2 9 0 6 8 2 0 0 3 2 0 1 0 0 1 0 0

PROPERTY AND CASUALTY COMPANIES—ASSOCIATION EDITION

ANNUAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2003

OF THE CONDITION AND AFFAIRS OF THE

IDS PROPERTY CASUALTY INSURANCE COMPANY

NAIC Group Code 0004 (Current Period) 0004 (Prior Period) NAIC Company Code 29068 Employer's ID Number 39-1173498

Organized under the Laws of Wisconsin, State of Domicile or Port of Entry Wisconsin

Country of Domicile United States of America

Incorporated 12/12/1972 Commenced Business 01/24/1973

Statutory Home Office 3500 Packerland Drive (Street and Number), De Pere, WI 54115-9070 (City or Town, State and Zip Code)

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

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

Primary Location of Books and Records 3500 Packerland Drive (Street and Number)
De Pere, WI 54115-9070 (City or Town, State and Zip Code) 920-330-5457 (Area Code) (Telephone Number)

Internet Website Address www.americanexpress.com/insuremyautohome

Statutory Statement Contact Nancy Ann Clifford (Name) 920-330-5457 (Area Code) (Telephone Number) (Extension)
nancy.a.clifford@aexp.com (E-mail Address) 920-330-5603 (Fax Number)

Policyowner Relations Contact 3500 Packerland Drive (Street and Number)
De Pere, WI 54115 (City or Town, State and Zip Code) 920-330-5109 (Area Code) (Telephone Number) (Extension)

OFFICERS

President Kenneth John Ciak
Secretary Timothy Sean Meehan
Treasurer Walter Stanley Berman

VICE PRESIDENTS

Thomas John Boogaard	Thomas Scott Botsford	Debra Marie Conrad
Terrance Michael Fettig	Larry William Frazier	Lorraine Rose Hart
Paul Roberts Johnston	Rebecca Ann Nash	Dianne Lynn Wilson

DIRECTORS OR TRUSTEES

Kenneth John Ciak	Larry William Frazier	David Ray Hubers
Theodore Michael Jenkin	Paul Roberts Johnston	Eric Lund Marhoun
Bridget Mary Sperl	Lisa Ann Steffes	John Theodore Sweeney
Dianne Lynn Wilson		

State of Wisconsin
County of Brown } 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.

Kenneth J Ciak President	Joy A Hanson (Assistant Secretary) Secretary	Larry W Frazier (Assistant Treasurer) Treasurer

Subscribed and sworn to before me this
4th 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

Theresa A Goodletson
Administrative Assistant
October 1, 2006

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)	322,870,348		322,870,348	246,492,082
2. Stocks (Schedule D):				
2.1 Preferred stocks	0		0	0
2.2 Common stocks	206,797,567		206,797,567	176,820,970
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens			0	0
3.2 Other than first liens			0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less $ 18,993,241 encumbrances)	(786,005)		(786,005)	(673,097)
4.2 Properties held for the production of income (less $ encumbrances)			0	0
4.3 Properties held for sale (less $ encumbrances)			0	0
5. Cash ($ 1,104,758 , Schedule E, Part 1), cash equivalents ($ 0 , Schedule E, Part 2) and short -term investments ($ 0 , Schedule DA)	1,104,758		1,104,758	1,607,714
6. Contract loans, (including $ premium notes)			0	0
7. Other invested assets (Schedule BA)	0	0	0	0
8. Receivable for securities			0	51,475
9. Aggregate write-ins for invested assets	0	0	0	0
10. Subtotals, cash and invested assets (Lines 1 to 9)	529,986,668	0	529,986,668	424,299,144
11. Investment income due and accrued	4,706,019		4,706,019	4,054,072
12. Premiums and considerations:				
12.1 Uncollected premiums and agents' balances in the course of collection	37,064,059		37,064,059	28,570,827
12.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $ earned but unbilled premium)	2,331,270		2,331,270	1,602,314
12.3 Accrued retrospective premium			0	0
13. Reinsurance:				
13.1 Amounts recoverable from reinsurers	585,243		585,243	947,498
13.2 Funds held by or deposited with reinsured companies			0	0
13.3 Other amounts receivable under reinsurance contracts			0	0
14. Amounts receivable relating to uninsured plans			0	0
15.1 Current federal and foreign income tax recoverable and interest thereon	115,761		115,761	0
15.2 Net deferred tax asset	10,705,044		10,705,044	7,326,454
16. Guaranty funds receivable or on deposit			0	0
17. Electronic data processing equipment and software	2,283,163	404,021	1,879,142	2,197,936
18. Furniture and equipment, including health care delivery assets ($)			0	0
19. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
20. Receivables from parent, subsidiaries and affiliates	481,085		481,085	1,157,010
21. Health care ($) and other amounts receivable			0	0
22. Other assets nonadmitted	2,181,960	2,181,960	0	0
23. Aggregate write-ins for other than invested assets	11,428	0	11,428	10,769
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23)	590,451,701	2,585,981	587,865,720	470,166,024
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
26. Total (Lines 24 and 25)	590,451,701	2,585,981	587,865,720	470,166,024
DETAILS OF WRITE-INS				
0901.				
0902.				
0903.				
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998)(Line 9 above)	0	0	0	0
2301. Misc Receivable	11,428		11,428	10,769
2302.				
2303.				
2398. Summary of remaining write-ins for Line 23 from overflow page	0	0	0	0
2399. Totals (Lines 2301 thru 2303 plus 2398)(Line 23 above)	11,428	0	11,428	10,769

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Year	2 Prior Year
1.	Losses (Part 2A, Line 34, Column 8)	122,252,486	80,319,111
2.	Reinsurance payable on paid loss and loss adjustment expenses (Schedule F, Part 1, Column 6)		0
3.	Loss adjustment expenses (Part 2A, Line 34, Column 9)	11,909,184	11,536,663
4.	Commissions payable, contingent commissions and other similar charges		0
5.	Other expenses (excluding taxes, licenses and fees)	5,795,736	4,820,718
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)	7,631,488	5,287,857
7.1	Current federal and foreign income taxes (including $ ..... on realized capital gains (losses))		0
7.2	Net deferred tax liability		0
8.	Borrowed money $ 18,088,703 and interest thereon $	18,338,242	18,370,500
9.	Unearned premiums (Part 1A, Line 37, Column 5) (after deducting unearned premiums for ceded reinsurance of $ 64,242 and including warranty reserves of $)	107,769,531	77,517,723
10.	Advance premiums		0
11.	Dividends declared and unpaid:		
	11.1 Stockholders		0
	11.2 Policyholders		0
12.	Ceded reinsurance premiums payable (net of ceding commissions)	635,257	255,131
13.	Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)		0
14.	Amounts withheld or retained by company for account of others	(11,088)	14,480
15.	Remittances and items not allocated		0
16.	Provision for reinsurance (Schedule F, Part 7)	304	66,805
17.	Net adjustments in assets and liabilities due to foreign exchange rates		0
18.	Drafts outstanding		0
19.	Payable to parent, subsidiaries and affiliates	1,733,625	7,793,393
20.	Payable for securities		0
21.	Liability for amounts held under uninsured accident and health plans		0
22.	Capital Notes $ and interest thereon $		0
23.	Aggregate write-ins for liabilities	0	(590,528)
24.	Total liabilities excluding protected cell liabilities (Lines 1 through 23)	276,054,766	205,391,851
25.	Protected cell liabilities		0
26.	Total liabilities (Lines 24 and 25)	276,054,766	205,391,851
27.	Aggregate write-ins for special surplus funds	0	0
28.	Common capital stock	2,000,000	2,000,000
29.	Preferred capital stock		0
30.	Aggregate write-ins for other than special surplus funds	0	0
31.	Surplus notes		0
32.	Gross paid in and contributed surplus	223,981,976	234,608,833
33.	Unassigned funds (surplus)	85,828,978	28,165,341
34.	Less treasury stock, at cost:		
	34.1 shares common (value included in Line 28 $)		0
	34.2 shares preferred (value included in Line 29 $)		0
35.	Surplus as regards policyholders (Lines 27 to 33, less 34) (Page 4, Line 38)	311,810,955	264,774,173
36.	TOTALS (Page 2, Line 26, Col. 3)	587,865,720	470,166,024
	DETAILS OF WRITE-INS		
2301.	Federal tax payable	0	(590,528)
2302.			
2303.			
2398.	Summary of remaining write-ins for Line 23 from overflow page	0	0
2399.	Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above)	0	(590,528)
2701.			
2702.			
2703.			
2798.	Summary of remaining write-ins for Line 27 from overflow page	0	0
2799.	Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	0	0
3001.			
3002.			
3003.			
3098.	Summary of remaining write-ins for Line 30 from overflow page	0	0
3099.	Totals (Lines 3001 thru 3003 plus 3098) (Line 30 above)	0	0

UNDERWRITING AND INVESTMENT EXHIBIT STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 34, Column 4)	324,614,141	228,601,041
DEDUCTIONS		
2. Losses incurred (Part 2, Line 34, Column 7)	246,368,694	165,829,380
3. Loss expenses incurred (Part 3, Line 25, Column 1)	27,673,649	19,544,295
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	56,197,862	50,130,117
5. Aggregate write-ins for underwriting deductions	0	0
6. Total underwriting deductions (Lines 2 through 5)	330,240,204	235,503,793
7. Net income of protected cells		0
8. Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7)	(5,626,063)	(6,902,752)
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	72,887,064	12,908,704
10. Net realized capital gains or (losses) (Exhibit of Capital Gains (Losses))	256,371	272,766
11. Net investment gain or (loss) (Lines 9 + 10)	73,143,435	13,181,470
OTHER INCOME		
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered $ amount charged off $ 154,719)	(154,719)	(382,577)
13. Finance and service charges not included in premiums	1,900,716	1,529,386
14. Aggregate write-ins for miscellaneous income	519,499	0
15. Total other income (Lines 12 through 14)	2,265,496	1,146,809
16. Net income before dividends to policyholders and before federal and foreign income taxes (Lines 8 + 11 + 15)	69,782,867	7,425,527
17. Dividends to policyholders		0
18. Net income, after dividends to policyholders but before federal and foreign income taxes (Line 16 minus Line 17)	69,782,867	7,425,527
19. Federal and foreign income taxes incurred	928,987	1,856,420
20. Net income (Line 18 minus Line 19) (to Line 22)	68,853,879	5,569,107
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 38, Column 2)	264,774,173	74,139,440
GAINS AND (LOSSES) IN SURPLUS		
22. Net income (from Line 20)	68,853,879	5,569,107
23. Change in net unrealized capital gains or (losses)	29,776,412	2,090
24. Change in net unrealized foreign exchange capital gain (loss)		0
25. Change in net deferred income tax	(59,016)	5,870,945
26. Change in nonadmitted assets (Exhibit 1, Line 5, Col. 3)	5,922,550	2,989,874
27. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	66,501	(15,689)
28. Change in surplus notes		0
29. Surplus (contributed to) withdrawn from protected cells		0
30. Cumulative effect of changes in accounting principles	76,455	(218,444)
31. Capital changes:		
31.1. Paid in		0
31.2. Transferred from surplus (Stock Dividend)		0
31.3. Transferred to surplus		0
32. Surplus adjustments:		
32.1. Paid in		176,436,850
32.2. Transferred to capital (Stock Dividend)		0
32.3. Transferred from capital		0
33. Net remittances from or (to) Home Office		0
34. Dividends to stockholders	(57,600,000)	0
35. Change in treasury stock (Page 3, Lines 34.1 and 34.2, Column 2 minus Column 1)	0	0
36. Aggregate write-ins for gains and losses in surplus	0	0
37. Change in surplus as regards policyholders for the year (Lines 22 through 36)	47,036,781	190,634,733
38. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 37) (Page 3, Line 35)	311,810,954	264,774,173
DETAILS OF WRITE-INS		
0501.		
0502.		
0503.		
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above)	0	0
1401. Gain/Loss on sale of F & E	(52,511)	0
1402. Service Fees	572,010	0
1403.		
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above)	519,499	0
3601.		
3602.		
3603.		
3698. Summary of remaining write-ins for Line 36 from overflow page	0	0
3699. Totals (Lines 3601 thru 3603 plus 3698) (Line 36 above)	0	0

CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
Cash from Operations		
1. Premiums collected net of reinsurance	346,023,887	243,482,917
2. Net investment income	72,216,029	12,187,061
3. Miscellaneous income	2,239,929	976,526
4. Total (Lines 1 to 3)	420,479,846	256,646,503
5. Benefits and loss related payments	231,374,194	169,730,122
6. Net transfers to Separate, Segregated Accounts and Protected Cell Accounts	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	52,879,213	47,182,199
8. Dividends paid to policyholders	0	0
9. Federal and foreign income taxes paid (recovered) $ 89,730 net tax on capital gains (losses)	1,663,299	(881,132)
10. Total (Lines 5 through 9)	285,916,706	216,031,189
11. Net cash from operations (Line 4 minus Line 10)	134,563,140	40,615,314
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	73,477,657	18,262,695
12.2 Stocks	0	0
12.3 Mortgage loans	0	0
12.4 Real estate	0	0
12.5 Other invested assets	0	0
12.6 Net gains or (losses) on cash and short-term investments	0	0
12.7 Miscellaneous proceeds	51,475	(51,475)
12.8 Total investment proceeds (Lines 12.1 to 12.7)	73,529,132	18,211,220
13. Cost of investments acquired (long-term only):		
13.1 Bonds	149,621,100	63,435,312
13.2 Stocks	0	0
13.3 Mortgage loans	0	0
13.4 Real estate	(112,908)	(500,534)
13.5 Other invested assets	0	0
13.6 Miscellaneous applications	1,281,455	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	150,789,647	62,934,778
14. Net increase (or decrease) in policy loans and premium notes	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(77,260,515)	(44,723,558)
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	0	0
16.3 Borrowed funds received	(32,258)	(286,182)
16.4 Net deposits on deposit-type contracts and other insurance liabilities		0
16.5 Dividends to stockholders	57,600,000	0
16.6 Other cash provided (applied)	(173,323)	5,774,538
17. Net cash from financing and miscellaneous sources (Line 16.1 to Line 16.4 minus Line 16.5 plus Line 16.6)	(57,805,581)	5,488,356
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
18. Net change in cash and short-term investments (Line 11 plus Line 15 plus Line 17)	(502,956)	1,380,112
19. Cash and short-term investments:		
19.1 Beginning of year	1,607,714	227,603
19.2 End of period (Line 18 plus Line 19.1)	1,104,758	1,607,714

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

	Lines of Business	1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	3 Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire	0	0	0	0
2.	Allied lines	0	0	0	0
3.	Farmowners multiple peril	0	0	0	0
4.	Homeowners multiple peril	42,051,412	15,398,112	24,051,625	33,397,899
5.	Commercial multiple peril	0	0	0	0
6.	Mortgage guaranty	0	0	0	0
8.	Ocean marine	0	0	0	0
9.	Inland marine	260,460	211,291	32,940	438,811
10.	Financial guaranty	0	0	0	0
11.1	Medical malpractice - occurrence	0	0	0	0
11.2	Medical malpractice - claims-made	0	0	0	0
12.	Earthquake	0	0	0	0
13.	Group accident and health	0	0	0	0
14.	Credit accident and health (group and individual)	0	0	0	0
15.	Other accident and health	0	0	0	0
16.	Workers' compensation	0	0	0	0
17.1	Other liability - occurrence	60,815	426,411	411,564	75,662
17.2	Other liability - claims-made	0	0	0	0
18.1	Products liability - occurrence	0	0	0	0
18.2	Products liability - claims-made	0	0	0	0
19.1,19.2	Private passenger auto liability	174,851,056	34,892,875	46,525,020	163,218,911
19.3,19.4	Commercial auto liability	0	0	0	0
21.	Auto physical damage	137,642,206	26,589,034	36,748,382	127,482,858
22.	Aircraft (all perils)	0	0	0	0
23.	Fidelity	0	0	0	0
24.	Surety	0	0	0	0
26.	Burglary and theft	0	0	0	0
27.	Boiler and machinery	0	0	0	0
28.	Credit	0	0	0	0
29.	International	0	0	0	0
30.	Reinsurance - Nonproportional Assumed Property	0	0	0	0
31.	Reinsurance - Nonproportional Assumed Liability	0	0	0	0
32.	Reinsurance - Nonproportional Assumed Financial Lines	0	0	0	0
33.	Aggregate write-ins for other lines of business	0	0	0	0
34.	TOTALS	354,865,949	77,517,723	107,769,531	324,614,141
	DETAILS OF WRITE-INS				
3301.					
3302.					
3303.					
3398.	Summary of remaining write-ins for Line 33 from overflow page	0	0	0	0
3399.	Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above)	0	0	0	0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

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

	Line of Business	1 Amount Unearned (Running One Year or Less from Date of Policy) (b)	2 Amount Unearned (Running More Than One Year from Date of Policy) (b)	3 Earned but Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1.	Fire					0
2.	Allied lines					0
3.	Farmowners multiple peril					0
4.	Homeowners multiple peril	24,051,625				24,051,625
5.	Commercial multiple peril					0
6.	Mortgage guaranty					0
8.	Ocean marine					0
9.	Inland marine	32,940				32,940
10.	Financial guaranty					0
11.1	Medical malpractice - occurrence					0
11.2	Medical malpractice - claims-made					0
12.	Earthquake					0
13.	Group accident and health					0
14.	Credit accident and health (group and individual)					0
15.	Other accident and health					0
16.	Workers' compensation					0
17.1	Other liability - occurrence	411,564				411,564
17.2	Other liability - claims-made					0
18.1	Products liability - occurrence					0
18.2	Products liability - claims-made					0
19.1,19.2	Private passenger auto liability	46,525,020				46,525,020
19.3,19.4	Commercial auto liability					0
21.	Auto physical damage	36,748,382				36,748,382
22.	Aircraft (all perils)					0
23.	Fidelity					0
24.	Surety					0
26.	Burglary and theft					0
27.	Boiler and machinery					0
28.	Credit					0
29.	International					0
30.	Reinsurance - Nonproportional Assumed Property					0
31.	Reinsurance - Nonproportional Assumed Liability					0
32.	Reinsurance - Nonproportional Assumed Financial Lines					0
33.	Aggregate write-ins for other lines of business	0	0	0	0	0
34.	TOTALS	107,769,531	0	0	0	107,769,531
35.	Accrued retrospective premiums based on experience					
36.	Earned but unbilled premiums					
37.	Balance (Sum of Line 34 through 36)					107,769,531
	DETAILS OF WRITE-INS					
3301.						
3302.						
3303.						
3398.	Summary of remaining write-ins for Line 33 from overflow page	0	0	0	0	0
3399.	Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above)	0	0	0	0	0

(a) By gross premiums is meant the aggregate of all the premiums written in the policies or renewals in force.

Are they so returned in this statement? Yes [X] No [ ]

(b) State here basis of computation used in each case . Daily pro rata

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

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

	Line of Business	1 Direct Business (a)	Reinsurance Assumed 2 From Affiliates	 3 From Non-Affiliates	Reinsurance Ceded 4 To Affiliates	 5 To Non-Affiliates	6 Net Premiums Written Cols. 1 + 2 + 3 - 4 - 5
1.	Fire						0
2.	Allied lines						0
3.	Farmowners multiple peril						0
4.	Homeowners multiple peril	5,236,298	38,939,332			2,124,218	42,051,412
5.	Commercial multiple peril						0
6.	Mortgage guaranty						0
8.	Ocean marine						0
9.	Inland marine		260,460				260,460
10.	Financial guaranty						0
11.1	Medical malpractice - occurrence						0
11.2	Medical malpractice - claims-made						0
12.	Earthquake						0
13.	Group accident and health						0
14.	Credit accident and health (group and individual)						0
15.	Other accident and health						0
16.	Workers' compensation						0
17.1	Other liability - occurrence		779,919			719,104	60,815
17.2	Other liability - claims-made						0
18.1	Products liability - occurrence						0
18.2	Products liability - claims-made						0
19.1,19.2	Private passenger auto liability	2,571,060	174,327,820			2,047,824	174,851,056
19.3,19.4	Commercial auto liability						0
21.	Auto physical damage	2,118,169	137,054,761			1,530,724	137,642,206
22.	Aircraft (all perils)						0
23.	Fidelity						0
24.	Surety						0
26.	Burglary and theft						0
27.	Boiler and machinery						0
28.	Credit						0
29.	International						0
30.	Reinsurance - Nonproportional Assumed Property	XXX					0
31.	Reinsurance - Nonproportional Assumed Liability	XXX					0
32.	Reinsurance - Nonproportional Assumed Financial Lines	XXX					0
33.	Aggregate write-ins for other lines of business	0	0	0	0	0	0
34.	TOTALS	9,925,527	351,362,292	0	0	6,421,870	354,865,949
	DETAILS OF WRITE-INS						
3301.							
3302.							
3303.							
3398.	Summary of remaining write-ins for Line 33 from overflow page	0	0	0	0	0	0
3399.	Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above)	0	0	0	0	0	0

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

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

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

	Line of Business	Losses Paid Less Salvage 1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)	5 Net Losses Unpaid Current Year (Part 2A, Col. 8)	6 Net Losses Unpaid Previous Year	7 Losses Incurred Current Year (Cols. 4 + 5 - 6)	8 Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
1.	Fire				0	0	0	0	0.0
2.	Allied lines				0	0	0	0	0.0
3.	Farmowners multiple peril				0	0	0	0	0.0
4.	Homeowners multiple peril	2,316,277	19,476,759	376,556	21,416,480	11,489,499	5,971,006	26,934,973	80.6
5.	Commercial multiple peril				0	0	0	0	0.0
6.	Mortgage guaranty				0	0	0	0	0.0
8.	Ocean marine				0	0	0	0	0.0
9.	Inland marine		41,314		41,314	839	44,914	(2,761)	(0.6)
10.	Financial guaranty				0	0	0	0	0.0
11.1	Medical malpractice - occurrence				0	0	0	0	0.0
11.2	Medical malpractice - claims-made				0	0	0	0	0.0
12.	Earthquake				0	0	0	0	0.0
13.	Group accident and health				0	0	0	0	0.0
14.	Credit accident and health (group and individual)				0	0	0	0	0.0
15.	Other accident and health				0	0	0	0	0.0
16.	Workers' compensation				0	0	0	0	0.0
17.1	Other liability - occurrence		10,478		10,478	37,500	12,001	35,977	47.5
17.2	Other liability - claims-made				0	0	0	0	0.0
18.1	Products liability - occurrence				0	0	0	0	0.0
18.2	Products liability - claims-made				0	0	0	0	0.0
19.1,19.2	Private passenger auto liability	2,050,526	96,061,543	1,068,740	97,043,329	108,746,445	82,229,713	123,560,061	75.7
19.3,19.4	Commercial auto liability				0	0	0	0	0.0
21.	Auto physical damage	1,677,737	84,266,110	20,127	85,923,720	1,978,201	(7,938,523)	95,840,444	75.2
22.	Aircraft (all perils)				0	0	0	0	0.0
23.	Fidelity				0	0	0	0	0.0
24.	Surety				0	0	0	0	0.0
26.	Burglary and theft				0	0	0	0	0.0
27.	Boiler and machinery				0	0	0	0	0.0
28.	Credit				0	0	0	0	0.0
29.	International				0	0	0	0	0.0
30.	Reinsurance - Nonproportional Assumed Property	XXX			0	0	0	0	0.0
31.	Reinsurance - Nonproportional Assumed Liability	XXX			0	0	0	0	0.0
32.	Reinsurance - Nonproportional Assumed Financial Lines	XXX			0	0	0	0	0.0
33.	Aggregate write-ins for other lines of business	0	0	0	0	0	0	0	0.0
34.	TOTALS	6,044,540	199,856,204	1,465,423	204,435,321	122,252,484	80,319,111	246,368,694	75.9
	DETAILS OF WRITE-INS								
3301.									
3302.									
3303.									
3398.	Summary of remaining write-ins for Line 33 from overflow page	0	0	0	0	0	0	0	0.0
3399.	Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above)	0	0	0	0	0	0	0	0.0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

		Reported Losses				Incurred But Not Reported			8	9
		1	2	3	4	5	6	7		
	Line of Business	Direct	Reinsurance Assumed	Deduct Reinsurance Recoverable from Authorized and Unauthorized Companies	Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3)	Direct	Reinsurance Assumed	Reinsurance Ceded	Net Losses Unpaid (Cols. 4 +5 + 6 - 7)	Unpaid Loss Adjustment Expenses
1.	Fire				0				0	
2.	Allied lines				0				0	
3.	Farmowners multiple peril				0				0	
4.	Homeowners multiple peril	278,814	4,394,166	928,536	3,744,444	862,176	6,885,366	2,487	11,489,499	1,448,722
5.	Commercial multiple peril				0				0	
6.	Mortgage guaranty				0				0	
8.	Ocean marine				0				0	
9.	Inland marine		(3)		(3)		842		839	
10.	Financial guaranty				0				0	
11.1	Medical malpractice - occurrence				0				0	
11.2	Medical malpractice - claims-made				0				0	
12.	Earthquake				0				0	
13.	Group accident and health				0				(a) 0	
14.	Credit accident and health (group and individual)				0				0	
15.	Other accident and health				0				(a) 0	
16.	Workers' compensation				0				0	
17.1	Other liability - occurrence		750,000	712,500	37,500				37,500	
17.2	Other liability - claims-made				0				0	
18.1	Products liability - occurrence				0				0	
18.2	Products liability - claims-made				0				0	
19.1,19.2	Private passenger auto liability	834,693	57,151,307	2,041,557	55,944,443	2,026,588	51,458,375	682,961	108,746,445	9,987,955
19.3,19.4	Commercial auto liability				0				0	
21.	Auto physical damage	49,493	4,002,766	600	4,051,659	(4,325)	(2,066,087)	3,046	1,978,201	472,507
22.	Aircraft (all perils)				0				0	
23.	Fidelity				0				0	
24.	Surety				0				0	
26.	Burglary and theft				0				0	
27.	Boiler and machinery				0				0	
28.	Credit				0				0	
29.	International				0				0	
30.	Reinsurance - Nonproportional Assumed Property	XXX			0	XXX			0	
31.	Reinsurance - Nonproportional Assumed Liability	XXX			0	XXX			0	
32.	Reinsurance - Nonproportional Assumed Financial Lines	XXX			0	XXX			0	
33.	Aggregate write-ins for other lines of business	0	0	0	0	0	0	0	0	0
34.	TOTALS	1,163,000	66,298,236	3,683,193	63,778,043	2,884,439	56,278,496	688,494	122,252,484	11,909,184
	DETAILS OF WRITE-INS									
3301.										
3302.										
3303.										
3398.	Summary of remaining write-ins for Line 33 from overflow page	0	0	0	0	0	0	0	0	0
3399.	Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above)	0	0	0	0	0	0	0	0	0

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

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1 Direct	(17,505)			(17,505)
1.2 Reinsurance assumed	6,530,711			6,530,711
1.3 Reinsurance ceded	113,845			113,845
1.4 Net claim adjustment service (1.1 + 1.2 - 1.3)	6,399,361	0	0	6,399,361
2. Commission and brokerage:				
2.1 Direct excluding contingent				0
2.2 Reinsurance assumed excluding contingent		3,165,440		3,165,440
2.3 Reinsurance ceded excluding contingent		210,757		210,757
2.4 Contingent-direct				0
2.5 Contingent-reinsurance assumed				0
2.6 Contingent-reinsurance ceded				0
2.7 Policy and membership fees				0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)	0	2,954,684	0	2,954,684
3. Allowances to managers and agents				0
4. Advertising		4,638,161		4,638,161
5. Boards, bureaus and associations	177,675	1,551,531	6	1,729,212
6. Surveys and underwriting reports	85,156	1,633,122		1,718,278
7. Audit of assureds' records				0
8. Salary and related items:				
8.1 Salaries	14,016,848	18,471,439	31,744	32,520,032
8.2 Payroll taxes	1,083,356	1,418,853	2,321	2,504,530
9. Employee relations and welfare	2,243,383	3,819,591	5,946	6,068,919
10. Insurance		97,220		97,220
11. Directors' fees				0
12. Travel and travel items	226,258	218,015	493	444,766
13. Rent and rent items	1,355,850	2,499,706	2,502	3,858,058
14. Equipment	540,445	4,728,246	295	5,268,987
15. Cost or depreciation of EDP equipment and software	381,253	3,453,197	651	3,835,101
16. Printing and stationery	180,442	413,582	261	594,285
17. Postage, telephone and telegraph, exchange and express	1,127,811	3,470,916	2,519	4,601,246
18. Legal and auditing	730	159,800	260,149	420,678
19. Totals (Lines 3 to 18)	21,419,208	46,573,378	306,887	68,299,473
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of $		7,331,757		7,331,757
20.2 Insurance department licenses and fees		352,227		352,227
20.3 Gross guaranty association assessments				0
20.4 All other (excluding federal and foreign income and real estate)		2,256		2,256
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)	0	7,686,240	0	7,686,240
21. Real estate expenses			3,068,501	3,068,501
22. Real estate taxes			310,656	310,656
23. Reimbursements by uninsured accident and health plans				0
24. Aggregate write-ins for miscellaneous expenses	(144,920)	(1,016,440)	(34,146)	(1,195,506)
25. Total expenses incurred	27,673,649	56,197,862	3,651,897	(a) 87,523,408
26. Less unpaid expenses - current year	11,909,184	13,427,224		25,336,408
27. Add unpaid expenses - prior year	11,536,662	10,108,575	0	21,645,237
28. Amounts receivable relating to uninsured accident and health plans, prior year	0	0	0	0
29. Amounts receivable relating to uninsured accident and health plans, current year				0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	27,301,127	52,879,213	3,651,897	83,832,236
DETAILS OF WRITE-INS				
2401. Miscellaneous	(144,920)	(1,016,440)	(34,146)	(1,195,506)
2402.				
2403.				
2498. Summary of remaining write-ins for Line 24 from overflow page	0	0	0	0
2499. Totals (Lines 2401 thru 2403 plus 2498) (Line 24 above)	(144,920)	(1,016,440)	(34,146)	(1,195,506)

(a) Includes management fees of $ ..... paid to affiliates and $ ..... paid to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

		1 Collected During Year	2 Earned During Year
1.	U.S. Government bonds	(a) 53,612	73,431
1.1	Bonds exempt from U.S. tax	(a) 14,688,006	15,320,129
1.2	Other bonds (unaffiliated)	(a)	
1.3	Bonds of affiliates	(a)	
2.1	Preferred stocks (unaffiliated)	(b)	
2.11	Preferred stocks of affiliates	(b)	
2.2	Common stocks (unaffiliated)		
2.21	Common stocks of affiliates	57,600,000	57,600,000
3.	Mortgage loans	(c)	
4.	Real estate	(d) 3,539,657	3,539,657
5.	Contract loans		
6.	Cash/short-term investments	(e) 3,709	3,709
7.	Derivative instruments	(f)	
8.	Other invested assets		
9.	Aggregate write-ins for investment income	2,035	2,035
10.	Total gross investment income	75,887,018	76,538,961
11.	Investment expenses		(g) 1,153,106
12.	Investment taxes, licenses and fees, excluding federal income taxes		(g) 310,656
13.	Interest expense		(h) 191,811
14.	Depreciation on real estate and other invested assets		(i) 489,612
15.	Aggregate write-ins for deductions from investment income		1,506,712
16.	Total (Lines 11 through 15)		3,651,897
17.	Net Investment Income - (Line 10 minus Line 16)		72,887,064
	DETAILS OF WRITE-INS		
0901.	Miscellaneous expense	2,051	2,051
0902.	PAM system adjustment	(16)	(16)
0903.			
0998.	Summary of remaining write-ins for Line 9 from overflow page	0	0
0999.	Totals (Lines 0901 through 0903 plus 0998) (Line 9, above)	2,035	2,035
1501.	Interest expense on real estate encumbrances		1,506,712
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)		1,506,712

(a) Includes $ 125,535 accrual of discount less $ 106,447 amortization of premium and less $ 546,132 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 $ 3,539,657 for company's occupancy of its own buildings; and excludes $ 1,506,712 interest on encumbrances.
(e) Includes $ accrual of discount less $ amortization of premium and less $ paid for accrued interest on purchases.
(f) Includes $ accrual of discount less $ amortization of premium.
(g) Includes $ investment expenses and $ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
(h) Includes $ interest on surplus notes and $ interest on capital notes.
(i) Includes $ 489,612 depreciation on real estate and $ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1 Realized Gain (Loss) On Sales or Maturity	2 Other Realized Adjustments	3 Increases (Decreases) by Adjustment	4 Net Gain (Loss) from Change in Difference Between Basis Book/ Adjusted Carrying and Admitted Values	5 Total
1.	U.S. Government bonds					0
1.1	Bonds exempt from U.S. tax	256,371		(40,638)		215,733
1.2	Other bonds (unaffiliated)					0
1.3	Bonds of affiliates					0
2.1	Preferred stocks (unaffiliated)					0
2.11	Preferred stocks of affiliates					0
2.2	Common stocks (unaffiliated)			455,854		455,854
2.21	Common stocks of affiliates			29,520,849		29,520,849
3.	Mortgage loans					0
4.	Real estate					0
5.	Contract loans					0
6.	Cash/Short-term investments					0
7.	Derivative instruments					0
8.	Other invested assets					0
9.	Aggregate write-ins for capital gains (losses)	0	0	(159,549)	0	(159,549)
10.	Total capital gains (losses)	256,371	0	29,776,516	0	30,032,887
	DETAILS OF WRITE-INS					
0901.	Deferred tax on unrealized gains			(159,549)		(159,549)
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	(159,549)	0	(159,549)

EXHIBIT 1 - ANALYSIS OF NONADMITTED ASSETS AND RELATED ITEMS

	1 End of Current Year	2 End of Prior Year	3 Changes for Year (Increase) Decrease
1. Summary of Items Page 2, Lines 12 through 20, Column 2	404,021	8,508,531	8,104,510
2. Other Nonadmitted Assets:			
2.1 Bills receivable		0	0
2.2 Leasehold improvements		0	0
2.3 Loans on personal security, endorsed or not		0	0
3. Total (Lines 2.1 to 2.3)	0	0	0
4. Aggregate write-ins for other than invested assets	2,181,960	0	(2,181,960)
5. Total (Line 1 plus Lines 3 and 4)	2,585,981	8,508,531	5,922,550
DETAILS OF WRITE-INS			
0401. F & E	2,181,960	0	(2,181,960)
0402.			
0403.			
0498. Summary of remaining write-ins for Line 4 from overflow page	0	0	0
0499. Totals (Lines 0401 thru 0403 plus 0498) (Line 4 above)	2,181,960	0	(2,181,960)

NOTES TO FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies

A. Accounting Practices

The accompanying financial statements of IDS Property Casualty Insurance Company (Company) have been completed in accordance with the NAIC Accounting Practices and Procedures manual except to the extent that state laws differ.

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

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

C. Accounting Policies

1) Short-term investments are stated at cost.

2) Bonds are stated at amortized cost, using the scientific method.

3) Common stocks are stated at the lower of cost or market value.

4) Preferred Stocks are stated at amortized cost, using the scientific method.

5) Mortgage loans on real estate are netted with all other encumbrances.

6) The Company has no loan-backed securities in its portfolio.

7) The Company owns 100% of the outstanding shares of AMEX Assurance Company, an insurance subsidiary, and is stated on the Company's books at statutory equity value. The Company owns American Express Property and Casualty Insurance Agency, Inc., a non-insurance subsidiary, and it is stated on the Company’s books at equity value.

8) The Company has no investments in joint ventures, partnerships or limited liability companies.

9) The Company does not account for derivatives.

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

11) Reserve Estimation Methods

The Company uses standard loss estimation methodology in calculating liabilities for unpaid losses and loss adjustment expenses. Triangles are created to analyze the pattern of development using both case reserves and paid losses. Loss development factors are calculated to measure relative development of an accident year from one maturity point to the next. This process is completed for all coverages and for all accident years. From these methods, an ultimate selection factor is used and reviewed at 3-month intervals. Changes are made as needed throughout the development of an accident year. Historical frequency development patterns are used to provide for unreported claims. For loss adjustment expenses, historical paid and case LAE data is evaluated separately from losses using historical paid and case incurred LAE data arranged in a triangular format and projected to ultimate using the same technique for losses. The Company incurs no expense and does not write insurance business related to toxic waste cleanup, asbestos-related illnesses or other environmental remediation exposures.

Note 2 - Accounting Changes and Corrections of Errors

A. The Company had no material changes in accounting principles and/or errors to disclose.

B. The Company prepares its statutory financial statements in conformity with accounting practices prescribed or permitted by the State of Wisconsin Insurance Department. The State of Wisconsin requires insurance companies domiciled in the state of Wisconsin to prepare their statutory financial statements in accordance with the NAIC Accounting Practices and Procedures Manual, subject to any deviations prescribed or permitted by the Wisconsin Insurance Department.

Accounting changes adopted to conform to the provisions of the NAIC Accounting Practices and Procedures manual - version effective January 1, 2001 are reported as changes in accounting principles. The cumulative effect of changes in accounting principles is reported as an adjustment to policyholder surplus in the period of the change in accounting principle. The cumulative effect is the difference between the amount of capital and surplus at the beginning of the year and the amount of capital and surplus that would have been reported at that date if the new accounting principles had been applied retroactively for all prior periods. As a result of these changes, the Company reported a change of accounting principle, as an adjustment that increased policyholder surplus, of $2,629,646 as of January 1,2001.

NOTES TO FINANCIAL STATEMENTS

Note 3 - Business Combinations and Goodwill

A. The Company was not involved in any business combinations during the course of the year.

B. The Company was not involved in any merger activity during the course of the year.

C. Since the Company was not involved in any business combinations or merger activity, no impairment loss was recognized.

Note 4 - Discontinued Operations The Company had no discontinued operations during the calendar year.

Note 5 - Investments

A. Mortgage Loans - The Company has no mortgage backed investments.

B. Debt Restructuring - The Company has no restructured debt.

C. Reverse Mortgages - The Company has no reverse mortgages.

D. Loan-Backed Securities - The Company has no loan-backed securities.

E. Repurchase Agreements - The Company has not entered into any repurchasing agreements.

F. Real estate impairments and Retail Land Sales – The Company had no real estate impairments or retail land sales.

Note 6 - Joint Ventures, Partnerships and Limited Liability Companies

A. The Company had no investments in joint ventures, partnerships or limited liability companies that exceeded 10% of admitted assets.

B. The Company did not recognize any impairment write-down for investments in Joint Ventures, Partnerships or Limited Liability Companies.

Note 7 - Investment Income

A. All investment income due and accrued is reported as admitted assets in the Company's financial statements.

B. The Company did not exclude any due and accrued interest income from admitted assets during the statement period.

Note 8 - Derivative Instruments

The Company neither holds nor has issued any derivative financial instruments.

Note 9 - Income Taxes

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

	Dec 31 2002	Dec 31 2003
1) Total of all deferred tax assets (admitted and non-admitted)	$11,937,182	$13,023,039
2) Total of all deferred tax liabilities	($2,286,020)	
3) Total deferred tax assets non-admitted in accordance with SSAP No. 10, Income Taxes	($2,324,709)	
4) Net admitted deferred tax assets	$7,326,454	$10,705,044
4) Increase/(decrease) in deferred tax assets non-admitted	$2,324,709	($2,324,709)

B. All deferred tax liabilities are recognized.

NOTES TO FINANCIAL STATEMENTS

C. The components of incurred income tax expense and the change in DTAs and DTLs are as follows:

	December 31,2003	December 31, 2002	Change
Total gross deferred tax assets	13,023,039	11,937,182	1,085,857
Total gross deferred tax liabilities	3,590,442	2,286,020	1,304,422
Net deferred tax asset	9,432,597	9,651,162	(218,565)
Deferred tax on change in unrealized gains			159,549
Change in net deferred income tax			(59,016)

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

	Dec 31 2002	Dec 31 2003
1) Expected federal income tax expense	$2,598,933	$24,424,003
2) Equity Tax	$ -0-	$ -0-
3) Investment Income	($3,762,308)	($24,717,738)
4) Foreign Tax	$ -0-	$-0-
5) Other Amounts	$3,019,795	$1,222,722
6) Total Incurred income tax expense (Page 4, Line 19)	$1,856,420	$ 928,987

E. The Company had no loss carry forwards.

F. The Company's federal income tax return will be consolidated with American Express Company and its qualifying subsidiaries.

Note 10 - Information Concerning Parent, Subsidiaries and Affiliates

A. All outstanding shares of the Company are owned by American Express Financial Corporation, domiciled in the State of Delaware. During 2002, American Express Company contributed the outstanding shares of AMEX Assurance Company to American Express Financial Corporation, which in turn contributed the shares to IDS Property Casualty Insurance Company. AMEX Assurance Company became a wholly owned subsidiary of IDS Property Casualty Insurance Company at the close of 2002.

B. Detail of Transactions Greater than 1/2% of Admitted Assets

Date	Insurer	Affiliate	(000's) Cash Received By Affiliate	(000's) Cash Disbursed By Insurer	Description
2003	IDS Property Casualty	AMEX Assurance	$1,604		Service Fees
2003	IDS Property Casualty	AMEX Assurance	$57,600		Dividends
2003	IDS Property Casualty	AE Financial Advisors		$57,600	Dividends

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

D. Amounts Due to or from Related Parties

At December 31, 2003, the Company reported $7,581,484.54 as amounts due to AMEX Assurance Company. The terms of the settlement require these amounts to be settled on a quarterly basis. At December 31, 2003, the Company reported $1,153,07 as amounts due from American Express Property and Casualty Agency, Inc. The terms of the settlement require these amounts to be settled on a quarterly basis.

E. There have not been any guarantees or undertakings, written or otherwise, for the benefit of an affiliate or related party that resulted in a material contingent exposure of the reporting entity's or any related party's assets or liabilities.

F. Management, Service Contracts, Cost Sharing Arrangements"

1) The Company has a service level contract with its parent, American Express Financial Corporation for which the Company pays for data processing, human resource, tax and audit services.

NOTES TO FINANCIAL STATEMENTS

2) Administrative and Services Agreement, effective January 1, 1995 between the Company and AMEX Assurance Company whereby the Company will provide service, actuarial, accounting, compliance, audit, legal, and other general administrative services.
3) Intercompany Tax Allocation Agreement between IDS Property Casualty Insurance Company, American Express Financial Corporation and American Express Company, effective October 1, 2000, that outlines the allocation method for any federal income tax change or refund that the Company may have.

4) Service agreement, effective July 1, 2003, between the Company and American Express Property and Casualty Insurance Agency, Inc. whereby the Company will provide sales, accounting, compliance, audit, legal and other general administrative services.

G. The Company owns all outstanding shares of AMEX Assurance Company and American Express Property Casualty Insurance Agency, Inc. All outstanding shares of the Company are owned by the Parent Company, American Express Financial Corporation.

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

I. The Company owns 100% of AMEX Assurance Company. The common stock investment is recorded at its statutory equity value of $205,957,699. The Company owns 100% of American Express Property Casualty Insurance Agency, Inc. The common stock investment is recorded at its equity value of $1,000

J. The Company recorded no write-downs for impairment of assets in any affiliates during the calendar year.

Note 11 - Debt

A. All Other Debt

The Company invested in a new program in the first quarter of 2001 referred to as Inverse Floaters. The program invests in AAA municipal bonds and uses a trust facility operated by the brokerage house that sets up the program, i.e., Morgan Stanley. Thirty million dollars of new bonds (shown in Sch D) were purchased and placed in the trust. The trust issued to the Company a Residual Certificate worth $12 million and then sold to the public $18 million (reflected in the balance sheet as borrowed money) in Floating Rate Certificates. The program results in a leverage ratio of 1.5:1, i.e., for each $1 of residual there is $1.50 of floater. These floating certificates pay a lower short-term interest rate than the bonds. Short-term rates change each week, are set by the broker and are closely tied to the BMS ST index. Bond interest is accrued and collected as normal.

The Company has outstanding as of December 31, 2003, $18,993,241 in the form of a mortgage loan through its parent, American Express Financial Corporation. The loan was issued on August 27, 1999, with a face amount of $20 million. The loan carried an interest rate of 6.811% up to September 1, 2002, and subsequently was changed to 7.883% and will remain at this rate until it's maturity at August 1, 2017. Interest is payable quarterly based upon a 25 year amortization period. The Company paid $1,506,712 in interest in 2003.

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

A. Defined Benefit Plan

The Company does not sponsor any defined benefit plans.

B. Defined Contribution Plans

The Company offers the American Express retirement program for which all employees are eligible. The program is comprised of a cash balance Retirement Plan for which the Company contributes based upon age and years of service and an Incentive Savings Plan (ISP). The ISP includes a 401K savings plan, a company stock contribution plan and a non-contributory profit sharing arrangement that contributes 0%-7% of the participant's salary depending upon corporate performance and is at the sole discretion of the Board of Directors of the American Express Company.

C. Multi-employer Plans

The Company does not participate in any multi-employer plans.

D. Consolidated/Holding Company Plans

The Company does not participate in any consolidated/holding company plans.

E. Post Employment Benefits and Compensated Absences

The Company has no post employment benefits or compensated absences.

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

NOTES TO FINANCIAL STATEMENTS

A. The Company has 2,000,000 shares of authorized common stock with 2,000,000 shares issued and outstanding. The par value of each share of common stock is $1.00.

B. The Company has no preferred stock outstanding.

C. Dividends on common stock are paid as declared by the board of directors of the Company. There are no dividend restrictions in place.

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

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

F. Mutual Surplus Advances - Not applicable.

G. Company Stock Held for Special Purposes - Not applicable.

H. Changes in Special Surplus Funds - Not applicable.

I. Changes in Unassigned Funds

The portion of unassigned funds represented or reduced by each item below is as follows:

	Current Year Change	Cumulative Change
1) Unrealized gains and losses:	$ 29,776,412.00	$ 30,025,373.00
2) Nonadmitted asset values:	$ 5,922,550.00	$ (2,585,981.00)
3) Separate account business:	$ -	$ -
4) Asset valuation reserve:	$ -	$ -
5) Provision for reinsurance:	$ 66,501.00	$ (304.00)

J. Surplus Notes - Not applicable.

K. Quasi Reorganizations - Not applicable.

L. Quasi Reorganizations Effective Date - Not applicable.

Note 14 - Contingencies

A. Contingent Commitments

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

B. Assessments

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

C. Gain Contingencies

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

D. All Other Contingencies

In the normal course of its business operations, the Company is involved in litigation from time to time with claimants and others and as a result, a number of lawsuits were pending at December 31, 2002. None of the pending lawsuits are considered to be material.

Note 15 - Leases

A & B. The Company had no outstanding leases at the end of the statement period.

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

A. The Company has no financial instruments with off-balance sheet risk.

B. The Company has no financial instruments with concentrations of credit risk.

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

A. Transfers of Receivables Reported as Sales - Not applicable.

NOTES TO FINANCIAL STATEMENTS

B. Transfers and Servicing of Financial Assets - Not applicable.

C. Wash Sales - Not applicable.

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

A. Administrative Services Only (ASO) Plans - Not applicable.

B. Administrative Services Contract (ASC) Plans - Not applicable.

C. Medicare or Other Similarly Structured Cost Based Reimbursement Contracts - Not applicable.

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

The Company has written no business through managing general agents or third party administrators.

Note 20 - September 11 Events

The events of September 11 resulted in minimal home and auto losses for the Company. The total number of claims reported was 27 with losses paid at 12/31/03 totaling $79,591. No reserves exist on the balance sheet as of 12/31/03 since it was determined that all 27 claims were fully developed. Because of the minimal dollar losses expected, no future contingencies have been established for the September 11 event.

Note 21 – Other Items

A. Extraordinary items - Not applicable.

B. Troubled Debt Restructuring for Debtors - Not applicable.

C. Other Disclosures - Not applicable.

D. Uncollectible assets - At December 31, 2003, the Company reported admitted assets of $39,395,329 for premium receivable due from policyholders. The Company routinely assesses the collectibility of these receivables. Based upon Company experience, less than 1% may become uncollectible and the potential loss is not material to the Company's financial condition.

E. Non-cash Transactions – The Company did not engage in any non-cash transactions during the calendar year.

F. Business Interuption Insurance Recoveries – The Company did not have any business interruption insurance recoveries.

Note 22 - Events Subsequent

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

Note 23 - Reinsurance

A. Unsecured Reinsurance Recoverables

The Company has no unsecured reinsurance recoveries exceeding 3 percent of policyholder surplus from any individual reinsurer.

B. Reinsurance Recoverable in Dispute

The Company has no reinsurance recoverable in dispute.

C. Reinsurance Assumed and Ceded

1)

	Assumed Reinsurance		Ceded Reinsurance		Net	
	(1)	(2)	(3)	(4)	(5)	(6)
Debit/(Credit)	Unearned Premium	Commission Equity	Unearned Premium	Commission Equity	Unearned Premium	Commission Equity
a. Affiliates	103,808,487	-	-	-	103,808,487	-
b. All Other		-	64,242	-	(64,242)	-
c. Total	103,808,487	-	64,242	-	103,744,245	-

2) There are no additional commissions that are predicated on loss experience or any other form of profit sharing arrangements in this annual statement as a result of existing contractual arrangements.

3) The Company does not use protective cells as an alternative to traditional reinsurance.

D. Uncollectible Reinsurance

NOTES TO FINANCIAL STATEMENTS

The Company has not written off any uncollectible reinsurance during the 2003 statement period.

E. Commutation of Ceded Reinsurance

The Company had no commutation of ceded reinsurance during the course of the current calendar year.

F. Reinsurance Accounted for as a Deposit - Not applicable.

Note 24 - Retrospectively Rated Contracts

The Company is not involved in any retrospectively rated contracts.

Note 25 - Change in Incurred Losses and Loss Adjustment Expenses

The Company has shown unfavorable loss development for prior accident years during the 2003 calendar year for the private passenger and homeowners product lines. The unfavorable development in prior accident years is the result of ongoing analysis of recent loss development trends. The original estimates of loss and loss reserves are adjusted up or down as additional information becomes known regarding individual claims.

Note 26 - Intercompany Pooling Arrangements

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

Note 27 - Structural Settlements

The Company has not entered into any structural settlements.

Note 28 – Health Care Receivables

The Company has no health care receivables.

Note 29 – Participating Accident and Health Policies

The Company has no participating accident and health policies.

Note 30 – Premium Deficiency Reserves

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

Note 31 - High Deductibles

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

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

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

Note 33 - Asbestos/Environmental Reserves

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

Note 34 - Subscriber Savings Accounts

The Company is not a reciprocal insurance company.

Note 35 - Multi-Peril Crop Insurance

Not Applicable.

NOTES TO FINANCIAL STATEMENTS

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings 1 Amount	2 Percentage	Admitted Assets as Reported in the Annual Statement 3 Amount	4 Percentage
1. Bonds:				
1.1 U.S. Treasury securities	1,233,289	0.233	1,233,289	0.233
1.2 U.S. government agency and corporate obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies		0.000		0.000
1.22 Issued by U.S. government sponsored agencies	410,925	0.078	410,925	0.078
1.3 Foreign government (including Canada, excluding mortgaged-backed securities)		0.000		0.000
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:				
1.41 States, territories and possessions general obligations	6,649,600	1.255	6,649,600	1.255
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations	15,908,714	3.002	15,908,714	3.002
1.43 Revenue and assessment obligations	273,627,922	51.629	273,627,922	51.629
1.44 Industrial development and similar obligations	25,039,895	4.725	25,039,895	4.725
1.5 Mortgage-backed securities (includes residential and commercial MBS):				
1.51 Pass-through securities:				
1.511 Guaranteed by GNMA		0.000		0.000
1.512 Issued by FNMA and FHLMC		0.000		0.000
1.513 Privately issued		0.000		0.000
1.52 CMOs and REMICs:				
1.521 Issued by FNMA and FHLMC		0.000		0.000
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		0.000		0.000
2. Other debt and other fixed income securities (excluding short-term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans rated by the SVO)		0.000		0.000
2.2 Unaffiliated foreign securities		0.000		0.000
2.3 Affiliated securities		0.000		0.000
3. Equity interests:				
3.1 Investments in mutual funds		0.000		0.000
3.2 Preferred stocks:				
3.21 Affiliated		0.000		0.000
3.22 Unaffiliated		0.000		0.000
3.3 Publicly traded equity securities (excluding preferred stocks):				
3.31 Affiliated		0.000		0.000
3.32 Unaffiliated	838,868	0.158	838,868	0.158
3.4 Other equity securities:				
3.41 Affiliated	205,958,699	38.861	205,958,699	38.861
3.42 Unaffiliated		0.000		0.000
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		0.000		0.000
4.6 Mezzanine real estate loans		0.000		0.000
5. Real estate investments:				
5.1 Property occupied by the company	(786,005)	(0.148)	(786,005)	(0.148)
5.2 Property held for the production of income (includes $ of property acquired in satisfaction of debt)		0.000	0	0.000
5.3 Property held for sale ($ including property acquired in satisfaction of debt)		0.000	0	0.000
6. Policy loans		0.000		0.000
7. Receivables for securities		0.000	0	0.000
8. Cash and short-term investments	1,104,758	0.208	1,104,758	0.208
9. Other invested assets		0.000		0.000
10. Total invested assets	529,986,665	100.000	529,986,665	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? WISCONSIN

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. 12/31/1998

3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/1998

3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 09/03/1999

3.4 By what department or departments? WISCONSIN DEPARTMENT OF INSURANCE

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

4.11 sales of new business? Yes [ ] No [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 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC
American Express Financial Advisors	Minneapolis,MN					SEC
Securities America, Inc	Omaha, NE					SEC
American Enterprise Inv Service	Minneapolis, MN					SEC
Centurion Bank	Midvale, UT				FDIC	
American Express Personal Trust Service	Minneapolis, MN				FDIC	
IDS Life	Minneapolis, MN				FDIC	

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

10. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with a(n) actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
BOB WAINSCOTT, PRINCIPAL, ERNST & YOUNG, CHICAGO, IL

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					[ ]	[X]	[ ]	[X]
Common	2,000,000	2,000,000	1.000	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 [ ] No [X]

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

IN CUSTODIANSHIP WITH AMERICAN EXPRESS TRUST COMPANY

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	$
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	$ 30,032,198
20.27	Placed under option agreements	$
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 .....
20.32 .....
20.33 .....
20.34 .....
20.35 .....
20.36 JP Morgan Securities, Salomon/Smith Barney, Morgan Stanley
20.37 .....
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 [ ] No [X]

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

22.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? ..... Yes [ ] No [X]

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

GENERAL INTERROGATORIES

(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	Minneapolis, Minnesota

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

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 [X]

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? $ 661,779

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
INSURANCE SERVICE OFFICE	402,268
NAII	217,054

26.1 Amount of payments for legal expenses, if any? $

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? $

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

GENERAL INTERROGATORIES

(continued)

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes [ ] No [X]

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

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

1.31 Reason for excluding

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

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 Current Year	2 Prior Year
2.1	Premium Numerator	$ 0	$ 0
2.2	Premium Denominator	$ 324,614,141	$ 228,601,041
2.3	Premium Ratio (2.1/2.2)	0.000	0.000
2.4	Reserve Numerator	$ 0	$ 0
2.5	Reserve Denominator	$ 241,931,201	$ 169,373,497
2.6	Reserve Ratio (2.4/2.5)	0.000	0.000

3.1 Does the reporting entity issue both participating and non-participating policies? Yes [ ] No [X]

3.2 If yes, state the amount of calendar year premiums written on:

3.21 Participating policies $

3.22 Non-participating policies $

4. For Mutual Reporting Entities and Reciprocal Exchanges Only:

4.1 Does the reporting entity issue assessable policies? Yes [ ] No [ ]

4.2 Does the reporting entity issue non-assessable policies? Yes [ ] No [ ]

4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders? %

4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums? $

5. For Reciprocal Exchanges Only:

5.1 Does the Exchange appoint local agents? Yes [ ] No [ ]

5.2 If yes, is the commission paid:

5.21 Out of Attorney's-in-fact compensation Yes [ ] No [ ] NA [ ]

5.22 As a direct expense of the Exchange Yes [ ] No [ ] NA [ ]

5.3 What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?

5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred? Yes [ ] No [ ]

5.5 If yes, give full information

GENERAL INTERROGATORIES

PART 2 - PROPERTY & CASUALTY INTERROGATORIES (continued)

6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss?

The Company does not write workers' compensation

6.2 Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process.

AON RE Models, including RMS and Risk Link. Homeowner Insurance - Pacific NW USA.

6.3 What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss?

$35 Million Catastrophe Reinsurance Coverage.

6.4 Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence? Yes [X] No [ ]

6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge it s exposure to unreinsured catastrophic loss.

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

7.2 If yes, indicate the number of reinsurance contracts containing such provisions:

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

8.2 If yes, give full information

9. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes [X] No [ ] NA [ ]

10.1 Has this reporting entity guaranteed policies issued by any other entity and now in force? Yes [ ] No [X]

10.2 If yes, give full information

11.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 12.3 of the assets schedule, Page 2, state the amount of corresponding liabilities recorded for:

11.11 Unpaid losses $

11.12 Unpaid underwriting expenses (including loss adjustment expenses) $

11.2 Of the amount on Line 12.3 of the assets schedule, Page 2, state the amount which is secured by letters of credit, collateral and other funds $

11.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation are premium or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes [ ] No [ ] NA [X]

11.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:

11.41 From %

11.42 To %

11.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium or promissory notes taken by the reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? Yes [ ] No [X]

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

11.61 Letters of Credit $

11.62 Collateral and other funds $

12.1 What amount of installment notes is owned and now held by the reporting entity? $

12.2 Have any of these notes been hypothecated, sold or used in any manner as security for money loaned within the past year? Yes [ ] No [X]

12.3 If yes, what amount? $

13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): $ 300,000

13.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes [ ] No [X]

13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of this amount. 1

GENERAL INTERROGATORIES

PART 2 - PROPERTY & CASUALTY INTERROGATORIES (continued)

14.1 Has this reporting entity guaranteed any financed premium accounts? Yes [ ] No [X]

14.2 If yes, give full information

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

15.11 Name of real estate holding company

15.12 Number of parcels involved

15.13 Total book/adjusted carrying value $

15.2 If yes, provide explanation:

16.1 Does the reporting entity write any warranty business? Yes [ ] No [X]

If yes, disclose the following information for each of the following types of warranty coverage:

	1 Direct Losses Incurred	2 Direct Losses Unpaid	3 Direct Written Premium	4 Direct Premium Unearned	5 Direct Premium Earned
16.11 Home	$	$	$	$	$
16.12 Products	$	$	$	$	$
16.13 Automobile	$	$	$	$	$
16.14 Other*	$	$	$	$	$

* Disclose type of coverage:

FIVE-YEAR HISTORICAL DATA

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

	1 2003	2 2002	3 2001	4 2000	5 1999
Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	177,678,799	129,123,749	96,697,053	76,601,900	70,873,722
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	139,433,390	97,743,200	72,083,756	54,416,830	47,970,861
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	44,175,630	27,700,599	16,924,957	11,641,910	9,807,009
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	0	0	0	0	0
5. Non-proportional reinsurance lines (Lines 30, 31 & 32)	0	0	0	0	0
6. Total (Line 34)	361,287,819	254,567,548	185,705,766	142,660,640	128,651,592
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	174,911,871	127,395,700	95,036,560	76,063,430	69,302,062
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	137,902,666	96,491,268	71,354,658	53,877,096	47,417,245
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	42,051,412	26,313,608	16,205,675	11,156,368	9,205,234
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	0	0	0	0	0
11. Non-proportional reinsurance lines (Lines 30, 31 & 32)	0	0	0	0	0
12. Total (Line 34)	354,865,949	250,200,576	182,596,893	141,096,894	125,924,541
Statement of Income (Page 4)					
13. Net underwriting gain (Loss) (Line 8)	(5,626,063)	(6,902,752)	(12,953,791)	332,551	2,742,335
14. Net investment gain (Loss) (Line 11)	73,143,435	13,181,470	10,837,993	10,623,476	9,734,265
15. Total other income (Line 15)	2,265,496	1,146,809	(714,589)	(85,622)	(194,235)
16. Dividends to policyholders (Line 17)	0	0	0	0	0
17. Federal and foreign income taxes incurred (Line 19)	928,987	1,856,420	(4,823,812)	(141,019)	1,293,194
18. Net income (Line 20)	68,853,879	5,569,107	1,993,424	11,011,425	10,989,171
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 24, Col. 3)	587,865,720	470,166,024	242,172,657	204,262,149	191,299,216
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 12.1)	37,064,059	28,570,827	22,324,199	18,680,614	16,657,590
20.2 Deferred and not yet due (Line 12.2)	2,331,270	1,602,314	1,233,949	626,033	62,385
20.3 Accrued retrospective premiums (Line 12.3)	0	0	0	0	0
21. Total liabilities excluding protected cell business (Page 3, Line 24)	276,054,766	205,391,851	168,033,217	128,622,910	125,770,280
22. Losses (Page 3, Lines 1 and 2)	122,252,486	80,319,111	63,995,758	57,057,834	65,882,359
23. Loss adjustment expenses (Page 3, Line 3)	11,909,184	11,536,663	11,764,151	10,860,596	11,230,097
24. Unearned premiums (Page 3, Line 9)	107,769,531	77,517,723	55,918,188	40,686,994	35,313,617
25. Capital paid up (Page 3, Lines 28 & 29)	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
26. Surplus as regards policyholders (Page 3, Line 35)	311,810,955	264,774,173	74,139,440	75,639,239	65,528,936
Risk-Based Capital Analysis					
27. Total adjusted capital	311,810,955	264,774,173	74,139,440	75,639,239	65,528,937
28. Authorized control level risk-based capital	25,128,560	17,938,898	11,912,571	14,150,890	10,458,811
Percentage Distribution of Cash and Invested Assets (Page 2, Col. 3) (Item divided by Page 2, Line 10, Col. 3) x 100.0					
29. Bonds (Line 1)	60.9	58.1	99.8	101.5	102.0
30. Stocks (Lines 2.1 & 2.2)	39.0	41.7	0.1	0.1	0.1
31. Mortgage loans on real estate (Lines 3.1 and 3.2)	0.0	0.0	0.0	0.0	0.0
32. Real estate (Lines 4.1, 4.2 & 4.3)	(0.1)	(0.2)	(0.1)	0.1	0.0
33. Cash and short-term investments (Line 5)	0.2	0.4	0.1	(1.7)	(2.1)
34. Contract loans (Line 6)	0.0	XXX	XXX	XXX	XXX
35. Other invested assets (Line 7)	0.0	0.0	0.0	0.0	0.0
36. Receivable for securities (Line 8)	0.0	0.0	0.0	0.0	0.0
37. Aggregate write-Ins for invested assets (Line 9)	0.0	0.0	0.0	0.0	0.0
38. Cash and invested assets (Line 10)	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
39. Affiliated Bonds (Schedule D, Summary, Line 25, Col. 1)	0	0	0	0	0
40. Affiliated preferred stocks (Schedule D, Summary, Line 39, Col. 1)	0	0	0	0	0
41. Affiliated common stocks (Schedule D, Summary, Line 53, Col. 2)	205,958,699	176,436,954	0	0	0
42. Affiliated short-term investments (subtotals included in Schedule DA, Part 2, Col. 5, Line 11)	0	0	0	0	0
43. Affiliated mortgage loans on real estate		0	0	0	0
44. All other affiliated		0	0	0	0
45. Total of above Lines 39 to 44	205,958,699	176,436,954	0	0	0
46. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 45 above divided by Page 3, Col. 1, Line 35 x 100.0)	66.1	66.6	0.0	0.0	0.0

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2003	2 2002	3 2001	4 2000	5 1999
Capital and Surplus Accounts (Page 4)					
47. Net unrealized capital gains (Losses) (Line 23)	29,776,412	2,090	0	79,310	51,656
48. Dividends to stockholders (Line 34)	(57,600,000)	0	0	0	0
49. Change in surplus as regards policyholders for the year (Line 37)	47,036,781	190,634,733	(1,499,799)	10,110,304	11,114,984
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
50. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	98,122,547	73,228,760	56,179,567	44,848,109	39,467,707
51. Property lines (Lines 1, 2, 9, 12, 21 & 26)	85,985,161	63,008,381	50,968,757	40,850,899	33,528,660
52. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	21,793,036	14,293,770	11,468,005	8,447,013	6,772,796
53. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	0	0	0	0	0
54. Nonproportional reinsurance lines (Lines 30, 31 & 32)	0	0	0	0	0
55. Total (Line 34)	205,900,744	150,530,911	118,616,329	94,146,021	79,769,163
Net Losses Paid (Page 9, Part 2, Col. 4)					
56. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	97,053,807	72,533,446	54,781,970	43,732,671	37,797,922
57. Property lines (Lines 1, 2, 9, 12, 21 & 26)	85,965,034	62,973,936	50,924,702	40,823,025	33,378,334
58. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	21,416,480	13,998,645	10,984,420	7,482,234	5,773,818
59. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	0	0	0	0	0
60. Nonproportional reinsurance lines (Lines 30, 31 & 32)	0	0	0	0	0
61. Total (Line 34)	204,435,321	149,506,027	116,691,092	92,037,930	76,950,074
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
62. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
63. Losses incurred (Line 2)	75.9	72.5	73.9	61.3	65.3
64. Loss expenses incurred (Line 3)	8.5	8.5	12.1	11.3	11.2
65. Other underwriting expenses incurred (Line 4)	17.3	21.9	21.8	27.1	21.2
66. Net underwriting gain (loss) (Line 8)	(1.7)	(3.0)	(7.7)	0.2	2.2
Other Percentages					
67. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 34 x 100.0)	15.2	19.6	20.4	26.2	20.9
68. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	84.4	81.1	85.9	72.6	76.5
69. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 34 divided by Page 3, Line 35, Col. 1 x 100.0)	113.8	94.5	246.3	186.5	192.2
One Year Loss Development (000 omitted)					
70. Development in estimated losses and loss expenses incurred prior to current year (Schedule P - Part 2 - Summary, Line 12, Col. 11)	17,432	5,919	622	(13,365)	(8,775)
71. Percent of development of loss and loss expenses incurred to policyholders' surplus of prior year end (Line 70 above divided by Page 4, Line 21, Col. 1 x 100.0)	6.6	8.0	0.8	(20.4)	(16.1)
Two Year Loss Development (000 omitted)					
72. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12)	15,243	3,844	(12,932)	(12,202)	(13,758)
73. Percent of development of loss and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 72 above divided by Page 4, Line 21, Col. 2 x 100.0)	20.6	5.1	(19.7)	(22.4)	(30.6)

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	1. United States	1,233,289	1,233,289	1,237,844	1,200,000
Governments	2. Canada	0	0	0	0
(Including all obligations guaranteed	3. Other Countries	0	0	0	0
by governments)	4. Totals	1,233,289	1,233,289	1,237,844	1,200,000
States, Territories and Possessions	5. United States	6,649,600	6,787,550	6,643,100	6,750,000
(Direct and guaranteed)	6. Canada	0	0	0	0
	7. Other Countries	0	0	0	0
	8. Totals	6,649,600	6,787,550	6,643,100	6,750,000
Political Subdivisions of States,	9. United States	15,908,714	16,008,396	15,903,029	15,750,000
Territories and Possessions	10. Canada	0	0	0	0
(Direct and guaranteed)	11. Other Countries	0	0	0	0
	12. Totals	15,908,714	16,008,396	15,903,029	15,750,000
Special revenue and special assessment					
obligations and all non-guaranteed	13. United States	299,078,745	300,001,380	298,755,747	298,945,000
obligations of agencies and authorities of	14. Canada	0	0	0	0
governments and their political subdivisions	15. Other Countries	0	0	0	0
	16. Totals	299,078,745	300,001,380	298,755,747	298,945,000
Public Utilities (unaffiliated)	17. United States	0	0	0	0
	18. Canada	0	0	0	0
	19. Other Countries	0	0	0	0
	20. Totals	0	0	0	0
Industrial and Miscellaneous and Credit Tenant	21. United States	0	0	0	0
Loans (unaffiliated)	22. Canada	0	0	0	0
	23. Other Countries	0	0	0	0
	24. Totals	0	0	0	0
Parent, Subsidiaries and Affiliates	25. Totals	0	0	0	0
	26. **Total Bonds**	322,870,348	324,030,615	322,539,720	322,645,000
PREFERRED STOCKS	27. United States	0	0	0	
Public Utilities (unaffiliated)	28. Canada	0	0	0	
	29. Other Countries	0	0	0	
	30. Totals	0	0	0	
Banks, Trust and Insurance Companies	31. United States	0	0	0	
(unaffiliated)	32. Canada	0	0	0	
	33. Other Countries	0	0	0	
	34. Totals	0	0	0	
Industrial and Miscellaneous (unaffiliated)	35. United States	0	0	0	
	36. Canada	0	0	0	
	37. Other Countries	0	0	0	
	38. Totals	0	0	0	
Parent, Subsidiaries and Affiliates	39. Totals	0	0	0	
	40. **Total Preferred Stocks**	0	0	0	
COMMON STOCKS	41. United States	0	0	0	
Public Utilities (unaffiliated)	42. Canada	0	0	0	
	43. Other Countries	0	0	0	
	44. Totals	0	0	0	
Banks, Trust and Insurance Companies	45. United States	0	0	0	
(unaffiliated)	46. Canada	0	0	0	
	47. Other Countries	0	0	0	
	48. Totals	0	0	0	
Industrial and Miscellaneous (unaffiliated)	49. United States	838,868	838,868	1	
	50. Canada	0	0	0	
	51. Other Countries	0	0	0	
	52. Totals	838,868	838,868	1	
Parent, Subsidiaries and Affiliates	53. Totals	205,958,699	205,958,699	205,958,699	
	54. **Total Common Stocks**	206,797,567	206,797,567	205,958,700	
	55. **Total Stocks**	206,797,567	206,797,567	205,958,700	
	56. **Total Bonds and Stocks**	529,667,915	530,828,182	528,498,420	

(a) The aggregate value of bonds which are valued at other than actual fair value is $ 294,875,098 .

SCHEDULE D - VERIFICATION BETWEEN YEARS

1. Book/adjusted carrying value of bonds and stocks, prior year 423,313,052
2. Cost of bonds and stocks acquired, Column 6, Part 3 149,621,100
3. Increase (decrease) by adjustment:
   - 3.1 Column 16, Part 1 ..... (37,354)
   - 3.2 Column 12, Part 2, Sec. 1 0
   - 3.3 Column 10, Part 2, Sec. 2 29,976,703
   - 3.4 Column 10, Part 4 ..... 15,807 29,955,156
4. Total gain (loss), Col. 14, Part 4 256,367
5. Deduct consideration for bonds and stocks disposed of Column 6, Part 4 73,477,657
6. Foreign Exchange Adjustment:
   - 6.1 Column 17, Part 1 0
   - 6.2 Column 13, Part 2, Sec. 1 0
   - 6.3 Column 11, Part 2, Sec. 2 0
   - 6.4 Column 11, Part 4 ..... 0 0
7. Book/adjusted carrying value at end of current period 529,668,018
8. Total valuation allowance .....
9. Subtotal (Lines 7 plus 8) 529,668,018
10. Total nonadmitted amounts .....
11. Statement value of bonds and stocks, current period 529,668,018

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES
SCHEDULE P - PART 1 - SUMMARY

($000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								12
	1	2	3	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10	11	Number of Claims Reported - Direct and Assumed
	Direct and Assumed	Ceded	Net (Cols. 1 - 2)	4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded	Salvage and Subrogation Received	Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)	
1. Prior	XXX	XXX	XXX	14	0	(3)	0	0	0	2	12	XXX
2. 1994	81,041	4,665	76,375	65,526	4,502	5,629	732	4,357	0	5,176	70,277	XXX
3. 1995	91,776	5,385	86,391	63,331	2,759	5,747	793	4,019	0	5,693	69,545	XXX
4. 1996	92,308	7,315	84,994	62,883	3,570	4,071	109	4,190	0	4,763	67,465	XXX
5. 1997	99,473	6,885	92,588	61,371	1,868	4,174	149	5,689	0	5,735	69,216	XXX
6. 1998	112,575	4,805	107,771	76,523	4,903	4,159	184	9,186	0	6,766	84,781	XXX
7. 1999	125,838	2,727	123,111	80,088	172	4,029	5	10,421	0	8,240	94,362	XXX
8. 2000	137,287	1,564	135,724	96,847	809	3,356	26	12,366	0	9,542	111,735	XXX
9. 2001	170,475	3,109	167,366	125,170	668	3,915	33	13,892	0	11,784	142,276	XXX
10. 2002	232,955	4,354	228,601	145,836	296	2,259	5	15,296	0	13,867	163,090	XXX
11. 2003	330,984	6,370	324,614	145,934	1,066	1,105	12	17,488	0	10,839	163,449	XXX
12. Totals	XXX	XXX	XXX	923,525	20,614	38,441	2,048	96,903	0	82,406	1,036,207	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23	24	25
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21	22			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	Direct and Assumed	Ceded	Salvage and Subrogation Anticipated	Total Net Losses and Expenses Unpaid	Number of Claims Outstanding - Direct and Assumed
1.	0	0	0	0	0	0	0	0	0	0	0	0	XXX
2.	45	10	0	0	0	0	0	0	0	0	0	36	XXX
3.	98	0	0	0	0	0	0	0	0	0	0	98	XXX
4.	6	0	0	0	13	0	0	0	0	0	0	19	XXX
5.	568	206	120	6	22	0	5	3	15	0	0	516	XXX
6.	512	0	495	40	36	0	23	24	19	0	40	1,021	XXX
7.	1,431	300	557	9	227	0	75	5	42	0	73	2,018	XXX
8.	3,524	954	898	43	427	0	179	26	99	0	184	4,103	XXX
9.	5,932	514	3,471	98	724	0	493	59	202	0	611	10,151	XXX
10.	15,180	51	7,374	267	1,587	0	1,081	161	523	0	2,158	25,266	XXX
11.	40,167	1,650	46,247	226	1,958	0	2,369	157	2,226	0	9,124	90,934	XXX
12. Totals	67,461	3,683	59,163	688	4,995	0	4,226	437	3,126	0	12,190	134,162	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense	Inter-Company Pooling Participation Percentage	35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	0	0
2.	75,556	5,244	70,312	93.2	112.4	92.1	0	0		36	0
3.	73,194	3,551	69,643	79.8	66.0	80.6	0	0		98	0
4.	71,163	3,679	67,484	77.1	50.3	79.4	0	0		6	13
5.	71,964	2,232	69,732	72.3	32.4	75.3	0	0		477	39
6.	90,953	5,151	85,802	80.8	107.2	79.6	0	0		967	55
7.	96,871	491	96,379	77.0	18.0	78.3	0	0		1,679	339
8.	117,696	1,858	115,838	85.7	118.8	85.3	0	0		3,424	679
9.	153,800	1,373	152,427	90.2	44.2	91.1	0	0		8,791	1,360
10.	189,136	780	188,357	81.2	17.9	82.4	0	0		22,237	3,030
11.	257,494	3,111	254,383	77.8	48.8	78.4	0	0		84,539	6,396
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	122,252	11,909

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

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END ($000 OMITTED)										DEVELOPMENT	
	1 1994	2 1995	3 1996	4 1997	5 1998	6 1999	7 2000	8 2001	9 2002	10 2003	11 One Year	12 Two Year
1. Prior	21,132	21,367	20,836	20,933	19,855	19,955	19,806	20,426	20,434	20,403	(31)	(23)
2. 1994	66,217	67,936	65,956	65,309	64,624	66,101	66,237	65,960	65,941	65,955	14	(5)
3. 1995	XXX	70,482	69,908	69,729	64,123	65,233	65,760	65,456	65,557	65,624	67	168
4. 1996	XXX	XXX	69,690	67,407	65,394	63,631	63,303	63,160	63,331	63,294	(38)	134
5. 1997	XXX	XXX	XXX	71,328	67,860	64,988	63,566	63,854	63,874	64,029	154	174
6. 1998	XXX	XXX	XXX	XXX	86,069	78,203	76,077	75,810	77,495	76,597	(898)	787
7. 1999	XXX	XXX	XXX	XXX	XXX	93,976	84,038	84,488	84,552	85,916	1,364	1,428
8. 2000	XXX	XXX	XXX	XXX	XXX	XXX	99,921	100,176	101,367	103,374	2,007	3,198
9. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	128,951	131,648	138,332	6,684	9,382
10. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	164,430	172,538	8,108	XXX
11. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	234,669	XXX	XXX
										12. Totals	17,432	15,243

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END ($000 OMITTED)										11	12
	1 1994	2 1995	3 1996	4 1997	5 1998	6 1999	7 2000	8 2001	9 2002	10 2003	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
1. Prior	000	9,827	15,435	17,793	18,748	19,202	19,685	20,374	20,391	20,403	XXX	XXX
2. 1994	36,281	51,331	57,626	62,023	63,775	65,310	65,804	65,827	65,889	65,920	XXX	XXX
3. 1995	XXX	38,815	53,204	58,730	61,535	63,429	64,710	65,234	65,294	65,527	XXX	XXX
4. 1996	XXX	XXX	38,496	51,263	56,028	60,356	62,568	62,679	63,222	63,275	XXX	XXX
5. 1997	XXX	XXX	XXX	37,601	51,058	56,179	59,882	61,703	63,307	63,528	XXX	XXX
6. 1998	XXX	XXX	XXX	XXX	46,220	62,611	68,717	72,692	74,721	75,595	XXX	XXX
7. 1999	XXX	XXX	XXX	XXX	XXX	51,841	69,980	76,919	80,818	83,940	XXX	XXX
8. 2000	XXX	XXX	XXX	XXX	XXX	XXX	63,322	85,315	95,010	99,369	XXX	XXX
9. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	84,785	116,271	128,384	XXX	XXX
10. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	104,792	147,794	XXX	XXX
11. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	145,961	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END ($000 OMITTED)									
	1 1994	2 1995	3 1996	4 1997	5 1998	6 1999	7 2000	8 2001	9 2002	10 2003
1. Prior	8,931	4,091	1,953	1,326	112	233	0	0	0	0
2. 1994	16,063	8,211	2,776	743	(37)	236	228	23	0	0
3. 1995	XXX	17,552	8,321	6,439	330	386	325	32	0	0
4. 1996	XXX	XXX	16,825	8,738	3,674	1,100	539	76	1	0
5. 1997	XXX	XXX	XXX	17,883	7,516	3,314	877	182	(120)	117
6. 1998	XXX	XXX	XXX	XXX	20,601	6,442	2,777	756	1,751	454
7. 1999	XXX	XXX	XXX	XXX	XXX	22,820	5,336	2,481	375	618
8. 2000	XXX	XXX	XXX	XXX	XXX	XXX	16,768	4,975	980	1,008
9. 2001	XXX	XXX	XXX	XXX	XXX	XXX	XXX	17,945	3,028	3,806
10. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	26,788	8,027
11. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	48,234

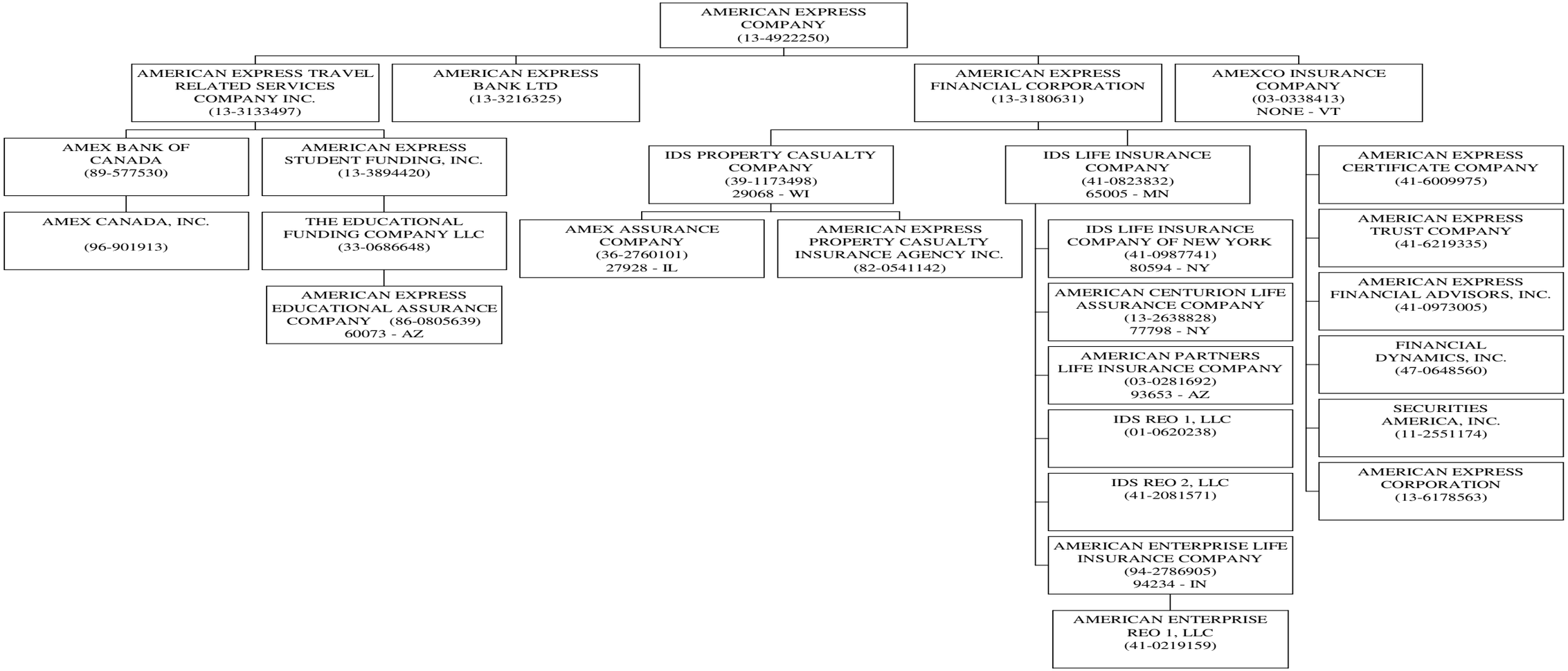
SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

States, etc.	1 Is Insurer Licensed? (Yes or No)	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken 2 Direct Premiums Written	 3 Direct Premiums Earned	4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges Not Included in Premiums	9 Direct Premium Written for Federal Purchasing Groups (Included in Col. 2)
1. Alabama AL	No	0	0	0	0	0	0	0	
2. Alaska AK	No	0	0	0	0	0	0	0	
3. Arizona AZ	Yes	765,038	768,269	0	448,250	(232,586)	701,632	1,871	
4. Arkansas AR	No	0	0	0	0	0	0	0	
5. California CA	Yes	0	0	0	0	0	0	0	
6. Colorado CO	No	0	0	0	0	0	0	0	
7. Connecticut CT	No	0	0	0	0	0	0	0	
8. Delaware DE	No	0	0	0	0	0	0	0	
9. District of Columbia DC	No	0	0	0	0	0	0	0	
10. Florida FL	No	0	0	0	0	0	0	0	
11. Georgia GA	No	0	0	0	0	0	0	0	
12. Hawaii HI	No	0	0	0	0	0	0	0	
13. Idaho ID	No	0	0	0	0	0	0	0	
14. Illinois IL	Yes	0	0	0	0	0	0	0	
15. Indiana IN	Yes	947,232	828,136	0	566,697	558,681	218,448	5,365	
16. Iowa IA	No	0	0	0	0	0	0	0	
17. Kansas KS	No	0	0	0	0	0	0	0	
18. Kentucky KY	No	0	0	0	0	0	0	0	
19. Louisiana LA	No	0	0	0	0	0	0	0	
20. Maine ME	No	0	0	0	0	0	0	0	
21. Maryland MD	No	0	0	0	0	0	0	0	
22. Massachusetts MA	No	0	0	0	0	0	0	0	
23. Michigan MI	No	0	0	0	0	0	0	0	
24. Minnesota MN	Yes	3,253,984	2,577,656	0	1,538,653	480,714	870,749	12,884	
25. Mississippi MS	No	0	0	0	0	0	0	0	
26. Missouri MO	No	0	0	0	0	0	0	0	
27. Montana MT	No	0	0	0	0	0	0	0	
28. Nebraska NE	No	0	0	0	0	0	0	0	
29. Nevada NV	No	0	0	0	0	0	0	0	
30. New Hampshire NH	No	0	0	0	0	0	0	0	
31. New Jersey NJ	No	0	0	0	0	0	0	0	
32. New Mexico NM	No	0	0	0	0	0	0	0	
33. New York NY	No	0	0	0	0	0	0	0	
34. North Carolina NC	No	0	0	0	0	0	0	0	
35. North Dakota ND	No	0	0	0	0	0	0	0	
36. Ohio OH	No	0	0	0	0	0	0	0	
37. Oklahoma OK	No	0	0	0	0	0	0	0	
38. Oregon OR	No	0	0	0	0	0	0	0	
39. Pennsylvania PA	No	0	0	0	0	0	0	0	
40. Rhode Island RI	No	0	0	0	0	0	0	0	
41. South Carolina SC	No	0	0	0	0	0	0	0	
42. South Dakota SD	Yes	37,951	34,823	0	7,601	(41,543)	12,725	217	
43. Tennessee TN	No	0	0	0	0	0	0	0	
44. Texas TX	Yes	1,734,978	1,651,797	0	1,302,345	3,138,631	865,842	17,405	
45. Utah UT	No	0	0	0	0	0	0	0	
46. Vermont VT	No	0	0	0	0	0	0	0	
47. Virginia VA	No	0	0	0	0	0	0	0	
48. Washington WA	No	0	0	0	0	0	0	0	
49. West Virginia WV	No	0	0	0	0	0	0	0	
50. Wisconsin WI	Yes	3,186,344	3,061,523	0	2,180,993	(253,868)	1,378,045	20,996	
51. Wyoming WY	No	0	0	0	0	0	0	0	
52. American Samoa AS	No	0	0	0	0	0	0	0	
53. Guam GU	No	0	0	0	0	0	0	0	
54. Puerto Rico PR	No	0	0	0	0	0	0	0	
55. U.S. Virgin Islands VI	No	0	0	0	0	0	0	0	
56. Canada CN	No	0	0	0	0	0	0	0	
57. Aggregate Other Aliens OT	XXX	0	0	0	0	0	0	0	0
58. Totals	(a) 8	9,925,527	8,922,205	0	6,044,539	3,650,029	4,047,440	58,738	0
DETAILS OF WRITE-INS									
5701.	XXX								
5702.	XXX								
5703.	XXX								
5798. Summary of remaining write-ins for Line 57 from overflow page	XXX	0	0	0	0	0	0	0	0
5799. Totals (Lines 5701 thru 5703 plus 5798) (Line 57 above)	XXX	0	0	0	0	0	0	0	0

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

Explanation of basis of allocation of premiums by states, etc.

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

PART 1 - ORGANIZATIONAL CHART