



ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2003
OF THE CONDITION AND AFFAIRS OF THE

IDS Life Insurance Company

NAIC Group Code	0004 (Current Period)	0004 (Prior Period)	NAIC Company Code	65005	Employer's ID Number	41-0823832
Organized under the Laws of	Minnesota			State of Domicile or Port of Entry	Minnesota	
Country of Domicile	United States of America					
Incorporated	08/07/1957			Commenced Business	10/31/1957	
Statutory Home Office	227 AXP Financial Center (Street and Number)			,	Minneapolis, MN 55474 (City or Town, State and Zip Code)	
Main Administrative Office	227 AXP Financial Center (Street and Number)					
	Minneapolis, MN 55474 (City or Town, State and Zip Code)			612-671-3131 (Area Code) (Telephone Number)		
Mail Address	227 AXP Financial Center (Street and Number or P.O. Box)			,	Minneapolis, MN 55474 (City or Town, State and Zip Code)	
Primary Location of Books and Records	227 AXP Financial Center (Street and Number)					
	Minneapolis, MN 55474 (City or Town, State and Zip Code)			612-671-3969 (Area Code) (Telephone Number)		
Internet Website Address						
Statutory Statement Contact	Jill L. Rickheim (Name)			612-671-3969 (Area Code) (Telephone Number) (Extension)		
	jill.l.rickheim@aexp.com (E-mail Address)			612-671-2154 (FAX Number)		
Policyowner Relations Contact	227 AXP Financial Center (Street and Number)					
	Minneapolis, MN 55474 (City or Town, State and Zip Code)			800-862-7919 (Area Code) (Telephone Number) (Extension)		

OFFICERS

President	TIMOTHY VERNON BECHTOLD	Secretary	TIMOTHY SEAN MEEHAN
Treasurer	WALTER STANLEY BERMAN #	Actuary	CHARLES ROBERT CASWELL

VICE PRESIDENTS

GUMER CRUZ ALVERO	ARTHUR HOWARD BERMAN #	WALTER STANLEY BERMAN #
LORRAINE ROSE HART	ERIC LUND MARHOUN	JERYL ANN MILLNER #
MARY ELLYN MINENKO	TERESA JOY RASMUSSEN	BRIDGET MARY SPERL

DIRECTORS OR TRUSTEES

GUMER CRUZ ALVERO	TIMOTHY VERNON BECHTOLD	ARTHUR HOWARD BERMAN #
BARBARA HELEN FRASER	BARRY JOSEPH MURPHY	STEPHEN WESLEY ROSZELL

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.

TIMOTHY VERNON BECHTOLD President	TIMOTHY SEAN MEEHAN Secretary	JERYL ANN MILLNER Treasurer (VICE PRESIDENT AND CONTROLLER)
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Subscribed and sworn to before me this 12th day of FEBRUARY, 2004

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

RENEE A. BOBICK
NOTARY PUBLIC - MINNESOTA
JANUARY 31, 2005

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE IDS 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).....	17,944,384,349		17,944,384,349	15,464,112,107
2. Stocks (Schedule D):				
2.1 Preferred stocks	482,236,209		482,236,209	0
2.2 Common stocks	957,150,558		957,150,558	805,010,342
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens	2,407,693,037		2,407,693,037	2,645,689,257
3.2 Other than first liens			0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances).....			0	0
4.2 Properties held for the production of income (less \$ encumbrances)	36,819,787		36,819,787	36,904,512
4.3 Properties held for sale (less \$ encumbrances)	10,508,760		10,508,760	11,070,834
5. Cash (\$(78,065,471) , Schedule E, Part 1), cash equivalents (\$ 0 , Schedule E, Part 2) and short -term investments (\$ 370,876,403 , Schedule DA).....	292,810,932		292,810,932	3,219,544,299
6. Contract loans, (including \$ premium notes)	554,306,727		554,306,727	566,400,278
7. Other invested assets (Schedule BA)	606,868,021	0	606,868,021	1,228,748,047
8. Receivable for securities	15,380,439		15,380,439	20,171,757
9. Aggregate write-ins for invested assets	142,325,669	0	142,325,669	92,566,509
10. Subtotals, cash and invested assets (Lines 1 to 9)	23,450,484,488	0	23,450,484,488	24,090,217,942
11. Investment income due and accrued	227,276,916		227,276,916	185,574,191
12. Premiums and considerations:				
12.1 Uncollected premiums and agents' balances in the course of collection	2,416,676	89,381	2,327,295	2,555,096
12.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premium).....	16,789,012		16,789,012	18,269,877
12.3 Accrued retrospective premium.....			0	0
13. Reinsurance:				
13.1 Amounts recoverable from reinsurers	5,300,498		5,300,498	9,427,404
13.2 Funds held by or deposited with reinsured companies			0	0
13.3 Other amounts receivable under reinsurance contracts	7,801,324		7,801,324	(75,435)
14. Amounts receivable relating to uninsured plans			0	0
15.1 Current federal and foreign income tax recoverable and interest thereon	23,159,754		23,159,754	20,742,178
15.2 Net deferred tax asset.....	703,685,894	647,376,107	56,309,787	64,389,684
16. Guaranty funds receivable or on deposit	3,602,693		3,602,693	4,938,388
17. Electronic data processing equipment and software.....			0	0
18. Furniture and equipment, including health care delivery assets (\$)	14,372	14,372	0	0
19. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
20. Receivables from parent, subsidiaries and affiliates	39,412,407		39,412,407	39,834,274
21. Health care (\$) and other amounts receivable.....			0	0
22. Other assets nonadmitted	660,478	660,478	0	0
23. Aggregate write-ins for other than invested assets	79,636,298	30,056	79,606,242	83,972,826
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23).....	24,560,240,810	648,170,394	23,912,070,416	24,519,846,425
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	25,355,628,641		25,355,628,641	20,311,595,499
26. Total (Lines 24 and 25)	49,915,869,451	648,170,394	49,267,699,057	44,831,441,924
DETAILS OF WRITE-INS				
0901. INTEREST RATE SWAPS (SCH DB, PART C, SECTION 1).....	42,678,900		42,678,900	
0902. OPTIONS, CAPS AND FLOORS OWNED (SCH DB PT A).....	99,646,769		99,646,769	
0903. INTEREST RATE CAPS, FLOORS AND SWAPS.....			0	56,659,750
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	35,906,759
0999. Totals (Lines 0901 thru 0903 plus 0998)(Line 9 above)	142,325,669	0	142,325,669	92,566,509
2301. BANK OWNED LIFE INSURANCE.....	71,143,378		71,143,378	69,500,372
2302. MISCELLANEOUS ASSETS.....	8,462,864		8,462,864	4,799,668
2303. PREPAID REINSURANCE PREMIUMS.....			0	9,672,786
2398. Summary of remaining write-ins for Line 23 from overflow page	30,056	30,056	0	0
2399. Totals (Lines 2301 thru 2303 plus 2398)(Line 23 above)	79,636,298	30,056	79,606,242	83,972,826

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$ 20,425,884,518 (Exh. 5, Line 9999999) less \$ included in Line 6.3 (including \$ 2,374,503 Modco Reserve)	20,425,884,518	19,060,465,856
2. Aggregate reserve for accident and health contracts (Exhibit 6, Line 17, Col. 1)(including \$ Modco Reserve)	1,163,762,146	997,441,039
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$ Modco Reserve)	123,493,995	114,799,896
4. Contract claims: 4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11)	20,459,611	26,291,165
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11)	6,260,269	3,839,763
5. Policyholders' dividends \$ and coupons \$ due and unpaid (Exhibit 4, Line 10)		0
6. Provision for policyholders' dividends and coupons payable in following calendar year—estimated amounts: 6.1 Dividends apportioned for payment to (including \$ Modco).....		0
6.2 Dividends not yet apportioned (including \$ Modco)		0
6.3 Coupons and similar benefits (including \$ Modco)		0
7. Amount provisionally held for deferred dividend policies not included in Line 6		0
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ discount; including \$ 2,039,401 accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of Lines 4 and 14)	2,368,235	1,891,301
9. Contract liabilities not included elsewhere: 9.1 Surrender values on canceled contracts		0
9.2 Provision for experience rating refunds, including \$ accident and health experience rating refunds	3,263,100	3,263,100
9.3 Other amounts payable on reinsurance including \$ assumed and \$ ceded		0
9.4 Interest maintenance reserve (IMR Line 6)		0
10. Commissions to agents due or accrued-life contracts and annuity contracts \$ 3,063,025 accident and health \$ 361,307 and deposit-type contract funds \$	3,424,332	3,446,156
11. Commissions and expense allowances payable on reinsurance assumed		0
12. General expenses due or accrued (Exhibit 2, Line 12, Col. 5)	52,989,015	58,003,683
13. Transfers to Separate Accounts due or accrued (net) (Including \$(1,137,277,231) accrued for expense allowances recognized in reserves, net of reinsured allowances)	(1,137,277,231)	(991,424,589)
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5)	17,522,768	15,766,677
15.1 Current federal and foreign income taxes including \$ (4,634,747) on realized capital gains (losses)	132,603,816	136,793,420
15.2 Net deferred tax liability		0
16. Unearned investment income	8,153,973	8,981,819
17. Amounts withheld or retained by company as agent or trustee	2,205,754	2,436,527
18. Amounts held for agents' account, including \$ 3,769,602 agents' credit balances	3,769,602	3,240,866
19. Remittances and items not allocated	11,129,283	22,567,982
20. Net adjustment in assets and liabilities due to foreign exchange rates		0
21. Liability for benefits for employees and agents if not included above		0
22. Borrowed money \$ and interest thereon \$		0
23. Dividends to stockholders declared and unpaid		0
24. Miscellaneous liabilities: 24.1 Asset valuation reserve (Page 35, Line 16, Col. 7)	287,714,916	196,133,280
24.2 Reinsurance in unauthorized companies		0
24.3 Funds held under reinsurance treaties with unauthorized reinsurers		0
24.4 Payable to parent, subsidiaries and affiliates	(3,127,598)	0
24.5 Drafts outstanding		80,922,891
24.6 Liability for amounts held under uninsured accident and health plans		0
24.7 Funds held under coinsurance		0
24.8 Payable for securities	7,610,317	2,400,757,512
24.9 Capital notes \$ and interest thereon \$		0
25. Aggregate write-ins for liabilities	7,996,004	89,656
26. Total Liabilities excluding Separate Accounts business (Lines 1 to 25)	21,140,206,825	22,145,708,000
27. From Separate Accounts Statement	25,322,899,406	20,277,354,803
28. Total Liabilities (Lines 26 and 27)	46,463,106,231	42,423,062,803
29. Common capital stock	3,000,000	3,000,000
30. Preferred capital stock		0
31. Aggregate write-ins for other than special surplus funds	0	0
32. Surplus notes		0
33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1)	1,363,977,014	1,081,916,164
34. Aggregate write-ins for special surplus funds	71,572	138,810
35. Unassigned funds (surplus)	1,437,544,240	1,323,324,147
36. Less treasury stock, at cost: 36.1 shares common (value included in Line 29 \$)		0
36.2 shares preferred (value included in Line 30 \$)		0
37. Surplus (total Lines 31+32+33+34+35-36) (Including \$ 32,729,235 in Separate Accounts Statement)	2,801,592,826	2,405,379,121
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55)	2,804,592,826	2,408,379,121
39. Totals of Lines 28 and 38 (Page 2, Line 26, Col. 3)	49,267,699,057	44,831,441,924
DETAILS OF WRITE-INS		
2501. MISCELLANEOUS.....	225,405	89,656
2502. OPTIONS, CAPS, FLOORS WRITTEN (SCH DB, PT B).....	7,770,599	0
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	7,996,004	89,656
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page	0	0
3199. Totals (Lines 3101 thru 3103 plus 3198)(Line 31 above)	0	0
3401. CONTINGENCY FOR GROUP LIFE.....	71,572	138,810
3402.		
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)	71,572	138,810

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)	5,517,864,808	5,612,141,829
2. Considerations for supplementary contracts with life contingencies		0
3. Net investment income (Exhibit of Net Investment Income, Line 17)	1,175,934,970	1,217,075,544
4. Amortization of interest maintenance reserve (IMR) (Line 5)	(5,673,038)	(7,482,398)
5. Separate Accounts net gain from operations excluding unrealized gains or losses	8,726,900	8,756,030
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1)	0	0
7. Reserve adjustments on reinsurance ceded	35,945	(75,435)
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts	511,014,320	523,150,177
8.2 Charges and fees for deposit-type contracts		0
8.3 Aggregate write-ins for miscellaneous income	4,670,375	3,610,554
9. Total (Lines 1 to 8.3)	7,212,574,280	7,357,176,301
10. Death benefits	235,400,298	224,815,321
11. Matured endowments (excluding guaranteed annual pure endowments)	0	0
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8)	826,145,836	830,413,469
13. Disability benefits and benefits under accident and health contracts	53,836,925	49,171,065
14. Coupons, guaranteed annual pure endowments and similar benefits		0
15. Surrender benefits and withdrawals for life contracts	2,804,131,444	3,318,698,914
16. Group conversions		0
17. Interest and adjustments on contracts or deposit-type contract funds	16,363,985	14,718,677
18. Payments on supplementary contracts with life contingencies	11,163	11,145
19. Increase in aggregate reserves for life and accident and health contracts	1,531,739,768	2,047,185,472
20. Totals (Lines 10 to 19)	5,467,629,419	6,485,014,063
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1)	295,650,066	310,265,180
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1)	0	0
23. General insurance expenses (Exhibit 2, Line 10, Cols. 1 + 2 + 3)	415,837,111	404,841,967
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3)	46,688,995	38,483,689
25. Increase in loading on deferred and uncollected premiums	6,130,705	5,824,032
26. Net transfers to or (from) Separate Accounts net of reinsurance	424,329,557	(136,709,084)
27. Aggregate write-ins for deductions	26,432,698	34,078,311
28. Totals (Lines 20 to 27)	6,682,698,551	7,141,798,158
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	529,875,729	215,378,143
30. Dividends to policyholders		0
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	529,875,729	215,378,143
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	80,645,282	(408,846)
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)	449,230,447	215,786,989
34. Net realized capital gains or (losses) less capital gains tax of \$ (5,941,540) (excluding taxes of \$ 23,332,130 transferred to the IMR)	(17,167,009)	(55,993,280)
35. Net income (Line 33 plus Line 34)	432,063,438	159,793,709
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2)	2,408,379,121	1,947,349,885
37. Net income (Line 35)	432,063,438	159,793,709
38. Change in net unrealized capital gains (losses)	44,521,008	(102,476,592)
39. Change in net unrealized foreign exchange capital gain (loss)		0
40. Change in net deferred income tax	(18,625,510)	47,392,392
41. Change in nonadmitted assets and related items (Exhibit 9, Line 6, Col. 3)	29,836,405	7,223,754
42. Change in liability for reinsurance in unauthorized companies	0	0
43. Change in reserve on account of change in valuation basis, (increase) or decrease (Exhibit 5A, Line 9999999, Col. 4)	0	0
44. Change in asset valuation reserve (Page 35, Lines 2 + 3 + 4 + 5 - 6 + 7 + 11 + 14 + 15, Column 7).....	(91,581,636)	19,095,973
45. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Col. 2 minus Col. 1)	0	0
46. Surplus (contributed to) withdrawn from Separate Accounts during period	10,238,361	0
47. Other changes in surplus in Separate Accounts Statement		3,000,000
48. Change in surplus notes	0	0
49. Cumulative effect of changes in accounting principles		0
50. Capital changes:		
50.1 Paid in		400,000,000
50.2 Transferred from surplus (Stock Dividend)		0
50.3 Transferred to surplus		0
51. Surplus adjustment:		
51.1 Paid in	282,060,850	0
51.2 Transferred to capital (Stock Dividend)		0
51.3 Transferred from capital		0
51.4 Change in surplus as a result of reinsurance		0
52. Dividends to stockholders	(282,060,850)	(70,000,000)
53. Aggregate write-ins for gains and losses in surplus	(10,238,361)	(3,000,000)
54. Net change in capital and surplus for the year (Lines 37 through 53)	396,213,705	461,029,236
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38)	2,804,592,826	2,408,379,121
DETAILS OF WRITE-INS		
08.301. MISCELLANEOUS FEE INCOME	4,670,375	3,610,554
08.302.		
08.303.		
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	0	0
08.399. TOTALS (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)	4,670,375	3,610,554
2701. PURCHASE PAYMENT CREDITS	25,389,798	27,317,900
2702. MISCELLANEOUS DEDUCTIONS	0	5,765,211
2703. EXPERIENCE RATING REFUND	1,042,900	995,200
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0
2799. TOTALS (Lines 2701 thru 2703 plus 2798) (Line 27 above)	26,432,698	34,078,311
5301. MISCELLANEOUS CONTRIBUTION TO SEPARATE ACCOUNTS	(10,238,361)	(3,000,000)
5302.		
5303.		
5398. Summary of remaining write-ins for Line 53 from overflow page	0	0
5399. TOTALS (Lines 5301 thru 5303 plus 5398) (Line 53 above)	(10,238,361)	(3,000,000)

CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
Cash from Operations		
1. Premiums collected net of reinsurance.....	5,513,475,870	5,607,438,308
2. Net investment income	1,339,552,870	1,268,001,760
3. Miscellaneous income	524,411,589	526,696,826
4. Total (Lines 1 to 3)	7,377,440,329	7,402,136,894
5. Benefits and loss related payments	3,935,137,847	4,439,950,689
6. Net transfers to Separate, Segregated Accounts and Protected Cell Accounts.....	568,670,738	(229,405,263)
7. Commissions, expenses paid and aggregate write-ins for deductions	1,260,470,575	767,661,555
8. Dividends paid to policyholders	0	0
9. Federal and foreign income taxes paid (recovered) \$ net tax on capital gains (losses)	87,252,462	(62,596,800)
10. Total (Lines 5 through 9)	5,851,531,622	4,915,610,181
11. Net cash from operations (Line 4 minus Line 10)	1,525,908,707	2,486,526,713
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	11,392,320,083	10,983,427,756
12.2 Stocks	315,435,829	33,036,696
12.3 Mortgage loans	439,255,795	391,086,384
12.4 Real estate	28,746	21,726,698
12.5 Other invested assets	446,352,442	65,260,422
12.6 Net gains or (losses) on cash and short-term investments	9,377	104,540
12.7 Miscellaneous proceeds	4,652,557	4,020,225
12.8 Total investment proceeds (Lines 12.1 to 12.7)	12,598,054,829	11,498,662,722
13. Cost of investments acquired (long-term only):		
13.1 Bonds	13,879,869,806	12,060,448,636
13.2 Stocks	640,949,785	275,015,925
13.3 Mortgage loans	200,914,321	208,967,203
13.4 Real estate	1,018,974	548,339
13.5 Other invested assets	127,826,848	317,985,351
13.6 Miscellaneous applications		9,150,828
13.7 Total investments acquired (Lines 13.1 to 13.6)	14,850,579,734	12,872,116,282
14. Net increase (or decrease) in policy loans and premium notes	(12,093,551)	(21,897,277)
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(2,240,431,354)	(1,351,556,283)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes	0	0
16.2 Capital and paid in surplus, less treasury stock.....	282,060,850	400,000,000
16.3 Borrowed funds received.....	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities	9,794,738	7,454,943
16.5 Dividends to stockholders		70,000,000
16.6 Other cash provided (applied).....	(2,504,066,308)	902,929,608
17. Net cash from financing and miscellaneous sources (Line 16.1 to Line 16.4 minus Line 16.5 plus Line 16.6)	(2,212,210,720)	1,240,384,551
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
18. Net change in cash and short-term investments (Line 11 plus Line 15 plus Line 17)	(2,926,733,367)	2,375,354,981
19. Cash and short-term investments:		
19.1 Beginning of year	3,219,544,295	844,189,314
19.2 End of period (Line 18 plus Line 19.1).....	292,810,928	3,219,544,295

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE IDS 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	5,517,864,808	.0	854,706,418	4,249,055,009		.0	(138,526)	152,699,766	7,452,933	.0	254,089,208	
2. Considerations for supplementary contracts with life contingencies	.0											
3. Net investment income	1,175,934,970		181,428,280	830,687,776	11,254		46,559,067	63,825,364	2,768,434		50,654,795	
4. Amortization of Interest Maintenance Reserve (IMR)	(5,673,038)		(875,261)	(4,007,469)	(54)		(224,614)	(307,911)	(13,356)		(244,373)	
5. Separate Accounts net gain from operations excluding unrealized gains or losses	8,726,900			2,245,170				6,481,730				
6. Commissions and expense allowances on reinsurance ceded	.0	.0	.0	.0		.0	.0	.0	.0	.0	.0	.0
7. Reserve adjustments on reinsurance ceded	35,945		35,945									
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from Separate Accounts	511,014,320		209,413,724	282,949,919				18,650,677				
8.2 Charges and fees for deposit-type contracts	.0											
8.3 Aggregate write-ins for miscellaneous income	4,670,375	0	4,670,375	0	0	0	0	0	0	0	0	0
9. Totals (Lines 1 to 8.3)	7,212,574,280	0	1,249,379,481	5,360,930,405	11,200	0	46,195,927	241,349,626	10,208,011	0	304,499,630	0
10. Death benefits	235,400,298		209,982,841				25,417,457					
11. Matured endowments (excluding guaranteed annual pure endowments)	.0	.0	.0				.0					
12. Annuity benefits	826,145,836			815,248,240				10,897,596				
13. Disability benefits and benefits under accident and health contracts	53,836,925								1,340,332	.0	52,496,593	
14. Coupons, guaranteed annual pure endowments and similar benefits	.0											
15. Surrender benefits and withdrawals for life contracts	2,804,131,444		166,781,897	2,494,818,364			5,037,566	137,493,617				
16. Group conversions	.0											
17. Interest and adjustments on contract or deposit-type contract funds	16,363,985		1,565,857	25,090,742	4,413		327,200	(10,627,331)			3,104	
18. Payments on supplementary contracts with life contingencies	11,163			11,163								
19. Increase in aggregate reserves for life and accident and health contracts	1,531,739,768		24,293,329	1,259,339,681	(2,218)		(5,684,636)	87,472,505	7,856,629		158,464,478	
20. Totals (Lines 10 to 19)	5,467,629,419	.0	402,623,924	4,594,497,027	13,358	.0	25,097,587	225,236,387	9,196,961	.0	210,964,175	.0
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)	295,650,066	.0	76,599,019	185,429,161		.0	.0	1,667,247	499,682	.0	31,454,957	.0
22. Commissions and expense allowances on reinsurance assumed	.0	.0	.0	.0		.0	.0	.0	.0	.0	.0	.0
23. General insurance expenses	415,837,111		150,827,742	197,476,400			59,300	6,784,573	1,082,264	.0	59,606,832	.0
24. Insurance taxes, licenses and fees, excluding federal income taxes (FIT)	46,688,995		16,934,505	22,172,082			6,658	761,752	121,514	.0	6,692,484	.0
25. Increase in loading on deferred and uncollected premiums	6,130,705		6,130,741				(36)					
26. Net transfers to or (from) Separate Accounts net of reinsurance	424,329,557		377,228,260	62,553,576				(15,452,279)				
27. Aggregate write-ins for deductions	26,432,698	0	0	25,389,798	0	0	1,042,900	0	0	0	0	0
28. Totals (Lines 20 to 27)	6,682,698,551	0	1,030,344,191	5,087,518,044	13,358	0	26,206,409	218,997,680	10,900,421	0	308,718,448	0
29. Net gain from operations before dividends to policyholders and FIT (Line 9 - Line 28)	529,875,729	.0	219,035,290	273,412,361	(2,158)	.0	19,989,518	22,351,946	(692,410)	.0	(4,218,818)	.0
30. Dividends to policyholders	0								0	0	0	
31. Net gain from operations after dividends to policyholders and before FIT (Line 29 - Line 30)	529,875,729	.0	219,035,290	273,412,361	(2,158)	.0	19,989,518	22,351,946	(692,410)	.0	(4,218,818)	.0
32. Federal income taxes incurred (excluding tax on capital gains)	80,645,283		33,349,983	41,612,431	(328)		3,028,779	3,401,890	(105,382)		(642,090)	
33. Net gain from operations after dividends to policyholders and FIT and before realized capital gains or (losses) (Line 31 - Line 32)	449,230,446	0	185,685,307	231,799,930	(1,830)	0	16,960,739	18,950,056	(587,028)	0	(3,576,728)	0
DETAILS OF WRITE-INS												
08.301. Miscellaneous Noninvestment Income	4,670,375		4,670,375									
08.302.												
08.303.												
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)	4,670,375	0	4,670,375	0	0	0	0	0	0	0	0	0
2701. Purchase Payment Credits	25,389,798			25,389,798								
2702. Experience Rating Refund	1,042,900						1,042,900					
2703.												
2798. Summary of remaining write-ins for Line 27 from overflow page	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	26,432,698	0	0	25,389,798	0	0	1,042,900	0	0	0	0	0

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

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE IDS Life Insurance Company

ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR

	1	2	Ordinary			6	Group	
	Total	Industrial Life	3	4	5	Credit Life (Group and Individual)	7	8
			Life Insurance	Individual Annuities	Supplementary Contracts		Life Insurance	Annuities
Involving Life or Disability Contingencies (Reserves)								
(Net of Reinsurance Ceded)								
1. Reserve December 31, prior year	19,060,465,851	0	2,794,181,718	14,626,986,827	110,280	0	622,386,783	1,016,800,243
2. Tabular net premiums or considerations	5,104,304,193		877,978,481	4,076,349,825			(481,757)	150,457,644
3. Present value of disability claims incurred	286,500		286,500		XXX			
4. Tabular interest	1,107,672,686		133,566,462	874,723,293	9,685		36,817,131	62,556,115
5. Tabular less actual reserve released	(127,110,282)		456,007	(137,155,101)	(741)		(46,388)	9,635,941
6. Increase in reserve on account of change in valuation basis	0							
7. Other increases (net)	0							
8. Totals (Lines 1 to 7)	25,145,618,948	0	3,806,469,168	19,440,904,844	119,224	0	658,675,769	1,239,449,943
9. Tabular cost	401,170,266		378,881,502		XXX		22,288,764	
10. Reserves released by death	79,881,764		63,151,898	XXX	XXX		16,729,866	XXX
11. Reserves released by other terminations (net)	2,829,390,749		166,790,326	2,520,208,162			4,898,644	137,493,617
12. Annuity, supplementary contract and disability payments involving life contingencies	984,962,091			973,854,559	11,162			11,096,370
13. Net transfers to or (from) Separate Accounts	424,329,557		377,228,260	62,553,576				(15,452,279)
14. Total Deductions (Lines 9 to 13)	4,719,734,427	0	986,051,986	3,556,616,297	11,162	0	43,917,274	133,137,708
15. Reserve December 31, current year	20,425,884,521	0	2,820,417,182	15,884,288,547	108,062	0	614,758,495	1,106,312,235

EXHIBIT OF NET INVESTMENT INCOME

		1	2
		Collected During Year	Earned During Year
1.	U.S. Government bonds	(a) 324,430	1,376,083
1.1	Bonds exempt from U.S. tax	(a)	
1.2	Other bonds (unaffiliated)	(a) 924,545,279	965,379,947
1.3	Bonds of affiliates	(a)	
2.1	Preferred stocks (unaffiliated)	(b) 20,077,805	20,077,805
2.11	Preferred stocks of affiliates	(b)	
2.2	Common stocks (unaffiliated)	5,670,741	5,397,650
2.21	Common stocks of affiliates	20,000,000	20,000,000
3.	Mortgage loans	(c) 206,726,979	205,785,163
4.	Real estate	(d) 5,953,784	5,871,096
5.	Contract loans.....	29,294,303	30,204,837
6.	Cash/short-term investments	(e) 4,772,471	4,520,361
7.	Derivative instruments	(f) 5,662,096	9,494,040
8.	Other invested assets	5,994,970	6,112,229
9.	Aggregate write-ins for investment income	3,780,247	3,780,247
10.	Total gross investment income	1,232,803,105	1,277,999,458
11.	Investment expenses		(g) 22,736,137
12.	Investment taxes, licenses and fees, excluding federal income taxes		(g) 831,241
13.	Interest expense		(h)
14.	Depreciation on real estate and other invested assets		(i) 78,497,110
15.	Aggregate write-ins for deductions from investment income		0
16.	Total (Lines 11 through 15)		102,064,488
17.	Net Investment Income - (Line 10 minus Line 16)		1,175,934,970
DETAILS OF WRITE-INS			
0901.	Committee Fees.....	5,120,143	5,120,143
0902.	Interest Returned to Broker.....	(2,184,099)	(2,184,099)
0903.	Miscellaneous Income.....	161,417	161,417
0998.	Summary of remaining write-ins for Line 9 from overflow page	682,786	682,786
0999.	Totals (Lines 0901 through 0903 plus 0998) (Line 9, above)	3,780,247	3,780,247
1501.			
1502.			
1503.			
1598.	Summary of remaining write-ins for Line 15 from overflow page		0
1599.	Total (Lines 1501 through 1503 plus 1598) (Line 15, above)		0

(a) Includes \$ 31,617,892 accrual of discount less \$ 87,177,224 amortization of premium and less \$ 82,102,186 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 \$ 3,738,066 accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
(f) Includes \$ accrual of discount less \$ 5,286,736 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 \$ 1,635,127 depreciation on real estate and \$ 76,861,983 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1	2	3	4	5
		Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Increases (Decreases) by Adjustment	Net Gain (Loss) from Change in Difference Between Basis Book/ Adjusted Carrying and Admitted Values	Total
1.	U.S. Government bonds					0
1.1	Bonds exempt from U.S. tax					0
1.2	Other bonds (unaffiliated)	39,839,861	(8,351,745)	16,793,734		48,281,850
1.3	Bonds of affiliates					0
2.1	Preferred stocks (unaffiliated)		(34,363,524)	(4,513,004)		(38,876,528)
2.11	Preferred stocks of affiliates					0
2.2	Common stocks (unaffiliated)	78,574	(7,244,939)	996,889		(6,169,476)
2.21	Common stocks of affiliates			19,724,889		19,724,889
3.	Mortgage loans	443,960	(608,744)			(164,784)
4.	Real estate	(1,900)				(1,900)
5.	Contract loans					0
6.	Cash/Short-term investments	17,979				17,979
7.	Derivative instruments			(17,261,187)		(17,261,187)
8.	Other invested assets	126,042		28,779,687		28,905,729
9.	Aggregate write-ins for capital gains (losses)	0	0	0	0	0
10.	Total capital gains (losses)	40,504,516	(50,568,952)	44,521,008	0	34,456,572
DETAILS OF WRITE-INS						
0901.						
0902.						
0903.						
0998.	Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0	0
0999.	Totals (Lines 0901 through 0903 plus 0998) (Line 9, above)	0	0	0	0	0

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE IDS 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	6,156,314		6,076,320					84		79,910	
2. Deferred and accrued	799,402		799,402								
3. Deferred, accrued and uncollected:											
3.1 Direct	6,955,717		6,875,723					84		79,910	
3.2 Reinsurance assumed	0										
3.3 Reinsurance ceded	0										
3.4 Net (Line 1 + Line 2)	6,955,716	0	6,875,722	0	0	0	0	84	0	79,910	0
4. Advance	283,370	0	170,492	0	0	0	0	0	0	112,878	0
5. Line 3.4 - Line 4	6,672,346	0	6,705,230	0	0	0	0	84	0	(32,968)	0
6. Collected during year:											
6.1 Direct	2,783,050,726		146,955,996	2,608,711,660			37,955	465,817		26,879,298	
6.2 Reinsurance assumed	0										
6.3 Reinsurance ceded	6,057,492		6,057,492								
6.4 Net	2,776,993,234	0	140,898,504	2,608,711,660	0	0	37,955	465,817	0	26,879,298	0
7. Line 5 + Line 6.4	2,783,665,580	0	147,603,734	2,608,711,660	0	0	37,955	465,901	0	26,846,330	0
8. Prior year (uncollected + deferred and accrued - advance)	6,198,240	0	6,361,755	0	0	0	0	(3,115)	0	(160,400)	0
9. First year premiums and considerations:											
9.1 Direct	2,783,524,833	0	147,299,472	2,608,711,660	0	0	37,955	469,016	0	27,006,730	0
9.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0
9.3 Reinsurance ceded	6,057,492	0	6,057,492	0	0	0	0	0	0	0	0
9.4 Net (Line 7 - Line 8)	2,777,467,341	0	141,241,980	2,608,711,660	0	0	37,955	469,016	0	27,006,730	0
SINGLE											
10. Single premiums and considerations:											
10.1 Direct	1,016,375,558		5,404,362	1,009,372,526			1,598,670				
10.2 Reinsurance assumed	0										
10.3 Reinsurance ceded	531,241		531,241								
10.4 Net	1,015,844,317	0	4,873,121	1,009,372,526	0	0	1,598,670	0	0	0	0
RENEWAL											
11. Uncollected	4,690,181		2,011,701			4,750		106,601		2,567,129	
12. Deferred and accrued	22,013,121		22,013,121								
13. Deferred, accrued and uncollected:											
13.1 Direct	27,854,076		25,187,662			(7,316)		106,601		2,567,129	
13.2 Reinsurance assumed	0										
13.3 Reinsurance ceded	1,150,775		1,162,841			(12,066)					
13.4 Net (Line 11 + Line 12)	26,703,302	0	24,024,822	0	0	4,750	0	106,601	0	2,567,129	0
14. Advance	2,084,865	0	158,342	0	0	0	0	86,731	0	1,839,792	0
15. Line 13.4 - Line 14	24,618,437	0	23,866,480	0	0	4,750	0	19,870	0	727,337	0
16. Collected during year:											
16.1 Direct	1,849,879,511		747,655,194	630,967,323		151,312	149,245,171	11,555,671		310,304,840	
16.2 Reinsurance assumed	2,039,041		217,571	3,500			1,817,970				
16.3 Reinsurance ceded	130,836,401		43,047,070			289,498		4,549,711		82,950,122	
16.4 Net	1,721,082,151	0	704,825,695	630,970,823	0	(138,186)	151,063,141	7,005,960	0	227,354,718	0
17. Line 15 + Line 16.4	1,745,700,588	0	728,692,175	630,970,823	0	(133,436)	151,063,141	7,025,830	0	228,082,055	0
18. Prior year (uncollected + deferred and accrued - advance)	21,147,437	0	20,100,857	0	0	5,090	0	41,913	0	999,577	0
19. Renewal premiums and considerations:											
19.1 Direct	1,853,173,851	0	751,255,785	630,967,323	0	139,344	149,245,171	11,533,628	0	310,032,600	0
19.2 Reinsurance assumed	2,039,041	0	217,571	3,500	0	0	1,817,970	0	0	0	0
19.3 Reinsurance ceded	130,659,742	0	42,882,039	0	0	277,870	0	4,549,711	0	82,950,122	0
19.4 Net (Line 17 - Line 18)	1,724,553,150	0	708,591,317	630,970,823	0	(138,526)	151,063,141	6,983,917	0	227,082,478	0
TOTAL											
20. Total premiums and annuity considerations:											
20.1 Direct	5,653,074,242	0	903,959,619	4,249,051,509	0	139,344	150,881,796	12,002,644	0	337,039,330	0
20.2 Reinsurance assumed	2,039,041	0	217,571	3,500	0	0	1,817,970	0	0	0	0
20.3 Reinsurance ceded	137,248,475	0	49,470,772	0	0	277,870	0	4,549,711	0	82,950,122	0
20.4 Net (Line 9.4 + 10.4 + 19.4)	5,517,864,808	0	854,706,418	4,249,055,009	0	(138,526)	152,699,766	7,452,933	0	254,089,208	0

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)	0										
22. All other (Exhibit 4, Lines 2, 3 & 4)	0										
REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED											
23. First year (other than single):											
23.1 Reinsurance ceded	0										
23.2 Reinsurance assumed	0										
23.3 Net ceded less assumed	0	0	0	0	0	0	0	0	0	0	0
24. Single:											
24.1 Reinsurance ceded	0										
24.2 Reinsurance assumed	0										
24.3 Net ceded less assumed	0	0	0	0	0	0	0	0	0	0	0
25. Renewal:											
25.1 Reinsurance ceded	0										
25.2 Reinsurance assumed	0										
25.3 Net ceded less assumed	0	0	0	0	0	0	0	0	0	0	0
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6)	0	0	0	0	0	0	0	0	0	0	0
26.2 Reinsurance assumed (Page 6, Line 22)	0	0	0	0	0	0	0	0	0	0	0
26.3 Net ceded less assumed	0	0	0	0	0	0	0	0	0	0	0
COMMISSIONS INCURRED (direct business only)											
27. First year (other than single)	129,517,501		53,771,043	64,107,824			722,228	575		10,915,831	
28. Single	41,242,513		93,547	41,149,824			(858)				
29. Renewal	122,605,316		22,734,429	77,965,125			867,529	499,107		20,539,126	
30. Deposit-type contract funds	2,284,736			2,206,388			78,348				
31. Totals (to agree with Page 6, Line 21)	295,650,066	0	76,599,019	185,429,161	0	0	1,667,247	499,682	0	31,454,957	0

EXHIBIT 2 - GENERAL EXPENSES

	Insurance			4	5
	1	2	3		
	Life	Accident and Health	All Other Lines of Business	Investment	Total
1. Rent	35,038,887	5,987,584		6,606,374	47,632,845
2. Salaries and wages	146,486,793	25,032,242		9,213,087	180,732,122
3.11 Contributions for benefit plans for employees	12,333,413	2,107,582		429,317	14,870,312
3.12 Contributions for benefit plans for agents	4,774,832	815,942			5,590,774
3.21 Payments to employees under non-funded benefit plans					0
3.22 Payments to agents under non-funded benefit plans					0
3.31 Other employee welfare	12,831,627	2,192,719		152,966	15,177,312
3.32 Other agent welfare	46	8			54
4.1 Legal fees and expenses	8,577,316	1,465,726		13,399	10,056,441
4.2 Medical examination fees	5,435,204	928,789			6,363,993
4.3 Inspection report fees	416,777	71,221			487,998
4.4 Fees of public accountants and consulting actuaries	1,085,100	185,426			1,270,526
4.5 Expense of investigation and settlement of policy claims	3,637,495	621,589			4,259,084
5.1 Traveling expenses	12,813,152	2,189,562		283,284	15,285,998
5.2 Advertising	19,362,117	3,308,675		5,844	22,676,636
5.3 Postage, express, telegraph and telephone	16,132,031	2,756,705		145,911	19,034,647
5.4 Printing and stationery	12,896,856	2,203,866		64,247	15,164,969
5.5 Cost or depreciation of furniture and equipment	18,049,694	3,084,403		352,361	21,486,458
5.6 Rental of equipment	4,784,748	817,637		171,271	5,773,656
5.7 Cost or depreciation of EDP equipment and software					0
6.1 Books and periodicals	414,860	70,893		9,184	494,937
6.2 Bureau and association fees	1,249,789	213,569		14,450	1,477,808
6.3 Insurance, except on real estate	2,090,900	357,301		6,247	2,454,448
6.4 Miscellaneous losses	2,669,041	456,096			3,125,137
6.5 Collection and bank service charges	(23,242)	(3,972)		499,770	472,556
6.6 Sundry general expenses	25,675,352	4,387,506		1,264,672	31,327,530
6.7 Group service and administration fees	984,715	168,272			1,152,987
6.8 Reimbursements by uninsured accident and health plans					0
7.1 Agency expense allowance	250,288	42,770		346	293,404
7.2 Agents' balances charged off (less \$, recovered)	145,128	24,800			169,928
7.3 Agency conferences other than local meetings	3,119,099	533,004		19,348	3,671,451
9.1 Real estate expenses	854,498	146,020		1,804,858	2,805,376
9.2 Investment expenses not included elsewhere	3,061,499	523,161		1,679,200	5,263,860
9.3 Aggregate write-ins for expenses	0	0	0	0	0
10. General expenses incurred	355,148,015	60,689,096	0	22,736,136	(a) 438,573,247
11. General expenses unpaid December 31, prior year	45,805,582	9,861,221	0	2,336,879	58,003,682
12. General expenses unpaid December 31, current year	42,909,465	7,332,539		2,747,011	52,989,015
13. Amounts receivable relating to uninsured accident and health plans, prior year	0	0	0	0	0
14. Amounts receivable relating to uninsured accident and health plans, current year					0
15. General expenses paid during year (Lines 10+11-12-13+14)	358,044,132	63,217,778	0	22,326,004	443,587,914
DETAILS OF WRITE-INS					
09.301.					
09.302.					
09.303.					
09.398. Summary of remaining write-ins for Line 9.3 from overflow page	0	0	0	0	0
09.399. Totals (Lines 09.301 thru 09.303 plus 09.398) (Line 9.3 above)	0	0	0	0	0

(a) Includes management fees of \$ 41,712,565 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	267,380	45,691		592,561	905,632
2. State insurance department licenses and fees	2,080,984	355,607		2,609	2,439,200
3. State taxes on premiums	19,934,643	3,406,511			23,341,154
4. Other state taxes, incl. \$					
for employee benefits	4,451,453	760,682			5,212,135
5. U.S. Social Security taxes	11,298,835	1,930,790		234,168	13,463,793
6. All other taxes	1,841,702	314,717		1,903	2,158,322
7. Taxes, licenses and fees incurred	39,874,997	6,813,998	0	831,241	47,520,236
8. Taxes, licenses and fees unpaid December 31, prior year	12,594,251	2,711,344	0	461,080	15,766,675
9. Taxes, licenses and fees unpaid December 31, current year	14,703,638	2,512,616		306,514	17,522,768
10. Taxes, licenses and fees paid during year (Lines 7 + 8 - 9)	37,765,610	7,012,726	0	985,807	45,764,143

EXHIBIT 4 - DIVIDENDS OR REFUNDS

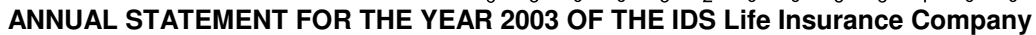
	1	2
	Life	Accident and Health
1. Applied to pay renewal premiums		
2. Applied to shorten the endowment or premium-paying period		
3. Applied to provide paid-up additions		
4. Applied to provide paid-up annuities		
5. Total Lines 1 thru 4		
6. Paid in cash		
7. Left on deposit		
8. Aggregate write-ins 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)		

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
LIFE INSURANCE:					
0100001. 41 CSO 3% NLP ANB.....	2,145,404		2,145,404		
0100002. 41 CSO 3.25% NLP ANB.....	1,224,530		1,224,530		
0100003. 58 CSO 3% CRVM ANB.....	31,935,849		31,935,849		
0100004. 58 CSO 3% NLP ANB.....	25,658,141		25,658,141		
0100005. 58 CSO 3.5/20/2.5 CRVM ANB.....	1,264,077		1,264,077		
0100006. 58 CSO 3.5/20/2.5 NLP ANB.....	437,263		437,263		
0100007. 58 CSO 3.5% CRVM ANB.....	8,483,956		8,483,956		
0100008. 58 CSO 3.5% NLP ANB.....	3,936,269		3,936,269		
0100009. 58 CSO 4% CRVM ANB.....	22,583,648		22,583,648		
0100010. 58 CSO 4% NLP ANB.....	1,241,311		1,241,311		
0100011. 58 CSO 4.5% CRVM ANB.....	339,753,091		339,753,091		
0100012. 58 CSO 4.5% NLP ANB.....	3,814,229		3,814,229		
0100013. 58 CSO 4% NSP ANB.....	6,063,256		6,063,256		
0100014. 58 CSO 4.5% NSP ANB.....	273,924,754		273,924,754		
0100015. 80 CSO 4.0% CRVM ALB NB.....	281,144,616		281,144,616		
0100016. 80 CSO 4.5% CRVM ANB NB.....	423,274,040		423,274,040		
0100017. 80 CSO 4.5% CRVM ALB NB.....	434,785,742		434,785,742		
0100018. 80 CSO 5.0% CRVM ANB.....	168,636,719		139,427,669		29,209,050
0100019. 80 CSO 5.0% CRVM ALB.....	406,550,734		406,550,734		
0100020. 80 CSO 5.5% CRVM ANB.....	146,802,709		146,802,709		
0100021. 80 CSO 5.5% CRVM ALB.....	128,342,306		128,342,306		
0100022. 80 CSO 4.5% NLP ANB NB.....	4,294,809		4,294,809		
0100023. 80 CSO 5.0% NLP ANB.....	40,157		40,157		
0100024. 80 CSO 5.5% NLP ANB.....	188,448		188,448		
0100025. 80 CSO 4.5% NSP ANB.....	69,930,029		69,930,029		
0100026. 80 CSO (150%) 5.5% NSP ANB.....	5,220,161		2,279,074		2,941,087
0100027. 80 CSO 6% NSP ANB.....	333,917,723		37,017,712		296,900,011
0100028. 80 CSO (150%) 6% NSP ANB.....	368,646,692		83,886,217		284,760,475
0199997. Totals (Gross)	3,494,240,663	0	2,880,430,040	0	613,810,623
0199998. Reinsurance ceded	96,861,073		96,234,048		627,025
0199999. Totals (Net)	3,397,379,590	0	2,784,195,992	0	613,183,598
ANNUITIES (excluding supplementary contracts with life contingencies):					
0200001. SINGLE PREMIUM (Load) DEF-CARVM.....	85,753,677	XXX	85,753,677	XXX	
0200002. INSTALLMENT/FLEX PREMIUM (Load) DEF-CARVM.....	245,255,618	XXX	241,692,424	XXX	3,563,194
0200003. SINGLE PREMIUM NO-LOAD, DEF-CARVM, NB.....	9,356,781,709	XXX	9,354,054,759	XXX	2,726,950
0200004. INSTALLMENT/FLEX NO-LOAD, DEF-CARVM, NB.....	5,477,192,922	XXX	4,379,315,998	XXX	1,097,876,924
0200005. a-1949 3.5% SPI, FI - CARVM.....	62,554	XXX	62,554	XXX	
0200006. a-1949 3.5% DUE, FI - CARVM.....	83,109	XXX	83,109	XXX	
0200007. 71 IAM 6% SPI, FI - CARVM.....	638,095	XXX	638,095	XXX	
0200008. 71 IAM 4% DUE, FI - CARVM.....	4,564,594	XXX	4,564,594	XXX	
0200009. 71 GAM 6% DUE, FI - CARVM.....	114,724	XXX		XXX	114,724
0200010. 83a 6.50%, SPI FI - CARVM.....	10,568,668	XXX	10,568,668	XXX	
0200011. 83a 6.75%, SPI FI - CARVM.....	32,613,127	XXX	32,613,127	XXX	
0200012. 83a 7.00%, SPI FI - CARVM.....	11,832,751	XXX	11,832,751	XXX	
0200013. 83a 7.25%, SPI FI - CARVM.....	16,889,485	XXX	16,889,485	XXX	
0200014. 83a 7.75%, SPI FI - CARVM.....	18,005,641	XXX	18,005,641	XXX	
0200015. 83a 8.00%, SPI FI - CARVM.....	9,155,341	XXX	9,155,341	XXX	
0200016. 83a 8.25%, SPI FI - CARVM.....	25,821,207	XXX	25,821,207	XXX	
0200017. 83a 8.75%, SPI FI - CARVM.....	28,780,508	XXX	28,780,508	XXX	
0200018. 83a 9.25%, SPI FI - CARVM.....	5,405,263	XXX	5,405,263	XXX	
0200019. 83a 11.00%, SPI FI - CARVM.....	372,630	XXX	372,630	XXX	
0200020. 83a 11.25%, SPI FI - CARVM.....	91,148	XXX	91,148	XXX	
0200021. 83a 6.00%, DUE FI - CARVM.....	1,417,527	XXX	1,417,527	XXX	
0200022. 83a 6.25%, DUE FI - CARVM.....	3,837,662	XXX	3,837,662	XXX	
0200023. 83a 6.50%, DUE FI - CARVM.....	51,160,876	XXX	51,160,876	XXX	
0200024. 83a 6.75%, DUE FI - CARVM.....	167,316,188	XXX	167,316,188	XXX	
0200025. 83a 7.00%, DUE FI - CARVM.....	49,780,633	XXX	49,780,633	XXX	
0200026. 83a 7.25%, DUE FI - CARVM.....	84,359,466	XXX	84,359,466	XXX	
0200027. 83a 7.50%, DUE FI - CARVM.....	3,249,045	XXX	3,249,045	XXX	
0200028. 83a 7.75%, DUE FI - CARVM.....	59,719,129	XXX	59,719,129	XXX	
0200029. 83a 8.00%, DUE FI - CARVM.....	24,531,212	XXX	24,531,212	XXX	
0200030. 83a 8.25%, DUE FI - CARVM.....	97,134,099	XXX	97,134,099	XXX	
0200031. 83a 8.75%, DUE FI - CARVM.....	75,993,203	XXX	75,993,203	XXX	
0200032. 83a 9.25%, DUE FI - CARVM.....	20,655,849	XXX	20,655,849	XXX	
0200033. 83a 9.50%, DUE FI - CARVM.....	23,708	XXX	23,708	XXX	
0200034. 83a 9.75%, DUE FI - CARVM.....	1,167	XXX	1,167	XXX	
0200035. 83a 11.00%, DUE FI - CARVM.....	2,077,292	XXX	2,077,292	XXX	
0200036. 83a 11.25%, DUE FI - CARVM.....	1,184,572	XXX	1,184,572	XXX	
0200037. A2000 6.25%, SPI FI - CARVM (98-99).....	32,006,753	XXX	32,006,753	XXX	
0200038. A2000 6.25%, DUE FI - CARVM (98-99).....	227,643,936	XXX	227,643,936	XXX	
0200039. A2000 7.00%, SPI FI - CARVM (2000).....	24,243,771	XXX	24,243,771	XXX	
0200040. A2000 7.00%, DUE FI - CARVM (2000).....	137,033,967	XXX	137,033,967	XXX	
0200041. A2000 6.75%, SPI FI - CARVM (2001).....	36,008,570	XXX	36,008,570	XXX	
0200042. A2000 6.75%, DUE FI - CARVM (2001).....	181,111,848	XXX	181,111,848	XXX	
0200043. A2000 6.50%, SPI FI - CARVM (2002).....	52,965,784	XXX	52,965,784	XXX	
0200044. A2000 6.50%, DUE FI - CARVM (2002).....	167,424,711	XXX	167,424,711	XXX	
0200045. A2000 6.00%, SPI FI - CARVM (2003) NB.....	29,445,238	XXX	29,445,238	XXX	
0200046. A2000 6.00%, DUE FI - CARVM (2003) NB.....	138,335,083	XXX	138,335,083	XXX	
0299997. Totals (Gross)	16,998,644,060	XXX	15,894,362,268	XXX	1,104,281,792
0299998. Reinsurance ceded	53,380,232	XXX	53,380,232	XXX	
0299999. Totals (Net)	16,945,263,828	XXX	15,840,982,036	XXX	1,104,281,792
SUPPLEMENTARY CONTRACTS WITH LIFE CONTINGENCIES:					
0300001. 83a 9.25% NB.....	107,630		107,630		
0300002. NOM Deaths 58 CSO.....	432		432		
0399997. Totals (Gross)	108,062	0	108,062	0	0
0399998. Reinsurance ceded	0				
0399999. Totals (Net)	108,062	0	108,062	0	0
ACCIDENTAL DEATH BENEFITS:					
0400001. 26 ADB WITH 41 CSO 3%.....	13,009		13,009		
0400002. 59 ADB WITH 58 CSO 3% NB.....	181,162		181,162		
0499997. Totals (Gross)	194,171	0	194,171	0	0
0499998. Reinsurance ceded	0				
0499999. Totals (Net)	194,171	0	194,171	0	0
DISABILITY-ACTIVE LIVES:					
0500001. 52 INTERCO WITH 41 CSO 2.5%.....	56,307		56,307		
0500002. 52 INTERCO WITH 58 CSO 2.5% NB.....	1,068,396		1,068,396		
0500003. 52 INTERCO WITH 58 CSO 3.5% NB.....	29,886		29,886		
0599997. Totals (Gross)	1,154,589	0	1,154,589	0	0
0599998. Reinsurance ceded	17,279		17,279		
0599999. Totals (Net)	1,137,310	0	1,137,310	0	0

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		
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		
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. None		
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 - AGGREGATE RESERVE FOR ACCIDENT AND HEALTH CONTRACTS

	1	2	3	4	Other Individual Contracts				
					5	6	7	8	9
	Total	Group Accident and Health	Credit Accident and Health (Group and Individual)	Collectively Renewable	Non-Cancelable	Guaranteed Renewable	Non-Renewable for Stated Reasons Only	Other Accident Only	All Other
ACTIVE LIFE RESERVE									
1. Unearned premium reserve	923	0					923		
2. Additional contract reserves (a)	1,744,558,477	107,592,898			97,811,507	1,539,154,072	0		
3. Additional actuarial reserves-Asset/Liability analysis	0								
4. Reserve for future contingent benefits	0								
5. Reserve for rate credits	0								
6. Aggregate write-ins for reserves	0	0	0	0	0	0	0	0	0
7. Totals (Gross)	1,744,559,400	107,592,898	0	0	97,811,507	1,539,154,072	923	0	0
8. Reinsurance ceded	823,302,857	53,796,449				769,506,408			
9. Totals (Net)	921,256,543	53,796,449	0	0	97,811,507	769,647,664	923	0	0
CLAIM RESERVE									
10. Present value of amounts not yet due on claims	344,666,167	9,721,313			151,777,031	183,163,935	3,888		
11. Additional actuarial reserves-Asset/Liability analysis	0								
12. Reserve for future contingent benefits	0								
13. Aggregate write-ins for reserves	0	0	0	0	0	0	0	0	0
14. Totals (Gross)	344,666,167	9,721,313	0	0	151,777,031	183,163,935	3,888	0	0
15. Reinsurance ceded	102,160,564	4,614,346			5,964,251	91,581,967	0		
16. Totals (Net)	242,505,603	5,106,967	0	0	145,812,780	91,581,968	3,888	0	0
17. TOTAL (Net)	1,163,762,146	58,903,416	0	0	243,624,287	861,229,632	4,811	0	0
18. TABULAR FUND INTEREST	49,507,601	2,517,152			9,916,761	37,073,688			
DETAILS OF WRITE-INS									
0601.									
0602.									
0603.									
0698. Summary of remaining write-ins for Line 6 from overflow page	0	0	0	0	0	0	0	0	0
0699. TOTALS (Lines 0601 thru 0603 plus 0698) (Line 6 above)	0	0	0	0	0	0	0	0	0
1301.									
1302.									
1303.									
1398. Summary of remaining write-ins for Line 13 from overflow page	0	0	0	0	0	0	0	0	0
1399. TOTALS (Lines 1301 thru 1303 plus 1398) (Line 13 above)	0	0	0	0	0	0	0	0	0

(a) Attach statement as to valuation standard used in calculating this reserve, specifying reserve bases, interest rates and methods.

EXHIBIT 7 - DEPOSIT TYPE CONTRACTS

	1	2	3	4	5	6
	Total	Guaranteed Interest Contracts	Supplemental Contracts and Annuities Certain	Dividend Accumulations or Refunds	Premium and Other Deposit Funds	Other
1. Balance at the beginning of the year before reinsurance	114,799,896		114,761,309		38,587	
2. Deposits received during the year	33,441,116		33,439,236		1,880	
3. Investment earnings credited to the account	7,791,578		7,789,842		1,736	
4. Other net change in reserves	(6,916,605)		(6,916,605)			
5. Fees and other charges assessed	.0					
6. Surrender charges	.0					
7. Net surrender or withdrawal payments	25,621,990		25,621,990			
8. Other net transfers to or (from) Separate Accounts	.0					
9. Balance at the end of current year before reinsurance (Lines 1+2+3+4-5-6-7-8)	123,493,995	.0	123,451,792	.0	42,203	.0
10. Reinsurance balance at the beginning of the year	.0					
11. Net change in reinsurance assumed	.0					
12. Net change in reinsurance ceded	.0					
13. Reinsurance balance at the end of the year (Lines 10+11-12)	.0	.0	.0	.0	.0	.0
14. Net balance at the end of current year after reinsurance (Lines 9 + 13)	123,493,995	0	123,451,792	0	42,203	0

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	.0										
1.2 Reinsurance assumed	.0										
1.3 Reinsurance ceded	.0										
1.4 Net	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
2. In course of settlement:											
2.1 Resisted											
2.11 Direct	25,000		25,000								
2.12 Reinsurance assumed	.0										
2.13 Reinsurance ceded	.0										
2.14 Net	25,000	.0	(b) 25,000	(b) .0	.0	(b) .0	(b) .0	.0	.0	.0	.0
2.2 Other											
2.21 Direct	34,211,618		23,550,376				14,315		462,990		10,183,937
2.22 Reinsurance assumed	(1,181,140)		(205,518)				(975,622)				
2.23 Reinsurance ceded	12,860,598		8,473,940						229,233		4,157,425
2.24 Net	20,169,880	.0	(b) 14,870,918	(b) .0	.0	(b) .0	(b) (961,307)	.0	(b) 233,757	(b) .0	(b) 6,026,512
3. Incurred but unreported:											
3.1 Direct	6,400,000		6,400,000								
3.2 Reinsurance assumed	125,000		21,750				103,250				
3.3 Reinsurance ceded	.0										
3.4 Net	6,525,000	.0	(b) 6,421,750	(b) .0	.0	(b) .0	(b) 103,250	.0	(b) .0	(b) .0	(b) .0
4. TOTALS											
4.1 Direct	40,636,618	.0	29,975,376	.0	.0	.0	14,315	.0	462,990	.0	10,183,937
4.2 Reinsurance assumed	(1,056,140)	.0	(183,768)	.0	.0	.0	(872,372)	.0	.0	.0	.0
4.3 Reinsurance ceded	12,860,598	0	8,473,940	0	0	0	0	0	229,233	0	4,157,425
4.4 Net	26,719,880	(a) 0	(a) 21,317,668	0	0	0	(a) (858,057)	0	233,757	0	6,026,512

(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 \$ 4,922,531

Individual Annuities \$, Credit Life (Group and Individual) \$, and Group Life \$ 1,546,283 , are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health \$ 5,106,967 ,

Credit (Group and Individual) Accident and Health \$ 237,398,636 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		
	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	1,145,308,551		238,322,820	816,288,239	11,163		143,738	10,806,894	3,282,400		76,453,297
1.2 Reinsurance assumed	30,690,652		5,132,263	69,188			25,398,499	90,702			
1.3 Reinsurance ceded	61,320,839		29,771,819	1,109,187					2,198,607		28,241,226
1.4 Net	(d) 1,114,678,364	0	213,683,264	815,248,240	11,163	0	25,542,237	10,897,596	1,083,793	0	48,212,071
2. Liability December 31, current year from Part 1:											
2.1 Direct	40,636,618	0	29,975,376	0	0	0	14,315	0	462,990	0	10,183,937
2.2 Reinsurance assumed	(1,056,140)	0	(183,768)	0	0	0	(872,372)	0	0	0	0
2.3 Reinsurance ceded	12,860,598	0	8,473,940	0	0	0	0	0	229,233	0	4,157,425
2.4 Net	26,719,880	0	21,317,668	0	0	0	(858,057)	0	233,757	0	6,026,512
3. Amounts recoverable from reinsurers December 31, current year	5,300,498		5,255,261						45,237		
4. Liability December 31, prior year:											
4.1 Direct	41,887,237	0	35,890,122	0	0	0	14,515	0	259,014	0	5,723,586
4.2 Reinsurance assumed	(902,041)	0	(154,249)	0	0	0	(747,792)	0	0	0	0
4.3 Reinsurance ceded	10,854,268	0	8,711,431	0	0	0	0	0	125,904	0	2,016,933
4.4 Net	30,130,928	0	27,024,442	0	0	0	(733,277)	0	133,110	0	3,706,653
5. Amounts recoverable from reinsurers December 31, prior year	9,427,405	0	7,261,613	0	0	0	0	0	201,129	0	1,964,663
6. Incurred Benefits:											
6.1 Direct	1,144,057,932	0	232,408,074	816,288,239	11,163	0	143,538	10,806,894	3,486,376	0	80,913,648
6.2 Reinsurance assumed	30,536,553	0	5,102,744	69,188	0	0	25,273,919	90,702	0	0	0
6.3 Reinsurance ceded	59,200,262	0	27,527,976	1,109,187	0	0	0	0	2,146,044	0	28,417,055
6.4 Net	1,115,394,223	0	209,982,842	815,248,240	11,163	0	25,417,457	10,897,596	1,340,332	0	52,496,593

(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 9
ANALYSIS OF NON-ADMITTED ASSETS AND RELATED ITEMS

	1	2	3
	End of Current Year	End of Prior Year	Changes for Year (Increase) or Decrease
1. Summary of Items Page 2, Lines 12 through 20, Column 2.....	647,479,860	658,121,604	10,641,744
2. Other Nonadmitted Assets:			
2.1 Bills receivable	660,478	1,141,335	480,857
2.2 Leasehold improvements.....		0	0
2.3 Cash advanced to or in the hands of officers or agents.....		0	0
2.4 Loans on personal security, endorsed or not.....		0	0
2.5 Commuted commissions		0	0
2.6 Supplies, stationery, printed matter		0	0
3. Total (Lines 2.1 thru 2.6)	660,478	1,141,335	480,857
4. Disallowed interest maintenance reserve	3,425,683	22,142,834	18,717,151
5. Aggregate write-ins for other than invested assets	30,056	26,709	(3,347)
6. Total (Line 1 plus Lines 3 to 5)	651,596,077	681,432,482	29,836,405
DETAILS OF WRITE-INS			
0501. EQUITY REAL ESTATE - PREPAID INSURANCE.....	30,056	26,709	(3,347)
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above)	30,056	26,709	(3,347)

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

- A. The accompanying financial statements of IDS Life Insurance Company (the Company) have been prepared in conformity with accounting practices prescribed or permitted by the Department of Commerce of the State of Minnesota. The State of Minnesota has adopted the National Association of Insurance Commissioners (NAIC) Accounting Practices and Procedures Manual as its prescribed basis of Statutory Accounting Principles (SAP).
- B. 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. Significant Accounting Policies:

Premium revenue

Universal life-type insurance premiums and annuity considerations are recognized as revenue when received. Premiums on other life insurance contracts are recognized as revenue on the anniversary date of the contracts. Premiums on accident and health insurance contracts are recognized as revenue over the contract period. Funds received on contracts that do not have mortality or morbidity risks are reported as liabilities on deposit -type contracts, not as revenue.

Policy acquisition costs

Expenses incurred in connection with acquiring and renewing insurance business, including such costs as sales commissions, are charged to operations as incurred.

Liabilities for future policy benefits

Liabilities for single premium and installment-deferred annuities are based on the Commissioners Annuity Reserve Valuation Method at interest rates ranging from 4.75 percent to 10 percent. Liabilities for universal life-type insurance policies are based on the Commissioners Reserve Valuation Method or Net Single Premium Method at interest rates ranging from 4 percent to 6 percent and the 1958 CSO and 1980 CSO Mortality Tables.

Liabilities for fixed annuities in a benefit status are based on the 1949a Annuity Table with interest at 3.5 percent, the 1971 Individual Annuity Table with interest at 6 percent or 4 percent, the 1971 Group Annuity Table with interest at 6 percent, the 1983a Table with various interest rates ranging from 6.00 percent to 11.25 percent, or the Annuity 2000 Table with interest rates ranging from 6.00 percent to 7.00 percent.

Liabilities for future benefits on traditional life insurance have generally been computed by the net level premium or Commissioners Reserve Valuation Method, based on the 1941 CSO, 1958 CSO or 1980 CSO Mortality Tables with interest at various rates ranging from 3 percent to 5.5 percent.

Liabilities for future disability income policy benefits have been computed using the net level premium or two year full preliminary term method, based on the 1964 Commissioners Disability Table with the 1958 Commissioners Standard Ordinary Mortality Table at 3 percent interest or the 1985 Commissioners Individual Disability Table A with the 1980 Commissioners Standard Ordinary Mortality Table at 5 percent or 4.5 percent interest.

Liabilities for future benefits on long-term care insurance have been computed principally by the two year or one year full preliminary term method, using morbidity rates based on the 1985 National Nursing Home Survey, mortality rates based on the 1983a Table or the 1983 GAM table lapse rates based on company experience and an interest rate of 5 percent or 4.5 percent.

Reinsurance

The maximum amount of life insurance risk retained by the Company is \$750,000 on any policy insuring a single life and \$1,500,000 on any policy insuring a joint-life combination. The Company retains only 10% of the mortality risk on most new single life insurance policies. Risk not retained is reinsured with other life insurance companies, with new term insurance on a coinsurance basis and other life insurance primarily on a yearly renewable term basis. The Company retains all waiver of premium and accidental death benefit risk on new life policies. The Company retains all risk on disability income policies. Existing long term care policies are all reinsured on a coinsurance basis.

Separate account business

The separate account assets and liabilities represent funds held for the exclusive benefit of the variable annuity and variable life insurance contract owners. The Company receives investment management fees from the proprietary mutual funds used as investment options for variable annuities and variable life insurance. The Company receives mortality and expense risk fees from the 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 beneficiaries from the mortality assumptions implicit in the annuity contracts. The Company makes periodic fund transfers to, or withdrawals from, the separate account assets 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 contract funds will not exceed contractual maximums.

For variable life insurance, the Company guarantees that the rates at which insurance charges and administrative fees are deducted from contract funds will not exceed contractual maximums. The Company also guarantees that the death benefit will continue payable at the initial level regardless of investment performance to certain ages so long as minimum premium payments are made.

In addition, the Company uses the following accounting policies:

- (1) Short-term investments are stated at amortized cost except for the Dreyfus Treasury Cash Management Fund, which was purchased at par and carried at cost. Short-term investments are 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 and structured securities 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 are carried at market with changes in market value recorded as unrealized gain or loss. Investments in stocks of unconsolidated subsidiaries in which the Company has a 20% interest or more are carried on the equity basis.
- (4) Preferred stocks, if any, 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) Pass-through loan-backed bonds and structured securities are carried 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 for CMO residual, structured securities, adjusted rate pass-through loan-backed bonds and adjustable rate structured securities. The retrospective method is used for all other pass-through loan-backed and structured securities.
- (7) The Company carries a non-insurance subsidiary, at GAAP equity.
- (8) The Company has ownership interests in joint ventures. The Company carries these based on the underlying audited GAAP equity of the investee. Affordable Housing Limited Partnerships are at amortized cost. The Company also has an ownership interest in a limited liability company. The Company carries this interest based on amortized cost plus accrued interest receivable.
- (9) All derivatives that are not part of a designated hedging transaction, principally interest rate caps, interest rate floors and interest rate swaps are stated at fair value with changes in the fair value being recognized currently in earnings. All derivatives that are part of a designated hedging transaction, including Index Call Options, Index Put Options and S&P 500 Index Futures are stated at amortized cost, including intrinsic value if applicable, in a manner consistent with the hedged item. Swaptions (options on swaps) are stated at fair value with changes in fair value being recorded in surplus as unrealized gains and losses.
- (10) The Company does not anticipate investment income as a factor in the premium deficiency calculation.

NOTES TO FINANCIAL STATEMENTS

(11) Claim reserves for both future benefit payments and waived premiums are held for each known open claim and are calculated using tabular methods. An additional reserve for claims incurred but not reported is determined from multiple years of historical claim lag experience (updated at least annually). Claim liabilities are held for payments potentially due but unpaid as of the valuation date on known open claims. A claim administration expense reserve based on a review of actual expenses in relation to claim payments is also held.

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

- 1. The maximum and minimum lending rates for mortgage loans during 2003 were: 8.120% and 4.350%.
- 2. During 2003, the Company reduced interest rates on outstanding mortgage loans as follows:
reduced rate by 3.005% on 1 mortgage loan with a principle balance of 5,108,984.62
reduced rate by 2.150% on 1 mortgage loan with a principle balance of 3,800,942.78
- 3. The maximum percentage of any one loan to the value of security at the time of loan, exclusive of insured or guaranteed or purchase money mortgage 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 and any amounts advanced and not included in the mortgage loan total.

	2003	2002
6. Impaired loans with related allowance for credit losses	\$5,656,906	\$14,745,974
6a. Related allowance for credit losses	\$1,850,000	\$4,369,903
7. Impaired loans without an allowance for credit losses	0	0
8. Average recorded investment in impaired loans	\$2,828,453	\$3,686,494
9. Interest income recognized during the period the loans were impaired	\$575,302	\$740,565
10. Amount of interest income recognized using a cash-basis method during the period the loans were impaired	0	0
11. Previous Year End Allowance for Credit Losses	(4,369,903)	
Annual additions Charged to Operations	(1,358,744)	
Annual write downs	0	
Annual recoveries	3,878,647	
Current Year End Allowance for Credit Losses	(1,850,000)	
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

The Company had no debt restructuring.

C. Reverse Mortgages

The Company had no reverse mortgages.

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.

E. Repurchase Agreements

Reverse repurchase agreements are financing transactions that are accounted for as collateralized borrowings. The underlying securities continue to be accounted for as an investment by the Company and a liability is recorded for the cash proceeds received in the transaction. Interest expense is accrued over the term of the agreement. The Company receives cash collateral of at least 95% of the fair value of the securities transferred.

F. Real Estate

Not applicable.

6. Joint Ventures, Partnerships and Limited Liability Companies

- A. The Company has no investments in joint ventures, partnerships or limited liability companies that exceed 10% of its admitted assets.
- B. None

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 2003.

8. Derivative Instruments

- A. Interest rate caps and swaps protect the Company in the event of rising interest rates, while floors protect against the risk of decreasing interest rates. These instruments are used to protect the margin between the interest rate earned on investments and the interest rate credited to policyholders. Option transactions, long financial futures and interest rate swaps hedge the exposure to equity and fixed income market risks associated with investment management fee revenue and the equity-indexed annuity product.

Under interest rate caps, the Company pays an initial cost to enter into agreements with other parties with the intent of protecting against rising interest rates. This cost is dependent upon specific terms identified in the agreement. On agreed upon determination dates, during the term, the Company will be compensated by the seller if the identified variable index rate exceeds the agreed upon fixed strike rate. Under interest rate swap agreements, the Company contracts with other parties to pay fixed rate interest amounts and receive variable rate interest amounts as calculated on an agreed upon notional amount at specified determination dates. The interest rate floors limit the risk that the variable rate interest received under the swap agreements will fall too low. For an initial cost, the Company will be compensated by the seller, on agreed upon determination dates during the term, if the identified variable index rate falls below the agreed upon fixed strike rate. Settlement amounts, if any, for the above instruments are calculated at the beginning of the interest period and paid, or received, on the following determination date.

The Company sells an equity-indexed annuity product. To hedge the appreciation in client obligations, the Company purchases call options, purchases financial futures and both purchases and writes knock-in put options. On the purchased calls, the Company pays an initial premium to

NOTES TO FINANCIAL STATEMENTS

the counterparty. If the identified index level exceeds the strike price on the expiration date, the Company receives a payment. On the purchased financial futures, gains are generated if the market rises above the index level that existed when the contracts were opened and a payment will be received by the Company. A return to the client is locked-in if the index rises above 150% of its initial value and subsequently drops below. If the index level rises above this strike price and subsequently drops below the strike price, a payment is received by the Company on the purchased knock-in puts. If the index level subsequently drops below another identified strike price, the Company is obligated a payment to the counterparty on the written knock-in puts.

The company has entered into purchased option contracts on swaps (swaptions) that give it the right but not the obligation to enter into swap contracts at a future date if it desires to do so. The company may also choose a cash settlement on option expiration date if the option has a positive value as determined by the present value of the underlying swap transaction.

The Company is exposed to credit risk in the event of non-performance by counterparties; however, no failure of obligations is expected given their high credit ratings. The Company monitors credit exposure through established approval procedures. All counterparties are rated A or better by Moody’s and S & P. Credit risk exposure is represented by a positive fair value (market value) of contracts at the reporting date. See schedule DB.

- B. The Company enters into derivative financial instruments to manage exposure to interest rate risk and equity market risk. To manage these exposures, and any related mismatches between assets and liabilities, the Company invests in Interest Rate Caps, Swaps, Floors, Index Options, Swap options and Financial Futures contracts. Option transactions include purchased and written calls, and purchased and written puts and purchased options on swaps. The futures transactions are long and short positions resulting from purchases or sale of the futures contracts. The Company holds no derivative instruments for trading purposes.
- C. Option contracts, that are part of a designated hedge, are reported at amortized cost plus or minus intrinsic value if applicable. Income from the options is the net of cost amortization and the booking of intrinsic value. Income or expense from the hedged item flows through earning at the same time and in a manner consistent with the hedging option contracts. Options that are not part of a hedging transaction are marked to fair value in the current periods’ earnings and reported at fair value. Purchased swap option contracts are accounted for at fair value with changes in fair value being recorded in surplus as unrealized gains and losses.

Interest rate caps, floors and swaps are reported at fair value with changes to fair value flowing through current earnings. Interest that is earned or interest that is paid also flow though current earnings.

Futures contracts are stated at the value of any cash deposits that have been made. Futures contracts are marked to market daily with changes in market value being paid or received and recognized currently in earnings.

- D. The purchased swap option contracts are not part of a designated hedge and thus have not been monitored for hedge effectiveness. Fair value accounting is used for the swap options which has resulted in an net unrealized loss of (10,491,453.14) being recorded in surplus for 2003.
- E. Not applicable.
- F. Not applicable

9. Income Taxes

- A. The components of the net deferred tax asset/liability at December 31, 2003 and December 31, 2002 are as follows:
- | | | |
|---|----------------|---------------|
| | 2003 | 2002 |
| (1) Total of all deferred tax assets (DTAs), admitted and nonadmitted | \$703,685,894 | \$722,311,404 |
| (2) Total of all deferred tax liabilities (DTLs) | 0 | 0 |
| (3) Total DTAs nonadmitted in accordance with SSAP No. 10, Income Taxes | 647,376,107 | 657,921,720 |
| (4) Total of all DTAs (admitted portion) | 56,309,787 | 64,389,684 |
| (5) The net change during the year in DTAs nonadmitted | \$(10,545,613) | \$112,206,120 |
- B. At December 31, 2003, the Company had a policyholders' surplus account balance of \$18,233,912. The policyholders' surplus is only taxable if dividends exceed the shareholders' surplus account and/or the Company is liquidated. Deferred taxes of \$6,381,869 have not been established because distributions of such amounts are not contemplated.

- C. Current federal income taxes incurred consist of the following:
- | | | |
|--|---------------|----------------|
| | 2003 | 2002 |
| Current year expense | \$205,182,693 | \$92,329,279 |
| Tax credits | (78,500,000) | (73,000,000) |
| Prior year overaccrual of tax reserves | (30,637,411) | (34,863,517) |
| Tax Contingency Reserve | (15,400,000) | 15,125,393 |
| Capital Loss Carry-back Refund | (5,941,540) | (28,406,294) |
| Current income taxes incurred | \$74,703,742 | \$(28,815,139) |

The main components of the December 31, 2003 deferred tax amounts are as follows:

DTAs	Statutory Basis	Tax Basis	Difference	Tax Effect
Reserves	\$(45,833,030,634)	\$(45,402,636,204)	\$430,394,430	\$150,638,051
Proxy DACs	0	578,746,252	578,746,252	202,561,188
Bonds	18,425,021,174	18,862,859,426	437,838,252	153,243,388
Capital Loss Carryforward	0	135,200,096	135,200,096	47,320,034
Various Other	XXXX	XXXX	XXXX	149,923,233
Totals	XXXX	XXXX	XXXX	\$703,685,894

DTAs resulting from book/tax timing differences in:

DTAs	December 31, 2003	December 31, 2002	Change
Reserves	\$150,638,051	\$148,941,339	\$1,696,712
Proxy DACs	202,561,188	196,886,693	5,674,495
Bonds	153,243,388	138,316,271	14,927,117
Capital Loss Carryforward	47,320,034	64,644,764	(17,324,730)
Various Other	149,923,233	173,522,337	(23,599,104)
Totals	\$703,685,894	\$722,311,404	\$(18,625,510)

DTLs: NONE

- D. Actual statutory federal income taxes incurred 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:
- | | | | |
|------------------------|---------------|---------------|--------|
| Income before taxes | \$529,875,727 | \$185,456,504 | 35.00% |
| Book over tax reserves | 7,122,272 | 2,492,795 | 0.47% |

NOTES TO FINANCIAL STATEMENTS

Net DAC adjustments	22,900,000	8,015,000	1.50%
Submitted Commissions	(1,038,408)	(363,443)	-0.07%
Accrued market discount	(15,083,377)	(5,279,182)	-0.99%
Tax exempt interest	(4,299,130)	(1,504,696)	-0.28%
Dividends received deduction	(48,547,200)	(16,991,520)	-3.17%
Mortgage Prepayment Penalty	(15,235,545)	(5,332,441)	-1.00%
IMR Amortization	3,275,126	1,146,294	0.21%
Foreign tax addback	5,500,000	1,925,000	0.36%
Intercompany dividend	(25,500,000)	(8,925,000)	-1.67%
Low income housing	33,954,172	11,883,960	2.22%
Hampton CDO Income Adjustment	33,635,199	11,772,320	2.20%
Derivative investments	12,374,544	4,331,090	0.81%
Various other	47,302,884	16,556,009	3.12%
Taxable income	\$586,236,264	\$205,182,692	38.32%

E. (1) At December 31, 2003, the Company had no operating loss carryforwards. The Company has net capital loss carryforwards which expire as follows:

	Capital Loss Carryforward	Tax Effect (35%)
2006	\$135,200,096	\$47,320,034

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

2003:	\$80,645,282
2002:	NONE
2001:	\$22,409,695

- F. (1) The Company’s federal income tax return is consolidated with the following entities:
IDS Life Insurance Company of New York, American Enterprise Life Insurance Company, American Partners 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. Intercompany tax balances are settled quarterly in accordance with the terms of the written agreement.

10. Information Concerning Parent, Subsidiaries and Affiliates

- A. IDS Life Insurance Company is a wholly owned subsidiary of American Express Financial Corporation. American Express Financial Corporation (“AEFC”) provides asset management services for publicly offered mutual funds; several of which the Company invested in during 2003.
- B. The Company received a total of \$20,000,000 in dividends from IDS Life Insurance Company of New York. It contributed \$20,000,000 in capital contributions to its subsidiary American Centurion Life Assurance Company during 2003. During the month of June 2003, the Company made cash investments of \$150,000,000, in aggregate, in common shares of twelve American Express mutual funds. The fair value of these funds at year-end totaled \$149,350,010.

On December 29, 2003, the Company contributed substantially all of its interests in low income housing investments, net of related intercompany payables and deferred tax assets, to its wholly-owned subsidiary, American Express Corporation (“AEC”). These investments were reported Schedule BA, “real estate joint ventures” in the Company’s 2002 Annual Statement, and had a carrying value of \$380 million and \$308 million at December 31, 2002 and December 29, 2003, respectively. The amount of the contribution to AEC was \$272 million. AEC had a carrying value of approximately \$10 million prior to receiving this contribution.

On December 30, 2003 the Company distributed, via dividend all of its interests in AEC, valued at \$282 million, to its parent, AEFC. This distribution was considered extraordinary, as defined in Minnesota holding company statutes. On December 30, 2003 , the Company received a contribution of cash of \$282 million, equal to the amount of the distribution of AEC. The net effect on the Company’s surplus of the contribution to AEC, dividend to AEFC and contribution received from AEFC was an increase of \$17 million. This is the amount of the deferred tax related to the low income housing investments for which the Company received cash and had previously been non-admitted assets.

- C. During 2003, the Company received cash dividends totaling \$2,801,358 on its investments in American Express mutual fund investments described in 10(b) above. The Company is the counterparty to interest rate swap and interest rate floor transactions entered into by its subsidiary, American Enterprise Life Insurance Company (AEL). There is one interest rate swap agreement. In this agreement, the Company is contracted to pay a variable interest rate amount and to receive a fixed interest rate amount as calculated on an agreed upon notional amount at specified quarterly dates. There is one interest rate floor agreement. In this agreement, the Company received an initial payment, and then is contracted to pay American Enterprise Life if the identified index falls below the agreed upon strike rate. The interest rate swap and interest rate floor are included in Schedule DB. The Company holds no additional assets of its Parent and Affiliates, which are not included in Schedule D or Schedule BA.
- D. Included on the balance sheet at December 31, 2003 and 2002, respectively, is \$42,540,005 and \$39,834,270 receivable from parent, subsidiaries and affiliates and a \$29,182,893 and \$34,726,354 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 affiliates or related parties which result in a material contingent exposure of the Company’s assets or liabilities, except as described in Note 14.
- F. (1) "Intercompany Agreement" between IDS Life Insurance Company (IDS Life) and American Express Financial Corporation (AEFC), providing for exchange of professional and technical services furnished by AEFC to IDS Life, use of office space and facilities, communication services, personnel, audit services, customer relations services, testing and licensing of sales representatives, remittance of premiums received from joint customers, and legislative reports; inclusion of IDS Life employees in certain AEFC employee benefit programs.
- (2) "Investment Advisory Agreement" between IDS Life and AEFC pursuant to which AEFC furnishes investment assistance and advice with respect to certain separate accounts established by IDS Life in connection with variable contracts. Terminated effective November 1, 2003.
- (3) "Intercompany Agreement", between IDS Life Insurance Company (IDS Life) and American Express Financial Advisors Inc. (AEFA) pursuant to which AEFA will establish, staff and maintain divisional sales offices for IDS Life and assist in the training of new members of the IDS Life sales force, and further assist in the continuing education of the entire IDS Life sales force; compensation to be paid to AEFA by IDS Life for said services.
- (4) "Cost Sharing Agreement" between IDS Life and AEFC pursuant to which IDS Life agrees to reimburse AEFC for benefits paid under a nonqualified retirement plan for members of the joint sales force to the extent said benefits are attributable to the sale of IDS Life Products.

NOTES TO FINANCIAL STATEMENTS

- (5) "Intercompany Agreement" among AEFC, IDS Life and IDS Life Insurance Company of New York (IDSL-NY) whereby AEFC and IDS Life agree to provide administrative and technical services pursuant to the request of IDSL-NY. IDSL-NY agrees to pay IDS Life and, through IDS Life, AEFC, the reasonable value of such services and expenses incurred on its behalf.
 - (6) "Investment Accounting Agreement" between IDS Life and AMEX Assurance Company (AAC) pursuant to which IDS Life furnishes investment accounting services for AAC investment portfolio, and letter agreements confirming the parties understanding of certain requirements under said investment accounting agreement.
 - (7) "Custodial Agreement" between IDS Life and American Express Trust Company regarding IDS Life's general account and certain separate account securities.
 - (8) IDS Life uses a controlled disbursement account provided by American Express Travel Related Services (an affiliate) for disbursements to vendors.
 - (9) "Administrative Agreement", effective January 1, 1992, between IDS Life and American Express Retirement Services, a division of American Express Financial Advisors Inc. whereby American Express Retirement Services agrees to provide various administrative services in connection with IDS Life's annuities offered through its IDS Retirement Services Select, IDS Retirement Services Account and IDS Retirement Services Preferred account programs. These programs are only available to employer group retirement plans qualified under Internal Revenue Code Section 401.
 - (10) "Service and Cost Allocation Agreement" between IDS Life and American Partners Life Insurance Company (APL) whereby IDS Life provides administrative and technical support services and supplies pursuant to the request of APL. APL agrees to pay IDS Life the reasonable cost of such services and supplies incurred on its behalf.
 - (11) "Service and Cost Allocation Agreement" between IDS Life and AEL whereby IDS Life provides administrative and technical support services and supplies pursuant to the request of AEL. AEL agrees to pay IDS Life the reasonable cost of such services and supplies incurred on its behalf.
 - (12) "'Mutual Funds Service Agreement", entered into as of November 1, 1991, between American Express Financial Corporation, IDS Life and American Express Financial Advisors Inc., operating through its division, American Express Retirement Services, whereby American Express Retirement Services agrees to provide various administrative services to participants in certain qualified plans who are participants in the Guaranteed Retirement Fund.
 - (13) "Marketing and Administrative Services Agreement" between IDS Life and American Centurion Life Assurance Company (ACL) whereby IDS Life agrees to perform and is compensated for performing certain special marketing and administrative services pursuant to the request of ACL.
 - (14) "Intercompany Tax Allocation and Services Agreement", effective May 1, 1997, between IDS Life and American Express Corporation (AEC), whereby IDS Life will provide accounting services and investment management, financial and business records maintenance and treasury functions to AEC.
 - (15) "Illinois State Income Tax Allocation Agreement", effective for tax years beginning with 1992, between IDS Life and American Enterprise Life Insurance Company (AEL). This agreement was filed with Indiana on June 24, 1994. IDS Life and AEL 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 1992 and forward. This agreement covers AEL's portion of the unitary business group's Illinois state income tax charge or refund for the applicable tax year.
 - (16) "Supplementary Agreement", effective February 18, 2002, between IDS Life and American Express (India) Private Limited (AEIPL) under which AEIPL will provide and be compensated for certain financial data processing activities for IDS 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 preformed for American Express offices throughout the world.
 - (17) "Service Agreement", effective November 4, 2002, between American Express Tax and Business Services Inc. (TBS) and IDS Life, whereby TBS provides general accounting support services to IDS Life in connection with the preparation and filing of annual statutory statements and related filings.
 - (18) "Service Agreement", effective January 15, 2003, between American Express Travel Related Services Company, Inc. (TRS) and IDS Life, whereby IDS Life will accept premium billings for Disability Income, Term Life, Whole Life, and Long Term Care Insurance on charge credit cards issued by TRS.
 - (19) "Service Agreement", effective March 1, 2003, between American Express Travel Related Services Company, Inc. (TRS) and IDS Life whereby TRS performs certain activities relative to financial reporting and analysis services for IDS Life.
 - (20) "Travel Related Services Agreement", effective March 1, 2003, between American Express Travel Related Services Company, Inc. (TRS) and IDS Life whereby TRS performs certain activities relative to travel services for IDS Life.
 - (21) "Gross Administrative Charge Agreement", effective November 1, 2003, between American Express Financial Corporation (AEFC) and IDS Life Insurance Company (IDSL) whereby IDSL performs all management services, other than investment management services, required in connection with the management of the Funds, as defined in the agreement.
- G. All outstanding shares of the Company were owned by AEFC at December 31, 2003. Refer to the organization chart at Schedule Y for disclosure of the other entities within the holding company group.
 - H. The Company owns no shares of an upstream parent.
 - I. None of the Company's investments in subsidiary, controlled or affiliated entities exceed 10% of the Company's admitted assets.
 - J. The Company does not have any impaired investments in subsidiaries, controlled or affiliated entities.

11. Debt

- A. Capital Notes
None
- B. Other Debt
There were no amounts outstanding on the Company's line of credit with AEFC as of December 31, 2003.

12. Retirement Plans

- A. Employer Sponsored Defined Benefit Plans – Not applicable
- B. Defined Contribution Plans:
The Company participates in defined contribution pension plans of American Express Company, which cover all employees who have met certain employment requirements. Company contributions to the plans are a percent of either each employee's eligible compensation or basic contributions. Costs of these plans charged to operations in 2003 and 2002 were \$1,988,471 and \$1,263,070.
- C. Multiemployer Plans – Not applicable

NOTES TO FINANCIAL STATEMENTS

- D. The Company participates in the American Express Company Retirement Plan which covers all permanent employees age 21 and over who have met certain employment requirements. Employer contributions to the plan are based on participants' age, years of service and total compensation for the year. Funding of retirement costs for this plan complies with the applicable minimum funding requirements specified by ERISA. The Company's share of the total net periodic pension cost was \$290,258 in 2003 and \$260,201 in 2002.

The Company participates in defined benefit health care plans of AEFC that provide health care and life insurance benefits to retired employees and retired financial advisors. The plans include participant contributions and service- related eligibility requirements. Upon retirement, eligible employees are considered to have been employees of AEFC. AEFC expenses these benefits and allocates the expenses to its subsidiaries in accordance with an intercompany cost-sharing agreement. The Company's allocated share of postretirement benefit plan expenses in 2003 and 2002 were \$1,850,016 and \$1,688,000 respectively.

- E. Postemployment Benefits and Compensated Absences – Not applicable

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

- (1) The Company has 100,000 shares of common stock authorized, issued and outstanding at year-end. All shares have a \$30 par value.
- (2) The Company has no preferred stock outstanding.
- (3) Minnesota 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 Minnesota Statutes. In general, they are distributions made within any twelve-month period whose fair market value exceeds the greater of ten percent 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 on the portion of Company profits that may be paid as dividends.
- (5) There are no restrictions on the Company's unassigned funds (surplus) other than restrictions on the amount that may be distributed.
- (6) Mutual company advances to surplus – Not applicable
- (7) The Company does not hold any of its own stock or that of its affiliated companies for special purposes.
- (8) Not applicable
- (9) The portion of unassigned funds (surplus) represented (or reduced by) each of the following items:

a. Unrealized gains and losses	\$ 62,597,230
b. Nonadmitted asset values	(\$ 651,596,077)
c. Separate account business	\$ 1,170,006,466
d. Asset valuation reserves	(\$ 287,714,916)
e. Reinsurance in unauthorized companies	\$ 0
- (10) Surplus Notes – Not applicable
- (11) Quasi-reorganization impacts – Not applicable
- (12) Quasi-reorganization effective date – Not applicable

14. Contingencies

- A. IDS Life Insurance Company has guaranteed that it will maintain the capital and surplus of IDS Life Insurance Company of New York at or above \$3,000,000 subject to several conditions, in order to secure authorization from the Superintendent of Insurance of the State of New York Insurance Department for the establishment of variable annuity separate account operations by IDS Life of New York. Further, the Company has guaranteed the performance by its wholly owned subsidiaries, American Enterprise Life Insurance Company (AEL) and American Partners Life Insurance Company (APL), of every obligation under any policy or contract issued by its subsidiaries while they remain under the Company's control. Also, in order to facilitate the licensing of AEL and APL by several states, the Company has guaranteed that it will maintain the capital and surplus of AEL and APL at or above the statutory minimum capital and surplus of such states.
- B. The Company has committed \$3.5 million to cover future probable guaranty fund assessment liabilities.
- C. The Company has no gain contingencies.
- D. The Company is a party to litigation and arbitration proceedings in the ordinary course of its business, none of which is expected to have a material adverse affect on the Company.

In recent years, life insurance companies have been named as defendants in lawsuits, including class action lawsuits, alleging improper life insurance sales practices, alleged agent misconduct, failure to properly supervise agents and other matters relating to life insurance policies and annuity contracts. The Company and its affiliates were named defendants in three purported class-action lawsuits alleging improper insurance and annuity sales practices including improper replacement of existing annuity contracts and insurance policies, improper use of annuities to fund tax deferred contributory retirement plans, alleged agent misconduct, failure to properly supervise agents and other matters relating to life insurance policies and annuity contracts. A fourth lawsuit was filed against the Company and its affiliates in federal court. In January 2000, AEFC reached an agreement in principle to settle the three class action lawsuits described above. It is expected the settlement will provide \$215 million of benefits to more than two million participants in exchange for a release by class members of all insurance and annuity state and federal market conduct claims dating back to 1985. Administration of the settlement and its attendant relief has concluded. Numerous individuals opted out of the settlement described above and therefore did not release their claims against AEFC and its subsidiaries. Some of these class members who opted out were represented by counsel and presented separate claims to AEFC and the Company. Most of their claims have been settled.

The outcome of any litigation or threatened litigation cannot be predicted with any certainty. However, in the aggregate, the Company does not consider any lawsuits in which it is named as a defendant to have a material impact on the Company's financial position or operating results.

15. Leases

None

NOTES TO FINANCIAL STATEMENTS

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

A. (1) The table below summarizes the notional amounts of the Company’s financial instruments with off-balance sheet risk.

	ASSETS		LIABILITIES	
	2003	2002	2003	2002
a. Swaps	\$0	\$0	\$1,000,000,000	\$2,000,000,000
b. Futures	\$15,850	9,850	\$1,500	0
c. Options	\$1,603,498,600	353,469,700	\$145,870,200	128,031,600
d. Total	\$1,603,514,450	\$353,479,550	\$1,145,871,700	\$2,128,031,600

See Schedule DB of the Company’s annual statement for additional detail.

(2) The Company uses interest rate swaps to reduce market risks from changes in interest rates and to alter interest rate exposures arising from mismatches between assets and liabilities. Under interest rate swaps, the Company agrees with other parties to exchange, at specified intervals, the difference between fixed-rate and floating-rate interest amounts calculated by reference to an agreed notional principal amount. No cash is exchanged at the beginning of the contract and there are no principal payments made by either party. These transactions are entered into pursuant to master agreements that provide for a single net payment to be made by one counterparty at each due date.

Under exchange-traded futures and options, the Company agrees to purchase or sell a specified number of contracts with other parties and for the futures to post variation margin on a daily basis in an amount equal to the difference in the daily market values of those contracts. The parties with whom the Company enters into exchange-traded futures and options are regulated futures commissions merchants who are members of a trading exchange.

(3) The Company is exposed to credit-related losses in the event of non-performance by counterparties; however, no failure of obligations is expected given their high credit ratings. The Company monitors credit exposure through established approval procedures. All counterparties are rated A or better by Moody’s and S & P. Credit risk exposure is represented by a positive fair value (market value) of contracts at the reporting date. Because exchanged-traded futures and options are affected through a regulated exchange and the futures positions are marked to market on a daily basis, the Company has little exposure to credit-related losses in the event of nonperformance by counterparties to such financial instruments.

(4) The Company is required to put up collateral for some option contracts that are entered. The amount of collateral that is required is determined by the company and the counterparty.

The current credit exposure of the Company’s derivative contracts is limited to the fair value at the reporting date. Credit risk is managed by entering into transactions with creditworthy counterparties and by obtaining collateral where appropriate and customary. The Company also attempts to minimize its exposure to credit risk using various credit monitoring techniques; 100% of the net credit exposure for the Company from derivative contracts is with investment-grade counterparties.

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

B. (2) The company loans securities for which it receives cash collateral equal to 102% of the market value of the loaned items. The market value of the loaned securities is monitored daily and may result in the movement of cash collateral as needed. At the end of 2003, two securities were out on loan.

Cusip	Description	Market Value	Cash Collateral Received
149123BH3	Caterpillar Inc.	5,650,350	5,900,000
26439RAF3	Duke Capital Corp	3,421,740	3,570,000

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

None

21. Other Items

- A. Extraordinary Items – None
- B. Troubled Debt Restructuring: Debtors – Note
- C. Assets in the amount of \$2,982,403 and \$2,632,909 at December 31, 2003 and 2002, respectively, were on deposit with government authorities as required by law.
- D. Nature of uncollectible premiums – Not applicable
- E. Not applicable
- F. Not applicable
- G. Mezzanine Real Estate Loans – Not applicable
- H. Health Care Receivables – Not applicable

22. Events Subsequent

None

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

NOTES TO FINANCIAL STATEMENTS

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?
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

None

31. Reserves for Life and Deposit-Type Contracts

- (1)

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. Any surrender values promised in excess of the legally computed reserves are included in Exhibit 5, Line G.3.
- (2)

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.
- (3)

As of December 31, 2003, the Company had \$4,630,235,215 of insurance in force for which gross premiums are less than net premiums according to the standard valuation set by the State of Minnesota. Total reserves to cover the above insurance totaled the gross amount of \$20,213,899 at year-end. These reserves are reported in Exhibit 5 Part 1, Section A. Through coinsurance agreements, \$13,407,095 of this reserve is ceded to reinsurers.
- (4)

Tabular Interest, Tabular less Actual Reserve Released and Tabular Cost have been determined by formula, as described in the NAIC Instructions.
- (5)

Actual interest is credited on accounts.
- (6)

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:	Amount	% of Total
(1)	With Market Value Adjustment	\$153,141,569	0.4%
(2)	At book value less current surrender charge of 5% or more	\$4,448,856,535	11.6%
(3)	At fair value	\$20,957,451,150	54.7%
(4)	Total with adjustment or at market value	\$25,559,449,254	66.7%
(5)	At book value without adjustment **	\$10,716,127,391	27.9%
B.	Not subject to discretionary withdrawal	\$2,072,805,909	5.4%
C.	Total (gross)	\$38,348,382,554	100.0%
D.	Reinsurance ceded	(\$53,380,232)	
E.	Total (net)	\$38,295,002,322	

** Approximately \$5,358.0 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)	\$16,945,263,829
2.	Exhibit 5, Supplementary Contracts with Life	\$ 108,062

NOTES TO FINANCIAL STATEMENTS

Contingencies Section, Total (net)		
3.	Exhibit of Deposit-Type Contracts, Line 14, Column 1	\$ 123,500,021
4.	Subtotal	\$17,068,871,912
Separate Accounts Annual Statement:		
5.	Exhibit 3, Line 0299999, Column 2	\$21,226,130,410
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
10.	Page 3, Line 3.3, Column 3	\$0
11.	Subtotal	\$21,226,130,410
12.	Combined Total	\$38,295,002,322

33. Premium and annuity Considerations Deferred and Uncollected

A. Deferred and uncollected life insurance premiums and annuity considerations as of December 31, 2003 were as follows:

Type	(1) Gross	(2) Net of Loading
(1) Industrial	\$ 0	\$ 0
(2) Ordinary new business	4,460,297	2,368,438
(3) Ordinary renewal	21,943,285	11,651,986
(4) Credit Life	0	0
(5) Group Life	3,730	1,981
(6) Group Annuity	4,407,077	2,340,178
(7) Totals	\$ 30,814,388	\$ 16,362,584

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 and variable life 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.

Some of the separate account business is of a modified guaranteed annuity type. A policyholder picks a guarantee duration and is then credited a rate for that duration. If the policyholder surrenders the policy before then, a market value adjustment is applied. These guaranteed benefits reserves are held in Exhibit 3 of the Separate Account Annual Statement.

This business has been included in Columns 2 and 3 of the table below.

The majority of the variable annuity contracts generally provide an incidental death benefit approximately equal to the maximum of the account value, premium paid, or the account value as of the most recent 6th contract anniversary.

A newer family of products, the RAVA series, offers various benefits available through riders.
Maximum anniversary account value,
Gain Gross Up (40% if issue age < 70, 15% otherwise),
A bonus (from 3.75% to 20%, depending on issue age and contract year) of amounts transferred over from a 1035 exchange.

All of the death benefits listed are adjusted for partial withdrawals.
These guaranteed benefits reserves are held in Exhibit 5, Miscellaneous Reserves.

Variable life insurance products inforce are Single Premium Variable Life and Variable Universal Life. Variable life insurance guaranteed benefits are limited to Minimum Guaranteed Death Benefits. These typically last for the longer of 5 years or attained age 70 (joint life products may have longer periods), subject to minimum premium payments. These guaranteed benefits reserves are held in Exhibit 5, Miscellaneous Reserves.

All non-modified guaranteed annuity 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)
			Nonindexed Guarantee Less	Nonindexed Guarantee	Nonguaranteed Separate	
		<u>Indexe</u> <u>d</u>	<u>than/Equal to 4%</u>	<u>More than 4%</u>	<u>Accounts</u>	<u>TOTAL</u>
(1)	Premiums, considerations or deposits for year ended 12/31/2003	\$0	\$1,828,467	\$220,000	\$2,936,539,967	\$2,938,588,433
Reserves at 12/31/2003						
(2)	For accounts with assets at:					
a.	Market Value	\$0	\$41,895,410	\$111,246,159	\$24,006,701,265	\$24,159,842,833
b.	Amortized Cost	\$0	\$0	\$0	\$0	\$0
c.	Total Reserves	\$0	\$41,895,410	\$111,246,159	\$24,006,701,265	\$24,159,842,833
(3)	By withdrawal characteristics:					
a.	Subject to discretionary withdrawal	\$0	\$0	\$0	\$0	\$0
b.	With MV adjustment	\$0	\$41,895,410	\$111,246,159	\$0	\$153,141,569
c.	At book value without MV adjustment and	\$0	\$0	\$0	\$0	\$0

NOTES TO FINANCIAL STATEMENTS

	with current surrender charge of 5% or more					\$0
d.	At market value	\$0	\$0	\$0	\$23,891,163,574	\$23,891,163,574
e.	At book value without MV adjustment and with current surrender charge less than 5%	\$0	\$0	\$0	\$0	\$0
f.	Subtotal	\$0	\$41,895,410	\$111,246,159	\$23,891,163,574	\$24,044,305,142
g.	Not subject to discretionary withdrawal	\$0	\$0	\$0	\$115,537,691	\$115,537,691
h.	Total (gross)	\$0	\$41,895,410	\$111,246,159	\$24,006,701,265	\$24,159,842,833
(4)	Included in the Asset Valuation Reserve of the general account are provisions for Separate Account assets backing modified guaranteed annuities.					
(5)	Transfers as reported in the Summary of Operations of the Separate Accounts Statement:					
		(1)	(2)	(3)	(4)	(5)
			Nonindexed	Nonindexed	Nonguaranteed	
			Guarantee Less	Guarantee	Separate	
		<u>Indexed</u>	<u>than/Equal to 4%</u>	<u>More than 4%</u>	<u>Accounts</u>	<u>TOTAL</u>
a.	Transfers to Separate Accounts	\$0	\$0	\$0	\$46,671,209	\$46,671,209
b.	Transfers from Separate Accounts	\$0	\$0	\$0	\$5,063,598,955	\$5,063,598,955
c.	Net transfers to or (from) Separate Accounts	\$0	\$0	\$0	(\$5,016,927,746)	(\$5,016,927,746)

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)	\$ 2,985,259,659.00
b. Transfers from Separate Accounts (Page 4 line 10)	2,714,631,857.00
c. Net Transfers to or (from) Separate accounts (a) - (b)	270,627,802.00

2. Reconciling Adjustments

a. Transfers due to purchase payment credits	(25,538,229.00)
b. Contract and insurance charge	187,339,091.00
c. Transfers due to policy loans (net)	(21,132,980.00)
d. Other revenue	25,167.00
e. Transfers on account of policy loans	13,008,706.00

3. Transfers as Reported in the Summary of Operations of the Life, Accident & Health Annual Statement

(1c) + (2) = Page 4, Line 26	\$ 424,329,557.00
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35. Loss/Claim Adjustment Expenses

The liability balance for unpaid accident and health claim adjustment expenses as of 12/31/2003 and 12/31/2002 was \$11,444,476 and \$7,185,392 respectively.

The company increased its provision for Long Term Care insurance during the year (both new and prior year events) because of outsourcing claims administration.

The Company incurred \$6,730,472 and paid \$2,471,388 of claim adjustment expenses in the current year, of which \$1,646,635 of the paid amount was attributable to insured or covered events of prior years.

The Company did not take into account anticipated salvage and subrogation when determining the liability.

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement	
	1 Amount	2 Percentage	3 Amount	4 Percentage
1. Bonds:				
1.1 U.S. Treasury securities	5,623,422	0.024	5,623,422	0.024
1.2 U.S. government agency and corporate obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies	14,612,256	0.062	14,612,256	0.062
1.22 Issued by U.S. government sponsored agencies	109,347,646	0.466	109,347,646	0.466
1.3 Foreign government (including Canada, excluding mortgaged-backed securities)	78,365,203	0.334	78,365,203	0.334
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:				
1.41 States, territories and possessions general obligations	74,537	0.000	74,537	0.000
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations	37,895,068	0.162	37,895,068	0.162
1.43 Revenue and assessment obligations	38,955,610	0.166	38,955,610	0.166
1.44 Industrial development and similar obligations		0.000		0.000
1.5 Mortgage-backed securities (includes residential and commercial MBS):				
1.51 Pass-through securities:				
1.511 Guaranteed by GNMA	9,105,916	0.039	9,105,916	0.039
1.512 Issued by FNMA and FHLMC	2,536,474,706	10.816	2,536,474,706	10.816
1.513 Privately issued	94,038	0.000	94,038	0.000
1.52 CMOs and REMICs:				
1.521 Issued by FNMA and FHLMC	2,853,448,776	12.168	2,853,448,776	12.168
1.522 Privately issued and collateralized by MBS issued or guaranteed by GNMA, FNMA, or FHLMC		0.000		0.000
1.523 All other privately issued	899,628,644	3.836	899,628,644	3.836
2. Other debt and other fixed income securities (excluding short-term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans rated by the SVO)	9,492,383,818	40.478	9,492,383,818	40.478
2.2 Unaffiliated foreign securities	1,868,374,709	7.967	1,868,374,709	7.967
2.3 Affiliated securities		0.000		0.000
3. Equity interests:				
3.1 Investments in mutual funds	0	0.000	0	0.000
3.2 Preferred stocks:				
3.21 Affiliated		0.000		0.000
3.22 Unaffiliated	482,236,209	2.056	482,236,209	2.056
3.3 Publicly traded equity securities (excluding preferred stocks):				
3.31 Affiliated		0.000		0.000
3.32 Unaffiliated	0	0.000	0	0.000
3.4 Other equity securities:				
3.41 Affiliated	951,683,027	4.058	951,683,027	4.058
3.42 Unaffiliated	5,467,531	0.023	5,467,531	0.023
3.5 Other equity interests including tangible personal property under lease:				
3.51 Affiliated		0.000		0.000
3.52 Unaffiliated		0.000		0.000
4. Mortgage loans:				
4.1 Construction and land development		0.000		0.000
4.2 Agricultural		0.000		0.000
4.3 Single family residential properties		0.000		0.000
4.4 Multifamily residential properties		0.000		0.000
4.5 Commercial loans	2,407,693,037	10.267	2,407,693,037	10.267
4.6 Mezzanine real estate loans		0.000		0.000
5. Real estate investments:				
5.1 Property occupied by the company		0.000	0	0.000
5.2 Property held for the production of income (includes \$ of property acquired in satisfaction of debt) ..	36,819,787	0.157	36,819,787	0.157
5.3 Property held for sale (\$ 10,508,760 including property acquired in satisfaction of debt)	10,508,760	0.045	10,508,760	0.045
6. Policy loans	554,306,727	2.364	554,306,727	2.364
7. Receivables for securities	15,380,439	0.066	15,380,439	0.066
8. Cash and short-term investments	292,810,932	1.249	292,810,932	1.249
9. Other invested assets	749,193,690	3.195	749,193,690	3.195
10. Total invested assets	23,450,484,488	100.000	23,450,484,488	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 [X] No []
- 1.2

If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations?

Yes [X] No [] NA []
- 1.3

State Regulating?

MINNESOTA
- 2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes [] No [X]
- 2.2

If yes, date of change:

If not previously filed, furnish herewith a certified copy of the instrument as amended.
- 3.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2000
- 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.

12/31/2000
- 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).

03/29/2002
- 3.4

By what department or departments? MINNESOTA DEPARTMENT OF COMMERCE
- 4.1

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

4.11 sales of new business?

Yes [] No [X]

4.12 renewals?

Yes [] No [X]
- 4.2

During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:

4.21 sales of new business?

Yes [] No [X]

4.22 renewals?

Yes [] No [X]
- 5.1

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

Yes [] No [X]
- 5.2

If yes, provide the name of 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 [X]
- 6.2

If yes, give full information
- 7.1

Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity?

Yes [] No [X]
- 7.2

If yes,

7.21 State the percentage of foreign control;

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

1 Nationality	2 Type of Entity

GENERAL INTERROGATORIES

(continued)

- 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
SECURITIES AMERICA, INC.	OMAHA NE					X
AMERICAN EXPRESS FINANCIAL ADVISORS	MINNEAPOLIS, MN					X
AMERICAN ENTERPRISE INVESTMENT SERVICES	MINNEAPOLIS, MN					X
CENTURION BANK	MIDVALE, UT				X	
AMERICAN EXPRESS PERSONAL TRUST SERVICES	MINNEAPOLIS, MN				X	

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, 1400 Pillsbury Center, 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?

Charles R. Caswell, FSA, MAAA, 50814 AXP Financial Center, Minneapolis, MN 55474; Appointed Actuary, officer of the reporting entity
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
(continued)
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	100,000	100,000	30.000	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 [X] No []

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

20.21	Loaned to others	\$ 8,000,000
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	\$ 1,310,000
20.28	Letter stock or other securities restricted as to sale ...	\$
20.29	Other	\$

20.3 For each category above, if any of these assets are held by other, identify by whom held:

20.31 Caterpillar Inc. - CUSIP #149123BH3; Delivered 09/03/2003; Maturity date: 05/01/2011; Rate 6.55%; Delivered to market value: \$5,650,350; Face amount: \$5,000,000; Collateral value: \$5,900,000 CASH; Collateral held by: Citadel Investment Group LLC, 131 South Dearborn Street, 32nd Floor, Chicago, IL 60603.....	20.35 Florida Power Corp - CUSIP #341099CC1; Delivered 07/25/2003; Maturity date: 03/01/2013; Rate: 4.8%; Delivered market value: \$1,058,537; Face amount of Bond: \$1,050,000; Collateral held by: Lehman Brothers, 70 Hudson Street, 10th floor, Jersey City, NJ 07302.....
20.32 Duke Capital Corp - CUSIP #26439RAF3; Delivered 09/04/2003; Maturity date: 10/01/2009; Rate: 7.5%; Delivered market value: \$2,281,160; Face amount: \$2,000,000; Collateral value: \$2,380,000 CASH; Collateral held by: Jefferies & Company Inc., Harborside Financial Center, Plaza 3, Suite 705, PO Box 469, Jersey City, NJ 07303-0469	20.36 Kellogg Co - CUSIP #487836AS7; Delivered 12/04/2003; Maturity date: 04/01/2011; Rate: 6.6%; Delivered market value: \$68,020; Face amount of Bond: \$60,000; Collateral held by: Lehman Brothers, 70 Hudson Street, 10th floor, Jersey City, NJ 07302.....
20.33 Duke Capital Corp - CUSIP #26439RAF3; Delivered 12/16/2003; Maturity date: 10/01/2009; Rate: 7.5%; Delivered market value: \$1,140,580; Face amount: \$1,000,000; Collateral value: \$1,190,000 CASH; Collateral held by: Jefferies & Company Inc., Harborside Financial Center, Plaza 3, Suite 705, PO Box 469, Jersey City, NJ 07303-0469.....	20.37 US Treasury Bond - CUSIP #912810DZ8; Delivered 07/29/2003; Maturity date: 08/15/2017; Rate: 8.88%; Delivered market value: \$216,926; Face amount of Bond: \$150,000; Collateral held by: Lehman Brothers, 70 Hudson Street, 10th floor, Jersey City, NJ 07302.....
20.34 Bellsouth Cap Fund - CUSIP #079857AG3; Delivered 11/21/2003; Maturity date: 02/15/2010; Rate 7.75%; Delivered market value: \$59,767; Face amount of bond: \$50,000; Collateral held by: Lheman Brothers, 70 Hudson Street, 10th Floor, Jersey City, NJ 07302.....	20.38
	20.39

For categories (20.21) and (20.23) above, and for any securities that were made available for use by another person during the period covered by this statement, attach a schedule as shown in the instructions to the annual statement.

20.4 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 [X] No []

21.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [X] No [] NA []
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
(continued)
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
AMERICAN EXPRESS TRUST COMPANY.....	50900 AXP FINANCIAL CENTER, MINNEAPOLIS, MN 55474..

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)
.....		
.....		
.....		

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
.....	American 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		0

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

(continued)

OTHER

- 25.1 Amount of payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus, if any?.....\$ 1,023,845
- 25.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus during the period covered by this statement.

1 Name	2 Amount Paid
American Council of Life Insurance.....	491,288

- 26.1 Amount of payments for legal expenses, if any?.....\$ 852,883
- 26.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
.....	

- 27.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any?.....\$ 491,288
- 27.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
American Council of Life Insurance.....	491,288

GENERAL INTERROGATORIES
(continued)

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

\$

0

1.62

Total incurred claims

\$

0

1.63

Number of covered lives

\$

0

All years prior to most current three years:

1.64

Total premium earned

\$

0

1.65

Total incurred claims

\$

0

1.66

Number of covered lives

\$

0

1.7

Group policies:

Most current three years:

1.71

Total premium earned

\$

0

1.72

Total incurred claims

\$

0

1.73

Number of covered lives

\$

0

All years prior to most current three years:

1.74

Total premium earned

\$

0

1.75

Total incurred claims

\$

0

1.76

Number of covered lives

\$

0

2.

Health Test:

		1		2
		Current Year		Prior Year
2.1	Premium Numerator	\$ 6,102	\$	19,800
2.2	Premium Denominator	\$ 5,517,864,808	\$	5,612,141,829
2.3	Premium Ratio (2.1/2.2)	0.000		0.000
2.4	Reserve Numerator	\$ 6,261,192	\$	3,842,203
2.5	Reserve Denominator	\$ 21,541,033,801	\$	19,946,746,304
2.6	Reserve Ratio (2.4/2.5)	0.000		0.000

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?

\$ 1,170,006,466

3.4

State the authority under which Separate Accounts are maintained:

3.5

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

Yes [X] No []

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:

\$

467,736,428

4.22

Received:

\$

4,197,385

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 3

\$

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:

\$ 1,363,977,014

7.

Total dividends paid stockholders since organization of the reporting entity:

7.11

Cash:

\$ 2,230,560,850

7.12

Stock:

\$

26

GENERAL INTERROGATORIES
(continued)
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 [X] No []
8.11 Name of real estate holding company IDS REO I, LLC AND IDS REO II LLC.....
8.12 Number of parcels involved
8.13 Total book/adjusted carrying value \$.....17,415,175

8.2 If yes, provide explanation:
LIMITED LIABILITY COMPANIES - REFER TO SCHEDULE Y

9.1 Does the company reinsure any Workers' Compensation Carve-Out business defined as: Yes [] No [X]
Workers compensation carve-out business is defined as 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
greater of contract value as of the most recent 6th contract anniversary or purchase payments	None	N/A	N/A	20,924,063,908	29,631,809	Exhibit 5	N/A	
contract value as of the most recent 6th contract anniversary	None	N/A	N/A	1,809,036,159	7,775,868	Exhibit 5	N/A	
purchase payments	None	N/A	N/A	2,402,708,043	7,651,805	Exhibit 5	N/A	
greater of maximum anniversary value or purchase payments	None	N/A	N/A	1,166,492,276	215,279	Exhibit 5	N/A	
greater of contract value as of the most recent 6th contract anniversary or purchase payments plus 40% of contract earnings	None	N/A	N/A	43,386,825	458,920	Exhibit 5	N/A	

GENERAL INTERROGATORIES

(continued)

PART 2 - LIFE INTERROGATORIES

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
greater of contract value as of the most recent 6th contract anniversary or purchase payments plus 15% of contract earnings	None	N/A	N/A	7,116,937	11,282	Exhibit 5	N/A	
greater of maximum anniversary value or purchase payments plus 40% of contract earnings	None	N/A	N/A	113,809,229	618,995	Exhibit 5	N/A	
greater of maximum anniversary value or purchase payments plus 15% of contract earnings	None	N/A	N/A	15,770,833	33,101	Exhibit 5	N/A	
greater of contract value as of the most recent 6th contract anniversary or purchase payments plus 40% of contract earnings and 0% of exchanged amount in contract years 1 and 2, 10% in contract years 3 and 4, and 20% thereafter	None	4,3,2	655,988, 2,545,103, 2,547,296	5,748,387	33,189	Exhibit 5	N/A	
greater of contract value as of the most recent 6th contract anniversary or purchase payments 15% of contract earnings and 0% of exchanged amount in contract years 1 and 2, 3.75% in contract years 3 and 4, and 7.5% thereafter	None	4,3,2	849,269, 1,202,624, 816,385	2,868,278	689	Exhibit 5	N/A	
greater of maximum anniversary value or purchase payments plus 40% of contract earnings and 0% of exchanged amount in contract years 1 and 2, 10% in contract years 3 and 4, and 20% thereafter	None	4,3,2	1,948,349, 5,099,523, 4,673,698	11,721,570	151,074	Exhibit 5	N/A	
greater of maximum anniversary value or purchase payments plus 15% of contract earnings and 0% of exchanged amount in contract years 1 and 2, 3.75% in contract years 3 and 4, and 7.5% thereafter	None	4,3,2	82,952, 1,616,629, 295,017	1,994,598	478	Exhibit 5	N/A	

GENERAL INTERROGATORIES
(continued)
PART 2 - LIFE INTERROGATORIES

Type		3	4	5	6	7	8	9
1	2	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
Guaranteed Death Benefits	Guaranteed Living Benefits							
greater of contract value as of the most recent 5th contract anniversary or purchase payments	none	N/A	N/A	77,655,189	9,370	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 2003	2 2002	3 2001	4 2000	5 1999
<u>Life Insurance in Force</u> (Exhibit of Life Insurance)					
1. Ordinary - whole Life and endowment (Line 34, Col. 4)	88,867,849	85,635,957	82,510,430	67,981,493	61,732,079
2. Ordinary - term (Line 21, Col. 4, less Line 34, Col. 4)	33,735,274	25,513,521	18,199,107	23,040,502	20,985,747
3. Credit life (Line 21, Col. 6)	0	0	0	0	0
4. Group, excluding FEGLI/SGLI (Line 21, Col. 9 less Lines 43 & 44, Col. 4)	833,881	855,568	874,628	914,482	936,850
5. Industrial (Line 21, Col. 2)	0	0	0	0	0
6. FEGLI/SGLI (Lines 43 & 44, Col. 4)	0	0	0	0	0
7. Total (Line 21, Col. 10)	123,437,004	112,005,046	101,584,165	91,936,477	83,654,676
<u>New Business Issued</u> (Exhibit of Life Insurance)					
8. Ordinary - whole life and endowment (Line 34, Col. 2)	7,809,381	5,689,246	9,465,446	9,324,857	7,517,685
9. Ordinary - term (Line 2, Col. 4, less Line 34, Col. 2)	10,332,131	9,045,691	3,961,353	3,592,148	2,802,511
10. Credit life (Line 2, Col. 6)	0	0	0	0	0
11. Group (Line 2, Col. 9)	0	0	0	0	0
12. Industrial (Line 2, Col. 2)	0	0	0	0	0
13. Total (Line 2, Col. 10)	18,141,512	14,734,937	13,426,799	12,917,005	10,320,196
<u>Premium Income - Lines of Business</u>					
14. Industrial life (Exhibit 1-Part 1, Line 20.4, Col. 2)	0	0	0	0	0
15.1 Ordinary-life insurance (Exhibit 1-Part 1, Line 20.4, Col. 3)	854,706,418	864,839,192	864,684,066	862,442,723	830,433,945
15.2 Ordinary-Individual Annuities (Exhibit 1-Part 1, Line 20.4, Col. 4)	4,249,055,009	4,311,198,251	2,939,853,938	650,862,899	682,458,446
16. Credit life (group and individual) (Exhibit 1-Part 1, Line 20.4, Col. 5)	0	0	0	0	0
17.1 Group life insurance (Exhibit 1-Part 1, Line 20.4, Col. 6)	(138,526)	(127,751)	(60,734)	(64,572)	(53,786)
17.2 Group annuities (Exhibit 1-Part 1, Line 20.4, Col. 7)	152,699,766	176,926,479	124,306,220	118,027,748	122,888,364
18.1 A & H-group (Exhibit 1-Part 1, Line 20.4, Col. 8)	7,452,933	7,827,302	7,508,728	7,355,470	377,541
18.2 A & H-credit (group and individual) (Exhibit 1-Part 1, Line 20.4, Col. 9)	0	0	0	0	0
18.3 A & H-other (Exhibit 1-Part 1, Line 20.4, Col. 10)	254,089,208	251,478,356	234,624,908	213,820,573	194,094,084
19. Aggregate of all other lines of business (Exhibit 1-Part 1, Line 20.4, Col. 11)	0	0	0	0	0
20. Deposit-type funds	XXX	XXX	XXX	3,453,545,182	2,209,015,171
21. Total	5,517,864,808	5,612,141,829	4,170,917,126	5,305,990,023	4,039,213,765
<u>Balance Sheet Items</u> (Pages 2 & 3)					
22. Total admitted assets excluding Separate Accounts business (Page 2, Line 24, Col. 3)	23,912,070,416	24,519,846,425	21,034,999,882	19,767,681,127	20,477,630,397
23. Total liabilities excluding Separate Accounts business (Page 3, Line 26)	21,140,206,825	22,145,708,000	19,110,134,663	18,010,172,982	18,514,996,932
24. Aggregate life reserves (Page 3, Line 1)	20,425,884,518	19,060,465,856	17,166,845,417	17,180,732,622	17,896,929,430
25. Aggregate A & H reserves (Page 3, Line 2)	1,163,762,146	997,441,039	843,876,006	693,076,967	550,883,751
26. Deposit-type contract funds (Page 3, Line 3)	123,493,995	114,799,896	96,454,236	XXX	XXX
27. Asset valuation reserve (Page 3, Line 24.1)	287,714,916	196,133,280	215,229,253	307,200,095	299,465,773
28. Capital (Page 3, Lines 29 and 30)	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
29. Surplus (Page 3, Line 37)	2,801,592,826	2,405,379,121	1,944,349,885	1,775,306,219	1,966,314,533
<u>Risk-Based Capital Analysis</u>					
30. Total adjusted capital	3,145,789,468	2,641,770,127	2,213,836,723	2,172,986,227	2,353,818,123
31. Authorized control level risk - based capital	507,129,244	435,117,538	341,198,377	429,687,855	441,569,976
<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)	76.5	64.2	69.9	74.8	78.4
33. Stocks (Lines 2.1 and 2.2)	6.1	3.3	2.9	3.2	3.2
34. Mortgage loans on real estate (Lines 3.1 and 3.2)	10.3	11.0	13.8	14.5	13.2
35. Real estate (Lines 4.1, 4.2 and 4.3)	0.2	0.2	0.3	0.3	0.4
36. Cash and short - term investments (Line 5)	1.2	13.4	4.1	1.3	0.1
37. Premium notes	XXX	0.0	0.0	0.0	0.0
38. Contract loans (Line 6).....	2.4	2.4	2.9	3.0	2.7
39. Other invested assets (Line 7)	2.6	5.1	5.5	2.6	1.8
40. Receivable for securities (Line 8)	0.1	0.1	0.2	0.1	0.0
41. Aggregate write-ins for invested assets (Line 9)	0.6	0.4	0.3	0.2	0.2
42. Cash and invested assets (Line 10)	100.0	100.0	100.0	100.0	100.0

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2003	2 2002	3 2001	4 2000	5 1999
Investments in Parent, Subsidiaries and Affiliates					
43. Affiliated bonds (Schedule D Summary, Line 25, Col. 1)	0	0	0	0	0
44. Affiliated preferred stocks (Schedule D Summary, Line 39, Col. 1)	0	0	0	0	0
45. Affiliated common stocks (Schedule D Summary, Line 53, Col. 2)	951,683,027	789,621,729	597,326,633	610,596,461	634,932,399
46. Affiliated short-term investments (Subtotals included in Schedule DA Part 2 Col. 5, Line 11)	0	0	0	0	0
47. Affiliated mortgage loans on real estate		0	0	0	0
48. All other affiliated	157,065,722	0	0	0	0
49. Total of above Lines 43 to 48	1,108,748,749	789,621,729	597,326,633	610,596,461	634,932,399
Total Non-admitted and Admitted Assets					
50. Total non admitted assets (Page 2, Line 26, Col. 2)	648,170,394	659,289,648	689,700,827	102,948,816	8,358,074
51. Total admitted assets (Page 2, Line 26, Col. 3)	49,267,699,057	44,831,441,924	46,328,187,833	49,918,077,625	54,207,884,360
Investment Data					
52. Net investment income (Exhibit of Net Investment Income)	1,175,934,970	1,217,075,544	1,064,896,679	1,341,835,649	1,443,087,344
53. Realized capital gains (Losses)	(10,064,436)	27,968,690	(571,509,449)	4,544,390	16,669,925
54. Unrealized capital gains (Losses)	51,039,601	(102,476,592)	25,642,217	(118,904,928)	35,717,608
55. Total of above Lines 52, 53 & 54	1,216,910,135	1,142,567,642	519,029,447	1,227,475,111	1,495,474,877
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).....	3,865,677,578	4,373,927,704	3,884,905,656	5,468,165,582	4,582,205,100
57. Total contract benefits - A & H (Lines 13 & 14, Cols. 9, 10 & 11)	53,836,925	49,171,065	41,978,600	38,082,148	28,808,376
58. Increase in life reserves - other than group and annuities (Line 19, Cols. 2 and 3)	24,293,329	77,823,584	39,035,240	10,025,384	88,477,685
59. Increase in A & H reserves (Line 19, Cols. 9, 10 & 11)	166,321,107	153,565,032	150,799,040	142,193,216	106,351,842
60. Dividends to policyholders (Line 30, Col. 1)	0	0	0	0	0
Operating Percentages					
61. Insurance expense percent (Page 6, Col. 1, Lines 21, 22 & 23, less Line 6)/(Page 6, Col. 1, Line 1 plus group annuity contribution funds) x 100.0	12.9	12.7	16.1	41.2	35.5
62. Lapse percent (ordinary only) (Exhibit of Life Insurance, Col. 4, Lines 14 & 15) x 100.0 / 1/2 (Lines 1 & 21)	7.9	4.5	5.1	6.5	5.3
63. A & H loss percent (Schedule H, Part 1, Lines 3 and 4, Col. 2)	84.2	78.2	79.6	81.5	69.5
64. A & H expense percent (Schedule H, Pt. 1, Line 8, Col. 2)	38.0	45.8	46.6	51.9	59.3
A & H Claim Reserve Adequacy					
65. Incurred losses on prior years' claims - group health (Schedule H, Part 3, Line 3.1 Col. 2)	4,309,191	3,701,060	3,737,871	3,423,467	2,900,286
66. Prior years' claim liability and reserve - group health (Schedule H, Part 3, Line 3.2 Col. 2)	5,140,256	4,781,458	4,227,684	3,759,930	3,349,722
67. Incurred losses on prior years' claims-health other than group (Schedule H, Part 3, Line 3.1 Col. 1 less Col. 2)	213,267,097	184,210,570	154,723,836	132,763,336	105,067,081
68. Prior years' claim liability and reserve-health other than group (Schedule H, Part 3, Line 3.2 Col. 1 less Col. 2)	215,561,017	184,781,152	155,610,799	127,275,451	109,264,251
Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)					
69. Industrial life (Col. 2)	0	0	0	0	0
70. Ordinary - life (Col. 3)	185,685,307	164,502,210	84,522,618	150,721,838	109,288,635
71. Ordinary - individual annuities (Col. 4)	231,799,930	30,992,097	28,717,082	176,581,077	289,291,018
72. Ordinary-supplementary contracts (Col. 5)	(1,830)	2,929	3,191	1,702	17,761
73. Credit life (Col. 6)	0	0	0	0	0
74. Group life (Col. 7)	16,960,739	28,631,309	11,171,225	15,765,567	18,284,830
75. Group annuities (Col. 8)	18,950,056	(8,623,915)	(29,569,322)	26,951,551	16,144,259
76. A & H-group (Col. 9)	(587,028)	(15,905)	(821,626)	(472,270)	(10,020,831)
77. A & H-credit (Col. 10)	0	0	0	0	0
78. A & H-other (Col. 11)	(3,576,728)	298,262	(14,998,629)	(20,151,410)	(3,970,775)
79. Aggregate of all other lines of business (Col. 12)	0	0	0	0	0
80. Total (Col. 1)	449,230,446	215,786,987	79,024,539	349,398,056	419,034,897

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE IDS Life Insurance Company

EXHIBIT OF LIFE INSURANCE

	Industrial		Ordinary		Credit Life (Group and Individual)		Group			10 Total Amount of Insurance (a)
	1	2	3	4	5	6	Number of		9	
	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	0	0	522,764	111,149,478	0	0	155	7,942	855,568	112,005,046
2. Issued during year		0	71,442	18,141,512		0			0	18,141,512
3. Reinsurance assumed										0
4. Revived during year			217	67,246						67,246
5. Increased during year (net)									18,584	18,584
6. Subtotals, Lines 2 to 5	0	0	71,659	18,208,758	0	0	0	0	18,584	18,227,342
7. Additions by dividends during year	XXX		XXX		XXX		XXX	XXX		0
8. Aggregate write-ins for increases	0	0	1,183	3,396,336	0	0	7	136	1	3,396,337
9. Totals (Lines 1 and 6 to 8) Deductions during year:	0	0	595,606	132,754,572	0	0	162	8,078	874,153	133,628,725
10. Death			2,496	232,718			XXX	230	27,779	260,497
11. Maturity							XXX			0
12. Disability							XXX			0
13. Expiry			446	4,731						4,731
14. Surrender			31,557	6,215,220				98	12,006	6,227,226
15. Lapse			11,702	2,970,216				2	487	2,970,703
16. Conversion			1	100			XXX	XXX	XXX	100
17. Decreased (net)				709,898						709,898
18. Reinsurance				0					0	0
19. Aggregate write-ins for decreases	0	0	0	18,566	0	0	0	0	0	18,566
20. Totals, (Lines 10 to 19)	0	0	46,202	10,151,449	0	0	0	330	40,272	10,191,721
21. In force end of year, (Line 9 minus Line 20)	0	0	549,404	122,603,123	0	0	162	7,748	833,881	123,437,004
22. Reinsurance ceded end of year	XXX		XXX	51,719,520	XXX		XXX	XXX	46,768	51,766,288
23. Line 21 minus Line 22	XXX	0	XXX	70,883,603	XXX	(b) 0	XXX	XXX	787,113	71,670,716
DETAILS OF WRITE-INS										
0801. Other increases			1,183	3,396,336			7	136	1	3,396,337
0802.										
0803.										
0898. Summary of remaining write-ins for Line 8 from overflow page	0	0	0	0	0	0	0	0	0	0
0899. TOTALS (Lines 0801 thru 0803 plus 0898) (Line 8 above)	0	0	1,183	3,396,336	0	0	7	136	1	3,396,337
1901. Scheduled Reductions				18,566						18,566
1902.										
1903.										
1998. Summary of remaining write-ins for Line 19 from overflow page	0	0	0	0	0	0	0	0	0	0
1999. TOTALS (Lines 1901 thru 1903 plus 1998) (Line 19 above)	0	0	0	18,566	0	0	0	0	0	18,566

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

(b) Group \$; Individual \$

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE IDS Life Insurance Company

EXHIBIT OF LIFE INSURANCE (Continued)

ADDITIONAL INFORMATION ON INSURANCE IN FORCE END OF YEAR				
	Industrial		Ordinary	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
24. Additions by dividends	XXX		XXX	
25. Other paid-up insurance			1,144	5,675
26. Debit ordinary insurance	XXX	XXX		

ADDITIONAL INFORMATION ON ORDINARY INSURANCE				
	Issued During Year (Included in Page 31, Line 2)		In Force End of Year (Included in Page 31, Line 21)	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
Term Insurance Excluding Extended Term Insurance				
27. Term policies - decreasing	(47)	(1,112)	7,229	143,438
28. Term policies - other	27,103	9,996,734	135,054	33,254,541
29. Other term insurance - decreasing	XXX	7,797	XXX	
30. Other term insurance	XXX	328,713	XXX	328,713
31. Totals, Line 27 to 30	27,056	10,332,132	142,283	33,726,692
Reconciliation to Page 31, Lines 2 and 21:				
32. Term additions	XXX		XXX	
33. Totals, extended term insurance	XXX	XXX	1,379	8,582
34. Totals, whole life and endowment	44,386	7,809,381	405,742	88,867,849
35. Total (Lines 31 to 34)	71,442	18,141,513	549,404	122,603,123

CLASSIFICATION OF AMOUNT OF INSURANCE (a) BY PARTICIPATING STATUS				
	Issued During Year (Included in Page 31, Line 2)		In Force End of Year (Included in Page 31, Line 21)	
	1 Non-Participating	2 Participating	3 Non-Participating	4 Participating
36. Industrial				
37. Ordinary	18,141,512		122,603,123	
38. Credit Life (Group and Individual)				
39. Group			833,881	
40. Totals (Lines 36 to 39)	18,141,512	0	123,437,004	0

ADDITIONAL INFORMATION ON CREDIT LIFE AND GROUP INSURANCE				
	Credit Life		Group	
	1 Number of Individual Policies and Group Certificates	2 Amount of Insurance (a)	3 Number of Certificates	4 Amount of Insurance (a)
41. Amount of insurance included in Page 31, 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 Page 31, Line 21				
44. Servicemen's Group Life Insurance included in Page 31, Line 21				
45. Group Permanent Insurance included in Page 31, Line 21				

ADDITIONAL ACCIDENTAL DEATH BENEFITS	
46. Amount of additional accidental death benefits in force end of year under ordinary policies (a)	535,641

BASIS OF CALCULATION OF ORDINARY TERM INSURANCE	
47. State basis of calculation of (47.1) decreasing term insurance contained in Family Income, Mortgage Protection, etc., policies and riders and of (47.2) term insurance on wife and children under Family, Parent and Children, etc., policies and riders included above.	
47.1 Actuarial Risk Amount.....	
47.2 Family rider - wife's age; children \$1,500 each unit; UL - for each \$5,000 on husband; wife \$1,000.	

POLICIES WITH DISABILITY PROVISIONS								
Disability Provision	Industrial		Ordinary		Credit		Group	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)	5 Number of Policies	6 Amount of Insurance (a)	7 Number of Certificate s	8 Amount of Insurance (a)
48. Waiver of Premium			103,876	12,855,139				
49. Disability Income								
50. Extended Benefits			XXX	XXX				
51. Other								
52. Total	0 ^(b)	0	103,876 ^(b)	12,855,139	0 ^(b)	0	0 ^(b)	0

(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	16	4	0	0
2. Issued during year				
3. Reinsurance assumed				
4. Increased during year (net)				
5. Total (Lines 1 to 4)	16	4	0	0
Deductions during year:				
6. Decreased (net)	10	1		
7. Reinsurance				
8. Totals (Lines 6 and 7)	10	1	0	0
9. In force end of year	6	3	0	0
10. Amount on deposit	(a)			(a)
11. Income now payable				
12. Amount of income payable	(a) 11,058	(a) 15,553	(a)	(a)

ANNUITIES

	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year	72,360	932,900	1,489	67,290
2. Issued during year	5,332	82,544		74
3. Reinsurance assumed				
4. Increased during year (net)				
5. Total (Lines 1 to 4)	77,692	1,015,444	1,489	67,364
Deductions during year:				
6. Decreased (net)	5,165	85,836		3,241
7. Reinsurance				
8. Totals (Lines 6 and 7)	5,165	85,836	0	3,241
9. In force end of year	72,527	929,608	1,489	64,123
Income now payable:				
10. Amount of income payable	(a)	XXX	XXX	(a)
Deferred fully paid:				
11. Account balance	XXX	(a) 9,540,266,705	XXX	(a) 2,726,950
Deferred not fully paid:				
12. Account balance	XXX	(a) 26,423,616,124	XXX	(a) 1,519,109,803

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	329,114	342,482,761	92	94,640	0	0
2. Issued during year	19,359	21,989,662				
3. Reinsurance assumed						
4. Increased during year (net)		XXX		XXX		XXX
5. Total (Lines 1 to 4)	348,473	XXX	92	XXX	0	XXX
Deductions during year:						
6. Conversions	XXX	XXX		XXX	XXX	XXX
7. Decreased (net)	10,912	XXX		XXX		XXX
8. Reinsurance		XXX		XXX		XXX
9. Total (Lines 6 thru 8)	10,912	XXX	0	XXX	0	XXX
10. In force end of year	337,561	(a) 343,082,889	92	(a) 94,640	0	(a)

DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS

	1	2
	Deposit Funds Contracts	Dividend Accumulations Contracts
1. In force end of prior year	201	0
2. Issued during year		
3. Reinsurance assumed		
4. Increased during year (net)		
5. Total (Lines 1 to 4)	201	0
Deductions During Year:		
6. Decreased (net)		
7. Reinsurance		
8. Totals (Lines 6 and 7)	0	0
9. In force end of year	201	0
10. Amount of account balance	(a) 42,203	(a)

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

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 (a)	3 Actual Cost	4 Par Value of Bonds
BONDS Governments (Including all obligations guaranteed by governments)	1. United States	395,459,076	395,459,076	394,050,283	402,641,907
	2. Canada	0	0	0	0
	3. Other Countries	0	0	0	0
	4. Totals	395,459,076	395,459,076	394,050,283	402,641,907
States, Territories and Possessions (Direct and guaranteed)	5. United States	74,537	74,537	73,674	75,000
	6. Canada	29,500,093	32,201,066	29,822,922	26,000,000
	7. Other Countries	52,289,659	53,758,828	52,316,859	52,103,899
	8. Totals	81,864,289	86,034,431	82,213,455	78,178,899
Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	9. United States.....	37,895,069	37,895,069	37,899,389	37,890,000
	10. Canada	0	0	0	0
	11. Other Countries	0	0	0	0
	12. Totals	37,895,069	37,895,069	37,899,389	37,890,000
Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	13. United States	5,172,109,262	5,170,959,022	5,166,948,369	5,112,922,208
	14. Canada	0	0	0	0
	15. Other Countries	0	0	0	0
	16. Totals	5,172,109,262	5,170,959,022	5,166,948,369	5,112,922,208
Public Utilities (unaffiliated)	17. United States	814,114,149	827,685,643	816,306,574	798,671,695
	18. Canada	0	0	0	0
	19. Other Countries	0	0	0	0
	20. Totals	814,114,149	827,685,643	816,306,574	798,671,695
Industrial and Miscellaneous and Credit Tenant Loans (unaffiliated)	21. United States	9,577,992,339	9,769,174,704	9,581,916,018	9,405,486,979
	22. Canada	542,266,229	559,928,906	542,288,888	528,190,000
	23. Other Countries	1,322,683,936	1,336,942,457	1,326,039,121	1,314,174,278
	24. Totals	11,442,942,504	11,666,046,067	11,450,244,027	11,247,851,257
Parent, Subsidiaries and Affiliates	25. Totals	0	0	0	0
	26. Total Bonds	17,944,384,349	18,184,079,308	17,947,662,097	17,678,155,966
PREFERRED STOCKS Public Utilities (unaffiliated)	27. United States	0	0	0	
	28. Canada	0	0	0	
	29. Other Countries	0	0	0	
	30. Totals	0	0	0	
Banks, Trust and Insurance Companies (unaffiliated)	31. United States	0	0	0	
	32. Canada	0	0	0	
	33. Other Countries	0	0	0	
	34. Totals	0	0	0	
Industrial and Miscellaneous (unaffiliated)	35. United States	482,236,209	502,518,292	483,583,364	
	36. Canada	0	0	0	
	37. Other Countries	0	0	0	
	38. Totals	482,236,209	502,518,292	483,583,364	
Parent, Subsidiaries and Affiliates	39. Totals	0	0	0	
	40. Total Preferred Stocks	482,236,209	502,518,292	483,583,364	
COMMON STOCKS Public Utilities (unaffiliated)	41. United States	0	0	0	
	42. Canada	0	0	0	
	43. Other Countries	0	0	0	
	44. Totals	0	0	0	
Banks, Trust and Insurance Companies (unaffiliated)	45. United States	0	0	0	
	46. Canada	0	0	0	
	47. Other Countries	0	0	0	
	48. Totals	0	0	0	
Industrial and Miscellaneous (unaffiliated)	49. United States	1,615,306	1,615,306	617,272	
	50. Canada	0	0	0	
	51. Other Countries	3,852,225	3,852,225	3,851,710	
	52. Totals	5,467,531	5,467,531	4,468,982	
Parent, Subsidiaries and Affiliates	53. Totals	951,683,027	951,683,027	911,869,732	
	54. Total Common Stocks	957,150,558	957,150,558	916,338,714	
	55. Total Stocks	1,439,386,767	1,459,668,850	1,399,922,078	
	56. Total Bonds and Stocks	19,383,771,117	19,643,748,159	19,347,584,175	

(a) The aggregate value of bonds which are valued at other than actual fair value is \$ 11,182,451,465 .

SCHEDULE D - VERIFICATION BETWEEN YEARS

1. Book/adjusted carrying value of bonds and stocks, prior year	16,269,122,445	6. Foreign Exchange Adjustment:	
2. Cost of bonds and stocks acquired, Column 6, Part 3	14,854,993,178	6.1 Column 17, Part 1	0
3. Increase (decrease) by adjustment:		6.2 Column 13, Part 2, Sec. 1	0
3.1 Column 16, Part 1	(15,523,850)	6.3 Column 11, Part 2, Sec. 2	0
3.2 Column 12, Part 2, Sec. 1	(38,876,528)	6.4 Column 11, Part 4	0
3.3 Column 10, Part 2, Sec. 2	(4,806,057)		
3.4 Column 10, Part 4	(46,835,247)	7. Book/adjusted carrying value at end of current period	19,383,771,119
4. Total gain (loss), Col. 14, Part 4	73,453,090	8. Total valuation allowance	
5. Deduct consideration for bonds and stocks disposed of Column 6, Part 4	11,707,755,912	9. Subtotal (Lines 7 plus 8)	19,383,771,119
		10. Total nonadmitted amounts	
		11. Statement value of bonds and stocks, current period	19,383,771,119

ANNUAL STATEMENT FOR THE YEAR 2003 OF THE IDS 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	10,139,805	27,070,220	3,637,171	510,430	0
2. Alaska	AK	Yes	431,276	2,608,993	99,643	0	0
3. Arizona	AZ	Yes	10,867,152	63,922,607	4,834,763	676,663	0
4. Arkansas	AR	Yes	8,313,643	48,190,873	2,291,946	789,940	0
5. California	CA	Yes	104,398,543	411,892,216	33,412,320	1,961,741	0
6. Colorado	CO	Yes	9,761,833	39,804,366	5,137,448	737,346	0
7. Connecticut	CT	Yes	23,821,518	122,818,863	10,118,184	513,181	0
8. Delaware	DE	Yes	2,948,706	11,896,627	1,463,832	66,569	0
9. District of Columbia	DC	Yes	1,384,945	5,664,004	670,195	0	0
10. Florida	FL	Yes	45,020,044	240,876,066	20,409,211	2,449,333	0
11. Georgia	GA	Yes	20,554,189	98,126,625	6,486,134	1,041,871	0
12. Hawaii	HI	Yes	9,526,097	43,809,111	4,644,615	178,975	0
13. Idaho	ID	Yes	3,042,408	14,853,283	869,933	0	0
14. Illinois	IL	Yes	31,337,613	163,296,636	12,188,386	1,184,198	0
15. Indiana	IN	Yes	18,790,515	78,199,368	5,300,315	878,029	0
16. Iowa	IA	Yes	19,500,881	105,153,830	6,994,766	1,194,868	0
17. Kansas	KS	Yes	9,418,179	55,269,185	3,893,221	476,210	0
18. Kentucky	KY	Yes	7,303,079	29,034,816	2,647,023	0	0
19. Louisiana	LA	Yes	8,721,594	54,303,607	3,100,868	325,251	0
20. Maine	ME	Yes	5,910,063	27,736,165	3,081,356	152,798	0
21. Maryland	MD	Yes	15,992,273	59,685,117	8,154,499	0	0
22. Massachusetts	MA	Yes	42,345,363	211,816,603	17,983,085	2,803,951	0
23. Michigan	MI	Yes	48,842,284	226,242,288	18,531,647	927,600	0
24. Minnesota	MN	Yes	62,462,905	293,701,435	16,631,000	2,764,105	0
25. Mississippi	MS	Yes	2,943,965	18,152,828	1,101,161	168,257	0
26. Missouri	MO	Yes	11,753,111	76,492,119	5,264,183	475,302	0
27. Montana	MT	Yes	4,313,379	20,401,276	1,305,980	372,553	0
28. Nebraska	NE	Yes	8,026,368	41,170,202	3,011,753	268,413	0
29. Nevada	NV	Yes	7,357,754	22,580,824	2,407,368	125,000	0
30. New Hampshire	NH	Yes	7,364,924	36,110,505	3,393,220	263,881	0
31. New Jersey	NJ	Yes	26,700,953	154,149,517	12,403,874	1,148,456	0
32. New Mexico	NM	Yes	1,755,990	11,611,901	994,062	225,000	0
33. New York	NY	No	4,375,748	21,765,974	1,677,225	86,580	0
34. North Carolina	NC	Yes	20,650,234	104,253,359	7,979,701	1,466,012	0
35. North Dakota	ND	Yes	3,595,569	16,572,360	1,209,810	67,837	0
36. Ohio	OH	Yes	45,738,390	264,661,685	16,250,977	1,644,962	0
37. Oklahoma	OK	Yes	6,560,794	34,388,985	2,245,543	299,117	0
38. Oregon	OR	Yes	13,173,600	42,225,377	5,003,911	221,083	0
39. Pennsylvania	PA	Yes	42,899,345	279,846,615	18,356,404	1,462,709	0
40. Rhode Island	RI	Yes	4,318,636	27,813,488	2,043,864	33,538	0
41. South Carolina	SC	Yes	8,187,537	45,601,021	4,203,601	373,422	0
42. South Dakota	SD	Yes	3,344,895	30,346,439	1,877,182	0	0
43. Tennessee	TN	Yes	15,630,917	84,061,949	6,665,264	394,554	0
44. Texas	TX	Yes	60,768,517	227,403,982	21,071,995	1,310,828	0
45. Utah	UT	Yes	6,632,642	28,482,629	1,708,230	2,680,530	0
46. Vermont	VT	Yes	2,083,584	16,839,324	1,037,628	73,237	0
47. Virginia	VA	Yes	24,539,736	104,146,811	12,302,636	1,053,887	0
48. Washington	WA	Yes	20,064,916	80,138,637	8,381,747	776,217	0
49. West Virginia	WV	Yes	3,207,509	29,714,902	1,567,122	389,297	0
50. Wisconsin	WI	Yes	21,475,918	130,806,729	7,011,741	403,000	0
51. Wyoming	WY	Yes	1,761,453	10,298,579	572,301	0	0
52. American Samoa	AS	Yes	4,318	25,157	1,159	0	0
53. Guam	GU	No	47	7,190	591	0	0
54. Puerto Rico	PR	No	3,294	14,721	26,514	0	0
55. US Virgin Islands	VI	No	4,661	37,450	1,696	0	0
56. Canada	CN	No	13,564	24,729	18,925	0	0
57. Aggregate Other Alien	OT	XXX	(399,746)	3,813,140	918,043	0	0
58. Subtotal	(a)	51	899,687,430	4,399,933,308	344,596,972	35,416,731	0
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		467,789		4,608,651		
94. Aggregate of other amounts not allocable by State	XXX		0	0	0	0	0
95. Totals (Direct Business)	XXX		900,155,219	4,399,933,308	349,205,623	35,416,731	0
96. Plus Reinsurance Assumed	XXX		217,571	1,821,470			
97. Totals (All Business)	XXX		900,372,790	4,401,754,778	349,205,623	35,416,731	0
98. Less Reinsurance Ceded	XXX		49,913,654		87,499,833		
99. Totals (All Business) less Reinsurance Ceded	XXX		850,459,136	4,401,754,778	(b) 261,705,790	35,416,731	0
DETAILS OF WRITE-INS							
5701. Other Alien	XXX		(399,746)	3,813,140	918,043	0	0
5702.	XXX						
5703.	XXX						
5798. Summary of remaining write-ins for Line 57 from overflow page	XXX		0	0	0	0	0
5799. Totals (Lines 5701 thru 5703 plus 5798)(Line 57 above)	XXX		(399,746)	3,813,140	918,043	0	0
9401.	XXX						
9402.	XXX						
9403.	XXX						
9498. Summary of remaining write-ins for Line 94 from overflow page	XXX		0	0	0	0	0
9499. Totals (Lines 9401 thru 9403 plus 9498)(Line 94 above)	XXX		0	0	0	0	0

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 :

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

PART 1 - ORGANIZATIONAL CHART

