	7,176
744320-AE-5	PRUDENTIAL FINANCIAL INC 5.100% 09/20/14		10/15/2004	CS FIRST BOSTON NZ		502,490	500,000	2,125
75952B-AM-7	REL IANT RESOURCES INC 6.750% 12/15/14		12/14/2004	Various		254,238	250,000	
76115N-AF-8	RESOLUTION PERFORMANCE 144A 8.000% 12/15/09		01/05/2004	MERRILL LYNCH CAPITAL MARKETS		52,125	50,000	178
810186-AG-1	SCOTTS COMPANY 6.625% 11/15/13		06/15/2004	Tax Free Exchange		204,036	200,000	1,104
843830-AB-6	SOUTHERN STAR CENT CORP 8.500% 08/01/10		09/01/2004	Tax Free Exchange		208,645	200,000	1,417
847788-AK-2	SPEEDWAY MOTOR SPORT 6.750% 06/01/13		01/05/2004	WHEAT FIRST BUTCHER SINGER		36,313	35,000	243
85375C-AP-6	STANDARD PACIFIC CP 6.500% 10/01/08		06/22/2004	Various		150,500	150,000	1,986
857689-AV-5	STATION CASINOS INC 6.000% 04/01/12		05/28/2004	Various		297,258	300,000	633
86359B-WR-8	SARMLT.2004-8 2004-8 5A6 4.724% 07/25/34		08/04/2004	GREENWICH CAPITAL		1,947,813	2,000,000	2,108
880779-AS-2	TEREX CORPORATION 7.375% 01/15/14		06/08/2004	Tax Free Exchange		148,431	150,000	4,394
882444-AA-0	TEXAS GENCO HOLDINGS 6.875% 12/15/14		12/09/2004	Various		310,913	300,000	
89579K-AE-9	TRIAD HOSPITALS 7.000% 11/15/13		04/07/2004	BEAR STERNS & CO		206,000	200,000	5,872
89579K-AF-6	TRIAD HOSPITALS 7.000% 05/15/12		04/29/2004	Citigroup Global Markets Inc.		100,000	100,000	
895953-AB-3	YUM BRANDS INC 7.650% 05/15/08		02/12/2004	Citigroup Global Markets Inc.		342,000	300,000	5,929
911365-AN-4	UNITED RENTALS - NORTH AMERICA 6.500% 02/15/12		06/24/2004	Tax Free Exchange		109,828	110,000	2,522
913433-AE-8	UNIVERSAL COMPRESSION INC 7.250% 05/15/10		01/08/2004	Various		210,000	200,000	2,215
918437-AA-2	VWR INTERNATIONAL INC 6.875% 04/15/12		09/08/2004	Various		361,063	350,000	3,008
918790-AH-2	VAIL RESORTS INC 6.750% 02/15/14		01/23/2004	Various		202,750	200,000	
920253-AC-5	VALMONT INDUSTRIES 6.875% 05/01/14		12/07/2004	Tax Free Exchange		300,587	300,000	2,063
92922F-UR-7	WASHINGTON MUTUAL WAMU.04-S3 2004S3 1A2 5.000% 07/25/34		08/11/2004	LEGG MASON WOOD WALKER INC		1,949,949	1,930,045	4,021
98385X-AD-8	XTO ENERGY INC 4.900% 02/01/14		05/05/2004	Various		1,581,123	1,650,000	22,050
009037-AD-4	A1NSWORTH LUMBER CO LTD 6.750% 03/15/14	C	09/07/2004	Tax Free Exchange		231,791	250,000	3,141
009037-AE-2	A1NSWORTH LUMBER CO LTD 7.250% 10/01/12	C	09/21/2004	Various		101,650	100,000	10
146900-AC-9	CASCADES INC 7.250% 02/15/13	C	01/29/2004	Various		160,500	150,000	4,904
472150-AD-6	JEAN COUTU GROUP 7.625% 08/01/12	C	07/21/2004	Various		306,250	300,000	
65542N-AJ-6	NORAMPAC INC 6.750% 06/01/13	C	01/08/2004	GOLDMAN SACHS & CO		53,000	50,000	394
66977W-AF-6	NOVA CHEMICALS CORPORATION 6.500% 01/15/12	C	01/12/2004	MERRILL LYNCH CAPITAL MARKETS		205,000	200,000	72
77509N-AH-6	ROGERS CABLE SYSTEMS 144A 6.250% 06/15/13	C	01/12/2004	DAIN RAUSCHER		52,125	50,000	260
77531Q-AD-0	ROGERS WIRELESS COMMUNICATIONS 6.375% 03/01/14	C	07/12/2004	Tax Free Exchange		152,127	150,000	3,772
781903-AG-4	RUSSEL METALS 6.375% 03/01/14	C	11/15/2004	Various		335,250	350,000	7,836
82028K-AG-6	SHAW COMMUNICATIONS INC 7.250% 04/06/11	C	05/25/2004	MERRILL LYNCH CAPITAL MARKETS		104,750	100,000	1,047
07329U-AA-0	BCP CAYLUX HLDG LUX SCA 9.625% 06/15/14	F	06/07/2004	Various		151,688	150,000	60
122394-AD-1	BURNS PHILP CAPITAL PTY LTD 9.500% 11/15/10	F	09/01/2004	Tax Free Exchange		152,484	150,000	4,196
25244S-AB-7	DIAGEO FINANCE BV 3.875% 04/01/11	F	04/19/2004	CREDIT SUISSE 1ST BOSTON CORP		964,800	1,000,000	2,153
33938E-AJ-6	FLEXTRONICS INTERNATIONAL 6.500% 05/15/13	F	11/30/2004	Various		98,763	95,000	979
81180R-AB-8	SEAGATE TECHNOLOGY 8.000% 05/15/09	F	01/21/2004	Various		87,663	80,000	1,262
87927V-AE-8	TELECOM ITALIA CAPITAL 5.250% 11/15/13	F	10/18/2004	Tax Free Exchange		1,523,922	1,500,000	33,469
4599999 - Total - Bonds - Industrial, Misc.						34,571,634	33,940,045	364,609

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 3

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

[illegible]

E11.2

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identi- fication	Description	F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B/A. C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B/A. C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date
BONDS																				
Special Revenue & Assessment																				
31280F-6P-2..	FREDDIE MAC GOLD E61778 6.500% 04/01/08..		..12/01/2004..	Paydown..		106,075	106,075	106,184	106,034		42		42		106,075				3,435	..04/01/2008..
31283G-WK-9..	FREDDIE MAC GOLD G00650 7.500% 12/01/25..		..12/01/2004..	Paydown..		79,068	79,068	79,550	79,546		(477)		(477)		79,068				2,880	..12/01/2025..
31283H-J8-9..	FREDDIE MAC GOLD G01187 6.500% 09/01/30..		..12/01/2004..	Paydown..		769,328	769,328	763,793	763,743		5,585		5,585		769,328				23,535	..09/01/2030..
31288G-PP-1..	FREDDIE MAC GOLD C77630 5.500% 03/01/33..		..12/01/2004..	Paydown..		2,945,952	2,945,952	3,014,768	3,014,558		(68,606)		(68,606)		2,945,952				86,128	..03/01/2033..
31292G-SM-9..	FREDDIE MAC GOLD C00524 7.500% 06/01/27..		..12/01/2004..	Paydown..		22,181	22,181	22,500	22,502		(321)		(321)		22,181				799	..06/01/2027..
31292G-ST-4..	FREDDIE MAC GOLD C00530 7.500% 07/01/27..		..12/01/2004..	Paydown..		43,974	43,974	44,600	44,604		(630)		(630)		43,974				1,732	..07/01/2027..
31292G-T6-3..	FREDDIE MAC GOLD C00573 6.500% 12/01/27..		..12/01/2004..	Paydown..		419,887	419,887	414,897	414,883		5,005		5,005		419,887				12,758	..12/01/2027..
31294B-UX-1..	FREDDIE MAC GOLD C35098 7.500% 01/01/30..		..12/01/2004..	Paydown..		370,738	370,738	364,193	364,083		6,654		6,654		370,738				12,293	..01/01/2030..
31335H-RM-7..	FREDDIE MAC GOLD C90492 6.000% 11/01/21..		..12/01/2004..	Paydown..		1,813,580	1,813,580	1,783,826	1,783,589		29,991		29,991		1,813,580				49,558	..11/01/2021..
31339N-TA-4..	FHLMC.2425 CMO 2425 OB 6.000% 03/15/17..		..12/01/2004..	Paydown..		96,964	96,964	94,002	95,167		1,797		1,797		96,964				5,818	..03/15/2017..
31333T-B5-9..	FHLMC.2318 CMO 2318 GK 6.000% 02/15/17..		..12/01/2004..	Paydown..		93,881	93,881	89,099	91,694		2,187		2,187		93,881				5,633	..02/15/2017..
31371F-GU-0..	FNMA COLLATERAL - MUNI 250511 6.500% 03/01/26..		..12/01/2004..	Paydown..		88,726	88,726	86,200	86,256		2,470		2,470		88,726				2,503	..03/01/2026..
31371G-Z9-4..	FNMA COLLATERAL - MUNI 251968 7.000% 09/01/28..		..12/01/2004..	Paydown..		173,635	173,635	172,983	172,987		648		648		173,635				5,581	..09/01/2028..
31371H-DU-9..	FNMA COLLATERAL - MUNI 252215 6.000% 11/01/28..		..12/01/2004..	Paydown..		952,598	952,598	936,657	936,975		15,623		15,623		952,598				21,701	..11/01/2028..
31374G-G7-6..	FNMA COLLATERAL - MUNI 313522 7.000% 05/01/12..		..12/01/2004..	Paydown..		97,624	97,624	98,190	98,038		(414)		(414)		97,624				3,397	..05/01/2012..
31375Q-G3-2..	FNMA COLLATERAL - MUNI 341418 6.500% 05/01/11..		..12/01/2004..	Paydown..		52,284	52,284	51,792	51,838		446		446		52,284				1,592	..05/01/2011..
31377T-SG-2..	FNMA COLLATERAL - MUNI 386719 5.259% 12/01/13..		..12/01/2004..	Paydown..		46,670	46,670	47,974	47,983		(1,313)		(1,313)		46,670				1,322	..12/01/2013..
31378V-FR-6..	FNMA COLLATERAL - MUNI 409776 6.500% 12/01/27..		..12/01/2004..	Paydown..		199,626	199,626	196,800	196,797		2,829		2,829		199,626				9,523	..12/01/2027..
31380U-JP-4..	FNMA COLLATERAL - MUNI 450370 6.500% 01/01/29..		..12/01/2004..	Paydown..		152,928	152,928	154,196	154,167		(1,238)		(1,238)		152,928				3,800	..01/01/2029..
31382K-QF-8..	FNMA COLLATERAL - MUNI 484754 6.500% 03/01/29..		..12/01/2004..	Paydown..		215,555	215,555	214,510	214,514		1,042		1,042		215,555				6,511	..03/01/2029..
31384B-SY-3..	FNMA COLLATERAL - MUNI 519035 7.000% 10/01/29..		..12/01/2004..	Paydown..		39,474	39,474	38,616	38,606		867		867		39,474				1,134	..10/01/2029..
31384V-P4-8..	FNMA COLLATERAL - MUNI 535143 7.500% 02/01/30..		..12/01/2004..	Paydown..		43,740	43,740	42,926	42,916		824		824		43,740				1,445	..02/01/2030..
31384V-RN-4..	FNMA COLLATERAL - MUNI 535193 7.500% 03/01/30..		..12/01/2004..	Paydown..		37,006	37,006	36,514	36,508		497		497		37,006				1,439	..03/01/2030..
31385P-H5-6..	FNMA COLLATERAL - MUNI 548452 6.500% 12/01/28..		..12/01/2004..	Paydown..		505,788	505,788	504,364	504,386		1,402		1,402		505,788				20,254	..12/01/2028..
31385W-V3-0..	FNMA COLLATERAL - MUNI 555134 6.000% 12/01/32..		..12/01/2004..	Paydown..		1,775,265	1,775,265	1,826,027	1,825,873		(50,608)		(50,608)		1,775,265				56,384	..12/01/2032..
31386V-ZK-5..	FNMA COLLATERAL - MUNI 575078 6.500% 05/01/31..		..12/01/2004..	Paydown..		657,516	657,516	652,786	652,773		4,744		4,744		657,516				20,574	..05/01/2031..
31387F-3C-6..	FNMA COLLATERAL - MUNI 583195 6.500% 05/01/31..		..12/01/2004..	Paydown..		505,361	505,361	496,984	496,917		8,444		8,444		505,361				14,303	..05/01/2031..
31387W-2V-8..	FNMA COLLATERAL - MUNI 596688 5.500% 12/01/31..		..12/01/2004..	Paydown..		945,923	945,923	935,282	935,324		10,599		10,599		945,923				32,470	..12/01/2031..
31389F-J5-2..	FNMA COLLATERAL - MUNI 624084 5.500% 01/01/32..		..12/01/2004..	Paydown..		751,963	751,963	716,009	715,672		36,291		36,291		751,963				18,360	..01/01/2032..

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identi- fication	Description	F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B/A. C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B/A. C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date
31391N-SY-8.	FNMA COLLATERAL - MUNI 672035 6.000% 12/01/32		12/01/2004.	Paydown.		1,889,508	1,889,508	1,966,564	1,967,277		(77,769)		(77,769)		1,889,508				49,973	12/01/2032.
313989-TJ-4.	FREDDIE MAC GOLD D48653 6.500% 02/01/24		12/01/2004.	Paydown.		113,247	113,247	112,353	112,377		870		870		113,247				3,624	02/01/2024.
31400B-ZC-3.	FNMA COLLATERAL - MUNI 683039 6.000% 02/01/33		12/01/2004.	Paydown.		1,019,472	1,019,472	1,060,888	1,060,646		(41,174)		(41,174)		1,019,472				32,090	02/01/2033.
38373X-HG-4.	GNMA .02-42 2002-42 AB 6.000% 12/20/29		12/01/2004.	Paydown.		3,166,059	3,166,059	3,088,269	3,124,720		41,339		41,339		3,166,059				115,654	12/20/2029.
911760-ME-3.	VENDEE MORTGAGE TRUST VENDE.99 CMO 1 2D 6.500% 12/15/26		12/01/2004.	Paydown.		1,644,943	1,644,943	1,624,060	1,636,527		8,417		8,417		1,644,943				54,304	12/15/2026.
3199999 - Bonds - Special Revenues						21,836,538	21,836,538	21,838,353	21,890,476		(53,938)		(53,938)		21,836,538				682,507	XXX
Public Utilities (unaffiliated)																				
202795-HG-8.	COMMONWEALTH EDISON 02/01/33		07/08/2004.	Citigroup Global Markets Inc.		995,980	1,000,000	1,039,790	1,039,549		(297)		(297)		1,039,253				55,813	02/01/2033.
78412D-AJ-8.	SEMCO ENERGY INC 7.125% 05/15/08		03/25/2004.	GOLDMAN SACHS & CO		136,500	130,000	132,600	132,337		263		263		132,600		(43,273)	(43,273)	3,473	05/15/2008.
754052-AA-6.	RAS LAFFON LIQUIFIED GAS COMPA 7.628% 09/15/06	F.	09/15/2004.	Redemption	100.0000.	90,900	90,900	90,900	90,900						90,900				5,200	09/15/2006.
3899999 - Bonds - Public Utilities						1,223,380	1,220,900	1,263,290	1,262,787		(34)		(34)		1,262,753		(39,373)	(39,373)	64,486	XXX
Industrial & Miscellaneous																				
00106*-AA-1.	ATRBUS FINANCE CO 09/22/06		09/22/2004.	Redemption	100.0000.	500,000	500,000	500,000	500,000						500,000				37,650	09/22/2006.
02406P-AC-4.	AMERICAN AXLE & MFG HDGS 03/01/09		03/01/2004.	Call	104.8750.	262,188	250,000	265,000	260,169		(467)		(467)		259,703		2,485	2,485	12,188	03/01/2009.
03760A-AG-6.	APOGENT TECHNOLOGIES INC 05/15/13		08/03/2004.	COMPANY TRADE.		320,250	300,000	311,639	311,583		(764)		(764)		310,819		9,431	9,431	13,975	05/15/2013.
03939R-AA-8.	ARCH WESTERN FINANCE LLC 07/01/13		08/24/2004.	Various.		114,263	110,000	113,000	112,858		(190)		(190)		112,668		1,595	1,595	9,268	07/01/2013.
03939R-AA-8.	ARCH WESTERN FINANCE LLC 07/01/13		10/22/2004.	Tax Free Exchange.		116,802	115,000	117,013	116,972		(171)		(171)		116,802				10,335	07/01/2013.
068480-AA-0.	BARRETT RESOURCES CO 02/01/07		06/10/2004.	COMPANY TRADE.		525,000	500,000	498,660	499,485		67		67		499,551		25,449	25,449	32,402	02/01/2007.
115758-AA-2.	TOM BROWN 7.250% 09/15/13		06/28/2004.	COMPANY TRADE.		221,306	200	206,735	206,595		(242)		(242)		206,353		14,953	14,953	11,358	09/15/2013.
12479W-AA-4.	CBD MEDIA/FINANCE INC 144A 8.625% 06/01/11		09/01/2004.	Tax Free Exchange.		85,629	80,000	86,400	86,285		(657)		(657)		85,629				5,175	06/01/2011.
124789-AA-6.	CBA CAP TRUST 09/18/11		04/30/2004.	Company Reiclass to Prfd Stk.		1,000,005	1,000,000	1,000,007	1,000,003		(3)		(3)		1,000,003					12/31/2049.
14743R-AA-5.	CASE CORP 7.250% 08/01/05		07/06/2004.	MORGAN (J.P.) SECURITIES.		102,875	100,000	103,063	102,880		(921)		(921)		101,959		916	916	6,807	08/01/2005.
16162T-KL-9.	CHASE .99-AS2 6.500% 07/25/29		12/01/2004.	Paydown.		1,450,451	1,450,451	1,353,565	1,420,659		29,791		29,791		1,450,451				43,097	07/25/2029.
171871-AA-4.	CINCINNATI BELL TELEPHONE COMP 7.250% 07/15/13		09/01/2004.	Tax Free Exchange.		253,823	250,000	254,125	254,099		(276)		(276)		253,823				20,642	07/15/2013.
17453B-AH-4.	CITIZENS COMMUNICATIONS COMPAN 7.625% 08/15/08		01/06/2004.	LEHMAN BROTHERS INC		541,372	490,000	565,323	555,128		(281)		(281)		554,847		(13,475)	(13,475)	14,945	08/15/2008.
21923H-AB-2.	CORNERSTONE PROPANE PARTNERS L 7.330% 01/31/13		01/01/2004.	CREDIT SUISSE 1ST BOSTON CORP.																01/31/2013.
224044-BE-6.	COX COMMUNICATIONS INC 10/01/12		12/22/2004.	UBS SECURITIES.		1,119,670	1,000,000	1,176,940	1,167,468		(15,706)		(15,706)		1,151,762		(32,092)	(32,092)	88,469	10/01/2012.
247367-AT-2.	DELTA AIR LINES INC 09/18/11		12/22/2004.	4PIPER JAFFRAY INC.		49,250	50,000	50,542	50,448		(45)		(45)		50,403		(1,153)	(1,153)	4,543	09/18/2011.
252126-AA-5.	DEX MEDIA WEST 8.500% 08/15/10		06/24/2004.	Tax Free Exchange.		260,432	250,000	261,693	261,233		(801)		(801)		260,432				17,413	08/15/2010.
257540-AC-1.	DOMINOS INC 8.250% 07/01/11		09/01/2004.	Tax Free Exchange.		150,229	145,000	151,175	150,820		(591)		(591)		150,229				14,156	07/01/2011.
278766-AG-3.	ECHOSTAR COMMUN CORP 02/01/09		02/01/2004.	Call	104.6880.	104,688	100,000	105,500	104,827		(139)		(139)		104,688				4,688	02/01/2009.
278766-AM-0.	ECHOSTAR DBS CORP 10/01/08		06/02/2004.	Tax Free Exchange.		299,781	300,000	299,750	299,760		21		21		299,781				11,500	10/01/2008.
283703-AA-4.	EL PASO CORP/DE 02/02/2004.		02/02/2004.	Tax Free Exchange.		215,000	215,000	215,000	215,000						215,000				2,823	06/01/2013.
291525-AE-3.	EMMIS COMMUNICATIONS CORP 03/15/09		05/10/2004.	COMPANY TRADE.		260,158	250,000	258,750	257,126		(720)		(720)		256,406		3,751	3,751	13,260	03/15/2009.
298430-AA-0.	EURAMAX INTERNATIONAL INC 08/15/11		09/01/2004.	Tax Free Exchange.		251,348	250,000	251,563	251,485		(138)		(138)		251,348				22,748	08/15/2011.
31331F-AQ-4.	FEDERAL EXPRESS CORP 01/30/15		01/30/2004.	Redemption	100.0000.	45,465	45,465	44,733	44,873		592		592		45,465				1,785	01/30/2015.
338032-AT-2.	FISHER SCIENTIFIC INTL INC 8.000% 09/01/13		04/23/2004.	Tax Free Exchange.		107,136	100,000	107,500	107,376		(240)		(240)		107,136				3,756	09/01/2013.
361849-AX-0.	GMACCMSC .96-C2 7.350% 10/15/11		11/01/2004.	Paydown.		432,511	432,511	439,071	433,751		(1,241)		(1,241)		432,511				61,793	10/15/2011.
373200-AG-9.	GEORGIA GULF CORP 144A 7.125% 12/15/13		08/27/2004.	Tax Free Exchange.		204,304	200,000	204,625	204,585		(281)		(281)		204,304				11,163	12/15/2013.

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identi- fication	Description	F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B/A, C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B/A, C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date
379352-AK-3..	GLOBAL MARINE INC 7.125% 09/01/07.....		..06/30/2004..	Call 110.5570.....		1,105,570	1,000,000	998,490	999,339		80		80		999,419		106,151	106,151	59,177	..09/01/2007..
40274X-AC-6..	GULFTERRA ENERGY PARTNERS LP 6.250% 06/01/10.....		..10/05/2004..	COMPANY TRADE.....		160,439	150,000	152,250	152,235		(220)		(220)		152,015		8,424	8,424	7,917	..06/01/2010..
435572-AE-2..	HOLLINGER INTERNATIONAL PUBLIS 144A 9.000% 12/15/10.....		..08/02/2004..	COMPANY TRADE.....		171,395	150,000	157,250	156,961		(694)		(694)		156,267		15,128	15,128	8,513	..12/15/2010..
459902-AJ-1..	INTERNATIONAL GAME TECHNOLOGY 8.375% 05/15/09.....		..07/16/2004..	Call 100.0000.....		250,000	250,000	270,000	265,879		(1,352)		(1,352)		264,527		(14,527)	(14,527)	14,016	..05/15/2009..
49228R-AE-3..	KERN RIVER FND CORP 4.893% 04/30/18.....		..12/31/2004..	Redemption 100.0000.....		43,500	43,500	43,500	43,500						43,500				1,138	..04/30/2018..
500605-AA-8..	KOPPERS CO 9.875% 10/15/13.....		..05/25/2004..	Various.....		146,975	135,000	141,975	141,858		(224)		(224)		141,634		5,341	5,341	7,718	..10/15/2013..
50076X-AA-9..	LIBERTY MEDIA CORP 7.875% 07/15/09.....		..05/18/2004..	S.B.C.I. SECURITIES NEW YORK.....		71,138	70,000	72,900	72,892		(100)		(100)		72,792		(1,655)	(1,655)	2,338	..01/15/2014..
530715-AB-7..	MORGAN STANLEY & CO 07/15/09.....		..11/12/2004..	MORGAN STANLEY & CO.....		1,122,270	1,000,000	1,006,220	1,004,033		(532)		(532)		1,003,501		118,769	118,769	105,438	..07/15/2009..
532776-A9-2..	LIN TELEVISION CORP 6.500% 05/15/13.....		..09/01/2004..	Tax Free Exchange.....		196,173	200,000	195,900	195,962		211		211		196,173				10,328	..05/15/2013..
58446M-AA-9..	MEDIANEWS GROUP INC 6.875% 10/01/13.....		..09/01/2004..	Tax Free Exchange.....		248,280	250,000	248,206	248,211		69		69		248,280				13,177	..10/01/2013..
61238P-AC-4..	BASELL AMERICA FINANCE 7.400% 03/15/04.....		..03/15/2004..	Maturity.....		1,000,000	1,000,000	998,620	999,950		50		50		1,000,000				37,000	..03/15/2004..
615801-AB-3..	MOORE NORTH AMERICA FINANCE 7.875% 01/15/11.....		..02/12/2004..	Citigroup Global Markets Inc.....		61,600	55,000	56,631	56,444		(31)		(31)		56,413		5,187	5,187	2,600	..01/15/2011..
615801-AB-3..	MOORE NORTH AMERICA FINANCE 7.875% 01/15/11.....		..03/29/2004..	Call 118.5106.....		159,989	135,000	138,744	138,311		(135)		(135)		138,176		21,814	21,814	7,500	..01/15/2011..
618270-AA-0..	MORRIS PUBLISHING 7.000% 08/01/13.....		..06/18/2004..	Tax Free Exchange.....		150,000	150,000	150,000	150,000						150,000				9,071	..08/01/2013..
61910D-BW-1..	WCF 96-WC2 7.008% 09/20/06.....		..12/01/2004..	Paydown.....		625,059	625,059	631,310	624,529		530		530		625,059				31,867	..09/20/2006..
629855-AD-9..	NALCO COMPANY 7.750% 11/15/11.....		..09/21/2004..	Tax Free Exchange.....		278,758	270,000	279,938	279,741		(983)		(983)		278,758				18,426	..11/15/2011..
64015Y-AA-2..	NEIGHBORCARE INC 6.875% 11/15/13.....		..07/23/2004..	Tax Free Exchange.....		203,495	200,000	203,750	203,691		(196)		(196)		203,495				9,892	..11/15/2013..
697933-AL-3..	PANAMSAT CORPORATION 6.375% 01/15/08.....		..04/20/2004..	Various.....		519,500	500,000	498,755	499,402		38		38		499,440		20,060	20,060	23,949	..01/15/2008..
741917-AJ-7..	PRIME HOSPITALITY CORP 8.375% 05/01/12.....		..03/25/2004..	LEHMAN BROTHERS INC.....		263,125	250,000	252,763	252,323		(70)		(70)		252,253		10,873	10,873	8,666	..05/01/2012..
749658-AB-2..	ROSEBURG FOREST PRODUCTS CO 7.520% 03/26/07.....		..02/24/2004..	Redemption 100.0000.....		500,000	500,000	500,000	500,000						500,000				16,607	..03/26/2007..
76115N-AD-3..	RESOLUTION PERFORMANCE 9.500% 04/15/10.....		..01/12/2004..	Various.....		104,475	100,000	104,900	104,577		(18)		(18)		104,559		(84)	(84)	2,267	..04/15/2010..
784635-AH-7..	MERRILL LYNCH CAPITAL MARKETS.....		..12/09/2004..	MARKETS.....		105,750	100,000	101,000	100,946		(99)		(99)		100,847		4,903	4,903	6,233	..06/15/2011..
810186-AF-3..	SCOTTS COMPANY 6.625% 11/15/13.....		..06/15/2004..	Tax Free Exchange.....		204,036	200,000	204,300	204,198		(162)		(162)		204,036				9,091	..11/15/2013..
843830-AA-8..	SOUTHERN STAR CENT CORP 8.500% 08/01/10.....		..09/01/2004..	Tax Free Exchange.....		208,645	200,000	209,913	209,612		(967)		(967)		208,645				18,086	..08/01/2010..
857689-AM-5..	STATION CASINOS INC. 8.375% 02/15/08.....		..03/16/2004..	COMPANY TRADE.....		270,638	250,000	258,300	255,589		(334)		(334)		255,255		15,382	15,382	12,272	..02/15/2008..
86448#-AA-3..	SUBURBAN PROPANE PARTNERS LP 7.540% 06/30/11.....		..06/30/2004..	Redemption 100.0000.....		75,000	75,000	75,000	75,000						75,000				2,812	..06/30/2011..
872640-AG-5..	TRW AUTOMOTIVE INC 9.375% 02/15/13.....		..03/08/2004..	Call 109.3750.....		328,125	300,000	310,256	309,966		(235)		(235)		309,731		18,394	18,394	15,859	..02/15/2013..
88033C-AW-0..	TENET HEALTHCARE CORP. 6.500% 06/01/12.....		..03/25/2004..	Various.....		215,600	250,000	249,183	249,280		16		16		249,296		(33,696)	(33,696)	5,307	..06/01/2012..
880779-AR-4..	TEREX CORPORATION 7.375% 01/15/14.....		..06/08/2004..	Tax Free Exchange.....		148,431	150,000	148,391	148,391		40		40		148,431				5,931	..01/15/2014..
889479-AG-6..	TOLL CORPORATION 8.125% 02/01/09.....		..04/15/2004..	Call 104.0630.....		520,315	500,000	500,000	500,000						500,000		20,315	20,315	28,663	..02/01/2009..
89579K-AB-5..	TRIAD HOSPITALS 8.750% 05/01/09.....		..04/07/2004..	BEAR STERNS & CO.....		217,250	200,000	217,000	216,635		(1,619)		(1,619)		215,016		2,234	2,234	7,875	..05/01/2009..
896778-AK-3..	TRITON PCS HOLDINGS INC 8.500% 06/01/13.....		..03/26/2004..	Various.....		160,500	150,000	157,363	157,157		(182)		(182)		156,975		3,525	3,525	4,223	..06/01/2013..
911365-AJ-3..	UNITED RENTALS - NORTH AMERICA 7.750% 11/15/13.....		..03/26/2004..	Various.....		152,000	150,000	149,150	149,158		8		8		149,166		2,834	2,834	3,063	..11/15/2013..
122394-AC-3..	BURNS PHILP CAPITAL PTY LTD 9.500% 11/15/10.....	F.	..09/01/2004..	Tax Free Exchange.....		152,484	150,000	152,988	152,780		(295)		(295)		152,484				11,431	..11/15/2010..
25243Y-AF-6..	DIAGEO CAPITAL PLC 3.375% 03/20/08.....	F.	..04/19/2004..	CREDIT SUISSE 1ST BOSTON CORP.....		996,530	1,000,000	992,500	993,587		437		437		994,024		2,506	2,506	19,875	..03/20/2008..
762397-AC-1..	RHODIA S.A. 7.625% 06/01/10.....	F.	..03/25/2004..	Various.....		182,700	200,000	202,338	202,150		(59)		(59)		202,091		(19,391)	(19,391)	4,331	..06/01/2010..
87203R-AA-0..	SYSTEMS 2001 A.T. LLC 6.664% 09/15/13.....	F.	..12/15/2004..	Redemption 100.0000.....		170,205	170,205	179,907	179,703		(9,497)		(9,497)		170,205				7,184	..09/15/2013..
4599999	- Bonds - Industrial and Miscellaneous					20,483,881	19,562,391	20,151,060	20,169,455		(9,925)		(9,925)		20,159,533		324,346	324,346	1,035,776	XXX
6099997	- Bonds - Part 4					43,543,799	42,619,829	43,252,699	43,322,718		(63,897)		(63,897)		43,258,824		284,974	284,974	1,782,769	XXX

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 4

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

[illegible]

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 5

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

1	2	3	4	5	6	7	8	9	10	11	Change in Book/Adjusted Carrying Value					17	18	19	20	21
											12	13	14	15	16					
CUSIP Identification	Description	F o r e i g n	Date Acquired	Name of Vendor	Disposal Date	Name of Purchaser	Par Value (Bonds) or Number of Shares (Stocks)	Actual Cost	Consideration	Book/ Adjusted Carrying Value at Disposal Date	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change In B./A. C.V. (12 + 13 - 14)	Total Foreign Exchange Change in B./A. C.V.	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest and Dividends Received During Year	Paid for Accrued Interest and Dividends
BONDS																				
Special Revenue & Assessment																				
83162C-NH-2	SMALL BUSINESS ADMIN 2003-20K 4.980% 11/01/23		..08/24/2004	MERRILL LYNCH CAPITAL MARKETS	..11/01/2004	Paydown	123,160	124,505	123,160	123,160		(1,345)		(1,345)					3,085	1,976
83162C-NT-6	SMALL BUSINESS ADMIN 2004-20E 5.180% 05/01/24		..05/04/2004	CREDIT SUISSE 1ST BOSTON CORP	..11/01/2004	Paydown	95,987	95,987	95,987	95,987									2,350	
83162C-NJ-3	SMALL BUSINESS ADMIN 2004-20F 1 5.520% 06/01/24		..06/08/2004	MERRILL LYNCH CAPITAL MARKETS	..12/01/2004	Paydown	86,832	86,832	86,832	86,832									2,202	
3199999 - Bonds - Special Revenue							305,980	307,325	305,980	305,980		(1,345)		(1,345)					7,638	1,976
Industrial & Miscellaneous																				
040228-AK-4	ARGOSY GAMING 7.000% 01/15/14		..07/20/2004	Various	..08/12/2004	Tax Free Exchange	200,000	202,000	201,987	201,987		(13)		(13)					1,050	311
103304-BC-4	BOYD GAMING CORP 6.750% 04/15/14		..05/13/2004	Various	..08/06/2004	Tax Free Exchange	300,000	283,750	283,979	283,979		229		229					6,244	1,238
12479W-AB-2	CBD MEDIA/FINANCE INC 8.625% 06/01/11		..09/01/2004	Tax Free Exchange	..11/02/2004	Various	80,000	85,629	84,000	85,459	(170)		(170)		(1,459)		(1,459)		2,952	1,725
130770-AD-5	CALIFORNIA STEEL INDUSTRIES 6.125% 03/15/14		..04/19/2004	Various	..06/28/2004	Tax Free Exchange	350,000	352,125	352,083	352,083	(42)		(42)						5,717	1,344
27876G-AM-0	ECHOSTAR DBS CORP 5.750% 10/01/08		..01/26/2004	S.B.C.I. SECURITIES NEW YORK	..06/02/2004	Tax Free Exchange	100,000	103,500	103,276	103,276	(224)		(224)						3,833	1,869
283703-AB-2	EL PASO PRODUCTION HOLDING CO. 7.750% 06/01/13		..02/02/2004	Tax Free Exchange	..06/08/2004	Various	215,000	215,000	200,700	215,000					(14,300)		(14,300)		7,166	2,823
291531-AA-9	EMMIS COMMUNICATIONS CORP 6.875% 05/15/12		..04/28/2004	Various	..08/09/2004	Tax Free Exchange	250,000	251,313	251,268	251,268	(45)		(45)						4,249	
29255W-AC-4	ENCORE ACQUISITION CO 6.250% 04/15/14		..07/26/2004	Various	..08/30/2004	Tax Free Exchange	350,000	331,375	331,714	331,714	339		339						8,993	4,323
338032-AT-2	FISHER SCIENTIFIC INTL INC 8.000% 09/01/13		..01/12/2004	DEUTSCHE MORGAN GRENFELL	..03/17/2004	GOLDMAN SACHS & CO	50,000	54,500	56,250	54,412	(88)		(88)		1,838		1,838		1,533	789
373200-AG-9	GEORGIA GULF CORP 144A 7.125% 12/15/13		..05/14/2004	NATIONS BANK	..08/27/2004	Tax Free Exchange	100,000	100,625	100,614	100,614	(11)		(11)						4,513	3,285
45072P-AA-0	IASIS HEALTHCARE CORP 8.750% 06/15/14		..06/10/2004	Various	..12/20/2004	Tax Free Exchange	250,000	251,144	251,085	251,085	(59)		(59)						10,816	
48666K-AG-4	KB HOME 5.750% 02/01/14		..01/21/2004	Various	..06/22/2004	Tax Free Exchange	300,000	299,181	299,207	299,207	26		26						6,900	
492914-AP-1	KEY ENERGY GROUP INC 6.375% 05/01/13		..01/13/2004	LEHMAN BROTHERS INC	..05/05/2004	MORGAN (J.P.) SECURITIES	55,000	56,650	53,625	56,613	(37)		(37)		(2,988)		(2,988)		1,841	730
50419Q-AE-2	LA QUINTA PROPERTIES 7.000% 08/15/12		..12/01/2004	Various	..12/15/2004	Tax Free Exchange	270,000	285,100	284,785	284,785	(315)		(315)						6,090	3,035
505447-AE-2	LABRANCHE & CO 9.500% 05/15/09		..05/04/2004	CREDIT SUISSE 1ST BOSTON CORP	..11/02/2004	Tax Free Exchange	200,000	200,000	200,000	200,000									8,656	
58446M-AA-9	MEDIANEWS GROUP INC 6.875% 10/01/13		..04/15/2004	NATIONS BANK	..09/01/2004	Tax Free Exchange	50,000	49,938	49,941	49,941	4		4						1,432	181
58446M-AD-3	MEDIANEWS GROUP INC 6.375% 04/01/14		..01/14/2004	DEUTSCHE MORGAN GRENFELL	..02/18/2004	WHEAT FIRST BUTCHER SINGER	50,000	49,546	50,125	49,548	2		2		577		577		239	
618270-AB-8	MORRIS PUBLISHING 7.000% 08/01/13		..06/18/2004	Tax Free Exchange	..08/12/2004	WACHOVIA CAPITAL MARKETS	150,000	150,000	146,488	150,000					(3,513)		(3,513)		5,171	3,996
62944T-AC-9	NVR INC 5.000% 06/15/10		..01/29/2004	Various	..04/08/2004	MORGAN STANLEY & CO	120,000	118,950	119,100	118,981	31		31		119		119		1,983	788
656559-BC-4	NORTEK INC 5.766% 12/31/10		..04/19/2004	Various	..08/28/2004	COMPANY TRADE	300,000	304,481	303,375	303,894	(587)		(587)		(519)		(519)		6,602	904
69422P-AA-7	PACIFIC ENERGY PARTNERS 7.125% 06/15/14		..07/12/2004	Various	..11/05/2004	Tax Free Exchange	325,000	331,300	331,110	331,110	(190)		(190)						8,941	929
726505-AA-8	PLAINS EXPLOR & PROD 7.125% 06/15/14		..07/12/2004	Various	..10/08/2004	Tax Free Exchange	370,000	372,056	371,993	371,993	(63)		(63)						7,176	148
76115N-AF-8	RESOLUTION PERFORMANCE 144A 8.000% 12/15/09		..01/12/2004	Citigroup Global Markets Inc	..03/09/2004	MORGAN STANLEY & CO	50,000	53,450	51,000	53,353	(97)		(97)		(2,353)		(2,353)		889	242
857689-AQ-0	STATION CASINOS INC. 6.500% 02/01/14		..01/27/2004	LEHMAN BROTHERS INC	..04/06/2004	Citigroup Global Markets Inc	100,000	103,375	100,000	103,308	(67)		(67)		(3,308)		(3,308)		1,318	9
911365-AM-6	UNITED RENTALS INC 6.500% 02/15/12		..02/17/2004	Various	..06/24/2004	Tax Free Exchange	110,000	109,825	109,828	109,828	3		3						2,522	16
920253-AA-9	VALMONT INDUSTRIES 6.875% 05/01/14		..04/29/2004	Various	..12/07/2004	Tax Free Exchange	300,000	300,625	300,587	300,587	(38)		(38)						12,203	
92922F-UR-7	WASHINGTON MUTUAL WAMU 04-S3 2004S3 1A2 5.000% 07/25/34		..08/11/2004	LEGG MASON WOOD WALKER INC	..12/01/2004	Paydown	46,830	47,313	46,830	46,830	(483)		(483)						489	98
009037-AC-8	AINSWORTH LUMBER CO LTD 6.750% 03/15/14	C	..05/12/2004	Various	..09/07/2004	Tax Free Exchange	250,000	231,400	231,791	231,791	391		391						8,625	3,563
775310-AC-2	ROGERS WIRELESS COMMUNICATIONS 6.375% 03/01/14	C	..02/19/2004	Various	..07/12/2004	Tax Free Exchange	150,000	152,188	152,127	152,127	(60)		(60)						3,772	39
87927V-AA-6	TELECOM ITALIA CAPITAL 5.250% 11/15/13	F	..01/13/2004	MERRILL LYNCH CAPITAL MARKETS	..10/18/2004	Tax Free Exchange	1,500,000	1,525,305	1,523,922	1,523,922	(1,383)		(1,383)		(1,383)				76,344	16,844
4599999 - Bonds - Industrial and Miscellaneous							6,941,830	6,971,643	6,942,790	6,968,696		(2,947)		(2,947)			(25,906)	(25,906)	218,258	49,229

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE D - PART 5

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

1	2	3	4	5	6	7	8	9	10	11	Change in Book/Adjusted Carrying Value					17	18	19	20	21
											12	13	14	15	16					
CUSIP Identification	Description	F o r e i g n	Date Acquired	Name of Vendor	Disposal Date	Name of Purchaser	Par Value (Bonds) or Number of Shares (Stocks)	Actual Cost	Consideration	Book/ Adjusted Carrying Value at Disposal Date	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change In B./A. C.V. (12 + 13 - 14)	Total Foreign Exchange Change in B./A. C.V.	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest and Dividends Received During Year	Paid for Accrued Interest and Dividends
6099998 - Total - Bonds							7,247,810	7,278,968	7,248,770	7,274,676		(4,292)		(4,292)			(25,906)	(25,906)	225,896	51,205
7499999 Totals								7,278,968	7,248,770	7,274,676		(4,292)		(4,292)			(25,906)	(25,906)	225,896	51,205

Schedule D - Part 6 - Section 1

NONE

Schedule D - Part 6 - Section 2

NONE

Schedule DA - Part 1

NONE

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part A - Section 2

NONE

Schedule DB - Part A - Section 3

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part B - Section 2

NONE

Schedule DB - Part B - Section 3

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2

NONE

Schedule DB - Part C - Section 3
NONE

Schedule DB - Part D - Section 1
NONE

Schedule DB - Part D - Section 2
NONE

Schedule DB - Part D - Section 3
NONE

Schedule DB - Part E - Section 1
NONE

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE E - PART 1 - CASH

[illegible]

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

1. January	(942, 910)	4. April	(676, 378)	7. July	(691, 628)	10. October	(1, 342, 974)
2. February	(861, 991)	5. May	(566, 548)	8. August	(577, 466)	11. November	(1, 420, 977)
3. March	(1, 447, 047)	6. June	(749, 998)	9. September	(1, 183, 271)	12. December	(530, 013)

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE E - PART 2 CASH EQUIVALENTS

Showing Investments owned December 31 of current year

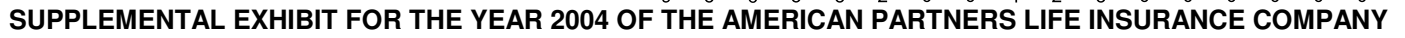
[illegible]

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE E - PART 3 - SPECIAL DEPOSITS

1	2	3	4	5	6	7
Line Number	Type	Description of Deposit	Where Deposited and Purpose of Deposit	Par or Book Value	Statement Value (a)	Fair Value
AR00001.....	B.....	US TREASURY 7.000% 07/15/06.....	Arkansas, BANK OF AMERICA - AR, INS Code 23-63-206.....	220,000	222,432	233,251
AR99999 - Arkansas				220,000	222,432	233,251
GA00001.....	B.....	US TREASURY 7.000% 07/15/06.....	Georgia, WACHOVIA BANK - GA, INS Code 33-3-8 to 33-3-10.....	50,000	50,553	53,012
GA99999 - Georgia				50,000	50,553	53,012
MA00001.....	B.....	US TREASURY 7.000% 07/15/06.....	Massachusetts, STATE ST BNK & TRST-MA, INS Code 175-151.....	500,000	505,527	530,117
MA99999 - Massachusetts				500,000	505,527	530,117
NM00001.....	B.....	US TREASURY 7.000% 07/15/06.....	New Mexico, CENTURY BANK - NM, INS Code 59A-5-19.....	200,000	202,211	212,047
NM99999 - New Mexico				200,000	202,211	212,047
SC00001.....	B.....	US TREASURY 7.000% 07/15/06.....	South Carolina, BANK OF AMERICA - NC, INS Code 38-9-80.....	150,000	151,658	159,035
SC99999 - South Carolina				150,000	151,658	159,035
9999997 - Totals - Not All Policyholders				1,120,000	1,132,380	1,187,462
9999998 - Totals - All Policyholders				6,200,000	6,241,139	6,572,359
9999999 Totals				7,320,000	7,373,519	7,759,821

(a) Including \$ cash and short-term investments as defined in SSAP No. 2 of the NAIC Accounting Practices and Procedures Manual.



TO BE FILED ON OR BEFORE APRIL 1

Address (City, State and Zip Code) Minneapolis, MN 55474

NAIC Group Code 0004

NAIC Company Code 93653

Employer's I.D. Number 03-0281692

Direct Business in the State of

Does the company have credit insurance in this state? Yes [] No []

PART 1B - CREDIT LIFE INSURANCE

NONE

[illegible]

PART 2A - CREDIT ACCIDENT AND HEALTH INSURANCE

Single Premium - Closed-End							
	1	2	3	4	5	6	7
	7 Day Retro	14 Day Retro	14 Day Non-Retro	30 Day Retro	30 Day Non-Retro	Other (a)	Total
1. Earned Premiums:							
1.1 Gross written premiums							
1.2 Refunds on terminations							
1.3 Net written premiums (Lines 1.1 - 1.2)							
1.4 Premium reserves, start of period							
1.5 Premium reserves, end of period							
1.6 Actual earned premiums (Lines 1.3 + 1.4 - 1.5)							
1.7 Earned premiums at prima facie rates							
2. Incurred Claims:							
2.1 Claims paid							
2.2 Unreported claim reserve, start of period							
2.3 Unreported claim reserve, end of period							
2.4 Claim reserves, start of period							
2.5 Claim reserves, end of period							
2.6 Incurred claims (Lines 2.1 - 2.2 + 2.3 - 2.4 + 2.5)							
3. Incurred Compensation:							
3.1 Commissions and service fees incurred							
3.2 Other incurred compensation							
3.3 Total incurred compensation (Lines 3.1 + 3.2)							
3.4 Commissions/service fee percentage (Lines 3.1/1.3)							
3.5 Other incurred compensation percentage (Lines 3.2/1.6)							
4. Loss Percentage:							
4.1 Actual loss percentage (Lines 2.6/1.6)							
4.2 Loss percentage at prima facie rates (Lines 2.6/1.7)							

(a) Provide a description of "other" coverages (including their percent of Line 1.6, Column 6):

PART 2B - CREDIT ACCIDENT AND HEALTH INSURANCE

Monthly Outstanding Balance - Closed-End							
	1	2	3	4	5	6	7
	7 Day Retro	14 Day Retro	14 Day Non-Retro	30 Day Retro	30 Day Non-Retro	Other (a)	Total
1. Earned Premiums:							
1.1 Gross written premiums							
1.2 Refunds on terminations							
1.3 Net written premiums (Lines 1.1 - 1.2)							
1.4 Premium reserves, start of period							
1.5 Premium reserves, end of period							
1.6 Actual earned premiums (Lines 1.3 + 1.4 - 1.5)							
1.7 Earned premiums at prima facie rates							
2. Incurred Claims:							
2.1 Claims paid							
2.2 Unreported claim reserve, start of period							
2.3 Unreported claim reserve, end of period							
2.4 Claim reserves, start of period							
2.5 Claim reserves, end of period							
2.6 Incurred claims (Lines 2.1 - 2.2 + 2.3 - 2.4 + 2.5)							
3. Incurred Compensation:							
3.1 Commissions and service fees incurred							
3.2 Other incurred compensation							
3.3 Total incurred compensation (Lines 3.1 + 3.2)							
3.4 Commissions/service fee percentage (Lines 3.1/1.3)							
3.5 Other incurred compensation percentage (Lines 3.2/1.6)							
4. Loss Percentage:							
4.1 Actual loss percentage (Lines 2.6/1.6)							
4.2 Loss percentage at prima facie rates (Lines 2.6/1.7)							

(a) Provide a description of "other" coverages (including their percent of Line 1.6, Column 6):

230

PART 2D - CREDIT ACCIDENT AND HEALTH INSURANCE

[illegible]

(b) Provide a description of "other" coverages (including their percent of Line 1.6, Column 1):

230

PART 3B - CREDIT UNEMPLOYMENT INSURANCE

NONE

(a) Provide a description of "other" coverages (including their percent of Line 1.6, Column 2):

[illegible]

SUPPLEMENTAL EXHIBIT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

PART 4A - CREDIT PROPERTY INSURANCE

	1 Creditor Placed Home – Single Interest	2 Creditor Placed Home – Dual Interest	3 Creditor Placed Auto – Single Interest	4 Creditor Placed Auto – Dual Interest	5 Personal Property – Single Interest	6 Personal Property – Dual Interest	7 Other (a)
1. Earned Premiums:							
1.1 Gross written premiums							
1.2 Refunds on terminations							
1.3 Net written premiums (Lines 1.1 - 1.2)							
1.4 Premium reserves, start of period							
1.5 Premium reserves, end of period							
1.6 Actual earned premiums (Lines 1.3 + 1.4 - 1.5)							
1.7 Earned premiums at prima facie rates							
2. Incurred Claims:							
2.1 Claims paid							
2.2 Total claim reserves, start of period							
2.3 Total claim reserves, end of period							
2.4 Incurred claims (Lines 2.1 - 2.2 + 2.3)							
3. Incurred Compensation:							
3.1 Commissions and service fees incurred							
3.2 Other incurred compensation							
3.3 Total incurred compensation (Lines 3.1 + 3.2)							
3.4 Commissions/service fee percentage (Lines 3.1/1.3)							
3.5 Other incurred compensation percentage (Lines 3.2/1.6)							
4. Loss Percentage:							
4.1 Actual loss percentage (Lines 2.4/1.6)							
4.2 Loss percentage at prima facie rates (Lines 2.4/1.7)							
5. Incurred Loss Adjustment Expense :							
5.1 Defense and cost containment expenses incurred.....							
5.2 Adjusting and other expenses incurred.....							

(a) Provide a description of "other" coverages (including their percent of Line 1.6, Column 7):

SUPPLEMENTAL EXHIBIT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

PART 5 – OTHER CREDIT INSURANCE

	1 Credit Family Leave	2 Personal GAP	3 All Other (a)
1. Earned Premiums:			
1.1 Gross written premiums			
1.2 Refunds on terminations			
1.3 Net written premiums (Lines 1.1 - 1.2)			
1.4 Premium reserves, start of period			
1.5 Premium reserves, end of period			
1.6 Actual earned premiums (Lines 1.3 + 1.4 - 1.5)			
1.7 Earned premiums at prima facie rates			
2. Incurred Claims:			
2.1 Claims paid			
2.2 Total claim reserves, start of period			
2.3 Total claim reserves, end of period			
2.4 Incurred claims (Lines 2.1 - 2.2 + 2.3)			
3. Incurred Compensation:			
3.1 Commissions and service fees incurred			
3.2 Other incurred compensation			
3.3 Total incurred compensation (Lines 3.1 + 3.2)			
3.4 Commissions/service fee percentage (Lines 3.1/1.3)			
3.5 Other incurred compensation percentage (Lines 3.2/1.6)			
4. Loss Percentage:			
4.1 Actual loss percentage (Lines 2.4/1.6)			
4.2 Loss percentage at prima facie rates (Lines 2.4/1.7)			

(a) Provide a description of "other" coverages (including their percent of Line 1.6, Column 3):

CIEE - Part 4B
NONE



SUPPLEMENTAL EXHIBIT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

MEDICARE SUPPLEMENT INSURANCE EXPERIENCE EXHIBIT
FOR THE STATE OF

NAIC Group Code 0004
Address (City, State and Zip Code) ,
Person Completing This Exhibit
Title
NAIC Company Code 93653
Telephone Number

1	2	3	4	5	6	7	8	9	10	Policies Issued Through 2001			Policies Issued in 2002, 2003, 2004				
Compliance with OBRA	Policy Form Number	Standardized Medicare Supplement Benefit Plan	Medicare Select	Plan Characteristics	Date Approved	Date Approval Withdrawn	Date Last Amended	Date Closed	Policy Marketing Trade Name	Premiums Earned	Incurred Claims		14 Number of Covered Lives	15 Premiums Earned	Incurred Claims		18 Number of Covered Lives
											12 Amount	13 Percent of Premiums Earned			16 Amount	17 Percent of Premiums Earned	
0199999 Total Experience on Individual Policies																	

GENERAL INTERROGATORIES

1. If response in Column 1 is no, give complete and full details:
.....
2. Claims address and contact person provided to the Secretary of Health and Human Services as required by 42 U.S.C. 1395ss(c)(3)(E) for this state.
2.1 Address: ,
2.2 Contact Person and Phone Number:
3. Billing address and contact person for user fees established under 41 U.S.C. 1395u(h)(3)(B).
3.1 Address: ,
3.2 Contact Person and Phone Number:
4. Explain any policies identified above as policy type "O".
.....



SUPPLEMENTAL EXHIBIT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

**NATIONAL ASSOCIATION OF INSURANCE COMMISSIONERS
SCHEDULE SIS**

STOCKHOLDER INFORMATION SUPPLEMENT

REQUIRED BY QUESTION 2 SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES
(PROPERTY AND CASUALTY BLANK), QUESTION 1 (LIFE AND ACCIDENT AND HEALTH BLANK),
AND QUESTION 1 (TITLE INSURANCE BLANK)

TO ANNUAL STATEMENT OF THE

AMERICAN PARTNERS LIFE INSURANCE COMPANY

COMPANY

**TO THE INSURANCE DEPARTMENT
OF THE STATE OF**

Arizona

FOR THE YEAR ENDED
DECEMBER 31, 2004

GENERAL INSTRUCTIONS

The Stockholder Information Supplement shall be completed by all stock companies incorporated in the U.S.A. which have 100 or more stockholders. Such supplement shall be filed with the Insurance Commissioner of the company's domiciliary state as a part of its Annual Statement. The information required to be contained in this supplement is to be furnished to the best of the knowledge of the company. Where appropriate, the company should obtain the required information, in writing, from its Directors or Officers and from any person known to the company to be the beneficial owner of more than 10% of any class of its equity securities.

The term "officer" means a President, Vice-President, Treasurer, Actuary, Secretary, Controller and any other person who performs for the company functions corresponding to those performed by the foregoing officers.

FINANCIAL REPORTING TO STOCKHOLDERS

1. Did the company distribute to its stockholders prior to the Annual Meeting during the year an Annual Report for the previous Year?

Answer: Yes [] No []

If answer is "Yes" attach copy. If answer is "No" explain in detail below. Attach separate sheet if necessary.

2. Will the company distribute to its stockholders prior to the Annual Meeting during the following year an Annual Report for the current year?

Answer: Yes [] No []

If answer is "Yes" a copy of the report shall be forwarded to the Insurance Commissioner of the company's domiciliary state at the same time as it is distributed to stockholders. If answer is "No" explain in detail below. Attach separate sheet if necessary.

3. If an Annual Report to stockholders was distributed for the previous year; (1) was such distribution prior to or contemporaneous with the solicitation of proxies in respect of the Annual Meeting?

Answer: Yes [] No []

If the answer is "No" explain in detail below. Attach separate sheet if necessary.

(2) Did it contain the following financial statements (indicate answer in Column A) and were such financial statements prepared substantially on the basis (individual or consolidated) as required to be present in the Company's Annual Statement (indicate answer in Column B)?

	Column A		Column B	
	Yes	No	Yes	No
To be answered by Life and A&H Companies:				
a. Statement of Assets, Liabilities, Surplus and Other Funds				
b. Summary of Operations				
c. Surplus Account				
To be answered by Property and Casualty Companies:				
a. Statement of Assets, Liabilities, Surplus and Other Funds				
b. Statement of Income - Underwriting and Investment Exhibit				
c. Capital and Surplus Account				
To be answered by Title Insurance Companies:				
a. Statement of Assets, Liabilities, Surplus and Other Funds				
b. Statement of Income-Operations and Investment Exhibit				
c. Capital and Surplus Account				

SUPPLEMENTAL EXHIBIT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

INFORMATION REGARDING MANAGEMENT AND DIRECTORS

[illegible]

Furnish on a separate sheet the following information as to each of the individuals named above (or state below that such information is not present):

- A. Information as to any material interest, direct or indirect, on the part of such individual during the year in any material transaction or any material proposed transaction as to which the Company, or any of its subsidiaries, was or is to be a party.
- B. Information as to all options to purchase securities of the Company granted to or exercised by each such individual during the year.

2. Answer "yes" or "no" in each column as to whether or not the information in Item 1 above has been, or will be, furnished to stockholders in any proxy statement relating to (i) the election of directors, (ii) any bonus, profit sharing or other remuneration plan, contract or arrangement in which any director, nominee for election as a director, or officer of the Company will participate, (iii) any pension or retirement plan in which any such person will participate, or (iv) the granting or extension to any such person of any options, warrants, or rights to purchase any securities, other than warrants or rights issued to security holders, as such, on a pro rata basis. If any answer is "no" explain in detail on a separate sheet.

3. Furnish the information specified in Item 1 for all directors and all officers of the Company, as a group, without naming them.

XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX

4. Did the stockholders have an opportunity to vote for or against the election of directors and also other matters to be presented at any stockholder's meeting?

Answer: Yes [] No [].....

If answer is "no" explain on separate sheet.

5. Will the Company solicit proxies from its stockholders during the following year and will such solicitations(s) precede any shareholders' meeting or meetings by at least 10 days?

Answer: Yes [] No []

If answer is "yes" and proxies are to be solicited, copies of the proxy statement and form of proxy and other soliciting material to be furnished stockholders shall be submitted to the Insurance Commissioner of the Company's domiciliary state at least 10 days prior to the date such material is first sent or given to stockholders.

If answer is "no" and proxies are not to be solicited from stockholders, explain in detail below. Attach separate sheet if necessary.

INSTRUCTIONS FOR INFORMATION REGARDING MANAGEMENT AND DIRECTORS

1. This information applies to any person who was a director or officer of the Company at any time during the year. However, information need not be given for any portion of the year during which such person was not a director or officer of the Company.
2. Include under "Other Employee Benefits" information for such items as savings plans, deferred compensation plans, thrift plans, profit sharing plans, etc., or other contracts, authorizations or arrangements, whether or not set forth in any formal document. Briefly describe such "plans" and the basis upon which directors or officers participate therein, if not previously described in a prior "Stockholder Information Supplement" indicating date thereof. Company cost of benefits accrued or set aside need not be stated with respect to payments computed on an actuarial basis under any plan which provides for fixed benefits on retirement at a specified age or after a specified number of years of service.
3. Information need not be included as to payments made for, or benefits received from, group life or accident insurance, group hospitalization or similar group payments or benefits.
4. If it is impractical to state the amount of the estimated annual benefits proposed to be made upon retirement, the aggregate amount set aside or accrued to date in respect of such payment should be stated, together with an explanation of the basis for future payments.
5. Attach separate sheets if necessary to fully answer questions.

SUPPLEMENTAL EXHIBIT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES

(See Instructions Below)

[illegible]

Note: Answer "yes" or "no" as to whether the information concerning the number of shares owned at the end of the year (as shown in Column 8) by each Director and the three highest paid Officers whose aggregate direct remuneration exceeded \$100,000 during the year, has been or will be furnished to stockholders in a proxy statement or otherwise.

Answer: Yes [] No []

If answer is "no" explain in detail on separate sheet.

State the number of stockholders of record of the company at the end of the year. Answer: _____

INSTRUCTIONS FOR STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES

Column 1	Indicate relationship of the person to the Company, for example: "Director," "Director and Vice-President," "Beneficial owner of more than 10% of the Company's common stock," etc.
Column 2	The statement of the title of a security should be such as to clearly identify the security, even though there may be only one class, for example: "Common stock," 4% convertible preferred stock," etc.
Column 3	Under the "Nature of Ownership" state whether ownership of securities is "direct" or "indirect." If the ownership is indirect, i.e., through a partnership, corporation, trust or other entity, indicate in a footnote or other appropriate manner the name or identify of the medium through which the securities are indirectly owned. The fact that securities are held in the name of a broker or other nominee does not, of itself, constitute indirect ownership. Securities owned indirectly shall be reported on separate lines from those owned directly and from those owned through a different type of indirect ownership.
Columns 4 to 8	In the case of securities owned indirectly, the entire amount of securities owned by the partnership, corporation, trust or other entity shall be stated. There may also be indicated in a footnote or other appropriate manner the extent of the security holder's interest in such partnership, corporation, trust or other entity. If a transaction in securities of the Company was with the Company or one of its subsidiaries, so state. If it involved the purchase of securities through the exercise of options, so state. If any other purchase or sale was effected otherwise than in the open market, that fact shall be indicated. If the transaction was not a purchase or sale, indicate its character; for example, gift, stock dividend, etc., as the case may be. The foregoing information may be indicated in a footnote or other appropriate manner. Any additional information or explanation deemed relevant by the Company should be included as a footnote or in other appropriate manner.



SUPPLEMENTAL COMPENSATION EXHIBIT

(To be filed by March 1)

PART 1 - INTERROGATORIES

1. The reporting insurer is a member of a group of insurers or other holding company system: Yes ☒ No ☐ If yes, do the amounts below represent
1) total gross compensation paid to each individual by or on behalf of all companies which are part of the group:
Yes ☒ ; or 2) allocation to each insurer: Yes ☐ .
2. Did any person while an officer, director, or trustee of the reporting entity receive directly or indirectly, during the period covered by this statement any
commission on the business transactions of the reporting entity?..... Yes ☐ No ☒]
3. Except for retirement plans generally applicable to its staff employees, has the reporting entity any agreement with any person, other than contracts
with its agents for the payment of commission whereby it agrees that for any service rendered or to be rendered, that he/she shall receive directly or
indirectly, any salary, compensation or employment that will extend beyond a period of 12 months from the date of the agreement?..... Yes ☐ No ☒]

PART 2 - OFFICERS AND EMPLOYEES COMPENSATION

1	2	Annual Compensation			
		3	4	5	6
Name and Principal Position	Year	Salary	Bonus	All Other Compensation	Totals
SCHWARZMANN, MARK E., CHAIRMAN OF THE BOARD & CEO	2004	300,000	100,000	72,656	472,656
ALVERO, GUMER CRUZ	2003	154,154	170,400	31,949	356,503
ALVERO, GUMER C	2002	143,000	52,000	61,040	256,040
1. HART, LORRAINE, R., VP-INVESTMENTS	2004	280,000	280,000	2,808,719	3,368,719
HART, LORRAINE, R., VP INVESTMENTS	2003	297,846	405,600	974,007	1,677,453
PEDERSON, DEBORAH L	2002	416,346		2,541,676	2,958,022
2. SEGNER, DANIEL J., AVP-INVESTMENTS	2004	1,900,000	301,220	360,441	2,561,661
BERMAN, WALTER S., VP AND TREASURER	2003	307,692	195,000	522,621	1,025,313
HART, LORRAINE R	2002	338,000	316,692	40,568	695,260
3. KEELEY, MICHELLE M., VP-INVESTMENTS	2004	350,000	1,213,900	563,730	2,127,630
KEELEY, MICHELLE M., VP INVESTMENTS	2003	350,000	550,000	74,864	974,864
BECHTOLD, TIMOTHY V	2002	168,000	84,856	125,631	378,487
4. BERMAN, WALTER S., VP & TREASURER	2004	310,000	653,833	185,133	1,148,966
BECHTOLD, TIMOTHY V., CHAIRMAN OF THE BOARD, VP-INS. PRODUCTS	2003	177,231	172,120	537,549	886,900
RASMUSSEN, TERESA J	2002	164,220	63,000	92,724	319,944
5. BECHTOLD, TIMOTHY V., VP-INS. PRODUCTS, DIRECTOR	2004	187,692	200,200	720,296	1,108,188
SEGNER, DANIEL J., AVP INVESTMENTS	2003	187,346	369,495	187,506	744,347
LOBO, STEPHEN M.	2002	190,000	50,000	9,017	249,017
6. BERMAN, ARTHUR H., VP-FINANCE, DIRECTOR	2004	234,731	296,320	410,713	941,764
KUPLIC, DAVID M. VP INVESTMENTS	2003	222,700	221,275	259,535	703,510
MARHOUN, ERIC L.	2002	137,023	40,000	1,479	178,502
7. MURPHY, THOMAS W., VP-INVESTMENTS	2004	260,000	582,400	75,217	917,617
PALMER, KEVIN E, REINSURANCE OFFICER	2003	138,385	68,500	201,105	407,990
KOHN, BRUCE A.	2002	135,250	40,000	2,812	178,062
8. ALVERO, GUMER CRUZ, PRESIDENT, DIRECTOR	2004	168,846	212,490	186,784	568,120
RASMUSSEN, TERESA J., VP GENL COUNSEL	2003	184,051	150,110	62,242	396,403
BLACKSTONE, MD KAREN L.	2002	135,846	32,672	1,178	169,696
9. MINENKO, MARY ELLYN, VP, GRP COUNSEL, ASST. SECRETARY	2004	141,088	43,595	308,048	492,731
KOHN, BRUCE A., VP GROUP COUNSEL	2003	146,365	47,775	33,135	227,275
PALMER, KEVIN E.	2002	128,500	33,150	2,352	164,002

PART 3 - DIRECTOR COMPENSATION

1	2	3	4
Name and Principal Position or Occupation	Compensation Paid or Deferred for Services as Director	All Other Compensation Paid or Deferred	Totals
.....			
.....			
.....			
.....			



ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

SCHEDULE O SUPPLEMENT

Due March 1

FOR THE YEAR ENDED DECEMBER 31, 2004

Of The AMERICAN PARTNERS LIFE INSURANCE COMPANY
Address (City, State and Zip Code) Minneapolis, MN 55474
NAIC Group Code 0004 NAIC Company Code 93653 Employer's ID Number 03-0281692

SUPPLEMENTAL SCHEDULE O – PART 1

Development of Incurred Losses
Section A - Group Accident and Health

Year in Which Losses Were Incurred	Net Amounts Paid Policyholders				
	1 2000	2 2001	3 2002	4 2003	5 2004(a)
1. Prior	NONE				
2. 2000					
3. 2001					
4. 2002					
5. 2003					
6. 2004					

Section B - Other Accident and Health

1. Prior	NONE				
2. 2000					
3. 2001					
4. 2002					
5. 2003					
6. 2004					

Section C - Credit Accident and Health

1. Prior	NONE				
2. 2000					
3. 2001					
4. 2002					
5. 2003					
6. 2004					

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

SCHEDULE O SUPPLEMENT (continued)
SUPPLEMENTAL SCHEDULE O – PART 2

Year in Which Losses Were Incurred	Net Amounts Paid for Cost Containment Expenses				
	1 2000	2 2001	3 2002	4 2003	5 2004
1. Prior	XXX	XXX	XXX	XXX	XXX
2. 2000	XXX	XXX	XXX	XXX	XXX
3. 2001	XXX	XXX	XXX	XXX	XXX
4. 2002	XXX	XXX	XXX	XXX	XXX
5. 2003	XXX	XXX	XXX	XXX	XXX
6. 2004	XXX	XXX	XXX	XXX	XXX

Section B - Other Accident and Health					
1. Prior	XXX	XXX	XXX	XXX	XXX
2. 2000	XXX	XXX	XXX	XXX	XXX
3. 2001	XXX	XXX	XXX	XXX	XXX
4. 2002	XXX	XXX	XXX	XXX	XXX
5. 2003	XXX	XXX	XXX	XXX	XXX
6. 2004	XXX	XXX	XXX	XXX	XXX

Section C - Credit Accident and Health					
1. Prior	XXX	XXX	XXX	XXX	XXX
2. 2000	XXX	XXX	XXX	XXX	XXX
3. 2001	XXX	XXX	XXX	XXX	XXX
4. 2002	XXX	XXX	XXX	XXX	XXX
5. 2003	XXX	XXX	XXX	XXX	XXX
6. 2004	XXX	XXX	XXX	XXX	XXX

SCHEDULE O SUPPLEMENT (continued)
SUPPLEMENTAL SCHEDULE O – PART 3

Year in Which Losses Were Incurred	Sum of Cumulative Net Amount Paid Policyholders and Claim Liability and Reserve Outstanding at End of Year				
	1 2000	2 2001	3 2002	4 2003	5 2004
1. 2000	XXX	XXX	XXX	XXX	XXX
2. 2001	XXX	XXX	XXX	XXX	XXX
3. 2002	XXX	XXX	XXX	XXX	XXX
4. 2003	XXX	XXX	XXX	XXX	XXX
5. 2004	XXX	XXX	XXX	XXX	XXX

Section B - Other Accident and Health					
1. 2000	XXX	XXX	XXX	XXX	XXX
2. 2001	XXX	XXX	XXX	XXX	XXX
3. 2002	XXX	XXX	XXX	XXX	XXX
4. 2003	XXX	XXX	XXX	XXX	XXX
5. 2004	XXX	XXX	XXX	XXX	XXX

Section C - Credit Accident and Health					
1. 2000	XXX	XXX	XXX	XXX	XXX
2. 2001	XXX	XXX	XXX	XXX	XXX
3. 2002	XXX	XXX	XXX	XXX	XXX
4. 2003	XXX	XXX	XXX	XXX	XXX
5. 2004	XXX	XXX	XXX	XXX	XXX

SCHEDULE O SUPPLEMENT (continued)
SUPPLEMENTAL SCHEDULE O – PART 4

Development of Incurred Losses Section A - Group Accident and Health					
Year in Which Losses Were Incurred	Sum of Net Cumulative Amount Paid Policyholders, Cost Containment Expenses, and Claim and Cost Containment Liability and Reserve Outstanding at the End of Year				
	1 2000	2 2001	3 2002	4 2003	5 2004
1. 2000.....	XXX	XXX	XXX	XXX	XXX
2. 2001.....	XXX	XXX	XXX	XXX	XXX
3. 2002.....	XXX	XXX	XXX	XXX	XXX
4. 2003.....	XXX	XXX	XXX	XXX	XXX
5. 2004.....	XXX	XXX	XXX	XXX	XXX

Section B – Other Accident and Health					
1. 2000.....	XXX	XXX	XXX	XXX	XXX
2. 2001.....	XXX	XXX	XXX	XXX	XXX
3. 2002.....	XXX	XXX	XXX	XXX	XXX
4. 2003.....	XXX	XXX	XXX	XXX	XXX
5. 2004.....	XXX	XXX	XXX	XXX	XXX

Section C - Credit Accident and Health					
1. 2000.....	XXX	XXX	XXX	XXX	XXX
2. 2001.....	XXX	XXX	XXX	XXX	XXX
3. 2002.....	XXX	XXX	XXX	XXX	XXX
4. 2003.....	XXX	XXX	XXX	XXX	XXX
5. 2004.....	XXX	XXX	XXX	XXX	XXX

SUPPLEMENTAL SCHEDULE O - PART 5

Reserve and Liability Methodology - Exhibits 6 and 8		
Line of Business	1 Methodology	2 Amount
1. Industrial Life		
2. Ordinary Life		
3. Individual Annuity		
4. Supplementary Contracts		
5. Credit Life	Standard Factor.....	255,803
6. Group Life		
7. Group Accident and Health		
8. Credit Accident and Health		
9. Other Accident and Health		
10. Total		255,803



LIFE ACCIDENT AND HEALTH SUPPLEMENT FOR THE YEAR 2004 OF THE U.S. BRANCH OF THE
AMERICAN PARTNERS LIFE INSURANCE COMPANY

Trusted Surplus Statement

AFFIDAVIT OF U.S. MANAGERS, GENERAL AGENTS OR ATTORNEYS

_____ being duly sworn, says that he/she is the _____
of the _____

a corporation organized under the laws of _____, entered to transact business in the United States through the State of _____;
that this trusted surplus statement together with its related schedules appended hereto is a true statement of the trusted surplus of said corporation, that the several items of
assets, as hereinafter enumerated, are the absolute property of said corporation, free and clear from any liens or claims thereon, except as hereinafter stated, and that each and all
of the hereinafter mentioned assets are held in the United States by Insurance Departments and Officers of the various States of the United States and Trustees as hereinafter
indicated, and that the assets, liabilities and deductions therefrom reported in this statement are in accordance with the instructions accompanying this statement.

Subscribed and sworn to before me this _____ day of _____ A.D., 2005

AFFIDAVIT OF TRUSTEE - SCHEDULE B

_____ being sworn, say that it is the Trustee of the _____;
a corporation organized under the laws of _____, entered to transact business in the United States through the State of _____;
located at _____, that the assets listed in Schedule B of the following statement are held by it as such Trustee within the United States, and that the said
assets are subject to no other claims than those of policyholders and creditors within the United States.

Subscribed and sworn to before me this _____ day of _____ A.D., 2005

AFFIDAVIT OF TRUSTEE - SCHEDULE C

_____ being sworn, say that it is the Trustee of the _____;
a corporation organized under the laws of _____, entered to transact business in the United States through the State of _____;
located at _____, that the assets listed in Schedule C of the following statement are held by it as such Trustee within the United States, and that the said
assets are subject to no other claims than those of policyholders and creditors within the United States.

Subscribed and sworn to before me this _____ day of _____ A.D., 2005

AFFIDAVIT OF TRUSTEE - SCHEDULE D

_____ being sworn, say that it is the Trustee of the _____;
a corporation organized under the laws of _____, entered to transact business in the United States through the State of _____;
located at _____, that the assets listed in Schedule D of the following statement are held by it as such Trustee within the United States, and that the said
assets are subject to no other claims than those of policyholders and creditors within the United States.

Subscribed and sworn to before me this _____ day of _____ A.D., 2005

Trusteed Surplus Statement (Continued)

ASSETS

SCHEDULE A - DEPOSITS WITH STATE OFFICERS (EXCLUDING SPECIAL DEPOSITS)

1	2	3	4	5
Line Number	Description	Admitted Asset Value	Par Value	Fair Value
	NONE			
1.98			XXX	XXX
1.99				
	Totals			

SCHEDULE B - DEPOSITS WITH UNITED STATES TRUSTEE

Line Number	Description	3 Admitted Asset Value	4 Par Value	5 Fair Value
2.01	Cash	NONE		
2.02	Bonds			
2.03	Preferred Stock			
2.04	Common Stock			
2.05	Mortgage Loans on Real Estate			
2.06	Real Estate			
2.07	Short-Term Investments			
2.08	Other Invested Assets			
2.09	Miscellaneous Assets not included in any of the above categories			
2.98	Accrued Investment Income		XXX	XXX
2.99	Totals			

SCHEDULE C - DEPOSITS WITH UNITED STATES TRUSTEE

Line Number	Description	3 Admitted Asset Value	4 Par Value	5 Fair Value
3.01	Cash	NONE		
3.02	Bonds			
3.03	Preferred Stock			
3.04	Common Stock			
3.05	Mortgage Loans on Real Estate			
3.06	Real Estate			
3.07	Short-Term Investments			
3.08	Other Invested Assets			
3.09	Miscellaneous Assets not included in any of the above categories			
3.98	Accrued Investment Income		XXX	XXX
3.99	Totals			

SCHEDULE D - DEPOSITS WITH UNITED STATES TRUSTEE

Line Number	Description	3 Admitted Asset Value	4 Par Value	5 Fair Value
4.01	Cash	NONE		
4.02	Bonds			
4.03	Preferred Stock			
4.04	Common Stock			
4.05	Mortgage Loans on Real Estate			
4.06	Real Estate			
4.07	Short-Term Investments			
4.08	Other Invested Assets			
4.09	Miscellaneous Assets not included in any of the above categories			
4.98	Accrued Investment Income		XXX	XXX
4.99	Totals			

TRUSTEED SURPLUS STATEMENT (Continued)

LIABILITIES AND TRUSTEED SURPLUS		1
1. Total Liabilities		441,396,887
ADDITIONS TO LIABILITIES:		
2. Aggregate write-ins for additions to liabilities		
3. Total (Lines 1 + 2)		441,396,887
DEDUCTIONS FROM LIABILITIES:		
4. Amounts Recoverable From Reinsurers:		
4.1 Authorized Companies		
4.2 Unauthorized Companies		
5. Special State Deposits, not exceeding net liabilities carried:		
5.1 Special State Deposits (submit schedule)		
5.2 Accrued interest on special state deposits		
6. Life insurance premiums and annuity considerations deferred and uncollected		
7. Accident and health premiums due and unpaid	NONE	
8. Policy loans and premium notes:		
8.1 Policy loans not exceeding reserves carried on such policies		
8.2 Premium notes		
8.3 Interest due and accrued on policy loans and premium notes		
9. Aggregate write-ins for other deductions from liabilities		
10. Total Deductions (Lines 4.1 thru 9)		
11. Total Adjusted Liabilities (Line 3 minus Line 10)		441,396,887
12. Trusteed Surplus		
13. Total		441,396,887
DETAILS OF WRITE-INS		
0201.		
0202.		
0203.		
0298. Summary of remaining write-ins for Line 2 from overflow page		
0299. Totals (Lines 0201 thru 0203 plus 0298)(Line 2 above)		
0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page		
0999. Totals (Lines 0901 thru 0903 plus 0998)(Line 9 above)		

OVERFLOW PAGE FOR WRITE-INS



SUPPLEMENTAL EXHIBIT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

WORKERS' COMPENSATION CARVE-OUT SUPPLEMENT

Due March 1, 2005
For the year ended December 31, 2004

Address (City, State and Zip Code) Minneapolis, MN 55474-
NAIC Group Code 0004..... NAIC Company Code 93653..... Employer' ID Number 03-0281692.....

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Lines of Business	1	2	3	4
	Net Premiums Written per Column 5, Part 2	Unearned Premiums Dec. 31 Current Year	Unearned Premiums Dec. 31 Current Year	Premiums Earned During Year (Cols. 1 + 2 - 3)
1. Workers' Compensation Carve-Out				

PART 2 - PREMIUMS WRITTEN

Line of Business	Reinsurance Assumed		Reinsurance Ceded		5 Net Premiums Written Cols. 1 + 2 - 3 - 4
	1 From Affiliates	2 From Non-Affiliates	3 To Affiliates	4 To Non-Affiliates	
1. Workers' Compensation Carve-Out					

PART 3 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid		4 Net Losses Unpaid Current Year (Part 4, Col. 6)	5 Net Losses Unpaid Prior Year	6 Losses Incurred Current Year (Cols. 3 + 4 - 5)	7 Percentage of Losses Incurred (Col. 6, Part 3) to Premiums Earned (Col. 4, Part 1)
	1 Reinsurance Assumed	2 Reinsurance Recovered				
1. Workers' Compensation Carve-Out						

PART 4 - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses			Incurred But Not Reported		6 Net Losses Unpaid (Cols. 3 + 4 - 5)	7 Unpaid Loss Adjustment Expenses
	1 Reinsurance Assumed	2 Deduct Reinsurance Recoverable from Authorized and Unauthorized Companies	3 Net Losses Excl. Incurred But Not Reported (Cols. 1 - 2)	4 Reinsurance Assumed	5 Reinsurance Ceded		
1. Workers' Compensation Carve-Out							

ANNUAL STATEMENT FOR THE YEAR 2004 OF THE AMERICAN PARTNERS LIFE INSURANCE COMPANY

WORKERS' COMPENSATION CARVE-OUT SUPPLEMENT (Continued)

SCHEDULE F - PART 1

Assumed Reinsurance as of December 31, Current Year (000 Omitted)													
1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsured	4 Domiciliary Jurisdiction	5 Assumed Premium	Reinsurance On			9 Contingent Commissions Payable	10 Assumed Premiums Receivable	11 Unearned Premium	12 Funds Held By or Deposited With Reinsured Companies	13 Letters of Credit Posted	14 Amount of Assets Pledged or Compensating Balances to Secure Letters of Credit
					6 Paid Losses and Loss Adjustment Expenses	7 Known Case Losses and LAE	8 Total (Cols. 6 +7)						
					NONE								
9999999 Totals													

SCHEDULE F - PART 2

Ceded Reinsurance as of December 31, Current Year (000 Omitted)																		
1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Reinsurance Contracts Ceding 75% or More of Direct Premiums Written	6 Reinsurance Premiums Ceded	Reinsurance Recoverable On									Reinsurance Payable		18 Net Amount Recoverable From Reinsurers Cols. 15 - [16 + 17]	19 Funds Held By Company Under Reinsurance Treaties
						7 Paid Losses	8 Paid LAE	9 Known Case Loss Reserves	10 Known Case LAE Reserves	11 IBNR Loss Reserves	12 IBNR LAE Reserves	13 Unearned Premiums	14 Contingent Commis- sions	15 (Total) Cols.7 through 14	16 Ceded Balances Payable	17 Other Amounts Due to Reinsurers		
						NONE												
9999999 Totals																		

WORKERS' COMPENSATION CARVE-OUT SUPPLEMENT (Continued)

SCHEDULE P – PART 1

(\$000 omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number Of Claims Reported - Assumed
	1	2	3	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10	11
	Assumed	Ceded	Net (Cols. 1 - 2)	4	5	6	7	8	9	Subrogation Received	Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
1. Prior	XXX	XXX	XXX								XXX
2. 1995											
3. 1996											
4. 1997											
5. 1998											
6. 1999											
7. 2000											
8. 2001											
9. 2002											
10. 2003											
11. 2004											
12. Totals	XXX	XXX	XXX								XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23	24	25
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21	22	Subrogation Anticipated	Total Net Losses and Expenses Unpaid	Number of Claims Outstanding - Assumed
	13	14	15	16	17	18	19	20	Assumed	Ceded			
1.													
2.													
3.													
4.													
5.													
6.													
7.													
8.													
9.													
10.													
11.													
12. Totals													

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34	Net Balance Sheet Reserves After Discount	
	26	27	28	29	30	31	32	33	Inter-Company Pooling Participation Percentage	35	36
	Assumed	Ceded	Net	Assumed	Ceded	Net	Loss	Loss Expense		Losses Unpaid	Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.											
3.											
4.											
5.											
6.											
7.											
8.											
9.											
10.											
11.											
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

WORKERS’ COMPENSATION CARVE-OUT SUPPLEMENT (Continued)

SCHEDULE P - PART 2

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 1995	2 1996	3 1997	4 1998	5 1999	6 2000	7 2001	8 2002	9 2003	10 2004	11 One Year	12 Two Year
1. Prior												
2. 1995												
3. 1996	XXX											
4. 1997	XXX	XXX										
5. 1998	XXX	XXX	XXX									
6. 1999	XXX	XXX	XXX	XXX								
7. 2000	XXX	XXX	XXX	XXX	XXX							
8. 2001	XXX	XXX	XXX	XXX	XXX	XXX						
9. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX
11. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX
12. Totals												

SCHEDULE P - PART 3

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 1995	2 1996	3 1997	4 1998	5 1999	6 2000	7 2001	8 2002	9 2003	10 2004	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
1. Prior	.000											
2. 1995												
3. 1996	XXX											
4. 1997	XXX	XXX										
5. 1998	XXX	XXX	XXX									
6. 1999	XXX	XXX	XXX	XXX								
7. 2000	XXX	XXX	XXX	XXX	XXX							
8. 2001	XXX	XXX	XXX	XXX	XXX	XXX						
9. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
11. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			

WORKERS’ COMPENSATION CARVE-OUT SUPPLEMENT (Continued)

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 1995	2 1996	3 1997	4 1998	5 1999	6 2000	7 2001	8 2002	9 2003	10 2004
1. Prior										
2. 1995										
3. 1996	XXX									
4. 1997	XXX	XXX								
5. 1998	XXX	XXX	XXX							
6. 1999	XXX	XXX	XXX	XXX						
7. 2000	XXX	XXX	XXX	XXX	XXX					
8. 2001	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 5 - WORKERS COMPENSATION CARVE-OUT SUPPLEMENT

SECTION 1										
Years in Which Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS CLOSED WITH LOSS PAYMENT DIRECT AND ASSUMED AT YEAR END									
	1 1995	2 1996	3 1997	4 1998	5 1999	6 2000	7 2001	8 2002	9 2003	10 2004
1. Prior										
2. 1995										
3. 1996	XXX									
4. 1997	XXX	XXX								
5. 1998	XXX	XXX	XXX							
6. 1999	XXX	XXX	XXX	XXX						
7. 2000	XXX	XXX	XXX	XXX	XXX					
8. 2001	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 2										
Years in Which Losses Were Incurred	NUMBER OF CLAIMS OUTSTANDING DIRECT AND ASSUMED AT YEAR END									
	1 1995	2 1996	3 1997	4 1998	5 1999	6 2000	7 2001	8 2002	9 2003	10 2004
1. Prior										
2. 1995										
3. 1996	XXX									
4. 1997	XXX	XXX								
5. 1998	XXX	XXX	XXX							
6. 1999	XXX	XXX	XXX	XXX						
7. 2000	XXX	XXX	XXX	XXX	XXX					
8. 2001	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 3										
Years in Which Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS REPORTED DIRECT AND ASSUMED AT YEAR END									
	1 1995	2 1996	3 1997	4 1998	5 1999	6 2000	7 2001	8 2002	9 2003	10 2004
1. Prior										
2. 1995										
3. 1996	XXX									
4. 1997	XXX	XXX								
5. 1998	XXX	XXX	XXX							
6. 1999	XXX	XXX	XXX	XXX						
7. 2000	XXX	XXX	XXX	XXX	XXX					
8. 2001	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

WORKERS’ COMPENSATION CARVE-OUT SUPPLEMENT (Continued)

SCHEDULE P - PART 6 - WORKERS' COMPENSATION CARVE-OUT SUPPLEMENT

SECTION 1

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1	2	3	4	5	6	7	8	9	10	
	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	
1. Prior											
2. 1995											
3. 1996	XXX										
4. 1997	XXX	XXX									
5. 1998	XXX	XXX	XXX								
6. 1999	XXX	XXX	XXX	XXX							
7. 2000	XXX	XXX	XXX	XXX	XXX						
8. 2001	XXX	XXX	XXX	XXX	XXX	XXX					
9. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
10. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
11. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)											XXX

SECTION 2

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1	2	3	4	5	6	7	8	9	10	
	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	
1. Prior											
2. 1995											
3. 1996	XXX										
4. 1997	XXX	XXX									
5. 1998	XXX	XXX	XXX								
6. 1999	XXX	XXX	XXX	XXX							
7. 2000	XXX	XXX	XXX	XXX	XXX						
8. 2001	XXX	XXX	XXX	XXX	XXX	XXX					
9. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
10. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
11. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)											XXX