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LIFE AND ACCIDENT AND HEALTH COMPANIES —ASSOCIATION EDITION

QUARTERLY STATEMENT

AS OF JUNE 30, 2007

OF THE CONDITION AND AFFAIRS OF THE

RIVERSOURCE LIFE INSURANCE CO. OF NEW YORK

NAIC Group Code 0004 (Current Period), 0004 (Prior Period) NAIC Company Code 80594 Employer's ID Number 41-0987741

Organized under the Laws of New York, State of Domicile or Port of Entry New York

Country of Domicile United States

Incorporated/Organized 07/10/1972 Commenced Business 10/25/1972

Statutory Home Office 20 Madison Avenue Extension (Street and Number), Albany, NY 12203-5326 (City or Town, State and Zip Code)

Main Administrative Office 20 Madison Avenue Extension (Street and Number) Albany, NY 12203-5326 (City or Town, State and Zip Code) 518-869-8613 (Area Code) (Telephone Number)

Mail Address 227 Ameriprise Financial Center (Street and Number or P.O. Box), Minneapolis, MN 55474 (City or Town, State and Zip Code)

Primary Location of Books and Records 20 Madison Avenue Extension (Street and Number) Albany, NY 12203-5326 (City or Town, State and Zip Code) 612-671-3969 (Area Code) (Telephone Number)

Internet Website Address ameriprise.com

Statutory Statement Contact Jill L. Rickheim (Name) 612-671-3969 (Area Code) (Telephone Number) (Extension)

jill.l.rickheim@ampf.com (E-Mail Address) 612-671-2154 (Fax Number)

Policyowner Relations Contact 20 Madison Avenue Extension (Street and Number) Albany, NY 12203-5326 (City or Town, State and Zip Code) 518-869-8613 (Area Code) (Telephone Number) (Extension)

OFFICERS

Name	Title	Name	Title
Timothy Vernon Bechtold	President & CEO	Stephen Paul Blaske #	Appointed Actuary
Thomas Richard Moore	Secretary	David Kent Stewart	Vice President & Controller

OTHER OFFICERS

Gumer Cruz Alvero	Sr. Vice President - Annuities	Walter Stanley Berman	Vice President & Treasurer
Maureen Ann Buckley	Vice President & COO	Richard Norman Bush	Sr. Vice President - Corporate Tax
Patrick Howard Carey III	Vice President - Fund Relations	James Louis Hamalainen	Vice President - Investments
Michelle Marie Keely	Vice President - Investments	Timothy James Masek	Vice President - Investments
Thomas William Murphy	Vice President - Investments	Kevin Eugene Palmer	Vice President & Chief Actuary

DIRECTORS OR TRUSTEES

Gumer Cruz Alvero	Timothy Vernon Bechtold	Maureen Ann Buckley	Rodney Palmer Burwell
Robert Ralph Grew	Martin Thomas Griffin	Ronald Louis Guzior	Gregory Charles Johnson
Jean Burhardt Keffeler	Thomas Ross McBurney	Jeryl Ann Millner	Thomas Vincent Nicolosi
Michael Reid Woodward			

State of Minnesota
ss
County of Hennepin

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

Timothy Vernon Bechtold President & CEO	Thomas Richard Moore Secretary	David Kent Stewart Vice President & Controller

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

Subscribed and sworn to before me this 10th day of August, 2007

Maribeth D. Roth, Notary Public - Minnesota
January 31, 2011

MARIBETH D. ROTH
Notary Public
Minnesota
My Commission Expires January 31, 2011

ASSETS

	Current Statement Date 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 December 31 Prior Year Net Admitted Assets
1. Bonds	1,494,243,194		1,494,243,194	1,786,051,763
2. Stocks:				
2.1 Preferred stocks			0	0
2.2 Common stocks	137,177		137,177	137,177
3. Mortgage loans on real estate:				
3.1 First liens	243,179,070		243,179,070	257,828,289
3.2 Other than first liens			0	0
4. Real estate:				
4.1 Properties occupied by the company (less $ ..... encumbrances)			0	0
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 ($ (9,727,004)), cash equivalents ($ 171,063,003) and short-term investments ($ 0)	161,335,999		161,335,999	19,321,674
6. Contract loans, (including $ ..... premium notes)	35,111,892		35,111,892	33,836,815
7. Other invested assets	1,000,000	0	1,000,000	1,003,858
8. Receivables for securities	118,321		118,321	96,297
9. Aggregate write-ins for invested assets	9,586,155	0	9,586,155	0
10. Subtotals, cash and invested assets (Lines 1 to 9)	1,944,711,808	0	1,944,711,808	2,098,275,873
11. Title plants less $ ..... charged off (for Title insurers only)			0	0
12. Investment income due and accrued	18,924,034		18,924,034	22,610,825
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection	187,707	29,909	157,798	205,056
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $ ..... earned but unbilled premiums)	696,094		696,094	804,970
13.3 Accrued retrospective premiums			0	0
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers	518,017		518,017	171,706
14.2 Funds held by or deposited with reinsured companies			0	0
14.3 Other amounts receivable under reinsurance contracts	3,371		3,371	1,690
15. Amounts receivable relating to uninsured plans			0	0
16.1 Current federal and foreign income tax recoverable and interest thereon	1,222,499		1,222,499	0
16.2 Net deferred tax asset	30,774,501	26,138,425	4,636,076	5,827,722
17. Guaranty funds receivable or on deposit	331,011		331,011	331,011
18. Electronic data processing equipment and software	880	880	0	0
19. Furniture and equipment, including health care delivery assets ($ .....)	113,480	113,480	0	0
20. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
21. Receivables from parent, subsidiaries and affiliates	1,782,375		1,782,375	1,640,538
22. Health care ($ .....) and other amounts receivable			0	0
23. Aggregate write-ins for other than invested assets	8,012,499	8,673	8,003,826	7,493,772
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23)	2,007,278,276	26,291,367	1,980,986,909	2,137,363,163
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts	2,969,904,518		2,969,904,518	2,619,774,942
26. Total (Lines 24 and 25)	4,977,182,794	26,291,367	4,950,891,427	4,757,138,105
DETAILS OF WRITE-INS				
0901. Options (Sch DB Part A)	9,586,155		9,586,155	0
0902.				
0903.				
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0
0999. Totals (Lines 0901 through 0903 plus 0998)(Line 9 above)	9,586,155	0	9,586,155	0
2301. Bank Owned Life Insurance	5,274,052		5,274,052	5,170,879
2302. Miscellaneous Assets	1,857,174	8,673	1,848,501	1,397,934
2303. Prepaid Reinsurance	881,273		881,273	924,959
2398. Summary of remaining write-ins for Line 23 from overflow page	0	0	0	0
2399. Totals (Lines 2301 through 2303 plus 2398)(Line 23 above)	8,012,499	8,673	8,003,826	7,493,772

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for life contracts $ 1,647,355,372 less $ included in Line 6.3 (including $ 19,039 Modco Reserve)	1,647,355,372	1,733,136,345
2. Aggregate reserve for accident and health contracts (including $ Modco Reserve)	126,673,098	122,372,159
3. Liability for deposit-type contracts (including $ Modco Reserve)	6,992,882	7,563,448
4. Contract claims:		
4.1 Life	1,771,297	3,494,813
4.2 Accident and health	757,759	795,455
5. Policyholders' dividends $ and coupons $ due and unpaid		0
6. Provision for policyholders' dividends and coupons payable in following calendar year—estimated amounts:		
6.1 Dividends apportioned for payment (including $ Modco)		0
6.2 Dividends not yet apportioned (including $ Modco)		0
6.3 Coupons and similar benefits (including $ Modco)		0
7. Amount provisionally held for deferred dividend policies not included in Line 6		0
8. Premiums and annuity considerations for life and accident and health contracts received in advance less $ discount; including $ 218,499 accident and health premiums	247,529	221,119
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts		0
9.2 Provision for experience rating refunds, including $ accident and health experience rating refunds		0
9.3 Other amounts payable on reinsurance, including $ assumed and $ 279,201 ceded	279,201	125,526
9.4 Interest Maintenance Reserve	10,757,440	9,866,505
10. Commissions to agents due or accrued—life and annuity contracts $ 128,884 accident and health $ 6,296 and deposit-type contract funds $	135,181	134,080
11. Commissions and expense allowances payable on reinsurance assumed		0
12. General expenses due or accrued	5,051,597	4,829,613
13. Transfers to Separate Accounts due or accrued (net) (Including $ (103,193,278) accrued for expense allowances recognized in reserves, net of reinsured allowances)	(105,812,769)	(96,969,173)
14. Taxes, licenses and fees due or accrued, excluding federal income taxes	48,188	(1,142,310)
15.1 Current federal and foreign income taxes, including $ on realized capital gains (losses)		1,316,943
15.2 Net deferred tax liability		0
16. Unearned investment income	324,551	560,477
17. Amounts withheld or retained by company as agent or trustee	159,981	82,039
18. Amounts held for agents' account, including $ 431 agents' credit balances	260,883	313,664
19. Remittances and items not allocated	2,664,208	2,598,776
20. Net adjustment in assets and liabilities due to foreign exchange rates		0
21. Liability for benefits for employees and agents if not included above		0
22. Borrowed money $ and interest thereon $		0
23. Dividends to stockholders declared and unpaid		0
24. Miscellaneous liabilities:		
24.1 Asset valuation reserve	14,668,489	16,630,675
24.2 Reinsurance in unauthorized companies		0
24.3 Funds held under reinsurance treaties with unauthorized reinsurers		0
24.4 Payable to parent, subsidiaries and affiliates		0
24.5 Drafts outstanding		0
24.6 Liability for amounts held under uninsured plans		0
24.7 Funds held under coinsurance		0
24.8 Payable for securities	1,496,445	0
24.9 Capital notes $ and interest thereon $		0
25. Aggregate write-ins for liabilities	829,916	0
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25)	1,714,661,248	1,805,930,154
27. From Separate Accounts Statement	2,969,768,121	2,619,680,181
28. Total liabilities (Lines 26 and 27)	4,684,429,369	4,425,610,335
29. Common capital stock	2,000,000	2,000,000
30. Preferred capital stock		0
31. Aggregate write-ins for other than special surplus funds	0	0
32. Surplus notes		0
33. Gross paid in and contributed surplus	106,641,470	106,617,258
34. Aggregate write-ins for special surplus funds	1,187,378	1,187,378
35. Unassigned funds (surplus)	156,633,210	221,723,134
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 29 $)		0
36.2 shares preferred (value included in Line 30 $)		0
37. Surplus (total Lines 31 + 32 + 33 + 34 + 35 - 36) (Including $ 136,397 in Separate Accounts Statement)	264,462,058	329,527,770
38. Totals of Lines 29, 30 and 37	266,462,058	331,527,770
39. Totals of Lines 28 and 38	4,950,891,427	4,757,138,105
DETAILS OF WRITE-INS		
2501. Interest Rate Swap (Sch DB Part C)	829,916	0
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	829,916	0
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page	0	0
3199. Totals (Lines 3101 thru 3103 plus 3198)(Line 31 above)	0	0
3401. Separate accounts surplus special contingency reserve	750,000	750,000
3402. Group life contingency reserve	437,378	437,378
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)	1,187,378	1,187,378

SUMMARY OF OPERATIONS

	1 Current Year To Date	2 Prior Year Year to Date	3 Prior Year Ended December 31
1. Premiums and annuity considerations for life and accident and health contracts	358,163,779	314,202,003	661,093,493
2. Considerations for supplementary contracts with life contingencies		0	0
3. Net investment income	55,342,727	60,816,922	118,676,491
4. Amortization of Interest Maintenance Reserve (IMR)	530,455	339,363	735,730
5. Separate Accounts net gain from operations excluding unrealized gains or losses	3,961	1,279	11,112
6. Commissions and expense allowances on reinsurance ceded		0	0
7. Reserve adjustments on reinsurance ceded	515	1,207	627
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts	27,340,377	21,469,897	45,410,734
8.2 Charges and fees for deposit-type contracts		0	0
8.3 Aggregate write-ins for miscellaneous income	43,468	123,830	181,449
9. Totals (Lines 1 to 8.3)	441,425,282	396,954,501	826,109,636
10. Death benefits	7,280,599	7,749,997	15,041,185
11. Matured endowments (excluding guaranteed annual pure endowments)		0	0
12. Annuity benefits	37,168,647	36,067,795	61,633,270
13. Disability benefits and benefits under accident and health contracts	2,774,486	2,421,533	5,415,479
14. Coupons, guaranteed annual pure endowments and similar benefits		0	0
15. Surrender benefits and withdrawals for life contracts	242,518,307	196,463,841	432,451,406
16. Group conversions		0	0
17. Interest and adjustments on contract or deposit-type contract funds	931,853	(3,732,328)	1,762,652
18. Payments on supplementary contracts with life contingencies		0	0
19. Increase in aggregate reserves for life and accident and health contracts	(84,043,519)	(41,747,993)	(129,416,459)
20. Totals (Lines 10 to 19)	206,630,373	197,222,845	386,887,533
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only)	15,974,048	14,338,738	29,103,524
22. Commissions and expense allowances on reinsurance assumed		0	0
23. General insurance expenses	16,534,826	16,551,297	30,909,001
24. Insurance taxes, licenses and fees, excluding federal income taxes	1,246,242	2,752,236	4,050,734
25. Increase in loading on deferred and uncollected premiums	128,661	157,061	339,583
26. Net transfers to or (from) Separate Accounts net of reinsurance	167,933,474	136,911,942	293,222,138
27. Aggregate write-ins for deductions	3,282,595	2,689,145	5,844,478
28. Totals (Lines 20 to 27)	411,730,219	370,623,264	750,356,991
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	29,695,063	26,331,237	75,752,645
30. Dividends to policyholders		0	0
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	29,695,063	26,331,237	75,752,645
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	7,926,618	8,059,522	14,017,366
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains (losses) (Line 31 minus Line 32)	21,768,445	18,271,715	61,735,279
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of $ 880,498 (excluding taxes of $ 765,364 transferred to the IMR)	213,819	125,601	1,266,074
35. Net income (Line 33 plus Line 34)	21,982,264	18,397,316	63,001,353
CAPITAL AND SURPLUS ACCOUNT			
36. Capital and surplus, December 31, prior year	331,527,770	289,672,122	289,672,122
37. Net income (Line 35)	21,982,264	18,397,316	63,001,353
38. Change in net unrealized capital gains (losses) less capital gains tax of $ 766,651	(1,423,780)	(66,947)	0
39. Change in net unrealized foreign exchange capital gain (loss)		0	0
40. Change in net deferred income tax	255,596	50,876	(9,397,134)
41. Change in nonadmitted assets and related items	(2,202,705)	3,089,032	11,788,201
42. Change in liability for reinsurance in unauthorized companies		0	0
43. Change in reserve on account of change in valuation basis, (increase) or decrease		0	0
44. Change in asset valuation reserve	1,962,186	(292,759)	1,445,970
45. Change in treasury stock		0	0
46. Surplus (contributed to) withdrawn from Separate Accounts during period	(37,675)	(78,760)	(36,064)
47. Other changes in surplus in Separate Accounts Statement	37,675	78,760	36,064
48. Change in surplus notes		0	0
49. Cumulative effect of changes in accounting principles		0	0
50. Capital changes:			
50.1 Paid in		0	0
50.2 Transferred from surplus (Stock Dividend)		0	0
50.3 Transferred to surplus		0	0
51. Surplus adjustment:			
51.1 Paid in	24,212	0	17,258
51.2 Transferred to capital (Stock Dividend)		0	0
51.3 Transferred from capital		0	0
51.4 Change in surplus as a result of reinsurance		0	0
52. Dividends to stockholders	(83,000,000)	(25,000,000)	(25,000,000)
53. Aggregate write-ins for gains and losses in surplus	(2,663,485)	0	0
54. Net change in capital and surplus for the year (Lines 37 through 53)	(65,065,712)	(3,822,482)	41,855,648
55. Capital and surplus, as of statement date (Lines 36 + 54)	266,462,058	285,849,640	331,527,770
DETAILS OF WRITE-INS			
08.301. Miscellaneous income	43,468	123,830	181,449
08.302.			
08.303.			
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	0	0	0
08.399. TOTALS (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)	43,468	123,830	181,449
2701. Purchase Payment Credits	2,868,823	2,405,657	5,148,202
2702. Experience Rating Refunds	406,563	273,870	680,219
2703. Increase in amounts held for agents' accounts	7,209	9,618	16,057
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0	0
2799. Totals (Lines 2701 through 2703 plus 2798)(Line 27 above)	3,282,595	2,689,145	5,844,478
5301. Prior period reserve adjustment	(2,663,485)	0	0
5302.			
5303.			
5398. Summary of remaining write-ins for Line 53 from overflow page	0	0	0
5399. Totals (Lines 5301 through 5303 plus 5398)(Line 53 above)	(2,663,485)	0	0

CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
Cash from Operations		
1. Premiums collected net of reinsurance	358,215,078	660,777,223
2. Net investment income	60,928,545	123,651,458
3. Miscellaneous income	27,383,845	45,592,182
4. Total (Lines 1 to 3)	446,527,468	830,020,863
5. Benefits and loss related payments	290,063,740	514,536,064
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	176,777,070	311,480,553
7. Commissions, expenses paid and aggregate write-ins for deductions	35,624,128	72,226,586
8. Dividends paid to policyholders	0	0
9. Federal and foreign income taxes paid (recovered) net of $ ..... tax on capital gains (losses)	11,322,346	10,009,707
10. Total (Lines 5 through 9)	513,787,284	908,252,910
11. Net cash from operations (Line 4 minus Line 10)	(67,259,816)	(78,232,047)
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	306,795,941	223,971,801
12.2 Stocks	0	0
12.3 Mortgage loans	21,913,882	28,865,132
12.4 Real estate	0	0
12.5 Other invested assets	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	(305)
12.7 Miscellaneous proceeds	1,474,421	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	330,184,244	252,836,628
13. Cost of investments acquired (long-term only):		
13.1 Bonds	14,595,465	129,842,113
13.2 Stocks	0	0
13.3 Mortgage loans	7,264,662	39,000,000
13.4 Real estate	0	0
13.5 Other invested assets	0	0
13.6 Miscellaneous applications	11,783,880	25,081
13.7 Total investments acquired (Lines 13.1 to 13.6)	33,644,007	168,867,194
14. Net increase (or decrease) in contract loans and premium notes	1,275,077	2,330,473
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	295,265,159	81,638,961
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	24,212	17,258
16.3 Borrowed funds	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities	(570,566)	(1,123,379)
16.5 Dividends to stockholders	83,000,000	25,000,000
16.6 Other cash provided (applied)	(2,444,664)	(731,591)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	(85,991,018)	(26,837,712)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	142,014,325	(23,430,797)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	19,321,674	42,752,471
19.2 End of period (Line 18 plus Line 19.1)	161,335,999	19,321,674

EXHIBIT 1

DIRECT PREMIUMS AND DEPOSIT-TYPE CONTRACTS

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
1. Industrial Life		0	0
2. Ordinary Life Insurance	33,613,029	32,844,808	65,390,609
3. Ordinary Individual Annuities	305,499,820	258,482,205	551,583,465
4. Credit Life (Group & Individual)		0	0
5. Group Life Insurance	6,637	6,612	11,390
6. Group Annuities	13,392,750	16,664,918	31,086,982
7. A & H - Group		0	0
8. A & H - Credit (Group & Individual)		0	0
9. A & H - Other	10,844,772	10,924,318	21,989,780
10. Aggregate of All Other Lines of Business	0	0	0
11. Subtotal	363,357,008	318,922,861	670,062,226
12. Deposit-Type Contracts	266,164	173,326	380,726
13. Total	363,623,172	319,096,187	670,442,952
DETAILS OF WRITE-INS			
1001.			
1002.			
1003.			
1098. Summary of remaining write-ins for Line 10 from overflow page	0	0	0
1099. Totals (Lines 1001 thru 1003 plus 1098)(Line 10 above)	0	0	0

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

RiverSource Life Insurance Co. of New York ("the Company" or "RiverSource Life of NY") has added the following policy:

1. All derivatives that are not part of a designated hedging transaction, principally index put options and interest rate swaps are stated at fair value with changes in the fair value being reflected in unrealized gains (losses). Futures contracts are marked to market daily with changes in market value being paid or received and recorded in unrealized gain (losses). When the futures contracts are closed the change in value is realized in earnings.

2. Accounting Changes and Corrections of Errors

In the first quarter of 2007, the disability income claim reserves were decreased $1.2 million to reflect a better estimate based on recent claim studies performed by the Company. The claim reserve estimate was refined in three areas. First, the claim continuance and termination rates were updated to ensure reserve sufficiency based on company experience. Second, the pending disability claims better reflect the anticipated rate of approved claims. Lastly, partial benefit payments are appropriately recognized in the claim reserve computation.

3. Business Combinations and Goodwill

Not applicable

4. Discontinued Operations

Not applicable

5. Investments

No significant change

6. Joint Ventures, Partnerships and Limited Liability Companies

None

7. Investment Income

No significant change

8. Derivative Instruments

A. Under interest rate swap agreements, the Company contracts with other parties to receive fixed rate interest amounts and pay variable rate interest amounts as calculated on an agreed upon notional amount at specified determination dates.

Exchange traded index futures are used to protect the Company in the event of changes in the market indices which impact the liabilities being economically hedged. There is no cash exchanged at the origination of the contract, but cash settles daily over the life of the contract to record the changes to the underlying index.

Purchased put index options are used to protect the Company in the event of changes in the market indices which impact the liabilities being economically hedged. The Company pays an initial premium to the counterparty. If the identified index level is below the identified strike price on the expiration date, the Company receives a payment.

The Company is exposed to credit risk in the event of non-performance by counterparties. The Company monitors credit exposure through established approval procedures. Credit risk exposure is represented by a positive fair value (market value) of contracts at the reporting date. Refer to Schedule DB for additional details.

B. The Company enters into derivative financial instruments to manage exposure to interest rate risk and equity market risk. To manage these exposures, and any related mismatches between assets and liabilities, the Company invests in Interest Rate Swaps, Index Options and Financial Futures contracts. Option transactions include purchased puts. The futures transactions are short positions resulting from sales of the futures contracts. The Company holds no derivative instruments for trading purposes.

C. The options are marked to fair value with the changes reflected in unrealized gains (losses) as they are not part of a designated hedging transaction.

Interest rate swaps are reported at fair value with changes in fair value reflected in unrealized gains (losses). Interest earned or paid is recognized currently in earnings.

Futures contracts are stated at the value of any cash deposits that have been made. Futures contracts are marked-to-market daily with changes in market value being paid or received and recorded in unrealized gains (losses). When the futures contracts are closed, the change in value is realized in earnings.

D. The purchased put option contracts are not part of a designated hedge and therefore have not been monitored for hedge effectiveness. Fair value accounting is used for the put options, which has resulted in a net unrealized loss of $2,214,446 being recorded in surplus for 2007.

E. Not applicable.

F. Not applicable

9. Income Taxes

A. The components of the net deferred tax asset/liability at June 30, 2007 and December 31, 2006 are as follows:

	June 30, 2007	December 31, 2006
(1) Deferred tax assets (DTA), gross admitted and nonadmitted	$ 31,345,264	$ 30,295,776
(2) Deferred tax liabilities (DTL)	570,763	543,522
(3) DTA nonadmitted	26,138,425	23,924,532
(4) Net admitted DTA	$ 4,636,076	$ 5,827,722
(5) Increase (decrease) in DTA nonadmitted	$ 2,213,893	$ (11,550,550)

B. RiverSource Life of NY has no unrecognized DTL.

NOTES TO FINANCIAL STATEMENTS

C. Current income taxes incurred consist of the following:

	June 30, 2007	December 31, 2006
Current year expense	$ 9,081,466	$ 17,372,132
Prior year audit settlement	-	121,206
Prior year adjustment of current liability	-	(63,612)
Tax credits	(274,350)	(300,000)
Prior year over-accrual of tax reserves	-	(1,734, 657)
Current federal income taxes incurred	$ 8,807,116	$ 15,395,069

DTAs	June 30, 2007	December 31, 2006
Deferred acquisition costs	$ 16,052,552	$ 15,686,206
Reserves	13,678,592	12,650,833
Accrued liabilities	790,434	-
Unrealized losses	766,651	813,176
Investments	44,247	1,145,561
Other	12,788	-
Total gross DTAs	31,345,264	30,295,776
Less: DTAs nonadmitted	26,138,425	23,924,532
Admitted DTAs	5,206,839	6,371,244
DTLs		
Other	$ 570,763	$ 543,522
Total DTLs	$ 570,763	$ 543,522
Net admitted DTA	$ 4,636,076	$ 5,827,722

The change in net DTAs is comprised of the following:

	June 30, 2007	December 31, 2006	Change
Gross DTAs	$ 31,345,264	$ 30,295,776	$ 1,049,488
Less: Total DTLs	570,763	543,522	27,241
Net DTAs in excess of DTLs	$ 30,774,501	$ 29,752,254	$ 1,022,247
Tax effect on unrealized losses			(766,651)
Change in DTAs			$ 255,596

D. The provision for federal income taxes incurred is different from that which would be obtained by applying the enacted federal income tax rate to income before taxes. The significant items causing this difference are as follows:

	Amount	Tax	Effective Rate
Net gains from operations before federal income taxes	$ 29,695,063		
Realized capital gains	2,515,708		
Income before taxes	$ 32,210,771	$ 11,273,770	35.0%
Permanent differences:			
Foreign tax addback	274,350	96,023	0.3%
Amortization of IMR	(530,455)	(185,659)	(0.6)%
Foreign tax credit		(274,350)	(0.9)%
Prior period adjustment	(2,663,485)	(932,220)	(2.9)%
Dividends received deduction	(3,978,845)	(1,392,596)	(4.3)%
Other	(95,566)	(33,448)	(0.1)%
Total effective tax		$ 8,551,520	26.5%
Federal and foreign income taxes incurred		$ 8,807,116	27.3%
Change in net deferred income taxes		(255,596)	(0.8)%
Total statutory income tax		$ 8,551,520	26.5%

E. (1) At June 30, 2007, the Company had no operating loss carryforwards. The Company has net capital loss carryforwards which expire as follows:

	Capital Loss Carryforward	Tax Effect (35%)
2009	$ 2,071,024	$ 724,858

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

2007: $ 8,807,116
2006: $ 15,273,863
2005: $ 12,325,230

F. (1) The Company's return is consolidated with RiverSource Life Insurance Company.

(2) The method of allocation among the companies is subject to written agreement, approved by the Board of Directors. Allocation is based upon separate return calculations with current credit for net losses to the extent they are utilized by the consolidated group. Intercompany tax balances are settled in accordance with the terms of the written agreement.

NOTES TO FINANCIAL STATEMENTS

10. Information Concerning Parent, Subsidiaries and Affiliates

A. RiverSource Life of NY is a wholly-owned subsidiary of RiverSource Life Insurance Company ("RiverSource Life"). RiverSource Life is a wholly−owned subsidiary of Ameriprise Financial, Inc. ("Ameriprise Financial"). Ameriprise Financial was formerly a wholly-owned subsidiary of American Express Company ("American Express"). On February 1, 2005, the American Express Board of Directors announced its intention to pursue the disposition of 100% of its shareholdings in Ameriprise Financial (the "Separation") through a tax-free distribution to American Express shareholders. Effective as of the close of business on September 30, 2005, American Express completed the Separation and the distribution of the Ameriprise Financial common shares to American Express shareholders (the "Distribution").

B. In connection with the Distribution, Ameriprise Financial entered into certain agreements with American Express to effect the separation and to define the responsibility for obligations arising before and after the date of the Distribution, including, among others, obligations relating to transition services, taxes, and employees. Ameriprise Financial has incurred $802 million of pretax non-recurring separation costs since the separation announcement through June 30, 2007 and expects to incur a total of approximately $875 million by the end of 2007. These costs are primarily related to technology costs and marketing and rebranding. The majority of the technology related costs were incurred as of June 30, 2007. RiverSource Life of NY was allocated certain expenses incurred as a result of Ameriprise Financial becoming an independent company (as discussed below).

Separation Costs
RiverSource Life of NY has incurred $3.4 million in total pretax non-recurring separation costs since the separation announcement through June 30, 2007. These costs are reported in "General Insurance Expenses" in the Summary of Operations.

Dividends.
On June 25, 2007, RiverSource Life of NY paid $83 million in cash dividends to RiverSource Life.

C. Not applicable

D. The following amounts for receivables from/payables to affiliates are included on the balance sheet:

	June 30, 2007	December 31, 2006
Receivable from affiliates	$ 1.8 million	$ 1.6 million
Payable to affiliates*	$ 3.7 million	$ 3.3 million

*reported as a component of "General expenses due or accrued"

These balances will be settled in the ordinary course of business.

E. – K. No significant change

11. Debt
None

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans
No significant change

13. Capital and Surplus, Shareholder's Dividend Restrictions and Quasi-Reorganizations
No significant change

14. Contingencies
No significant change

15. Leases
None

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

A. (1) The table below summarizes the total notional amounts outstanding for the Company's derivatives as of June 30, 2007.

	ASSETS		LIABILITIES	
	2007	2006	2007	2006
a. Swaps	20,000,000	-	-	-
b. Futures	-	-	3,750	-
c. Options	110,141,774	-	-	-
d. Total	130,141,774	-	3,750	-

See Schedule DB for additional detail.

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

(3) The Company is exposed to credit-related losses in the event of non-performance by counterparties. The Company monitors credit exposure through established approval procedures. Credit risk exposure is represented by a positive fair value (market value) of contracts at the reporting date. Because exchanged-traded futures and options are affected through a regulated exchange and the futures positions are marked to market on a daily basis, the Company has little exposure to credit-related losses in the event of nonperformance by counterparties to such financial instruments.

(4) The Company is required to furnish collateral for certain option contracts. The amount of collateral that is required is determined by the Company and the counterparty.

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

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

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

NOTES TO FINANCIAL STATEMENTS

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

20. September 11 Events
None

21. Other Items
None

22. Subsequent Events
None

23. Reinsurance
No significant change

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination
Not applicable

25. Change in Incurred Losses and Loss Adjustment Expenses
Not applicable

26. Intercompany Pooling Arrangements
Not applicable

27. Structured Settlements
Not applicable

28. Health Care Receivables
Not applicable

29. Participating Policies
Not applicable

30. Premium Deficiency Reserves
Not applicable

31. Reserves for Life and Deposit-Type Contracts
No significant change

32. Analysis of Actuarial Reserves and Deposit Liabilities by Withdrawal characteristics
No significant change

33. Premium and Annuity Considerations Deferred and Uncollected
No significant change

34. Separate Accounts
A. No significant change

B. Reconciliation of transfers to (from) Separate Accounts

	June 30, 2007
1. Separate Account transfers	
a. Transfers to Separate Accounts	$ 314,901,567
b. Less: Transfers from Separate Accounts	153,514,113
c. Net transfers to (from) Separate Accounts (a) – (b)	$ 161,387,454
2. Reconciling adjustments	
a. Transfers due to purchase payment credits	$ (2,868,939)
b. Contract and insurance charge	8,045,591
c. Policy loans disbursements	2,170,730
d. Policy loan repayments	(765,136)
e. Other miscellaneous	(36,226)
3. Transfers as Reported in the Summary of Operations of the Life, Accident & Health Quarterly Statement	$ 167,933,474

35. Loss/Claim Adjustment Expenses
No significant change

GENERAL INTERROGATORIES

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

PART 1 - COMMON INTERROGATORIES
GENERAL

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

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

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. Have there been any substantial changes in the organizational chart since the prior quarter end? ..... Yes [X] No [ ]

If yes, complete the Schedule Y - Part 1 - organizational chart.

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

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

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

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

If yes, attach an explanation.

6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2006

6.2 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. 12/31/2002

6.3 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). 08/11/2005

6.4 By what department or departments?

New York State Insurance Department.....

7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?..... Yes [ ] No [X]

7.2 If yes, give full information:

.....

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

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC
American Enterprise Investment Services	Minneapolis, MN					Yes
American Express Asset Mgmt Int'l, Inc	Minneapolis, MN					Yes
American Express Asset Management, Ltd	Minneapolis, MN					Yes
Ameriprise Bank, FSB	New York, NY			Yes		
Ameriprise Certificate Company	Minneapolis, MN					Yes
Ameriprise Financial, Inc	Minneapolis, MN			Yes		
Ameriprise Financial Services, Inc	Minneapolis, MN					Yes
IDS Capital Holdings, Inc	Minneapolis, MN					Yes
Kenwood Capital Management LLC	Minneapolis, MN					Yes
RiverSource Distributors	Minneapolis, MN					Yes
RiverSource Investments LLC	Minneapolis, MN					Yes
RiverSource Service Corporation	Minneapolis, MN					Yes
Securities America Advisors, Inc	Omaha, NE					Yes
Securities America, Inc	Omaha, NE					Yes
RiverSource Life Insurance Company	Minneapolis, MN					Yes

GENERAL INTERROGATORIES

9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No [ ]

(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;

(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;

(c) Compliance with applicable governmental laws, rules and regulations;

(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and

(e) Accountability for adherence to the code.

9.11 If the response to 9.1 is No, please explain:

9.2 Has the code of ethics for senior managers been amended? Yes [ ] No [X]

9.21 If the response to 9.2 is Yes, provide information related to amendment(s).

9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [ ] No [X]

9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

FINANCIAL

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

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: $ 1,404,238

INVESTMENT

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

11.2 If yes, explain:

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

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

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

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

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

15.2 If yes, please complete the following:

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

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

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

GENERAL INTERROGATORIES

17. Excluding items in Schedule E, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Part 1 - General, Section IV.H - Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? ..... Yes [X] No [ ]

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

1 Name of Custodian(s)	2 Custodian Address
Ameriprise Trust Company	50900 Ameriprise Financial Center Minneapolis, MN 55474

17.2 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

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

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

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

17.5 Identify all investment advisors, 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	2 Name(s)	3 Address
	RiverSource Investments, LLC	50189 Ameriprise Financial Center Minneapolis, MN 55474

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

18.2 If no, list exceptions:

.....

GENERAL INTERROGATORIES

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

PART 2 - LIFE & HEALTH

1. Report the statement value of mortgage loans at the end of this reporting period for the following categories:

	1 Amount
1.1 Long-Term Mortgages In Good Standing	
1.11 Farm Mortgages	$
1.12 Residential Mortgages	$
1.13 Commercial Mortgages	$ 243,179,070
1.14 Total Mortgages in Good Standing	$ 243,179,070
1.2 Long-Term Mortgages In Good Standing with Restructured Terms	
1.21 Total Mortgages in Good Standing with Restructured Terms	$
1.3 Long-Term Mortgages Loans Upon which Interest is Overdue more than Three Months	
1.31 Farm Mortgages	$
1.32 Residential Mortgages	$
1.33 Commercial Mortgages	$
1.34 Total Mortgages with Interest Overdue more than Three Months	$ 0
1.4 Long-Term Mortgages Loans in Process of Foreclosure	
1.41 Farm Mortgages	$
1.42 Residential Mortgages	$
1.43 Commercial Mortgages	$
1.44 Total Mortgages in Process of Foreclosure	$ 0
1.5 Total Mortgage Loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Col. 3, Lines 3.1 plus 3.2)	$ 243,179,070
1.6 Long-Term Mortgages Foreclosed, Properties Transferred to Real Estate in Current Quarter	
1.61 Farm Mortgages	$
1.62 Residential Mortgages	$
1.63 Commercial Mortgages	$
1.64 Total Mortgages Foreclosed and Transferred to Real Estate	$ 0

SCHEDULE A - VERIFICATION

Real Estate

NONE

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

SCHEDULE B – VERIFICATION

Mortgage Loans

	1 Year to Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest on mortgages owned, December 31 of prior year	257,828,289	247,478,288
2. Amount loaned during period:		
2.1. Actual cost at time of acquisitions	4,000,000	39,000,000
2.2. Additional investment made after acquisitions	3,264,662	0
3. Accrual of discount and mortgage interest points and commitment fees		0
4. Increase (decrease) by adjustment		0
5. Total profit (loss) on sale		215,133
6. Amounts paid on account or in full during the period	21,913,882	28,865,131
7. Amortization of premium		0
8. Increase (decrease) by foreign exchange adjustment		0
9. Book value/recorded investment excluding accrued interest on mortgages owned at end of current period	243,179,070	257,828,289
10. Total valuation allowance		0
11. Subtotal (Lines 9 plus 10)	243,179,070	257,828,289
12. Total nonadmitted amounts		0
13. Statement value of mortgages owned at end of current period (Page 2, mortgage lines, Net Admitted Assets column)	243,179,070	257,828,289

SCHEDULE BA – VERIFICATION

Other Invested Assets

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of long-term invested assets owned, December 31 of prior year	1,003,858	0
2. Cost of acquisitions during period:		
2.1. Actual cost at time of acquisitions		1,009,390
2.2. Additional investment made after acquisitions		0
3. Accrual of discount		0
4. Increase (decrease) by adjustment		0
5. Total profit (loss) on sale		0
6. Amounts paid on account or in full during the period		0
7. Amortization of premium	3,858	5,532
8. Increase (decrease) by foreign exchange adjustment		0
9. Book/adjusted carrying value of long-term invested assets at end of current period	1,000,000	1,003,858
10. Total valuation allowance		0
11. Subtotal (Lines 9 plus 10)	1,000,000	1,003,858
12. Total nonadmitted amounts		0
13. Statement value of long-term invested assets at end of current period (Page 2, Line 7, Column 3)	1,000,000	1,003,858

SCHEDULE D – VERIFICATION

Bonds and Stocks

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	1,786,188,940	1,881,980,807
2. Cost of bonds and stocks acquired	17,086,877	138,148,799
3. Accrual of discount	549,150	1,463,790
4. Increase (decrease) by adjustment	(141,038)	0
5. Increase (decrease) by foreign exchange adjustment		0
6. Total profit (loss) on disposal	2,656,746	3,721,464
7. Consideration for bonds and stocks disposed of	309,280,059	233,287,876
8. Amortization of premium	2,680,245	5,838,044
9. Book/adjusted carrying value, current period	1,494,380,371	1,786,188,940
10. Total valuation allowance		0
11. Subtotal (Lines 9 plus 10)	1,494,380,371	1,786,188,940
12. Total nonadmitted amounts		0
13. Statement value	1,494,380,371	1,786,188,940

SCHEDULE D - PART 1B

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

	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. Class 1	1,244,872,102	2,273,477,880	2,323,298,883	10,745,492	1,244,872,102	1,205,796,591	0	1,251,553,259
2. Class 2	411,288,679	0	62,442,146	(8,950,571)	411,288,679	339,895,962	0	436,835,509
3. Class 3	66,147,309	7,108,768	3,636,790	866,569	66,147,309	70,485,856	0	69,068,370
4. Class 4	50,494,397	249,375	820,969	(2,536,928)	50,494,397	47,385,875	0	54,171,841
5. Class 5	939,550	0		802,364	939,550	1,741,914	0	939,722
6. Class 6	0	0			0	0	0	442,811
7. Total Bonds	1,773,742,037	2,280,836,023	2,390,198,788	926,926	1,773,742,037	1,665,306,198	0	1,813,011,512
PREFERRED STOCK								
8. Class 1	0				0	0	0	0
9. Class 2	0				0	0	0	0
10. Class 3	0				0	0	0	0
11. Class 4	0				0	0	0	0
12. Class 5	0				0	0	0	0
13. Class 6	0				0	0	0	0
14. Total Preferred Stock	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock	1,773,742,037	2,280,836,023	2,390,198,788	926,926	1,773,742,037	1,665,306,198	0	1,813,011,512

Schedule DA - Part 1

NONE

Schedule DA - Part 2

NONE

Schedule DB - Part F - Section 1

NONE

Schedule DB - Part F - Section 2

NONE

Schedule S

NONE

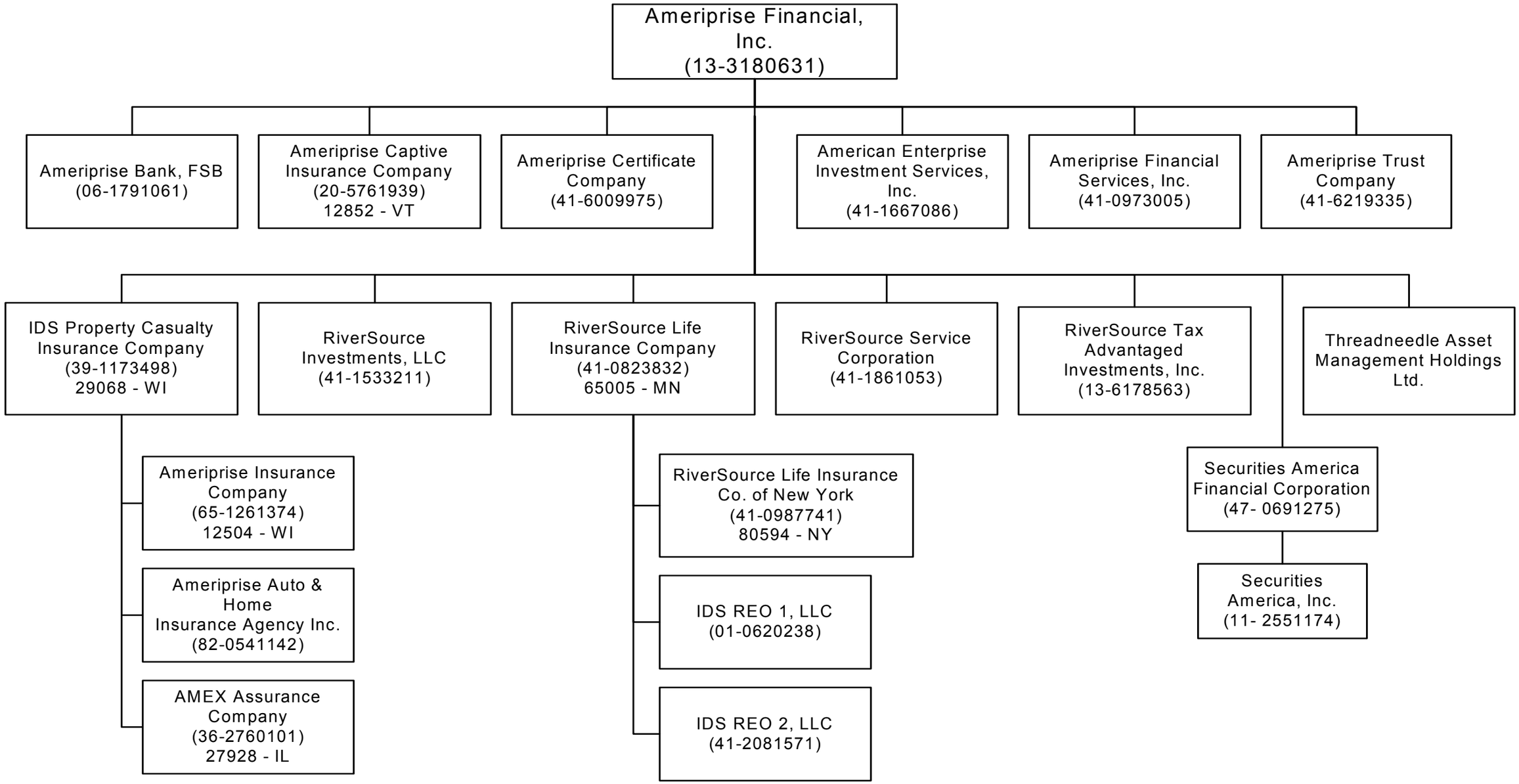
SCHEDULE T—PREMIUMS AND ANNUITY CONSIDERATIONS

Current Year To Date - Allocated by States and Territories

		Direct Business Only					
		Life Contracts					
	1	2	3	4	5	6	7
States, Etc.	Is Insurer Licensed? (Yes or No)	Life Insurance Premiums	Annuity Considerations	Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	Other Considerations	Total Columns 2 Through 5	Deposit-Type Contracts
1. Alabama AL	No	9,062	2,260	1,881		13,203	
2. Alaska AK	No	7,229	300	221		7,750	
3. Arizona AZ	No	99,638	149,627	27,100		276,365	
4. Arkansas AR	No	689	4,500	1,737		6,926	
5. California CA	No	319,724	383,822	73,293		776,839	
6. Colorado CO	No	29,121	69,471	9,505		108,097	
7. Connecticut CT	No	644,133	3,410,076	109,469		4,163,678	112,537
8. Delaware DE	Yes	40,163	103,628	4,300		148,091	
9. District of Columbia DC	No	29,252	123,523	4,835		157,610	
10. Florida FL	No	662,616	2,374,305	335,223		3,372,144	
11. Georgia GA	No	64,927	158,457	44,666		268,050	
12. Hawaii HI	No	6,221	5,850	7,187		19,258	
13. Idaho ID	No	2,389	6,000	0		8,389	
14. Illinois IL	No	42,136	31,617	18,613		92,366	
15. Indiana IN	No	14,657	37,539	10,530		62,726	
16. Iowa IA	No	6,288	300	1,841		8,429	
17. Kansas KS	No	2,916	8,544	1,542		13,002	
18. Kentucky KY	No	13,616	101,680	4,132		119,428	
19. Louisiana LA	No	24,609	260,684	3,377		288,670	
20. Maine ME	No	13,194	6,450	10,327		29,971	
21. Maryland MD	No	85,565	464,258	42,647		592,470	
22. Massachusetts MA	No	183,137	990,675	57,261		1,231,073	
23. Michigan MI	No	25,506	11,700	10,763		47,969	
24. Minnesota MN	No	25,287	16,162	9,193		50,642	
25. Mississippi MS	No	3,246	3,101	538		6,885	
26. Missouri MO	No	13,830	1,950	7,321		23,101	
27. Montana MT	No	600	0	1,299		1,899	
28. Nebraska NE	No	(122)	0	517		395	
29. Nevada NV	No	28,341	89,453	17,564		135,358	
30. New Hampshire NH	No	33,441	95,647	12,872		141,960	
31. New Jersey NJ	No	1,490,514	3,320,684	287,629		5,098,827	
32. New Mexico NM	No	74,529	4,650	15,555		94,734	
33. New York NY	Yes	28,625,882	303,211,605	9,280,846		341,118,333	153,627
34. North Carolina NC	No	204,187	676,662	74,606		955,455	
35. North Dakota ND	Yes	0	1,450	0		1,450	
36. Ohio OH	No	46,013	12,300	11,539		69,852	
37. Oklahoma OK	No	6,018	4,300	2,740		13,058	
38. Oregon OR	No	8,509	102,300	4,702		115,511	
39. Pennsylvania PA	No	209,241	1,295,534	75,126		1,579,901	
40. Rhode Island RI	No	13,514	1,500	9,848		24,862	
41. South Carolina SC	No	74,674	53,859	35,900		164,433	
42. South Dakota SD	No	200	960	0		1,160	
43. Tennessee TN	No	31,612	277,511	8,687		317,810	
44. Texas TX	No	67,000	497,604	23,761		588,365	
45. Utah UT	No	3,747	9,300	2,748		15,795	
46. Vermont VT	No	53,710	100,172	9,099		162,981	
47. Virginia VA	No	135,337	199,738	56,046		391,121	
48. Washington WA	No	13,339	13,800	6,025		33,164	
49. West Virginia WV	No	9,272	2,000	1,094		12,366	
50. Wisconsin WI	No	17,324	140,211	2,787		160,322	
51. Wyoming WY	No	10,048	0	123		10,171	
52. American Samoa AS	No	0	0	0		0	
53. Guam GU	No	0	0	0		0	
54. Puerto Rico PR	No	859	2,000	1,049		3,908	
55. US Virgin Islands VI	No	392	1,400	0		1,792	
56. Northern Mariana Islands MP	No	4,238	780	3,735		8,753	
57. Canada CN	No					0	
58. Aggregate Other Alien OT	XXX	76,092	50,670	1,857	0	128,619	0
59. Subtotal	(a) 3	33,607,662	318,892,569	10,745,256	0	363,245,487	266,164
90. Reporting entity contributions for employee benefit plans	XXX					0	
91. Dividends or refunds applied to purchase paid-up additions and annuities	XXX					0	
92. Dividends or refunds applied to shorten endowment or premium paying period	XXX					0	
93. Premium or annuity considerations waived under disability or other contract provisions	XXX	13,415		175,457		188,872	
94. Aggregate of other amounts not allocable by State	XXX	0	0	0	0	0	0
95. Totals (Direct Business)	XXX	33,621,077	318,892,569	10,920,713	0	363,434,359	266,164
96. Plus Reinsurance Assumed	XXX					0	
97. Totals (All Business)	XXX	33,621,077	318,892,569	10,920,713	0	363,434,359	266,164
98. Less Reinsurance Ceded	XXX	3,074,659	1,723	2,141,633		5,218,015	
99. Totals (All Business) less Reinsurance Ceded	XXX	30,546,418	318,890,846	8,779,080	0	358,216,344	266,164
DETAILS OF WRITE-INS							
5801. Other alien	XXX	76,092	50,670	1,857		128,619	
5802.	XXX						
5803.	XXX						
5898. Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0
5899. Totals (Lines 5801 through 5803 plus 5898)(Line 58 above)	XXX	76,092	50,670	1,857	0	128,619	0
9401.	XXX						
9402.	XXX						
9403.	XXX						
9498. Summary of remaining write-ins for Line 94 from overflow page	XXX	0	0	0	0	0	0
9499. Totals (Lines 9401 through 9403 plus 9498)(Line 94 above)	XXX	0	0	0	0	0	0

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

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



SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

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

	RESPONSE
1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?	NO
2. Will the Medicare Part D Coverage Statement be filed with the state of domicile and the NAIC with this statement?	NO

Explanation:

1.

2.

Bar Code:

1. 8 0 5 9 4 2 0 0 7 4 9 0 0 0 0 0 2

2. 8 0 5 9 4 2 0 0 7 3 6 5 0 0 0 0 2

OVERFLOW PAGE FOR WRITE-INS

SCHEDULE A - PART 2

Showing All Real Estate ACQUIRED During the Current Quarter

1	Location		4	5	6	7	8	9
	2	3						
Description of Property	City	State	Date Acquired	Name of Vendor	Actual Cost	Amount of Encumbrances	Book/Adjusted Carrying Value Less Encumbrances	Expended for Additions and Permanent Improvements
9999999 - Totals								

NONE

SCHEDULE A - PART 3

Showing All Real Estate SOLD during the Current Quarter, Including Payments During the Final Year on "Sales under Contract"

1	Location		4	5	6	7	8	9	10	11	12	13	14	15	16	17
	2	3														
Description Of Property	City	State	Disposal Date	Name of Purchaser	Actual Cost	Book/Adjusted Carrying Value Less Encumbrances Prior Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Expended for Additions, Permanent Improvements and Changes in Encum-brances	Book/ Adjusted Carrying Value Less Encum-brances	Amounts Received	Foreign Exchange Profit (Loss) on Sale	Realized Profit (Loss) on Sale	Total Profit (Loss) on Sale	Gross Income Earned Less Interest Incurred on Encum-brances	Taxes, Repairs and Expenses Incurred
9999999 Totals																

NONE

SCHEDULE B - PART 1

Showing All Mortgage Loans ACQUIRED During the Current Quarter

1	Location		4	5	6	7	8	9	10	11	12
	2	3									
Loan Number	City	State	Loan Type	Actual Cost	Date Acquired	Rate of Interest	Book Value/Recorded Investment Excluding Accrued Interest	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Value of Land and Buildings	Date of Last Appraisal or Valuation
697080186	Chandler	AZ		1,500,000	06/05/2007	6.600	1,500,000			2,640,000	04/16/2007
697080191	Broomfield	CO		1,000,000	06/21/2007	6.068	1,000,000			2,100,000	05/21/2007
697080190	Vancouver	WA		1,500,000	06/26/2007	5.980	1,500,000			3,500,000	05/03/2007
697001033	West Sacramento	CA		144,181	06/26/2007	5.730	1,700,000			2,300,000	03/22/2002
697080090	Broomfield	CO		1,957,952	05/11/2007	5.870	3,000,000			4,100,000	05/01/2007
0599999 - Mortgages in good standing - Commercial Mortgages - All Other				6,102,132	XXX	XXX	8,700,000			14,640,000	XXX
0899999 - Total - Mortgages in Good Standing				6,102,132	XXX	XXX	8,700,000			14,640,000	XXX
9999999 Totals				6,102,132	XXX	XXX	8,700,000			14,640,000	XXX

SCHEDULE B - PART 2

Showing All Mortgage Loans SOLD, Transferred or Paid in Full During the Current Quarter

1	Location		4	5	6	7	8	9	10	11	12	13
	2	3										
Loan Number	City	State	Loan Type	Date Acquired	Book Value/Recorded Investment Excluding Accrued Interest Prior Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Book Value/Recorded Investment Excluding Accrued Interest at Disposition	Consideration Received	Foreign Exchange Profit (Loss) on Sale	Realized Profit (Loss) on Sale	Total Profit (Loss) on Sale
697000094	Aurora	CO		08/15/1997	2,072,311			2,022,204	2,022,204		0	0
697000091	Wheat Ridge	CO		05/01/1997	1,918,258			1,878,633	1,878,633		0	0
697000169	SCHILLER PARK, IL	IL		10/18/2005	2,287,464			2,236,698	2,236,698		0	0
697001013	Louisville	KY		09/07/2000	1,204,184			1,165,055	1,165,055		0	0
797002009	Tecumseh	MI		07/01/1993	707,871			687,049	687,049		0	0
697001007	Pittsfield Twp	MI		10/05/1999	1,761,148			1,738,619	1,738,619		0	0
797002011	Howell	MI		08/19/1993	1,490,853			1,446,998	1,446,998		0	0
697000122	Raleigh	NC		10/07/2003	976,624			961,397	961,397		0	0
697000123	Raleigh	NC		10/07/2003	977,212			962,025	962,025		0	0
0199999 - Mortgages closed by repayment					13,395,926			13,098,677	13,098,677			
9999999 Totals					13,395,926			13,098,677	13,098,677			

SCHEDULE BA - PART 1

Showing Other Long-Term Invested Assets ACQUIRED During the Current Quarter

1	2	Location		5	6	7	8	9	10	11	12	13	14	15	16
		3	4												
CUSIP Identification	Name or Description	City	State	Name of Vendor or General Partner	NAIC Designation	Date Originally Acquired	Type and Strategy	Actual Cost	Amount of Encumbrances	Book/Adjusted Carrying Value Less Encumbrances	Fair Value	Increase (Decrease) By Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Commitment for Additional Investment	Percentage of Ownership
3999999 – Total Unaffiliated								0	0	0	0	0	0	0	XXX
4099999 – Total Affiliated								0	0	0	0	0	0	0	XXX
4199999 Totals								0	0	0	0	0	0	0	XXX

NONE

SCHEDULE BA - PART 2

Showing Other Long-Term Invested Assets SOLD, Transferred or Paid in Full During the Current Quarter

1	2	Location		5	6	7	8	9	10	11	12	13	14	15
		3	4											
CUSIP Identification	Name or Description	City	State	Name of Purchaser or Nature of Disposal	Date Originally Acquired	Book/ Adjusted Carrying Value Less Encumbrances Prior Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Book/ Adjusted Carrying Value Less Encum-brances on Disposal	Consideration Received	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Investment Income
3999999 – Total Unaffiliated														
4099999 – Total Affiliated														
4199999 Totals														

NONE

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator [a]
75913M-AA-7	REGIONS BANK 6.450% 06/26/37		06/21/2007	MERRILL LYNCH CAPITAL MARKETS		4,949,600	5,000,000	0	1FE
0399999 - Total - Bonds - U.S. Government						4,949,600	5,000,000	0	XXX
126304-AR-5	CSC HOLDINGS INC 6.750% 04/15/12		04/30/2007	Tax Free Exchange		249,375	250,000	703	4FE
397624-AE-7	GREIF BROS. CORPORATION 6.750% 02/01/1		06/15/2007	Tax Free Exchange		406,013	405,000	9,568	3FE
826418-BE-4	SIERRA PACIFIC PWR 6.750% 07/01/37		06/25/2007	GOLDMAN SACHS & CO		5,998,380	6,000,000	0	3FE
97381W-AF-1	WINDSTREAM CORP 7.000% 03/15/19		05/15/2007	Tax Free Exchange		704,375	700,000	10,617	3FE
4599999 - Total - Bonds - Industrial, Misc.						7,358,143	7,355,000	20,888	XXX
6099997 - Total - Bonds - Part 3						12,307,743	12,355,000	20,888	XXX
6099999 - Total - Bonds						12,307,743	12,355,000	20,888	XXX
6599999 - Total - Preferred Stocks						0	XXX	0	XXX
7299999 - Total - Common Stocks						0	XXX	0	XXX
7399999 - Total - Preferred and Common Stocks						0	XXX	0	XXX
7499999 - Totals						12,307,743	XXX	20,888	XXX

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

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identi-fication	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Desig-nation or Market Indicator (a)
3133X9-YQ-7	FEDERAL HOME LOAN BANK 4.890% 12/23/16		06/25/2007	Paydown		304,874	304,874	306,100	306,001	0	(1,128)	0	(1,128)	0	304,874	0	0	0	5,525	12/23/2016	1FE
3133XC-WF-6	FEDERAL HOME LOAN BANK 9C-2012 5.000%		06/22/2007	Paydown		72,871	72,871	73,224	73,172	0	(301)	0	(301)	0	72,871	0	0	0	1,526	08/22/2012	1FE
36202K-DK-8	GINNIE MAEII ARM 8206 6.375% 03/20/17		06/01/2007	Paydown		10,030	10,030	9,834	9,874	0	156	0	156	0	10,030	0	0	0	244	03/20/2017	1
36202K-EN-1	GINNIE MAEII ARM 8241 5.750% 07/20/17		06/01/2007	Paydown		1,344	1,344	1,279	1,294	0	51	0	51	0	1,344	0	0	0	32	07/20/2017	1
36202K-EZ-4	GINNIE MAEII ARM 8252 5.750% 08/20/17		06/01/2007	Paydown		40,378	40,378	39,973	40,093	0	285	0	285	0	40,378	0	0	0	936	08/20/2017	1
36202K-FB-6	GINNIE MAEII ARM 8262 5.750% 09/20/17		06/01/2007	Paydown		4,475	4,475	4,274	4,309	0	166	0	166	0	4,475	0	0	0	107	09/20/2017	1
36202K-FP-5	GINNIE MAEII ARM 8274 6.125% 10/20/17		06/01/2007	Paydown		3,188	3,188	3,161	3,167	0	21	0	21	0	3,188	0	0	0	79	10/20/2017	1
36202K-GA-7	GINNIE MAEII ARM 8293 6.125% 12/20/17		06/01/2007	Paydown		7,963	7,963	7,850	7,894	0	69	0	69	0	7,963	0	0	0	223	12/20/2017	1
36202K-JW-6	GINNIE MAEII ARM 8377 5.750% 07/20/18		06/01/2007	Paydown		5,860	5,860	5,514	5,603	0	258	0	258	0	5,860	0	0	0	126	07/20/2018	1
36202K-KA-2	GINNIE MAEII ARM 8389 5.750% 08/20/18		06/01/2007	Paydown		3,369	3,369	3,215	3,244	0	124	0	124	0	3,369	0	0	0	68	08/20/2018	1
362046-ZN-7	GOVERNMENT NATIONAL MORTGAGE A 18749 8		06/01/2007	Paydown		47	47	46	47	0	0	0	0	0	47	0	0	0	2	09/15/2007	1
36217C-X5-0	GOVERNMENT NATIONAL MORTGAGE A 189800 1		06/01/2007	Paydown		967	967	1,036	1,020	0	(53)	0	(53)	0	967	0	0	0	40	04/15/2017	1
362181-UN-7	GOVERNMENT NATIONAL MORTGAGE A 238289		06/01/2007	Paydown		6,071	6,071	5,991	6,003	0	68	0	68	0	6,071	0	0	0	286	06/15/2018	1
362200-ME-4	GOVERNMENT NATIONAL MORTGAGE A 292957		06/01/2007	Paydown		150	150	148	148	0	2	0	2	0	150	0	0	0	6	11/15/2020	1
0399999 - Bonds - U.S. Governments						461,587	461,587	461,645	461,869	0	(282)	0	(282)	0	461,587	0	0	0	9,200	XXX	XXX
78307A-CZ-4	RUSSIAN FEDERATION - THE 7.500% 03/31/	F	03/31/2007	Redemption 100.0000		3,000	3,000	2,961	3,072	0	(72)	0	(72)	0	3,000	0	0	0	75	03/31/2030	2FE
1799999 - Bonds - States, Territories and Possessions						3,000	3,000	2,961	3,072	0	(72)	0	(72)	0	3,000	0	0	0	75	XXX	XXX
31283G-JJ-7	FREDDIE MAC GOLD G00265 6.500% 06/01/1		06/01/2007	Paydown		4,117	4,117	3,792	3,889	0	228	0	228	0	4,117	0	0	0	116	06/01/2014	1
31283G-WK-9	FREDDIE MAC GOLD G00650 7.500% 12/01/2		06/01/2007	Paydown		81,682	81,682	82,181	82,138	0	(457)	0	(457)	0	81,682	0	0	0	2,609	12/01/2025	1
31283H-J8-9	FREDDIE MAC GOLD G01187 6.500% 09/01/3		06/01/2007	Paydown		24,121	24,121	23,948	23,952	0	170	0	170	0	24,121	0	0	0	651	09/01/2030	1
31287Y-WP-5	FREDDIE MAC GOLD C71554 6.000% 09/01/3		06/01/2007	Paydown		124,109	124,109	128,433	128,297	0	(4,188)	0	(4,188)	0	124,109	0	0	0	3,688	09/01/2032	1
31288F-YP-3	FREDDIE MAC GOLD C77018 5.500% 03/01/3		06/01/2007	Paydown		322,000	322,000	329,522	329,201	0	(7,201)	0	(7,201)	0	322,000	0	0	0	7,606	03/01/2033	1
3128CU-G7-5	FREDDIE MAC GOLD G30222 6.000% 01/01/2		06/01/2007	Paydown		154,235	154,235	158,115	157,903	0	(3,668)	0	(3,668)	0	154,235	0	0	0	3,797	01/01/2023	1
31290K-4Y-2	FREDDIE MAC 555339 9.000% 09/01/11		06/01/2007	Paydown		117	117	115	115	0	1	0	1	0	117	0	0	0	4	09/01/2011	1
31290K-5A-3	FREDDIE MAC 555341 10.000% 06/01/19		06/01/2007	Paydown		826	826	828	827	0	(1)	0	(1)	0	826	0	0	0	32	06/01/2019	1
31292G-5P-7	FREDDIE MAC GOLD C00854 7.500% 07/01/2		06/01/2007	Paydown		6	6	6	6	0	0	0	0	0	6	0	0	0	0	07/01/2029	1
31292G-EU-6	FREDDIE MAC GOLD C00147 8.500% 06/01/2		06/01/2007	Paydown		1,383	1,383	1,454	1,447	0	(65)	0	(65)	0	1,383	0	0	0	57	06/01/2022	1
31292G-SM-9	FREDDIE MAC GOLD C00524 7.500% 06/01/2		06/01/2007	Paydown		3,360	3,360	3,409	3,406	0	(46)	0	(46)	0	3,360	0	0	0	89	06/01/2027	1
31292G-ST-4	FREDDIE MAC GOLD C00530 7.500% 07/01/2		06/01/2007	Paydown		8,441	8,441	8,561	8,555	0	(114)	0	(114)	0	8,441	0	0	0	254	07/01/2027	1
31292G-T6-3	FREDDIE MAC GOLD C00573 6.500% 12/01/2		06/01/2007	Paydown		8,192	8,192	8,094	8,097	0	94	0	94	0	8,192	0	0	0	219	12/01/2027	1
31292G-YF-7	FREDDIE MAC GOLD C00710 5.500% 11/01/2		06/18/2007	BEAR STERNS & CO		883,279	910,304	895,491	896,086	0	6	0	6	0	896,092	0	(12,813)	(12,813)	27,815	11/01/2028	1
31292G-YF-7	FREDDIE MAC GOLD C00710 5.500% 11/01/2		06/01/2007	Paydown		28,217	28,217	27,758	27,776	0	441	0	441	0	28,217	0	0	0	592	11/01/2028	1
31292H-Q4-9	FREDDIE MAC GOLD C01375 6.500% 07/01/3		06/01/2007	Paydown		56,935	56,935	59,043	58,972	0	(2,037)	0	(2,037)	0	56,935	0	0	0	1,561	07/01/2032	1

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identi-fication	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Desig-nation or Market Indicator (a)
31293D-3J-9	FREDDIE MAC GOLD C18001 6.000% 11/01/2		06/01/2007	Paydown		2,171	2,171	2,134	2,136	0	35	0	35	0	2,171	0	0	0	54	11/01/2028	1
31293V-H5-4	FREDDIE MAC GOLD C30252 7.000% 08/01/2		06/01/2007	Paydown		82	82	81	81	0	1	0	1	0	82	0	0	0	2	08/01/2029	1
31294C-TF-0	FREDDIE MAC GOLD C35950 7.500% 01/01/3		06/01/2007	Paydown		924	924	907	908	0	16	0	16	0	924	0	0	0	29	01/01/2030	1
31294J-HE-1	FREDDIE MAC GOLD E00229 7.000% 07/01/0		06/01/2007	Paydown		2,401	2,401	2,537	2,427	0	(26)	0	(26)	0	2,401	0	0	0	69	07/01/2008	1
31294J-PT-9	FREDDIE MAC GOLD E00434 7.000% 05/01/1		06/01/2007	Paydown		6,299	6,299	6,220	6,247	0	52	0	52	0	6,299	0	0	0	180	05/01/2011	1
31295V-UB-4	FREDDIE MAC GOLD A00578 9.000% 10/01/2		06/01/2007	Paydown		3,588	3,588	3,767	3,747	0	(159)	0	(159)	0	3,588	0	0	0	134	10/01/2020	1
31335H-RM-7	FREDDIE MAC GOLD C90492 6.000% 11/01/2		06/01/2007	Paydown		59,937	59,937	58,954	59,004	0	934	0	934	0	59,937	0	0	0	1,467	11/01/2021	1
31339L-WK-2	FREDDIE MAC FHLMC..2391 CMO 2391 QG 5.5		05/09/2007	CS FIRST BOSTON NZ		16,112,655	16,037,479	15,322,684	15,795,972	0	(790)	0	(790)	0	15,795,182	0	317,472	317,472	399,378	12/15/2016	1
31339L-WK-2	FREDDIE MAC FHLMC..2391 CMO 2391 QG 5.5		05/01/2007	Paydown		503,104	503,104	480,680	495,527	0	7,576	0	7,576	0	503,104	0	0	0	10,340	12/15/2016	1
31339L-WR-7	FREDDIE MAC FHLMC..2391 CMO 2391 QR 5.5		06/01/2007	Paydown		973,835	973,835	916,318	953,989	0	19,846	0	19,846	0	973,835	0	0	0	22,883	12/15/2016	1
31339W-UZ-7	FHLMC..2438 CMO 2438 LE 5.500% 04/15/17		05/09/2007	CS FIRST BOSTON NZ		11,816,635	11,759,674	11,341,654	11,598,583	0	(5,996)	0	(5,996)	0	11,592,587	0	224,047	224,047	292,849	04/15/2017	1
31339W-UZ-7	FHLMC..2438 CMO 2438 LE 5.500% 04/15/17		05/01/2007	Paydown		473,411	473,411	456,582	466,926	0	6,485	0	6,485	0	473,411	0	0	0	10,155	04/15/2017	1
3133TE-NQ-3	FREDDIE MAC FHLMC..2074 CMO 2074 Z 6.50		06/01/2007	Paydown		130,724	130,724	124,484	127,389	0	3,335	0	3,335	0	130,724	0	0	0	3,743	07/15/2028	1
313401-FJ-5	FREDDIE MAC 160056 9.250% 09/01/08		06/01/2007	Paydown		143	143	142	142	0	1	0	1	0	143	0	0	0	6	09/01/2008	1
31341A-CW-8	FREDDIE MAC 250085 8.250% 06/01/09		06/01/2007	Paydown		421	421	417	417	0	4	0	4	0	421	0	0	0	15	06/01/2009	1
31346L-SZ-5	FREDDIE MAC ARM 605036 7.109% 12/01/18		06/01/2007	Paydown		1,846	1,846	1,843	1,841	0	5	0	5	0	1,846	0	0	0	54	12/01/2018	1
31348S-GY-4	FREDDIE MAC ARM 785615 7.112% 07/01/26		06/01/2007	Paydown		124	124	124	123	0	1	0	1	0	124	0	0	0	4	07/01/2026	1
313602-BD-5	FANNIE MAE FNMA..88-4 CMO 88-4 TR 749.425		06/01/2007	Paydown		12	12	178	178	0	(165)	0	(165)	0	12	0	0	0	35	12/31/2021	1
31360B-JQ-8	FANNIE MAE 1171 7.750% 05/01/09		06/01/2007	Paydown		661	661	645	654	0	7	0	7	0	661	0	0	0	21	05/01/2009	1
31360K-DS-0	FANNIE MAE 8213 8.000% 01/01/08		06/01/2007	Paydown		1,509	1,509	1,442	1,493	0	16	0	16	0	1,509	0	0	0	50	01/01/2008	1
313614-VA-4	FANNIE MAE 50109 10.000% 08/01/18		06/01/2007	Paydown		512	512	511	511	0	1	0	1	0	512	0	0	0	21	08/01/2018	1
313614-W3-9	FANNIE MAE 50166 10.000% 01/01/19		06/01/2007	Paydown		566	566	544	547	0	20	0	20	0	566	0	0	0	24	01/01/2019	1
313614-XS-3	FANNIE MAE 50189 10.000% 05/01/19		06/01/2007	Paydown		355	355	358	357	0	(2)	0	(2)	0	355	0	0	0	15	05/01/2019	1
31361R-RP-5	FANNIE MAE 39194 9.000% 05/01/09		04/01/2007	Paydown		1,997	1,997	1,943	1,971	0	26	0	26	0	1,997	0	0	0	60	05/01/2009	1
31361W-AT-4	FANNIE MAE 43218 9.000% 03/01/17		06/01/2007	Paydown		446	446	458	455	0	(9)	0	(9)	0	446	0	0	0	17	03/01/2017	1
31365C-4G-9	FANNIE MAE 124223 8.000% 02/01/22		06/01/2007	Paydown		4,007	4,007	3,947	3,951	0	57	0	57	0	4,007	0	0	0	151	02/01/2022	1
31365D-TD-7	FANNIE MAE 124848 8.000% 05/01/08		06/01/2007	Paydown		1,069	1,069	1,066	1,064	0	5	0	5	0	1,069	0	0	0	35	05/01/2008	1
31365D-XC-4	FANNIE MAE 124975 7.500% 08/01/08		06/01/2007	Paydown		2,523	2,523	2,421	2,485	0	39	0	39	0	2,523	0	0	0	79	08/01/2008	1
31368H-E5-8	FANNIE MAE 190156 6.000% 11/01/13		06/01/2007	Paydown		14,810	14,810	14,790	14,774	0	36	0	36	0	14,810	0	0	0	325	11/01/2013	1
31368V-NW-8	FANNIE MAE 201205 7.000% 01/01/08		06/01/2007	Paydown		4,979	4,979	4,996	4,963	0	16	0	16	0	4,979	0	0	0	138	01/01/2008	1
31369E-NR-6	FANNIE MAE 208400 7.000% 04/01/08		06/01/2007	Paydown		2,746	2,746	2,843	2,756	0	(10)	0	(10)	0	2,746	0	0	0	80	04/01/2008	1
31371F-GU-0	FANNIE MAE 250511 6.500% 03/01/26		06/01/2007	Paydown		2,528	2,528	2,456	2,460	0	68	0	68	0	2,528	0	0	0	70	03/01/2026	1
31371F-SJ-2	FANNIE MAE 250821 7.500% 02/01/27		06/01/2007	Paydown		2,039	2,039	2,034	2,034	0	5	0	5	0	2,039	0	0	0	73	02/01/2027	1

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										11	12	13	14	15							
CUSIP Identi-fication	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Desig-nation or Market Indicator (a)
31371G-Z9-4	FANNIE MAE 251968 7.000% 09/01/28		06/01/2007	Paydown		2,819	2,819	2,808	2,808	0	11	0	11	0	2,819	0	0	0	83	09/01/2028	1
31371H-DU-9	FANNIE MAE 252215 6.000% 11/01/28		06/01/2007	Paydown		30,461	30,461	29,951	29,972	0	489	0	489	0	30,461	0	0	0	780	11/01/2028	1
31371J-BD-5	FANNIE MAE 253036 7.000% 02/01/30		06/01/2007	Paydown		12,476	12,476	12,048	12,061	0	415	0	415	0	12,476	0	0	0	349	02/01/2030	1
31371K-2W-0	FANNIE MAE 254689 6.000% 03/01/23		06/01/2007	Paydown		152,075	152,075	158,990	158,575	0	(6,500)	0	(6,500)	0	152,075	0	0	0	3,774	03/01/2023	1
31371K-T4-3	FANNIE MAE 254471 6.000% 09/01/22		06/18/2007	MORGAN (J.P.) SECURITIES		1,579,708	1,577,736	1,595,978	1,594,743	0	86	0	86	0	1,594,829	0	(15,121)	(15,121)	52,591	09/01/2022	1
31371K-T4-3	FANNIE MAE 254471 6.000% 09/01/22		06/01/2007	Paydown		108,357	108,357	109,610	109,525	0	(1,168)	0	(1,168)	0	108,357	0	0	0	2,792	09/01/2022	1
31371K-WD-9	FANNIE MAE 254544 6.000% 11/01/22		06/01/2007	Paydown		187,587	187,587	191,691	191,434	0	(3,847)	0	(3,847)	0	187,587	0	0	0	4,710	11/01/2022	1
31373U-M4-6	FANNIE MAE 303779 6.000% 03/01/11		06/01/2007	Paydown		16,782	16,782	16,455	16,576	0	206	0	206	0	16,782	0	0	0	423	03/01/2011	1
31374F-YK-9	FANNIE MAE 313114 7.000% 10/01/26		06/01/2007	Paydown		9,947	9,947	9,772	9,779	0	167	0	167	0	9,947	0	0	0	286	10/01/2026	1
31375Q-G3-2	FANNIE MAE 341418 6.500% 05/01/11		06/01/2007	Paydown		2,234	2,234	2,213	2,217	0	17	0	17	0	2,234	0	0	0	61	05/01/2011	1
31377B-XH-3	FANNIE MAE 372480 7.000% 02/01/27		06/01/2007	Paydown		5,415	5,415	5,283	5,288	0	126	0	126	0	5,415	0	0	0	163	02/01/2027	1
31377T-SG-2	FANNIE MAE 386719 5.090% 12/01/13		06/01/2007	Paydown		18,031	18,031	18,535	18,373	0	(342)	0	(342)	0	18,031	0	0	0	386	12/01/2013	1
31378V-FR-6	FANNIE MAE 409776 6.500% 12/01/27		06/01/2007	Paydown		68	68	67	67	0	1	0	1	0	68	0	0	0	2	12/01/2027	1
31380R-MS-1	FANNIE MAE 447769 6.500% 02/01/29		06/01/2007	Paydown		31,352	31,352	31,161	31,163	0	189	0	189	0	31,352	0	0	0	813	02/01/2029	1
31380U-JP-4	FANNIE MAE 450370 6.500% 01/01/29		06/01/2007	Paydown		26,349	26,349	26,568	26,549	0	(200)	0	(200)	0	26,349	0	0	0	701	01/01/2029	1
31382R-NZ-2	FANNIE MAE 490108 6.500% 03/01/29		06/01/2007	Paydown		19,018	19,018	18,933	18,933	0	85	0	85	0	19,018	0	0	0	537	03/01/2029	1
31384B-SY-3	FANNIE MAE 519035 7.000% 10/01/29		06/01/2007	Paydown		224	224	219	219	0	5	0	5	0	224	0	0	0	6	10/01/2029	1
31384M-A5-1	FANNIE MAE 527528 7.000% 12/01/29		06/01/2007	Paydown		46,327	46,327	44,132	44,209	0	2,118	0	2,118	0	46,327	0	0	0	1,619	12/01/2029	1
31384V-P4-8	FANNIE MAE 535143 7.500% 02/01/30		06/01/2007	Paydown		7,764	7,764	7,619	7,623	0	141	0	141	0	7,764	0	0	0	259	02/01/2030	1
31384V-RN-4	FANNIE MAE 535193 7.500% 03/01/30		06/01/2007	Paydown		1,615	1,615	1,594	1,594	0	21	0	21	0	1,615	0	0	0	53	03/01/2030	1
31385P-H5-6	FANNIE MAE 548452 6.500% 12/01/28		06/01/2007	Paydown		15,128	15,128	15,086	15,085	0	44	0	44	0	15,128	0	0	0	410	12/01/2028	1
31385W-TP-4	FANNIE MAE 555058 4.816% 12/01/12		06/01/2007	Paydown		2,975	2,975	2,969	2,968	0	7	0	7	0	2,975	0	0	0	60	12/01/2012	1
31385W-V3-0	FANNIE MAE 555134 6.000% 12/01/32		06/01/2007	Paydown		555,677	555,677	571,566	570,941	0	(15,264)	0	(15,264)	0	555,677	0	0	0	13,536	12/01/2032	1
31385W-VY-2	FANNIE MAE 555131 4.899% 01/01/13		06/01/2007	Paydown		145,801	145,801	149,175	147,884	0	(2,082)	0	(2,082)	0	145,801	0	0	0	3,004	01/01/2013	1
31386V-2K-5	FANNIE MAE 575078 6.500% 05/01/31		06/01/2007	Paydown		25,036	25,036	24,856	24,858	0	178	0	178	0	25,036	0	0	0	785	05/01/2031	1
31387F-3C-6	FANNIE MAE 583195 6.500% 05/01/31		06/01/2007	Paydown		2,350	2,350	2,312	2,312	0	38	0	38	0	2,350	0	0	0	64	05/01/2031	1
31387J-SA-5	FANNIE MAE 585613 6.500% 05/01/31		06/01/2007	Paydown		31,101	31,101	30,911	30,912	0	188	0	188	0	31,101	0	0	0	987	05/01/2031	1
31387W-2R-7	FANNIE MAE 596684 5.500% 11/01/31		06/01/2007	Paydown		25,877	25,877	25,586	25,593	0	284	0	284	0	25,877	0	0	0	592	11/01/2031	1
31387W-3A-3	FANNIE MAE 596693 6.000% 01/01/32		05/09/2007	DEUTSCHE BANK		8,862,395	8,782,121	8,736,838	8,737,140	0	4	0	4	0	8,737,144	0	125,251	125,251	238,581	01/01/2032	1
31387W-3A-3	FANNIE MAE 596693 6.000% 01/01/32		05/01/2007	Paydown		287,955	287,955	286,470	286,480	0	1,475	0	1,475	0	287,955	0	0	0	6,460	01/01/2032	1
31389F-J5-2	FANNIE MAE 624084 5.500% 01/01/32		06/01/2007	Paydown		61,958	61,958	58,996	59,081	0	2,878	0	2,878	0	61,958	0	0	0	1,371	01/01/2032	1
31390N-5U-2	FANNIE MAE 651659 6.500% 08/01/32		06/01/2007	Paydown		143,443	143,443	148,687	148,510	0	(5,067)	0	(5,067)	0	143,443	0	0	0	3,885	08/01/2032	1
31391L-XK-6	FANNIE MAE 670382 6.000% 09/01/32		06/01/2007	Paydown		119,036	119,036	124,206	124,035	0	(5,000)	0	(5,000)	0	119,036	0	0	0	3,111	09/01/2032	1

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										11	12	13	14	15							
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31391N-SY-8	FANNIE MAE 672035 6.000% 12/01/32		06/01/2007	Paydown		3,726	3,726	3,878	3,872	0	(146)	0	(146)	0	3,726	0	0	0	88	12/01/2032	1
31391U-2F-1	FANNIE MAE 677674 6.000% 02/01/33		06/01/2007	Paydown		165,464	165,464	172,186	171,962	0	(6,498)	0	(6,498)	0	165,464	0	0	0	4,867	02/01/2033	1
31391U-PT-6	FANNIE MAE 677334 6.000% 01/01/33		06/01/2007	Paydown		168,537	168,537	175,067	174,852	0	(6,316)	0	(6,316)	0	168,537	0	0	0	3,436	01/01/2033	1
31392D-ZM-5	FANNIE MAE FNMA..01-46 CMO 46 VG 6.000%		06/01/2007	Paydown		801,868	801,868	786,176	797,645	0	4,223	0	4,223	0	801,868	0	0	0	20,114	01/25/2018	1
31392A-D7-0	FANNIE MAE FNMA..01-59 CMO 59 QM 6.000%		06/01/2007	Paydown		153,968	153,968	153,295	153,349	0	620	0	620	0	153,968	0	0	0	3,637	06/25/2019	1
31392A-5W-4	FANNIE MAE FNMA..01-76 CMO 76 UD 5.500%		06/18/2007	COUNTRYWIDE FUNDING		4,929,688	5,000,000	4,886,719	4,929,385	0	4,288	0	4,288	0	4,933,672	0	(3,985)	(3,985)	152,778	01/25/2017	1
31392A-F2-9	FANNIE MAE FNMA..01-73 CMO 73 VF 6.000%		05/10/2007	MORGAN STANLEY & CO		11,518,093	11,397,000	11,457,101	11,394,985	0	(5,119)	0	(5,119)	0	11,389,866	0	128,228	128,228	311,518	11/01/2010	1
31392B-WU-6	FANNIE MAE FNMA..02-4 CMO 4 BC 6.000% 0		06/01/2007	Paydown		473,833	473,833	456,360	466,394	0	7,439	0	7,439	0	473,833	0	0	0	11,472	02/25/2017	1
31392D-3B-6	FANNIE MAE FNMA..02-57 CMO 57 ND 5.500%		05/09/2007	CS FIRST BOSTON NZ		10,166,242	10,132,993	10,067,287	10,085,345	0	(27)	0	(27)	0	10,085,319	0	80,923	80,923	252,340	09/25/2017	1
31392D-3B-6	FANNIE MAE FNMA..02-57 CMO 57 ND 5.500%		05/01/2007	Paydown		362,247	362,247	359,898	360,544	0	1,703	0	1,703	0	362,247	0	0	0	7,347	09/25/2017	1
31392D-6A-5	FANNIE MAE FNMA..02-54 CMO 2002-54 PE 5		05/09/2007	COUNTRYWIDE FUNDING		7,892,584	7,839,909	7,846,034	7,820,465	0	744	0	744	0	7,821,209	0	71,375	71,375	207,660	12/01/2013	1
31392D-6A-5	FANNIE MAE FNMA..02-54 CMO 2002-54 PE 5		05/01/2007	Paydown		372,572	372,572	372,863	371,648	0	924	0	924	0	372,572	0	0	0	8,134	12/01/2013	1
31392X-KE-7	FREDDIE MAC FHLMC..2523 CMO 2523 GX 5.5		06/01/2007	Paydown		295,173	295,173	307,671	300,420	0	(5,248)	0	(5,248)	0	295,173	0	0	0	6,803	10/01/2015	1
31393G-LU-6	FREDDIE MAC FHLMC..2542 CMO 2542 DM 5.5		06/01/2007	Paydown		345,149	345,149	352,604	348,021	0	(2,872)	0	(2,872)	0	345,149	0	0	0	7,892	03/01/2016	1
31393H-QB-1	FREDDIE MAC FHLMC..2558 CMO 2558 BC 5.0		06/01/2007	Paydown		391,662	391,662	400,352	395,330	0	(3,669)	0	(3,669)	0	391,662	0	0	0	8,090	12/01/2013	1
31393J-LM-8	FREDDIE MAC FHLMC..2557 CMO 2557 QW 5.5		06/01/2007	Paydown		376,971	376,971	389,811	382,568	0	(5,597)	0	(5,597)	0	376,971	0	0	0	8,767	04/01/2017	1
31400H-WF-6	FANNIE MAE 688346 6.000% 03/01/33		06/01/2007	Paydown		22,103	22,103	23,004	22,970	0	(867)	0	(867)	0	22,103	0	0	0	553	03/01/2033	1
31407M-EZ-4	FANNIE MAE 4.894% 08/01/35		06/01/2007	Paydown		76,930	76,930	77,107	77,099	0	(169)	0	(169)	0	76,930	0	0	0	1,575	08/01/2035	1
38373S-BH-9	GNMA..03-10 2003-10 PD 5.500% 06/20/29		06/01/2007	Paydown		1,160,377	1,160,377	1,205,613	1,164,769	0	(4,392)	0	(4,392)	0	1,160,377	0	0	0	26,500	05/01/2008	1
83162C-MN-0	SMALL BUSINESS ADMIN 2002-20J 4.750%		04/01/2007	Paydown		228,602	228,602	233,442	232,813	0	(4,211)	0	(4,211)	0	228,602	0	0	0	5,555	10/01/2022	1
83162C-NR-0	SMALL BUSINESS ADMIN 2004-20D 4.770%		04/01/2007	Paydown		577,924	577,924	577,924	577,924	0	0	0	0	0	577,924	0	0	0	14,741	04/01/2024	1
83162C-NT-6	SMALL BUSINESS ADMIN 2004-20E 5.180%		05/01/2007	Paydown		187,486	187,486	187,486	187,486	0	0	0	0	0	187,486	0	0	0	4,997	05/01/2024	1
83162C-PB-3	SBAP..2004-20J 04-20J 1 4.860% 10/01/2		04/01/2007	Paydown		103,933	103,933	103,933	103,933	0	0	0	0	0	103,933	0	0	0	2,618	10/01/2024	1
83162C-PE-7	SBAP..04-20L 04-20L 1 4.870% 12/01/24		06/01/2007	Paydown		338,459	338,459	338,459	338,459	0	0	0	0	0	338,459	0	0	0	8,518	12/01/2024	1
83162C-PN-7	SBAP..05-20E 05-20E 1 4.840% 05/01/25		05/01/2007	Paydown		472,541	472,541	472,541	472,541	0	0	0	0	0	472,541	0	0	0	11,983	05/01/2025	1
911760-ME-3	VENDEE MORTGAGE TRUST VENDE..99 CMO 1 2D		06/01/2007	Paydown		388,285	388,285	383,355	386,888	0	1,397	0	1,397	0	388,285	0	0	0	10,512	12/15/2026	1
B0A0BZ-X2-8	FHA COLLATERAL - MUNI 7.000% 06/01/14		06/01/2007	Paydown		37,386	37,386	36,092	36,689	0	697	0	697	0	37,386	0	0	0	1,046	06/01/2014	1FE
3199999 - Bonds - Special Revenues						86,379,223	86,055,160	84,778,453	85,502,642	0	(38,800)	0	(38,800)	0	85,463,844	0	915,377	915,377	2,238,421	XXX	XXX
040555-CC-6	ARIZONA PUB SERVICE 6.375% 10/15/11		05/03/2007	MERRILL LYNCH CAPITAL MARKETS		2,175,201	2,100,000	2,185,029	2,151,603	0	(3,332)	0	(3,332)	0	2,148,271	0	26,930	26,930	75,491	10/15/2011	2FE
209615-BX-0	CONSOLIDATED NAT GAS CO 6.250% 11/01/1		05/04/2007	HONG KONG SHANGHAI BANKING		2,598,175	2,500,000	2,598,275	2,585,669	0	(5,557)	0	(5,557)	0	2,580,113	0	18,062	18,062	81,597	11/01/2011	2FE
266228-CS-2	DUQUESNE LIGHT CO 5.700% 05/15/14		06/25/2007	Call 100.0000		3,850,000	3,850,000	3,747,205	3,752,803	0	5,158	0	5,158	0	3,757,960	0	92,040	92,040	188,971	05/15/2014	2FE
482620-AV-3	KINDER MORGAN INC 6.800% 03/01/08		05/07/2007	Call 100.0000		1,500,000	1,500,000	1,496,280	1,499,421	0	169	0	169	0	1,499,590	0	410	410	69,700	03/01/2008	2FE
65473Q-AJ-2	NISOURCE FINANCE CORPORATION 7.875% 11		05/03/2007	UBS SECURITIES		3,245,640	3,000,000	3,315,690	3,175,771	0	(14,319)	0	(14,319)	0	3,161,451	0	84,189	84,189	113,531	11/15/2010	2FE

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identi-fication	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Desig-nation or Market Indicator (a)
74456Q-AL-0	PUBLIC SERVICE ELEC & GAS 5.375% 09/01		06/18/2007	BEAR STERNS & CO		3,907,160	4,000,000	3,995,760	3,996,890	0	186	0	186	0	3,997,076	0	(89,916)	(89,916)	173,194	09/01/2013	1FE
826418-BD-6	SIERRA PACIFIC PWR 6.000% 05/15/16		06/18/2007	BARCLAYS BANK PLC		1,577,908	1,605,000	1,601,002	1,606,428	0	(5,073)	0	(5,073)	0	1,601,355	0	(23,448)	(23,448)	57,780	05/15/2016	3FE
89566E-AA-6	TRI-STATE GEN & TRANS ASSOC 6.040% 01/		06/21/2007	CS FIRST BOSTON NZ		885,280	895,960	895,960	895,960	0	0	0	0	0	895,960	0	(10,680)	(10,680)	49,005	01/31/2018	1FE
3899999 - Bonds - Public Utilities						19,739,364	19,450,960	19,835,201	19,664,545	0	(22,768)	0	(22,768)	0	19,641,776	0	97,587	97,587	809,269	XXX	XXX
0258M0-BY-4	AMERICAN EXPRESS CREDIT CORP 5.000% 12		05/03/2007	FIRST TENNESSEE BANK		3,998,320	4,000,000	3,985,680	3,988,480	0	946	0	946	0	3,989,427	0	8,893	8,893	86,667	12/02/2010	1FE
03073E-AD-7	AMERISOURCEBERGEN CORP 5.625% 09/15/12		05/09/2007	LEHMAN BROTHERS INC		174,510	175,000	174,216	174,276	0	40	0	40	0	174,316	0	194	194	6,535	09/15/2012	2FE
03073E-AF-2	AMERISOURCEBERGEN CORP 5.875% 09/15/15		05/09/2007	LEHMAN BROTHERS INC		118,591	120,000	117,461	117,563	0	79	0	79	0	117,642	0	949	949	4,680	09/15/2015	2FE
03958Q-AC-2	ARCHSTONE-SMITH OPERATING TRUS 5.625%		05/03/2007	BANK OF AMERICA		1,009,580	1,000,000	999,510	999,630	0	14	0	14	0	999,644	0	9,936	9,936	41,094	08/15/2014	2FE
055395-AA-5	BCP CRYSTAL US HOLDINGS CORP 9.625% 06		04/03/2007	COMPANY TRADE		500,919	455,000	458,343	457,824	0	(104)	0	(104)	0	457,720	0	43,198	43,198	13,138	06/15/2014	4FE
05565S-AA-2	BURLINGTON NORTHERN AND SANTA 5.629% 0		04/01/2007	Redemption 100.0000		112,160	112,160	113,700	0	0	(1,540)	0	(1,540)	0	112,160	0	0	0	4,069	04/01/2024	1FE
07383F-AP-3	BSCMS..99-C1 1999-C1 A1 5.910% 02/14/31		06/01/2007	Paydown		104,659	104,659	105,666	104,604	0	56	0	56	0	104,659	0	0	0	2,578	01/01/2008	1FE
07386H-UL-3	BEAR STEARNS ALT-A TRUST BALTA 05-5 24A		06/01/2007	Paydown		20,658	20,658	20,903	20,900	0	(242)	0	(242)	0	20,658	0	0	0	491	07/25/2035	1FE
07386H-VY-4	BALTA..05-7 05-7 2B1 5.542% 09/25/35		06/01/2007	Paydown		704	704	704	704	0	0	0	0	0	704	0	0	0	17	08/01/2035	1FE
07387A-BW-4	BSARM..05-4 05-4 B1 5.147% 08/25/35		06/01/2007	Paydown		624	624	624	623	0	1	0	1	0	624	0	0	0	13	08/25/2035	1FE
079860-AB-8	BELLSOUTH CORP 6.000% 10/15/11		05/03/2007	UBS SECURITIES		2,060,820	2,000,000	1,993,960	1,996,629	0	216	0	216	0	1,996,846	0	63,974	63,974	67,667	10/15/2011	1FE
097023-AT-2	BOEING CO 5.125% 02/15/13		05/03/2007	JEFFRIES & CO		499,515	500,000	497,290	498,184	0	90	0	90	0	498,274	0	1,241	1,241	18,720	02/15/2013	1FE
126304-AQ-7	CSC HOLDINGS INC 6.750% 04/15/12		04/30/2007	Tax Free Exchange		249,375	250,000	256,875	255,793	0	(1,865)	0	(1,865)	0	253,928	0	(4,553)	(4,553)	9,141	04/15/2012	4FE
126408-BK-8	CSX CORP 7.450% 05/01/07		05/01/2007	Maturity		1,000,000	1,000,000	998,260	999,920	0	80	0	80	0	1,000,000	0	0	0	37,250	05/01/2007	2FE
126650-AW-0	CVS CAREMARK CORP 5.298% 01/11/27		06/10/2007	Redemption 100.0000		42,576	42,576	41,156	41,196	0	1,380	0	1,380	0	42,576	0	0	0	940	01/11/2027	2FE
12667G-5U-3	CWALT..05-43 05-43 1A 5.357% 10/25/35		06/01/2007	Paydown		19,536	19,536	19,617	19,614	0	(78)	0	(78)	0	19,536	0	0	0	449	10/25/2035	1FE
12667G-R6-2	CWALT..05-41 05-41 1A1 5.650% 09/25/35		06/25/2007	Paydown		79,175	79,175	79,175	79,175	0	0	0	0	0	79,175	0	0	0	1,812	09/25/2035	1FE
126685-AD-8	CWHEL..05-C 05-C 2A 5.500% 07/15/35		06/15/2007	Paydown		72,955	72,955	72,955	72,955	0	0	0	0	0	72,955	0	0	0	1,661	07/15/2035	1FE
131366-AK-2	CALSTRS TRUST CSTRST..02-C6 ABS 2002-C6 A		06/20/2007	Paydown		27,372	27,372	27,509	27,431	0	(58)	0	(58)	0	27,372	0	0	0	509	11/20/2009	1FE
14149Y-AG-3	CARDINAL HEALTH INC 4.000% 06/15/15		05/03/2007	UBS SECURITIES		1,783,860	2,000,000	1,662,398	1,719,506	0	9,073	0	9,073	0	1,728,579	0	55,281	55,281	31,778	06/15/2015	2FE
149123-BH-3	CATERPILLAR INC 6.550% 05/01/11		06/19/2007	CS FIRST BOSTON NZ		2,066,900	2,000,000	1,994,560	1,997,175	0	272	0	272	0	1,997,447	0	69,453	69,453	84,058	05/01/2011	1FE
161505-CW-0	CCMSC..98-2 6.390% 11/18/30		06/01/2007	Paydown		21,577	21,577	21,819	21,556	0	21	0	21	0	21,577	0	0	0	575	11/01/2008	1FE
20030N-AD-3	COMCAST CORP 5.500% 03/15/11		05/03/2007	LEHMAN BROTHERS INC		1,010,140	1,000,000	998,620	998,637	0	302	0	302	0	998,939	0	11,201	11,201	35,597	03/15/2011	2FE
209759-C*-8	CONSOLIDATED PAPERS INC. 6.820% 10/31/		04/12/2007	Redemption 100.0000		500,000	500,000	500,000	500,000	0	0	0	0	0	500,000	0	0	0	15,345	10/31/2007	2
25179S-AC-4	DEVON FINANCING CORP 6.875% 09/30/11		05/03/2007	CS FIRST BOSTON NZ		3,612,432	3,400,000	3,634,218	3,574,191	0	(11,427)	0	(11,427)	0	3,562,764	0	49,668	49,668	141,549	09/30/2011	2FE
26884A-AQ-6	ERP OPERATING LP 5.200% 04/01/13		05/04/2007	BARCLAYS BANK PLC		993,340	1,000,000	981,470	987,327	0	612	0	612	0	987,939	0	5,401	5,401	31,489	04/01/2013	1FE
32051G-QD-0	FHAMS..05-AA6 05-AA6 B1 5.429% 08/25/3		06/01/2007	Paydown		515	515	520	517	0	(2)	0	(2)	0	515	0	0	0	12	07/01/2035	1FE
33735P-AF-4	FUNBCMT..99-C1 6.070% 10/15/35		06/01/2007	Paydown		46,974	46,974	47,671	46,973	0	1	0	1	0	46,974	0	0	0	1,192	10/01/2008	1FE
338032-BB-0	FISHER SCIENTIFIC INTERNATIONA 6.125%		05/11/2007	DEUTSCHE BANK		221,375	220,000	221,161	221,053	0	(51)	0	(51)	0	221,002	0	373	373	11,791	07/01/2015	2FE

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identi-fication	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Desig-nation or Market Indicator (a)
350259-AA-5	FOSTERS FINANCIAL BREW 6.875% 06/15/11		05/04/2007	CITIGROUP GLOBAL MARKETS INC		1,057,100	1,000,000	1,058,290	1,050,426	0	(3,592)	0	(3,592)	0	1,046,834	0	10,266	10,266	27,500	06/15/2011	2FE
361849-ET-5	GMACCMSC..99-C1 6.175% 05/15/33		06/01/2007	Paydown		27,411	27,411	27,826	27,418	0	(7)	0	(7)	0	27,411	0	0	0	709	01/01/2009	1FE
36228C-CL-5	GSMSC..98-C1 1998-C1 A3 6.135% 10/18/3		06/01/2007	Paydown		293,621	293,621	323,901	302,473	0	(8,852)	0	(8,852)	0	293,621	0	0	0	8,427	07/01/2008	1FE
397624-AC-1	GREIF BROS. CORPORATION 6.750% 02/01/1		06/15/2007	Tax Free Exchange		406,012	405,000	405,000	0	0	0	0	0	0	405,000	0	1,013	1,013	9,568	02/01/2017	3FE
41161P-RQ-8	HVMLT..05-8 05-8 2A2A 6.527% 09/19/35		06/01/2007	Paydown		224,007	224,007	226,247	226,230	0	(2,222)	0	(2,222)	0	224,007	0	0	0	5,861	09/19/2035	1FE
41161P-SK-0	HVMLT..05-9 05-9 2A2A 5.660% 06/20/35		06/20/2007	Paydown		61,869	61,869	61,869	61,869	0	0	0	0	0	61,869	0	0	0	1,489	06/20/2035	1FE
423074-AH-6	HJ HEINZ CO 6.428% 12/01/08		06/18/2007	CITIGROUP GLOBAL MARKETS INC		2,018,560	2,000,000	2,059,580	2,039,125	0	(9,275)	0	(9,275)	0	2,029,850	0	(11,290)	(11,290)	71,422	12/01/2008	2FE
432848-AH-2	HILTON HOTELS CORP 7.950% 04/15/07		04/15/2007	Maturity		125,000	125,000	125,625	125,043	0	(43)	0	(43)	0	125,000	0	0	0	4,969	04/15/2007	3FE
46625M-3N-7	JPMCC..04-C2 2004-C2 A3 5.380% 05/15/4		05/09/2007	MORGAN (J.P.) SECURITIES		4,987,500	5,000,000	4,912,320	4,929,212	0	2,599	0	2,599	0	4,931,811	0	55,689	55,689	118,692	05/15/2041	1FE
46625M-WW-5	JPMCCMSC..03-CIBC6 4.393% 07/12/37		06/01/2007	Paydown		208,762	208,762	209,803	209,342	0	(579)	0	(579)	0	208,762	0	0	0	3,824	12/01/2012	1FE
49228R-AE-3	KERN RIVER FND CORP 4.893% 04/30/18		06/30/2007	Redemption 100.0000		39,000	39,000	39,005	39,002	0	(2)	0	(2)	0	39,000	0	0	0	901	04/30/2018	1FE
49306C-AE-1	KEY BANK NATIONAL ASSOCIATION 5.700% 0		06/18/2007	GREENWICH CAPITAL		2,986,170	3,000,000	3,109,980	3,069,963	0	(5,132)	0	(5,132)	0	3,064,831	0	(78,661)	(78,661)	145,350	08/15/2012	1FE
494368-AX-1	KIMBERLY-CLARK CORP 5.000% 08/15/13		05/09/2007	BARCLAYS BANK PLC		4,918,300	5,000,000	4,993,650	4,995,528	0	213	0	213	0	4,995,741	0	(77,441)	(77,441)	186,806	08/15/2013	1FE
50075N-AB-0	KRAFT FOODS INC 5.625% 11/01/11		05/03/2007	JEFFRIES & CO		3,028,530	3,000,000	2,998,410	2,999,118	0	56	0	56	0	2,999,175	0	29,355	29,355	87,656	11/01/2011	1FE
50075N-AH-7	KRAFT FOODS INC 6.250% 06/01/12		05/09/2007	RBC DOMINION SECURITIES		3,631,355	3,500,000	3,498,600	3,499,204	0	46	0	46	0	3,499,250	0	132,105	132,105	99,045	06/01/2012	1FE
52108H-E4-2	LBUBSCMT..04-C4 2004-C4 A4 5.303% 06/1		05/11/2007	DEUTSCHE BANK		6,054,375	6,000,000	6,011,016	6,007,959	0	(473)	0	(473)	0	6,007,487	0	46,888	46,888	131,739	06/11/2014	1FE
52108H-JR-6	LB-UBS COMM MORT TRUST LBUBSCM C2 A2 4		06/11/2007	Paydown		146,349	146,349	155,039	148,804	0	(2,454)	0	(2,454)	0	146,349	0	0	0	2,898	05/11/2009	1FE
554273-AB-8	MACDERMID INC 9.125% 07/15/11		04/12/2007	COMPANY TRADE		575,753	560,000	598,050	575,093	0	(1,579)	0	(1,579)	0	573,514	0	2,239	2,239	37,899	07/15/2011	3FE
564759-MJ-4	MANUFACTURERS & TRADERS TRUST 8.000% 1		06/18/2007	BEAR STERNS & CO		534,370	500,000	590,055	547,910	0	(5,544)	0	(5,544)	0	542,365	0	(7,996)	(7,996)	28,889	10/01/2010	1FE
571748-AP-7	MARSH & MCLENNAN COS INC 5.750% 09/15/		05/14/2007	CITIGROUP GLOBAL MARKETS INC		1,934,640	2,000,000	1,888,820	1,893,740	0	3,478	0	3,478	0	1,897,218	0	37,422	37,422	77,306	09/15/2015	2FE
577778-BW-2	MAY DEPT STORES 4.800% 07/15/09		06/18/2007	GREENWICH CAPITAL		4,911,400	5,000,000	4,914,600	4,933,678	0	11,205	0	11,205	0	4,944,883	0	(33,483)	(33,483)	224,000	07/15/2009	2FE
58446M-AE-1	MEDIA NEWS GROUP INC 6.875% 10/01/13		06/29/2007	WACHOVIA CAPITAL MARKETS		94,600	110,000	109,087	109,278	0	44	141,038	(140,994)	0	109,321	0	(14,721)	(14,721)	5,756	10/01/2013	4FE
589331-AH-0	MERCK & CO. INC. 4.375% 02/15/13		05/03/2007	RBC DOMINION SECURITIES		3,106,057	3,250,000	3,056,463	3,083,263	0	7,846	0	7,846	0	3,091,109	0	14,949	14,949	103,876	02/15/2013	1FE
61745M-KG-7	MORGAN STANLEY CAPITAL I MSCI.. 6.210%		06/01/2007	Paydown		50,825	50,825	48,633	50,359	0	467	0	467	0	50,825	0	0	0	1,199	11/15/2031	1FE
641423-BM-9	NEVADA POWER COMPANY 5.950% 03/15/16		06/18/2007	ABN - AMRO CHICAGO CORP		63,828	65,000	64,124	64,856	0	(680)	0	(680)	0	64,176	0	(348)	(348)	2,965	03/15/2016	3FE
69348H-CM-8	PNC MORT ACCEPTANCE CORP PNCMA LT 2000-C		06/01/2007	Paydown		203,563	203,563	237,469	216,810	0	(13,247)	0	(13,247)	0	203,563	0	0	0	6,172	09/01/2010	1FE
700690-AS-9	CAESARS ENTERTAINMENT INC 7.000% 04/15		06/18/2007	BANK OF AMERICA		156,937	150,000	162,825	159,441	0	(597)	0	(597)	0	158,844	0	(1,906)	(1,906)	7,175	04/15/2013	3FE
74254P-JR-4	PRINCIPAL LIFE INC FNDG 5.200% 11/15/1		05/04/2007	RBC DOMINION SECURITIES		2,006,160	2,000,000	1,999,020	1,999,237	0	64	0	64	0	1,999,300	0	6,860	6,860	50,267	11/15/2010	1FE
786514-BC-2	SAFEWAY INC 6.500% 03/01/11		05/03/2007	CS FIRST BOSTON NZ		1,296,050	1,250,000	1,263,048	1,256,798	0	(510)	0	(510)	0	1,256,288	0	39,762	39,762	55,746	03/01/2011	2FE
852060-AJ-1	SPRINT CAPITAL CORP 7.625% 01/30/11		05/03/2007	JEFFRIES & CO		1,070,760	1,000,000	1,086,360	1,074,453	0	(5,814)	0	(5,814)	0	1,068,639	0	2,121	2,121	58,882	01/30/2011	2FE
85590A-AF-1	STARWOOD HOTELS AND RESORTS WO 7.375%		05/01/2007	Maturity		1,150,000	1,150,000	1,203,939	1,155,786	0	(5,786)	0	(5,786)	0	1,150,000	0	0	0	42,406	05/01/2007	2FE
912909-AA-6	UNITED STATES STEEL CORP 9.750% 05/15/		06/20/2007	Call 104.8750		1,048,750	1,000,000	1,030,625	1,014,629	0	(2,666)	0	(2,666)	0	1,011,962	0	36,788	36,788	58,229	05/15/2010	2FE
920355-AA-2	VALSPAR CORP 6.000% 05/01/07		05/01/2007	Maturity		1,500,000	1,500,000	1,494,495	1,499,582	0	418	0	418	0	1,500,000	0	0	0	45,000	05/01/2007	2FE

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identi-fication	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Desig-nation or Market Indicator (a)
92344R-AA-0	VERIZON NEW ENGLAND INC 6.500% 09/15/1		06/22/2007	DEUTSCHE BANK		1,020,690	1,000,000	1,000,800	1,000,479	0	(43)	0	(43)	0	1,000,436	0	20,254	20,254	50,917	09/15/2011	1FE
92344T-AA-6	VERIZON PENNSYLVANIA 5.650% 11/15/11		06/18/2007	BARCLAYS BANK PLC		4,959,650	5,000,000	5,012,250	5,010,325	0	(883)	0	(883)	0	5,009,442	0	(49,792)	(49,792)	169,500	11/15/2011	1FE
92922F-UR-7	WASHINGTON MUTUAL WAMU.04-S3 2004S3 1A2		06/01/2007	Paydown		31,040	31,040	31,360	31,263	0	(223)	0	(223)	0	31,040	0	0	0	647	05/01/2015	1FE
939336-X6-5	WASHINGTON MUTUAL WAMU.05-AR1 05-AR1 A2		06/25/2007	Paydown		110,066	110,066	110,066	110,066	0	0	0	0	0	110,066	0	0	0	2,607	01/25/2045	1FE
97189@-AA-5	WILSHIRE NEW YORK II NEW YORK 10.000% 0		04/13/2007	Maturity		567,323	567,323	607,044	569,649	0	(2,326)	0	(2,326)	0	567,323	0	0	0	18,596	04/13/2007	1
97381W-AE-4	WINDSTREAM CORP 7.000% 03/15/19		05/15/2007	Tax Free Exchange		704,375	700,000	709,100	0	0	(199)	0	(199)	0	708,901	0	(4,526)	(4,526)	10,617	03/15/2019	3FE
98157D-AJ-5	WORLDCOM INC 7.500% 05/15/11		04/13/2007	COMPANY TRADE		101,080	0	0	0	0	0	0	0	0	0	0	101,080	101,080	0	05/15/2011	6
98385X-AC-0	XTO ENERGY INC 6.250% 04/15/13		06/20/2007	Various		258,905	250,000	260,500	257,405	0	(386)	0	(386)	0	257,019	0	1,887	1,887	9,253	04/15/2013	2FE
988498-AA-9	YUM BRANDS INC 7.700% 07/01/12		05/09/2007	JEFFRIES & CO		5,481,700	5,000,000	5,541,655	5,480,075	0	(27,950)	0	(27,950)	0	5,452,126	0	29,574	29,574	334,736	07/01/2012	2FE
13645R-AC-8	CANADIAN PACIFIC RAILWAY COMPA 6.250%	F	05/09/2007	BARCLAYS BANK PLC		6,212,100	6,000,000	5,973,740	5,985,010	0	1,002	0	1,002	0	5,986,012	0	226,088	226,088	217,708	10/15/2011	2FE
60871N-AC-3	MOLSON COORS CAPITAL FINANCE U 4.850%	F	06/18/2007	LEHMAN BROTHERS INC		2,917,740	3,000,000	2,942,490	2,952,044	0	5,575	0	5,575	0	2,957,619	0	(39,879)	(39,879)	108,721	09/22/2010	2FE
77509N-AH-6	ROGERS CABLE SYSTEMS 144A 6.250% 06/15	F	06/20/2007	UBS SECURITIES		750,870	750,000	762,313	758,763	0	(546)	0	(546)	0	758,217	0	(7,347)	(7,347)	24,740	06/15/2013	2FE
11778B-AA-0	BSKYB FINANCE UK PLC 5.625% 10/15/15	F	05/04/2007	UBS SECURITIES		1,394,456	1,400,000	1,384,866	1,386,249	0	432	0	432	0	1,386,681	0	7,775	7,775	44,625	10/15/2015	2FE
25156P-AB-9	DEUTSCHE TELEKOM INTERNATIONAL 8.000%	F	05/10/2007	Various		2,696,535	2,500,000	2,758,850	2,611,677	0	(10,715)	0	(10,715)	0	2,600,963	0	95,572	95,572	82,556	06/15/2010	1FE
25156P-AG-8	DEUTSCHE TELEKOM INTERNATIONAL 5.375%	F	05/03/2007	MERRILL LYNCH CAPITAL MARKETS		2,514,675	2,500,000	2,478,800	2,482,004	0	1,042	0	1,042	0	2,483,046	0	31,629	31,629	83,984	03/23/2011	1FE
25244S-AB-7	DIAGEO FINANCE BV 3.875% 04/01/11	F	05/03/2007	GOLDMAN SACHS & CO		2,001,405	2,100,000	1,963,038	1,982,452	0	8,772	0	8,772	0	1,991,224	0	10,181	10,181	49,051	04/01/2011	1FE
35177P-AK-3	FRANCE TELECOM SA 7.750% 03/01/11	F	05/10/2007	JEFFRIES & CO		1,086,600	1,000,000	1,062,884	1,017,989	0	(1,401)	0	(1,401)	0	1,016,589	0	70,011	70,011	54,681	03/01/2011	1FE
87203R-AA-0	SYSTEMS 2001 A.T. LLC 6.664% 09/15/13	F	06/15/2007	Redemption 100.0000		126,367	126,367	131,512	130,263	0	(3,897)	0	(3,897)	0	126,367	0	0	0	4,211	09/15/2013	1FE
902118-AJ-7	TYCO INTL GROUP SA 6.125% 01/15/09	F	05/29/2007	COMPANY TRADE		1,967,240	2,000,000	2,117,480	2,055,841	0	(10,861)	0	(10,861)	0	2,044,980	0	(77,740)	(77,740)	106,847	01/15/2009	2FE
902118-AY-4	TYCO INTL GROUP SA 6.750% 02/15/11	F	05/29/2007	COMPANY TRADE		3,077,220	3,000,000	3,289,920	3,217,863	0	(19,895)	0	(19,895)	0	3,197,969	0	(120,749)	(120,749)	159,750	02/15/2011	2FE
92857T-AG-2	VODAFONE GROUP PLC 7.750% 02/15/10	F	05/03/2007	LEHMAN BROTHERS INC		6,380,940	6,000,000	6,476,640	6,206,083	0	(21,315)	0	(21,315)	0	6,184,768	0	196,172	196,172	339,708	02/15/2010	1FE
92857W-AM-2	VODAFONE GROUP PLC 5.500% 06/15/11	F	05/03/2007	JEFFRIES & CO		1,009,720	1,000,000	994,560	995,520	0	316	0	316	0	995,836	0	13,884	13,884	21,847	06/15/2011	1FE
Q0455#-AB-4	APT PIPELINES 5.670% 09/09/13	F	04/03/2007	PRIVATE		2,000,000	2,000,000	2,000,000	2,000,000	0	0	0	0	0	2,000,000	0	0	0	64,890	09/09/2013	2
													0					0			
													0					0			
4599999 - Bonds - Industrial and Miscellaneous						117,637,473	116,024,688	117,599,683	115,529,085	0	(128,303)	141,038	(269,341)	0	116,628,581	0	1,008,894	1,008,894	4,323,632	XXX	XXX
6099997 - Bonds - Part 4						224,220,647	221,995,395	222,677,943	221,161,213	0	(190,225)	141,038	(331,263)	0	222,198,788	0	2,021,858	2,021,858	7,380,597	XXX	XXX
6099999 - Total - Bonds						224,220,647	221,995,395	222,677,943	221,161,213	0	(190,225)	141,038	(331,263)	0	222,198,788	0	2,021,858	2,021,858	7,380,597	XXX	XXX
6599999 - Total - Preferred Stocks						0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
7299999 - Total - Common Stocks						0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
7399999 - Total - Preferred and Common Stocks						0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
7499999 Totals						224,220,647	XXX	222,677,943	221,161,213	0	(190,225)	141,038	(331,263)	0	222,198,788	0	2,021,858	2,021,858	7,380,597	XXX	XXX

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

SCHEDULE DB - PART A - SECTION 1

Showing all Options, Caps, Floors and Insurance Futures Options Owned at Current Statement Date

1 Description	2 Number of Contracts or Notional Amount	3 Date of Maturity, Expiry, or Settlement	4 Strike Price, Rate or Index	5 Date of Acquisition	6 Exchange or Counterparty	7 Cost/Option Premium	8 Book Value	9 *	10 Statement Value	11 Fair Value	12 Year to Date Increase/ (Decrease) by Adjustment	13 Used to Adjust Basis of Hedged Item	14 Other Investment/ Miscellaneous Income
PURCHASED PUT OPTION	15,440	09/15/2023	1,336	03/22/2007	GOLDMAN SACHS INTERNATIONAL	1,991,457	1,991,457		1,576,195	1,576,195			
PURCHASED PUT OPTION	8,320	03/15/2024	1,383	03/22/2007	GOLDMAN SACHS INTERNATIONAL	1,357,212	1,357,212		1,124,436	1,124,436			
PURCHASED PUT OPTION	5,782	06/15/2023	1,383	03/22/2007	GOLDMAN SACHS INTERNATIONAL	935,732	935,732		792,785	792,785			
PURCHASED PUT OPTION	9,095	09/15/2023	1,383	03/22/2007	GOLDMAN SACHS INTERNATIONAL	1,482,331	1,482,331		1,236,406	1,236,406			
PURCHASED PUT OPTION	15,170	12/15/2023	1,358	03/22/2007	GOLDMAN SACHS INTERNATIONAL	2,002,338	2,002,338		1,550,184	1,550,184			
PURCHASED PUT OPTION	7,262	12/15/2023	1,383	03/22/2007	GOLDMAN SACHS INTERNATIONAL	1,195,043	1,195,043		994,241	994,241			
PURCHASED PUT OPTION	8,038	06/17/2024	1,383	03/22/2007	GOLDMAN SACHS INTERNATIONAL	1,340,042	1,340,042		1,130,823	1,130,823			
PURCHASED PUT OPTION	10,170	05/31/2024	1,541	06/27/2007	GOLDMAN SACHS INTERNATIONAL	1,496,445	1,496,445		1,181,084	1,181,084			
0799999 - Subtotal - Put Options - Other Derivative Transactions						11,800,601	11,800,601	XXX	9,586,155	9,586,155			
0899999 - Subtotal - Put Options						11,800,601	11,800,601	XXX	9,586,155	9,586,155			
2599999 - Subtotal - Hedging Transactions								XXX					
2799999 - Subtotal - Other Derivative Transactions						11,800,601	11,800,601	XXX	9,586,155	9,586,155			
9999999 - Totals						11,800,601	11,800,601	XXX	9,586,155	9,586,155			

SCHEDULE DB - PART B - SECTION 1

Showing all Options, Caps, Floors and Insurance Futures Options Written and In-Force at Current Statement Date

1 Description	2 Number of Contracts or Notional Amount	3 Date of Maturity, Expiry, or Settlement	4 Strike Price, Rate or Index	5 Date of Issuance/ Purchase	6 Exchange or Counterparty	7 Consideration Received	8 Book Value	9 *	10 Statement Value	11 Fair Value	12 Year to Date Increase/ (Decrease) by Adjustment	13 Used to Adjust Basis	14 Other Investment/ Miscellaneous Income
2599999 - Subtotal - Hedging Transactions								XXX					
2699999 - Subtotal - Income Generation Transactions								XXX					
2799999 - Subtotal - Other Derivative Transactions								XXX					
9999999 - Totals								XXX					

NONE

SCHEDULE DB - PART C - SECTION 1

Showing all Collar, Swap and Forwards Open at Current Statement Date

1 Description	2 Notional Amount	3 Date of Maturity, Expiry, or Settlement	4 Strike Price, Rate or Index Rec (Pay)	5 Date of Opening Position or Agreement	6 Exchange or Counterparty	7 Cost or (Consideration Received)	8 Book Value	9 *	10 Statement Value	11 Fair Value	12 Year to Date Increase/ (Decrease) by Adjustment	13 Used to Adjust Basis of Hedged Item	14 Other Investment/ Miscellaneous Income	15 Potential Exposure
INT RATE SWAP - 3M LIBOR	20,000,000	03/26/2017	5.10%	03/26/2007	GOLDMAN SACHS INTERNATIONAL				(829,916)	(829,916)			(848,683)	312,072
0799999 - Subtotal - Swaps - Other Derivative Transactions								XXX	(829,916)	(829,916)			(848,683)	312,072
0899999 - Subtotal - Swaps								XXX	(829,916)	(829,916)			(848,683)	312,072
2599999 - Subtotal - Hedging Transactions								XXX	0	0			0	0
2799999 - Subtotal - Other Derivative Transactions								XXX	(829,916)	(829,916)			(848,683)	312,072
9999999 - Totals								XXX	(829,916)	(829,916)			(848,683)	312,072

SCHEDULE DB - PART D - SECTION 1

Showing all Futures Contracts and Insurance Futures Contracts Open at Current Statement Date

1 Description	2 Number of Contracts	3 Maturity Date	4 Original Value	5 Current Value	6 Variation Margin	7 Date of Opening Position	8 Exchange or Counterparty	9 Cash Deposit	Variation Margin Information 10 Recognized	11 Used to Adjust Basis of Hedged Item	12 Deferred	13 Potential Exposure
S&P 500 MINI FUT	12	09/20/2027	4,567,902	4,546,200	21,702	06/11/2007	CME		21,702			168,000
S&P 500 MINI FUT	3	09/20/2027	1,138,863	1,136,550	2,313	06/27/2007	CME		2,313			42,000
0799999 - Subtotal - Short Futures - Other Derivative Transactions			5,706,765	5,682,750	24,015	XXX	XXX		24,015			210,000
0899999 - Subtotal - Short Futures			5,706,765	5,682,750	24,015	XXX	XXX		24,015			210,000
2599999 - Subtotal - Hedging Transactions			0	0	0	XXX	XXX		0			0
2799999 - Subtotal - Other Derivative Transactions			5,706,765	5,682,750	24,015	XXX	XXX		24,015			210,000
9999999 - Totals			5,706,765	5,682,750	24,015	XXX	XXX		24,015			210,000

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1	2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
					6	7	8	
Depository	Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	First Month	Second Month	Third Month	*
Chase Manhattan Bank, New York, NY					59,087	442,448	(180,146)	XXX
Wells Fargo Bank, Minneapolis, MN					(7,208,752)	(8,830,572)	(9,550,337)	XXX
0199998 Deposits in ..... depositories that do not exceed the allowable limit in any one depository (see Instructions) - Open Depositories	XXX	XXX			2,983	2,983	2,983	XXX
0199999 Totals - Open Depositories	XXX	XXX			(7,146,682)	(8,385,141)	(9,727,500)	XXX
0399999 Total Cash on Deposit	XXX	XXX			(7,146,682)	(8,385,141)	(9,727,500)	XXX
0499999 Cash in Company's Office	XXX	XXX	XXX	XXX	656	1,421	496	XXX
0599999 Total	XXX	XXX			(7,146,026)	(8,383,720)	(9,727,004)	XXX

SCHEDULE E - PART 2 CASH EQUIVALENTS

Showing Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due and Accrued	8 Gross Investment Income
ABCP - ALPINE SECURITIZATION		06/25/2007	5.305	07/02/2007	6,998,969	0	6,182
ABCP - CHESHAM FINANCE LLC		06/29/2007	5.402	07/02/2007	16,597,509	0	4,979
ABCP - FAIRWAY FINANCE CORP		06/20/2007	5.332	07/18/2007	14,962,326	0	24,276
ABCP - GEMINI SECURITIZATION C		06/21/2007	5.319	07/03/2007	29,991,137	0	44,237
ABCP - THUNDER BAY FUNDING LLC		06/15/2007	5.339	07/16/2007	14,966,703	0	35,355
ABCP - ALPINE SECURITIZATION		06/25/2007	5.305	07/02/2007	4,999,263	0	4,416
ABCP - AXON FINANCIAL FUNDING		06/21/2007	5.340	09/06/2007	5,940,953	0	8,713
ABCP - BRYANT PARK FUNDING LLC		06/22/2007	5.324	07/23/2007	5,980,541	0	7,924
ABCP - CRC FUNDING LLC		06/22/2007	5.316	08/20/2007	5,956,025	0	7,847
ABCP - CHARIOT FUNDING LLC		06/27/2007	5.332	07/12/2007	3,394,470	0	2,007
ABCP - CHESHAM FINANCE LLC		06/29/2007	5.402	07/02/2007	3,999,400	0	1,200
ABCP - DEER VALLEY FUNDING LLC		06/19/2007	5.324	07/19/2007	5,984,072	0	10,572
ABCP - EBURY FINANCE LLC		06/29/2007	5.402	07/02/2007	3,999,400	0	1,200
ABCP - GEMINI SECURITIZATION C		06/22/2007	5.325	07/24/2007	5,979,656	0	7,923
ABCP - JUPITER SECURTIZATION C		06/22/2007	5.321	08/13/2007	5,962,110	0	7,870
ABCP - NELNET STUDENT ASSET FU		06/21/2007	5.350	08/24/2007	5,952,230	0	8,763
ABCP - NIEUW AMSTERDAM RECEIVA		06/22/2007	5.324	07/23/2007	5,980,541	0	7,924
ABCP-OLD LINE FUNDING CORP		06/22/2007	5.322	08/15/2007	5,960,348	0	7,868
ABCP-RANGER FUNDING COMPANY LL		06/22/2007	5.320	07/31/2007	5,973,515	0	7,900
ABCP - SOLITAIRE FUNDING LLC		06/21/2007	5.326	07/11/2007	5,991,137	0	8,837
ABCP - WHISTLEJACKET CAPITAL L		06/18/2007	5.317	07/10/2007	5,492,698	0	10,513
0199999 Total Cash Equivalents					171,063,003	0	226,506