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LIFE AND ACCIDENT AND HEALTH COMPANIES —ASSOCIATION EDITION

QUARTERLY STATEMENT

AS OF SEPTEMBER 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 Keeley	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
County of Hennepin ss

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

Timothy Vernon Bechtold	Thomas Richard Moore	David Kent Stewart
President & CEO	Secretary	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 7th day of November, 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	1,499,622,850		1,499,622,850	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	231,508,843		231,508,843	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 ($ (9,795,500)), cash equivalents ($ 170,612,941) and short-term investments ($ 0)	160,817,441		160,817,441	19,321,674
6. Contract loans, (including $ ..... premium notes)	35,494,004		35,494,004	33,836,815
7. Other invested assets	0	0	0	1,003,858
8. Receivables for securities	62,155		62,155	96,297
9. Aggregate write-ins for invested assets	14,283,920	0	14,283,920	0
10. Subtotals, cash and invested assets (Lines 1 to 9)	1,941,926,390	0	1,941,926,390	2,098,275,873
11. Title plants less $ ..... charged off (for Title insurers only)			0	0
12. Investment income due and accrued	18,387,545		18,387,545	22,610,825
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection	171,906	22,402	149,504	205,056
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $ ..... earned but unbilled premiums)	729,013		729,013	804,970
13.3 Accrued retrospective premiums			0	0
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers	536,647		536,647	171,706
14.2 Funds held by or deposited with reinsured companies			0	0
14.3 Other amounts receivable under reinsurance contracts	3,397		3,397	1,690
15. Amounts receivable relating to uninsured plans			0	0
16.1 Current federal and foreign income tax recoverable and interest thereon	4,250,486		4,250,486	0
16.2 Net deferred tax asset	23,340,109	19,531,746	3,808,363	5,827,722
17. Guaranty funds receivable or on deposit	331,011		331,011	331,011
18. Electronic data processing equipment and software	22,291	22,291	0	0
19. Furniture and equipment, including health care delivery assets ($ .....)	111,026	111,026	0	0
20. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
21. Receivables from parent, subsidiaries and affiliates	533,248		533,248	1,640,538
22. Health care ($ .....) and other amounts receivable			0	0
23. Aggregate write-ins for other than invested assets	8,290,614	7,666	8,282,948	7,493,772
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23)	1,998,633,683	19,695,131	1,978,938,552	2,137,363,163
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts	3,078,682,440		3,078,682,440	2,619,774,942
26. Total (Lines 24 and 25)	5,077,316,123	19,695,131	5,057,620,992	4,757,138,105
DETAILS OF WRITE-INS				
0901. Options (Sch DB Part A)	14,283,920		14,283,920	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)	14,283,920	0	14,283,920	0
2301. Bank Owned Life Insurance	5,325,551		5,325,551	5,170,879
2302. Miscellaneous Assets	2,072,129	7,666	2,064,463	1,397,934
2303. Prepaid Reinsurance	892,934		892,934	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)	8,290,614	7,666	8,282,948	7,493,772

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for life contracts $ 1,623,107,534 less $ included in Line 6.3 (including $ 19,173 Modco Reserve)	1,623,107,534	1,733,136,345
2. Aggregate reserve for accident and health contracts (including $ Modco Reserve)	129,290,567	122,372,159
3. Liability for deposit-type contracts (including $ Modco Reserve)	6,643,981	7,563,448
4. Contract claims:		
4.1 Life	2,832,023	3,494,813
4.2 Accident and health	840,034	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 $ 191,206 accident and health premiums	212,568	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 $ 254,010 ceded	254,010	125,526
9.4 Interest Maintenance Reserve	10,798,249	9,866,505
10. Commissions to agents due or accrued—life and annuity contracts $ 159,459 accident and health $ 7,921 and deposit-type contract funds $	167,380	134,080
11. Commissions and expense allowances payable on reinsurance assumed		0
12. General expenses due or accrued	6,321,245	4,829,613
13. Transfers to Separate Accounts due or accrued (net) (Including $ (104,193,837) accrued for expense allowances recognized in reserves, net of reinsured allowances)	(107,039,154)	(96,969,173)
14. Taxes, licenses and fees due or accrued, excluding federal income taxes	106,170	(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	556,842	560,477
17. Amounts withheld or retained by company as agent or trustee	126,990	82,039
18. Amounts held for agents' account, including $ (961) agents' credit balances	156,105	313,664
19. Remittances and items not allocated	3,119,790	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	14,376,572	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	10,785,485	0
24.9 Capital notes $ and interest thereon $		0
25. Aggregate write-ins for liabilities	252,286	0
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25)	1,702,908,677	1,805,930,154
27. From Separate Accounts Statement	3,078,542,599	2,619,680,181
28. Total liabilities (Lines 26 and 27)	4,781,451,276	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	106,630,680	106,617,258
34. Aggregate write-ins for special surplus funds	1,187,378	1,187,378
35. Unassigned funds (surplus)	166,351,658	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 $ 139,841 in Separate Accounts Statement)	274,169,716	329,527,770
38. Totals of Lines 29, 30 and 37	276,169,716	331,527,770
39. Totals of Lines 28 and 38	5,057,620,992	4,757,138,105
DETAILS OF WRITE-INS		
2501. Interest Rate Swap (Sch DB Part C)	252,286	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)	252,286	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	524,704,023	493,312,655	661,093,493
2. Considerations for supplementary contracts with life contingencies		0	0
3. Net investment income	83,009,193	90,055,593	118,676,491
4. Amortization of Interest Maintenance Reserve (IMR)	798,852	546,212	735,730
5. Separate Accounts net gain from operations excluding unrealized gains or losses	5,431	6,648	11,112
6. Commissions and expense allowances on reinsurance ceded		0	0
7. Reserve adjustments on reinsurance ceded	953	917	627
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts	33,209,350	32,718,937	45,410,734
8.2 Charges and fees for deposit-type contracts		0	0
8.3 Aggregate write-ins for miscellaneous income	8,893,609	134,136	181,449
9. Totals (Lines 1 to 8.3)	650,621,411	616,775,098	826,109,636
10. Death benefits	10,587,920	11,491,321	15,041,185
11. Matured endowments (excluding guaranteed annual pure endowments)		0	0
12. Annuity benefits	51,434,907	51,476,212	61,633,270
13. Disability benefits and benefits under accident and health contracts	4,317,556	3,845,694	5,415,479
14. Coupons, guaranteed annual pure endowments and similar benefits		0	0
15. Surrender benefits and withdrawals for life contracts	360,892,348	314,442,766	432,451,406
16. Group conversions		0	0
17. Interest and adjustments on contract or deposit-type contract funds	1,284,083	(4,111,735)	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	(106,199,843)	(71,521,092)	(129,416,459)
20. Totals (Lines 10 to 19)	322,316,971	305,623,166	386,887,533
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only)	23,639,016	21,760,792	29,103,524
22. Commissions and expense allowances on reinsurance assumed		0	0
23. General insurance expenses	23,333,082	23,844,951	30,909,001
24. Insurance taxes, licenses and fees, excluding federal income taxes	1,953,655	4,097,490	4,050,734
25. Increase in loading on deferred and uncollected premiums	209,778	238,682	339,583
26. Net transfers to or (from) Separate Accounts net of reinsurance	226,718,503	219,184,978	293,222,138
27. Aggregate write-ins for deductions	4,798,653	4,288,791	5,844,478
28. Totals (Lines 20 to 27)	602,969,658	579,038,850	750,356,991
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	47,651,753	37,736,248	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)	47,651,753	37,736,248	75,752,645
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	11,002,196	9,353,316	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)	36,649,557	28,382,932	61,735,279
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of $ 1,057,101 (excluding taxes of $ 931,860 transferred to the IMR)	232,591	125,601	1,266,074
35. Net income (Line 33 plus Line 34)	36,882,148	28,508,533	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)	36,882,148	28,508,533	63,001,353
38. Change in net unrealized capital gains (losses) less capital gains tax of $ 196,666	(365,236)	0	0
39. Change in net unrealized foreign exchange capital gain (loss)		0	0
40. Change in net deferred income tax	(6,608,811)	(1,452,754)	(9,397,134)
41. Change in nonadmitted assets and related items	4,393,530	3,270,220	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	2,254,103	304,933	1,445,970
45. Change in treasury stock		0	0
46. Surplus (contributed to) withdrawn from Separate Accounts during period	(39,649)	(82,140)	(36,064)
47. Other changes in surplus in Separate Accounts Statement	39,649	82,140	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	13,422	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	(8,927,210)	0	0
54. Net change in capital and surplus for the year (Lines 37 through 53)	(55,358,054)	5,630,932	41,855,648
55. Capital and surplus, as of statement date (Lines 36 + 54)	276,169,716	295,303,054	331,527,770
DETAILS OF WRITE-INS			
08.301. Miscellaneous income	8,893,609	134,136	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)	8,893,609	134,136	181,449
2701. Purchase Payment Credits	4,213,016	3,798,716	5,148,202
2702. Experience Rating Refunds	577,000	477,761	680,219
2703. Increase in amounts held for agents' accounts	8,637	12,314	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)	4,798,653	4,288,791	5,844,478
5301. Prior period adjustments	(8,927,210)	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)	(8,927,210)	0	0

CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
Cash from Operations		
1. Premiums collected net of reinsurance	524,622,100	660,777,223
2. Net investment income	89,798,263	123,651,458
3. Miscellaneous income	42,102,959	45,592,182
4. Total (Lines 1 to 3)	656,523,322	830,020,863
5. Benefits and loss related payments	426,281,089	514,536,064
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	236,788,484	311,480,553
7. Commissions, expenses paid and aggregate write-ins for deductions	50,950,994	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)	17,613,304	10,009,707
10. Total (Lines 5 through 9)	731,633,871	908,252,910
11. Net cash from operations (Line 4 minus Line 10)	(75,110,549)	(78,232,047)
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	343,532,142	223,971,801
12.2 Stocks	0	0
12.3 Mortgage loans	33,584,108	28,865,132
12.4 Real estate	0	0
12.5 Other invested assets	1,000,000	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	(305)
12.7 Miscellaneous proceeds	10,819,627	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	388,935,877	252,836,628
13. Cost of investments acquired (long-term only):		
13.1 Bonds	56,625,296	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	14,869,033	25,081
13.7 Total investments acquired (Lines 13.1 to 13.6)	78,758,991	168,867,194
14. Net increase (or decrease) in contract loans and premium notes	1,657,189	2,330,473
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	308,519,697	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	0	17,258
16.3 Borrowed funds	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities	(919,467)	(1,123,379)
16.5 Dividends to stockholders	83,000,000	25,000,000
16.6 Other cash provided (applied)	(7,993,913)	(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)	(91,913,380)	(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)	141,495,768	(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)	160,817,441	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	50,444,498	47,889,798	65,390,609
3. Ordinary Individual Annuities	445,931,442	411,395,185	551,583,465
4. Credit Life (Group & Individual)		0	0
5. Group Life Insurance	10,423	9,412	11,390
6. Group Annuities	19,888,623	24,198,617	31,086,982
7. A & H - Group		0	0
8. A & H - Credit (Group & Individual)		0	0
9. A & H - Other	16,325,306	16,418,307	21,989,780
10. Aggregate of All Other Lines of Business	0	0	0
11. Subtotal	532,600,292	499,911,319	670,062,226
12. Deposit-Type Contracts	266,164	235,826	380,726
13. Total	532,866,456	500,147,145	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

During the first quarter of 2007, RiverSource Life Insurance Co. of New York ("the Company" or "RiverSource Life of NY") 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 third quarter of 2007, as a result of recent validation work, the Company decreased variable annuity reserves $2.1 million to reflect more accurate benefit and revenue components within the Commissioner's Annuity Reserve Valuation Methodology computation. This computation was refined in three primary areas. First, fund management fees were corrected to properly reflect the actual amounts currently received. Second, free partial benefits were corrected for certain products to reflect a more accurate reserve computation for these benefits. Lastly, surrender charges were corrected for certain polices as they were not properly reflected in the reserve computation.

Additionally, as a result of similar validation work, the Company increased individual life reserves $0.2 million (net after reinsurance) to reflect an appropriate computation of term life reserves. This calculation was refined to reflect a minimum contract reserve of the cost of mortality for the policy period and also a proper maturity age for specific contracts.

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 or pay fixed rate interest amounts and pay or receive 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 $364,806 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 September 30, 2007 and December 31, 2006 are as follows:

	September 30, 2007	December 31, 2006
(1) Deferred tax assets (DTA), gross admitted and nonadmitted	$ 30,301,733	$ 30,295,776
(2) Deferred tax liabilities (DTL)	6,961,624	543,522
(3) DTA nonadmitted	19,531,746	23,924,532
(4) Net admitted DTA	$ 3,808,363	$ 5,827,722
(5) Decrease in DTA nonadmitted	$ (4,392,786)	$ (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:

	September 30, 2007	December 31, 2006
Current year expense	$ 9,452,532	$ 17,372,135
Prior year audit settlement	-	121,206
Prior year adjustment of current liability	-	(63,612)
Prior year over-accrual of tax reserves	3,111,215	(1,734, 660)
Tax credits	(504,450)	(300,000)
Current federal income taxes incurred	$ 12,059,297	$ 15,395,069

DTAs	September 30, 2007	December 31, 2006
Deferred acquisition costs	$ 16,465,247	$ 15,686,206
Reserves	12,745,705	12,650,833
Foreign tax credit carryforward	396,376	-
Accrued liabilities	288,800	813,176
Other	208,939	-
Unrealized losses	196,666	-
Investments	-	1,145,561
Total gross DTAs	$ 30,301,733	$ 30,295,776
Less: DTAs nonadmitted	19,531,746	23,924,532
Admitted DTAs	$ 10,769,987	$ 6,371,244
DTLs		
Alternative minimum tax carryforward	$ 6,119,248	-
Other	842,376	$ 543,522
Total DTLs	$ 6,961,624	$ 543,522
Net admitted DTA	$ 3,808,363	$ 5,827,722

The change in net DTAs is comprised of the following:

	September 30, 2007	December 31, 2006	Change
Gross DTAs	$ 30,301,733	$ 30,295,776	$ 5,957
Less: Total DTLs	6,961,624	543,522	6,418,102
Net DTAs in excess of DTLs	$ 23,340,109	$ 29,752,254	$ (6,412,145)
Tax effect on unrealized losses			(196,666)
Change in DTAs			$ (6,608,811)

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	$ 47,651,752		
Realized capital gains	3,020,289		
Income before taxes	$ 50,672,041	$ 17,735,214	35.0%
Permanent differences:			
Provision to return adjustment		7,037,226	13.9%
Foreign tax addback	504,450	176,558	0.3%
Adjustment to gross DTA	(510,291)	(178,602)	(0.4)%
Amortization of IMR	(798,852)	(279,598)	(0.6)%
Foreign tax credit		(504,450)	(1.0)%
Dividends received deduction	(6,108,180)	(2,137,863)	(4.2)%
Prior period adjustment	(8,927,211)	(3,124,524)	(6.2)%
Other	(159,579)	(55,853)	(0.0)%
Total effective tax		$ 18,668,108	36.8%
Federal and foreign income taxes incurred		$ 12,059,297	23.8%
Change in net deferred income taxes		6,608,811	13.0%
Total statutory income tax		$ 18,668,108	36.8%

E. (1) At September 30, 2007, the Company had no operating or capital loss carryforwards.

(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: $ 12,059,297
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.

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").

NOTES TO FINANCIAL STATEMENTS

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 $862 million of pretax non-recurring separation costs since the separation announcement through September 30, 2007 and expects to incur approximately $25 million to $30 million in costs in the fourth quarter of 2007, reflecting all remaining separation costs. These costs are primarily related to technology costs and marketing and rebranding. 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 $5.9 million in total pretax non-recurring separation costs since the separation announcement through September 30, 2007. These costs are reported in "General Insurance Expenses" in the Summary of Operations.

C. Not applicable

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

	September 30, 2007	December 31, 2006
Receivable from affiliates	$ 0.5 million	$ 1.6 million
Payable to affiliates*	$ 5.3 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 September 30, 2007.

	ASSETS		LIABILITIES	
	2007	2006	2007	2006
a. Swaps	86,000,000	-	-	-
b. Futures	-	-	6,750	-
c. Options	134,097,549	-	-	-
d. Total	220,097,549	-	6,750	-

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

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

NOTES TO FINANCIAL STATEMENTS

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

	September 30, 2007
1. Separate Account transfers	
a. Transfers to Separate Accounts	$ 457,747,058
b. Less: Transfers from Separate Accounts	240,737,266
c. Net transfers to (from) Separate Accounts (a) – (b)	$ 217,009,792
2. Reconciling adjustments	
a. Transfers due to purchase payment credits	$ (4,213,519)
b. Contract and insurance charge	12,412,927
c. Policy loans disbursements	2,735,548
d. Policy loan repayments	(1,185,431)
e. Conversion credits	(619)
e. Other miscellaneous	(40,195)
3. Transfers as Reported in the Summary of Operations of the Life, Accident & Health Quarterly Statement	$ 226,718,503

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: $ 165,266

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	$ 231,508,843
1.14 Total Mortgages in Good Standing	$ 231,508,843
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)	$ 231,508,843
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	33,584,108	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	231,508,843	257,828,289
10. Total valuation allowance		0
11. Subtotal (Lines 9 plus 10)	231,508,843	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)	231,508,843	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	1,000,000	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	0	1,003,858
10. Total valuation allowance		0
11. Subtotal (Lines 9 plus 10)	0	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)	0	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	59,116,708	138,148,799
3. Accrual of discount	1,352,859	1,463,790
4. Increase (decrease) by adjustment	(157,564)	0
5. Increase (decrease) by foreign exchange adjustment	0	0
6. Total profit (loss) on disposal	3,177,244	3,721,464
7. Consideration for bonds and stocks disposed of	346,023,555	233,287,876
8. Amortization of premium	3,894,606	5,838,044
9. Book/adjusted carrying value, current period	1,499,760,026	1,786,188,940
10. Total valuation allowance	0	0
11. Subtotal (Lines 9 plus 10)	1,499,760,026	1,786,188,940
12. Total nonadmitted amounts	0	0
13. Statement value	1,499,760,026	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	1,205,796,591	2,281,735,057	2,283,508,640	(11,397,206)	1,244,872,102	1,205,796,591	1,192,625,803	1,251,553,259
2. Class 2	339,895,962	16,410,500	5,057,485	13,413,971	411,288,679	339,895,962	364,662,948	436,835,509
3. Class 3	70,485,856	0	3,285,132	377,361	66,147,309	70,485,856	67,578,085	69,068,370
4. Class 4	47,385,875	0	3,322,742	(435,811)	50,494,397	47,385,875	43,627,322	54,171,841
5. Class 5	1,741,914	0	0	(283)	939,550	1,741,914	1,741,632	939,722
6. Class 6	0	0	0	0	0	0	0	442,811
7. Total Bonds	1,665,306,198	2,298,145,557	2,295,173,999	1,958,032	1,773,742,037	1,665,306,198	1,670,235,790	1,813,011,512
PREFERRED STOCK								
8. Class 1	0	0	0	0	0	0	0	0
9. Class 2	0	0	0	0	0	0	0	0
10. Class 3	0	0	0	0	0	0	0	0
11. Class 4	0	0	0	0	0	0	0	0
12. Class 5	0	0	0	0	0	0	0	0
13. Class 6	0	0	0	0	0	0	0	0
14. Total Preferred Stock	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock	1,665,306,198	2,298,145,557	2,295,173,999	1,958,032	1,773,742,037	1,665,306,198	1,670,235,790	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

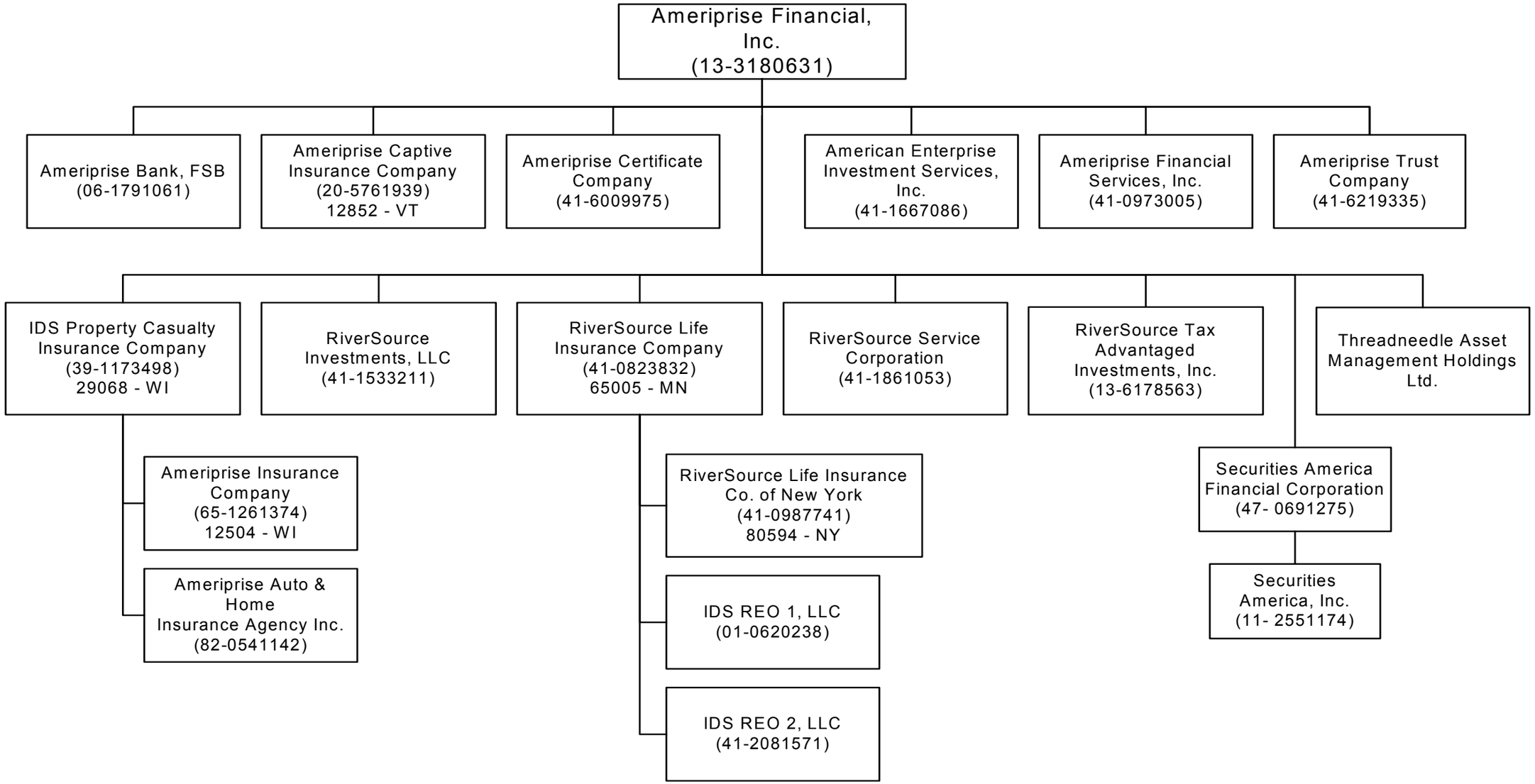
SCHEDULE T—PREMIUMS AND ANNUITY CONSIDERATIONS

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	13,338	4,260	4,201		21,799	
2. Alaska AK	No	9,594	500	221		10,315	
3. Arizona AZ	No	127,881	327,060	41,850		496,791	
4. Arkansas AR	No	997	7,700	5,870		14,567	
5. California CA	No	412,772	851,790	107,747		1,372,309	
6. Colorado CO	No	45,101	124,204	13,186		182,491	
7. Connecticut CT	No	881,086	3,817,441	174,746		4,873,273	112,537
8. Delaware DE	Yes	49,027	111,038	6,680		166,745	
9. District of Columbia DC	No	32,147	128,663	7,221		168,031	
10. Florida FL	No	911,865	4,324,820	520,623		5,757,308	
11. Georgia GA	No	97,543	186,228	60,884		344,655	
12. Hawaii HI	No	10,062	9,750	9,241		29,053	
13. Idaho ID	No	2,539	10,000	0		12,539	
14. Illinois IL	No	86,066	45,869	32,070		164,005	
15. Indiana IN	No	21,168	138,349	16,064		175,581	
16. Iowa IA	No	9,433	500	2,761		12,694	
17. Kansas KS	No	4,672	117,724	2,314		124,710	
18. Kentucky KY	No	22,014	210,903	6,141		239,058	
19. Louisiana LA	No	27,443	280,600	5,065		313,108	
20. Maine ME	No	20,098	210,350	15,231		245,679	
21. Maryland MD	No	122,425	627,137	65,956		815,518	
22. Massachusetts MA	No	228,725	1,154,467	91,721		1,474,913	
23. Michigan MI	No	40,285	19,450	15,820		75,555	
24. Minnesota MN	No	37,419	184,682	13,301		235,402	
25. Mississippi MS	No	4,867	4,218	810		9,895	
26. Missouri MO	No	19,672	3,950	10,417		34,039	
27. Montana MT	No	900	0	1,262		2,162	
28. Nebraska NE	No	97	0	997		1,094	
29. Nevada NV	No	45,358	106,908	31,183		183,449	
30. New Hampshire NH	No	47,333	110,147	19,400		176,880	
31. New Jersey NJ	No	2,246,196	5,111,530	438,566		7,796,292	
32. New Mexico NM	No	83,615	7,450	26,924		117,989	
33. New York NY	Yes	43,197,327	442,845,940	13,853,337		499,896,604	153,627
34. North Carolina NC	No	307,238	1,359,555	112,951		1,779,744	
35. North Dakota ND	Yes	0	2,250	0		2,250	
36. Ohio OH	No	64,380	20,523	20,568		105,471	
37. Oklahoma OK	No	8,985	8,300	4,109		21,394	
38. Oregon OR	No	12,634	103,700	8,641		124,975	
39. Pennsylvania PA	No	297,880	1,472,883	110,158		1,880,921	
40. Rhode Island RI	No	19,866	2,500	11,007		33,373	
41. South Carolina SC	No	115,958	179,117	58,366		353,441	
42. South Dakota SD	No	200	1,200	0		1,400	
43. Tennessee TN	No	47,310	308,433	12,716		368,459	
44. Texas TX	No	95,528	684,900	40,457		820,885	
45. Utah UT	No	5,730	9,500	4,216		19,446	
46. Vermont VT	No	89,887	103,686	13,612		207,185	
47. Virginia VA	No	192,567	228,534	82,451		503,552	
48. Washington WA	No	21,142	21,350	9,156		51,648	
49. West Virginia WV	No	13,773	4,000	2,408		20,181	
50. Wisconsin WI	No	24,409	141,452	3,645		169,506	
51. Wyoming WY	No	10,048	0	164		10,212	
52. American Samoa AS	No	0	0	0		0	
53. Guam GU	No	0	0	0		0	
54. Puerto Rico PR	No	1,084	3,200	1,573		5,857	
55. US Virgin Islands VI	No	522	2,200	0		2,722	
56. Northern Mariana Islands MP	No					0	
57. Canada CN	No	6,166	1,670	4,573		12,409	
58. Aggregate Other Alien OT	XXX	93,615	77,486	2,584	0	173,685	0
59. Subtotal	(a) 3	50,287,987	465,820,067	16,105,165	0	532,213,219	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	18,367		264,865		283,232	
94. Aggregate of other amounts not allocable by State	XXX	0	0	0	0	0	0
95. Totals (Direct Business)	XXX	50,306,354	465,820,067	16,370,030	0	532,496,451	266,164
96. Plus Reinsurance Assumed	XXX					0	
97. Totals (All Business)	XXX	50,306,354	465,820,067	16,370,030	0	532,496,451	266,164
98. Less Reinsurance Ceded	XXX	4,684,889	2,373	3,186,222		7,873,484	
99. Totals (All Business) less Reinsurance Ceded	XXX	45,621,465	465,817,694	13,183,808	0	524,622,967	266,164
DETAILS OF WRITE-INS							
5801. Other alien	XXX	93,615	77,486	2,584		173,685	
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	93,615	77,486	2,584	0	173,685	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 3

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

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
				NONE				
9999999 - Totals								

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
						NONE										
9999999 Totals																

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
9999999 Totals					XXX	XXX					XXX

NONE

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
697000133	Atherton	CA		11/17/2003	2,842,846			2,795,115	2,795,115		0	0
697000095	Colorado Springs	CO		07/09/1997	2,076,347			2,043,163	2,043,163		0	0
697000101	Boulder	CO		12/16/1997	1,058,778			1,017,334	1,017,334		0	0
697001009	Pikesville	MD		01/04/2000	1,110,044			1,094,096	1,094,096		0	0
697000093	Las Vegas	NV		06/18/1997	2,422,700			2,370,140	2,370,140		0	0
0199999 - Mortgages closed by repayment					9,510,715			9,319,848	9,319,848			
9999999 Totals					9,510,715			9,319,848	9,319,848			

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
743917-AG-1	PRUDENTIAL INSURANCE COMPANY		NJ	Maturity	11/20/1997	1,000,000	0	0	1,000,000	1,000,000	0	0	0	38,250
2199999 - Surplus Debentures, etc. - Unaffiliated						1,000,000	0	0	1,000,000	1,000,000	0	0	0	38,250
3999999 – Total Unaffiliated						1,000,000	0	0	1,000,000	1,000,000	0	0	0	38,250
4099999 – Total Affiliated						0	0	0	0	0	0	0	0	0
4199999 Totals						1,000,000	0	0	1,000,000	1,000,000	0	0	0	38,250

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]
459506-B@-9	INTERNATIONAL FLAVORS & FRAGRA 6.250%		09/24/2007	PRIVATE		8,000,000	8,000,000	0	2Z
75913M-AA-7	REGIONS BANK 6.450% 06/26/37		08/02/2007	Various		6,266,631	6,160,000	44,419	1FE
90783X-AA-9	UNION PACIFIC RAILROAD CO 2007 6.176%		07/19/2007	MORGAN STANLEY & CO.		10,000,000	10,000,000	0	1FE
92976G-AG-6	WACHOVIA BANK 5.850% 02/01/37		07/09/2007	WACHOVIA CAPITAL MARKETS		9,352,700	10,000,000	264,875	1FE
136385-AL-5	CANADIAN NATURAL RESOURCES 6.250% 03/1	F	09/20/2007	LEHMAN BROTHERS INC		473,140	500,000	868	2FE
884903-AZ-8	THOMSON CORPORATION 5.700% 10/01/14	F	09/27/2007	MERRILL LYNCH CAPITAL MARKETS		7,937,360	8,000,000	0	2FE
4599999 - Total - Bonds - Industrial, Misc.						42,029,831	42,660,000	310,162	XXX
6099997 - Total - Bonds - Part 3						42,029,831	42,660,000	310,162	XXX
6099999 - Total - Bonds						42,029,831	42,660,000	310,162	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						42,029,831	XXX	310,162	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% 12/25/16		09/25/2007	Paydown		536,557	536,557	538,715	538,541	0	(1,985)	0	(1,985)	0	536,557	0	0	0	17,941	12/25/2016	1FE
3133XC-WF-6	FEDERAL HOME LOAN BANK 9C-2012 5.000%		09/22/2007	Paydown		62,440	62,440	62,743	62,698	0	(258)	0	(258)	0	62,440	0	0	0	2,066	08/22/2012	1FE
36202K-DK-8	GINNIE MAEII ARM 8206 6.375% 03/20/17		09/01/2007	Paydown		4,601	4,601	4,511	4,529	0	72	0	72	0	4,601	0	0	0	180	03/20/2017	1
36202K-EN-1	GINNIE MAEII ARM 8241 5.750% 07/20/17		09/01/2007	Paydown		1,478	1,478	1,406	1,422	0	56	0	56	0	1,478	0	0	0	57	07/20/2017	1
36202K-EZ-4	GINNIE MAEII ARM 8252 5.750% 08/20/17		09/01/2007	Paydown		15,366	15,366	15,213	15,258	0	109	0	109	0	15,366	0	0	0	557	08/20/2017	1
36202K-FB-6	GINNIE MAEII ARM 8262 5.750% 09/20/17		09/01/2007	Paydown		28,123	28,123	26,859	27,079	0	1,043	0	1,043	0	28,123	0	0	0	1,072	09/20/2017	1
36202K-FP-5	GINNIE MAEII ARM 8274 6.125% 10/20/17		09/01/2007	Paydown		3,281	3,281	3,253	3,259	0	22	0	22	0	3,281	0	0	0	132	10/20/2017	1
36202K-GA-7	GINNIE MAEII ARM 8293 6.125% 12/20/17		09/01/2007	Paydown		3,090	3,090	3,046	3,063	0	27	0	27	0	3,090	0	0	0	125	12/20/2017	1
36202K-JW-6	GINNIE MAEII ARM 8377 5.750% 07/20/18		09/01/2007	Paydown		1,127	1,127	1,061	1,078	0	50	0	50	0	1,127	0	0	0	43	07/20/2018	1
36202K-KA-2	GINNIE MAEII ARM 8389 5.750% 08/20/18		09/01/2007	Paydown		3,322	3,322	3,171	3,199	0	123	0	123	0	3,322	0	0	0	140	08/20/2018	1
362046-ZN-7	GOVERNMENT NATIONAL MORTGAGE A 18749 8		07/01/2007	Paydown		21	21	20	21	0	0	0	0	0	21	0	0	0	1	09/15/2007	1
36217C-X5-0	GOVERNMENT NATIONAL MORTGAGE A 189800 1		09/01/2007	Paydown		993	993	1,064	1,047	0	(54)	0	(54)	0	993	0	0	0	66	04/15/2017	1
362181-UN-7	GOVERNMENT NATIONAL MORTGAGE A 238289		09/01/2007	Paydown		182	182	180	180	0	2	0	2	0	182	0	0	0	12	06/15/2018	1
362200-ME-4	GOVERNMENT NATIONAL MORTGAGE A 292957		09/01/2007	Paydown		153	153	151	151	0	2	0	2	0	153	0	0	0	10	11/15/2020	1
0399999 - Bonds - U.S. Governments						660,734	660,734	661,393	661,525	0	(791)	0	(791)	0	660,734	0	0	0	22,402	XXX	XXX
61772*-AF-5	MOROCCO 6.219% 01/02/09	F	07/02/2007	Redemption 100.0000		50,000	50,000	48,125	49,269	0	731	0	731	0	50,000	0	0	0	2,873	01/02/2009	3FE
78307A-CZ-4	RUSSIAN FEDERATION - THE 7.500% 03/31/	F	09/30/2007	Redemption 100.0000		3,000	3,000	2,943	3,126	0	(126)	0	(126)	0	3,000	0	0	0	188	03/31/2030	2FE
1799999 - Bonds - States, Territories and Possessions						53,000	53,000	51,068	52,395	0	605	0	605	0	53,000	0	0	0	3,061	XXX	XXX
31283G-JJ-7	FREDDIE MAC GOLD G00265 6.500% 06/01/1		09/01/2007	Paydown		3,022	3,022	2,784	2,855	0	167	0	167	0	3,022	0	0	0	130	06/01/2014	1
31283G-WK-9	FREDDIE MAC GOLD G00650 7.500% 12/01/2		09/01/2007	Paydown		6,753	6,753	6,794	6,791	0	(38)	0	(38)	0	6,753	0	0	0	317	12/01/2025	1
31283H-J8-9	FREDDIE MAC GOLD G01187 6.500% 09/01/3		09/01/2007	Paydown		36,694	36,694	36,430	36,436	0	258	0	258	0	36,694	0	0	0	1,608	09/01/2030	1
31287Y-WP-5	FREDDIE MAC GOLD C71554 6.000% 09/01/3		09/01/2007	Paydown		6,712	6,712	6,946	6,939	0	(227)	0	(227)	0	6,712	0	0	0	268	09/01/2032	1
31288F-YP-3	FREDDIE MAC GOLD C77018 5.500% 03/01/3		09/01/2007	Paydown		163,089	163,089	166,899	166,737	0	(3,647)	0	(3,647)	0	163,089	0	0	0	6,161	03/01/2033	1
3128CU-G7-5	FREDDIE MAC GOLD G30222 6.000% 01/01/2		09/01/2007	Paydown		107,353	107,353	110,054	109,906	0	(2,553)	0	(2,553)	0	107,353	0	0	0	4,334	01/01/2023	1
31290K-4Y-2	FREDDIE MAC 555339 9.000% 09/01/11		09/01/2007	Paydown		105	105	104	104	0	1	0	1	0	105	0	0	0	6	09/01/2011	1
31290K-5A-3	FREDDIE MAC 555341 10.000% 06/01/19		09/01/2007	Paydown		451	451	452	452	0	(1)	0	(1)	0	451	0	0	0	29	06/01/2019	1
31292G-5P-7	FREDDIE MAC GOLD C00854 7.500% 07/01/2		09/01/2007	Paydown		8	8	8	8	0	0	0	0	0	8	0	0	0	0	07/01/2029	1
31292G-EU-6	FREDDIE MAC GOLD C00147 8.500% 06/01/2		09/01/2007	Paydown		207	207	217	216	0	(10)	0	(10)	0	207	0	0	0	12	06/01/2022	1
31292G-SM-9	FREDDIE MAC GOLD C00524 7.500% 06/01/2		09/01/2007	Paydown		2,199	2,199	2,231	2,229	0	(30)	0	(30)	0	2,199	0	0	0	105	06/01/2027	1
31292G-ST-4	FREDDIE MAC GOLD C00530 7.500% 07/01/2		09/01/2007	Paydown		8,514	8,514	8,635	8,629	0	(115)	0	(115)	0	8,514	0	0	0	430	07/01/2027	1
31292G-T6-3	FREDDIE MAC GOLD C00573 6.500% 12/01/2		09/01/2007	Paydown		5,857	5,857	5,788	5,790	0	67	0	67	0	5,857	0	0	0	262	12/01/2027	1
31292H-Q4-9	FREDDIE MAC GOLD C01375 6.500% 07/01/3		09/01/2007	Paydown		83,613	83,613	86,709	86,604	0	(2,992)	0	(2,992)	0	83,613	0	0	0	3,597	07/01/2032	1
31293D-3J-9	FREDDIE MAC GOLD C18001 6.000% 11/01/2		09/01/2007	Paydown		15,251	15,251	14,991	15,002	0	249	0	249	0	15,251	0	0	0	610	11/01/2028	1

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)
31293V-H5-4	FREDDIE MAC GOLD C30252 7.000% 08/01/2		09/01/2007	Paydown		84	84	83	83	0	1	0	1	0	84	0	0	0	4	08/01/2029	1
31294C-TF-0	FREDDIE MAC GOLD C35950 7.500% 01/01/3		09/01/2007	Paydown		937	937	920	921	0	16	0	16	0	937	0	0	0	47	01/01/2030	1
31294J-HE-1	FREDDIE MAC GOLD E00229 7.000% 07/01/0		09/01/2007	Paydown		1,912	1,912	2,021	1,933	0	(21)	0	(21)	0	1,912	0	0	0	89	07/01/2008	1
31294J-PT-9	FREDDIE MAC GOLD E00434 7.000% 05/01/1		09/01/2007	Paydown		3,985	3,985	3,935	3,952	0	33	0	33	0	3,985	0	0	0	186	05/01/2011	1
31295V-UB-4	FREDDIE MAC GOLD A00578 9.000% 10/01/2		09/01/2007	Paydown		363	363	381	379	0	(16)	0	(16)	0	363	0	0	0	22	10/01/2020	1
31335H-RM-7	FREDDIE MAC GOLD C90492 6.000% 11/01/2		09/01/2007	Paydown		36,913	36,913	36,308	36,338	0	575	0	575	0	36,913	0	0	0	1,449	11/01/2021	1
31339L-WR-7	FREDDIE MAC FHLMC..2391 CMO 2391 QR 5.5		09/01/2007	Paydown		1,124,694	1,124,694	1,058,267	1,101,774	0	22,920	0	22,920	0	1,124,694	0	0	0	41,223	12/15/2016	1
3133TE-NQ-3	FREDDIE MAC FHLMC..2074 CMO 2074 Z 6.50		09/01/2007	Paydown		128,306	128,306	122,181	125,033	0	3,273	0	3,273	0	128,306	0	0	0	5,745	07/15/2028	1
313401-FJ-5	FREDDIE MAC 160056 9.250% 09/01/08		09/01/2007	Paydown		122	122	122	121	0	1	0	1	0	122	0	0	0	8	09/01/2008	1
31341A-CW-8	FREDDIE MAC 250085 8.250% 06/01/09		09/01/2007	Paydown		430	430	426	425	0	4	0	4	0	430	0	0	0	25	06/01/2009	1
31346L-SZ-5	FREDDIE MAC ARM 605036 7.098% 12/01/18		09/01/2007	Paydown		5,165	5,165	5,157	5,152	0	13	0	13	0	5,165	0	0	0	244	12/01/2018	1
31348S-GY-4	FREDDIE MAC ARM 785615 7.070% 07/01/26		09/01/2007	Paydown		122	122	122	121	0	1	0	1	0	122	0	0	0	6	07/01/2026	1
313602-BD-5	FANNIE MAE FNMA..88-4 CMO 88-4 TR 749.425		09/01/2007	Paydown		9	9	128	128	0	(120)	0	(120)	0	9	0	0	0	41	12/31/2021	1
31360B-JQ-8	FANNIE MAE 1171 7.750% 05/01/09		09/01/2007	Paydown		301	301	294	298	0	3	0	3	0	301	0	0	0	16	05/01/2009	1
31360K-DS-0	FANNIE MAE 8213 8.000% 01/01/08		09/01/2007	Paydown		893	893	853	884	0	9	0	9	0	893	0	0	0	47	01/01/2008	1
313614-VA-4	FANNIE MAE 50109 10.000% 08/01/18		09/01/2007	Paydown		560	560	559	559	0	1	0	1	0	560	0	0	0	37	08/01/2018	1
313614-W3-9	FANNIE MAE 50166 10.000% 01/01/19		09/01/2007	Paydown		539	539	519	521	0	19	0	19	0	539	0	0	0	36	01/01/2019	1
313614-XS-3	FANNIE MAE 50189 10.000% 05/01/19		09/01/2007	Paydown		1,550	1,550	1,562	1,560	0	(10)	0	(10)	0	1,550	0	0	0	103	05/01/2019	1
31361W-AT-4	FANNIE MAE 43218 9.000% 03/01/17		09/01/2007	Paydown		437	437	449	445	0	(8)	0	(8)	0	437	0	0	0	26	03/01/2017	1
31365C-4G-9	FANNIE MAE 124223 8.000% 02/01/22		09/01/2007	Paydown		2,739	2,739	2,698	2,700	0	39	0	39	0	2,739	0	0	0	149	02/01/2022	1
31365D-TD-7	FANNIE MAE 124848 8.000% 05/01/08		09/01/2007	Paydown		841	841	838	837	0	4	0	4	0	841	0	0	0	45	05/01/2008	1
31365D-XC-4	FANNIE MAE 124975 7.500% 08/01/08		09/01/2007	Paydown		2,065	2,065	1,981	2,033	0	32	0	32	0	2,065	0	0	0	103	08/01/2008	1
31368H-E5-8	FANNIE MAE 190156 6.000% 11/01/13		09/01/2007	Paydown		6,257	6,257	6,249	6,242	0	15	0	15	0	6,257	0	0	0	249	11/01/2013	1
31368V-NW-8	FANNIE MAE 201205 7.000% 01/01/08		09/01/2007	Paydown		3,801	3,801	3,814	3,788	0	13	0	13	0	3,801	0	0	0	177	01/01/2008	1
31369E-NR-6	FANNIE MAE 208400 7.000% 04/01/08		09/01/2007	Paydown		2,799	2,799	2,897	2,809	0	(10)	0	(10)	0	2,799	0	0	0	131	04/01/2008	1
31371F-GU-0	FANNIE MAE 250511 6.500% 03/01/26		09/01/2007	Paydown		3,257	3,257	3,164	3,169	0	88	0	88	0	3,257	0	0	0	139	03/01/2026	1
31371F-SJ-2	FANNIE MAE 250821 7.500% 02/01/27		09/01/2007	Paydown		2,717	2,717	2,710	2,709	0	7	0	7	0	2,717	0	0	0	136	02/01/2027	1
31371G-Z9-4	FANNIE MAE 251968 7.000% 09/01/28		09/01/2007	Paydown		4,870	4,870	4,852	4,852	0	18	0	18	0	4,870	0	0	0	231	09/01/2028	1
31371H-DU-9	FANNIE MAE 252215 6.000% 11/01/28		09/01/2007	Paydown		23,651	23,651	23,255	23,271	0	380	0	380	0	23,651	0	0	0	962	11/01/2028	1
31371J-BD-5	FANNIE MAE 253036 7.000% 02/01/30		09/01/2007	Paydown		6,552	6,552	6,327	6,334	0	218	0	218	0	6,552	0	0	0	296	02/01/2030	1
31371K-2W-0	FANNIE MAE 254689 6.000% 03/01/23		09/01/2007	Paydown		110,343	110,343	115,360	115,059	0	(4,716)	0	(4,716)	0	110,343	0	0	0	4,450	03/01/2023	1
31371K-WD-9	FANNIE MAE 254544 6.000% 11/01/22		09/01/2007	Paydown		167,391	167,391	171,052	170,824	0	(3,433)	0	(3,433)	0	167,391	0	0	0	6,559	11/01/2022	1
31373U-M4-6	FANNIE MAE 303779 6.000% 03/01/11		09/01/2007	Paydown		14,604	14,604	14,320	14,425	0	180	0	180	0	14,604	0	0	0	583	03/01/2011	1

SCHEDULE D - PART 4

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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)
31374F-YK-9	FANNIE MAE 313114 7.000% 10/01/26		09/01/2007	Paydown		6,439	6,439	6,326	6,330	0	108	0	108	0	6,439	0	0	0	296	10/01/2026	1
31375Q-G3-2	FANNIE MAE 341418 6.500% 05/01/11		09/01/2007	Paydown		4,127	4,127	4,089	4,097	0	31	0	31	0	4,127	0	0	0	181	05/01/2011	1
31377B-XH-3	FANNIE MAE 372480 7.000% 02/01/27		09/01/2007	Paydown		264	264	257	258	0	6	0	6	0	264	0	0	0	12	02/01/2027	1
31377T-SG-2	FANNIE MAE 386719 5.090% 12/01/13		09/01/2007	Paydown		18,291	18,291	18,802	18,638	0	(347)	0	(347)	0	18,291	0	0	0	625	12/01/2013	1
31378V-FR-6	FANNIE MAE 409776 6.500% 12/01/27		09/01/2007	Paydown		69	69	68	68	0	1	0	1	0	69	0	0	0	3	12/01/2027	1
31380R-MS-1	FANNIE MAE 447769 6.500% 02/01/29		09/01/2007	Paydown		2,260	2,260	2,246	2,246	0	14	0	14	0	2,260	0	0	0	98	02/01/2029	1
31380U-JP-4	FANNIE MAE 450370 6.500% 01/01/29		09/01/2007	Paydown		12,767	12,767	12,873	12,864	0	(97)	0	(97)	0	12,767	0	0	0	504	01/01/2029	1
31381H-G3-4	FANNIE MAE 461118 3.790% 07/01/13		09/01/2007	Paydown		10,700,000	10,700,000	9,789,246	10,053,434	0	646,566	0	646,566	0	10,700,000	0	0	0	304,148	07/01/2013	1
31382R-NZ-2	FANNIE MAE 490108 6.500% 03/01/29		09/01/2007	Paydown		29,313	29,313	29,182	29,182	0	131	0	131	0	29,313	0	0	0	1,311	03/01/2029	1
31384B-SY-3	FANNIE MAE 519035 7.000% 10/01/29		09/01/2007	Paydown		247	247	242	242	0	5	0	5	0	247	0	0	0	12	10/01/2029	1
31384M-A5-1	FANNIE MAE 527528 7.000% 12/01/29		09/01/2007	Paydown		106	106	101	101	0	5	0	5	0	106	0	0	0	5	12/01/2029	1
31384V-P4-8	FANNIE MAE 535143 7.500% 02/01/30		09/01/2007	Paydown		6,399	6,399	6,280	6,283	0	116	0	116	0	6,399	0	0	0	330	02/01/2030	1
31384V-RN-4	FANNIE MAE 535193 7.500% 03/01/30		09/01/2007	Paydown		2,784	2,784	2,747	2,748	0	36	0	36	0	2,784	0	0	0	137	03/01/2030	1
31385P-H5-6	FANNIE MAE 548452 6.500% 12/01/28		09/01/2007	Paydown		1,276	1,276	1,272	1,272	0	4	0	4	0	1,276	0	0	0	55	12/01/2028	1
31385W-TP-4	FANNIE MAE 555058 4.816% 12/01/12		09/01/2007	Paydown		3,018	3,018	3,012	3,011	0	7	0	7	0	3,018	0	0	0	97	12/01/2012	1
31385W-V3-0	FANNIE MAE 555134 6.000% 12/01/32		09/01/2007	Paydown		381,196	381,196	392,096	391,667	0	(10,471)	0	(10,471)	0	381,196	0	0	0	15,780	12/01/2032	1
31385W-VY-2	FANNIE MAE 555131 4.899% 01/01/13		09/01/2007	Paydown		147,907	147,907	151,329	150,019	0	(2,112)	0	(2,112)	0	147,907	0	0	0	4,869	01/01/2013	1
31386V-2K-5	FANNIE MAE 575078 6.500% 05/01/31		09/01/2007	Paydown		5,573	5,573	5,533	5,533	0	40	0	40	0	5,573	0	0	0	242	05/01/2031	1
31387F-3C-6	FANNIE MAE 583195 6.500% 05/01/31		09/01/2007	Paydown		2,166	2,166	2,130	2,131	0	35	0	35	0	2,166	0	0	0	94	05/01/2031	1
31387J-SA-5	FANNIE MAE 585613 6.500% 05/01/31		09/01/2007	Paydown		29,374	29,374	29,195	29,196	0	178	0	178	0	29,374	0	0	0	1,204	05/01/2031	1
31387W-2R-7	FANNIE MAE 596684 5.500% 11/01/31		09/01/2007	Paydown		30,460	30,460	30,117	30,125	0	334	0	334	0	30,460	0	0	0	1,128	11/01/2031	1
31389F-J5-2	FANNIE MAE 624084 5.500% 01/01/32		09/01/2007	Paydown		32,481	32,481	30,928	30,973	0	1,509	0	1,509	0	32,481	0	0	0	1,095	01/01/2032	1
31390N-5U-2	FANNIE MAE 651659 6.500% 08/01/32		09/01/2007	Paydown		151,596	151,596	157,138	156,951	0	(5,355)	0	(5,355)	0	151,596	0	0	0	5,815	08/01/2032	1
31391L-XK-6	FANNIE MAE 670382 6.000% 09/01/32		09/01/2007	Paydown		131,058	131,058	136,750	136,562	0	(5,505)	0	(5,505)	0	131,058	0	0	0	5,123	09/01/2032	1
31391N-SY-8	FANNIE MAE 672035 6.000% 12/01/32		09/01/2007	Paydown		2,719	2,719	2,830	2,826	0	(107)	0	(107)	0	2,719	0	0	0	109	12/01/2032	1
31391U-2F-1	FANNIE MAE 677674 6.000% 02/01/33		09/01/2007	Paydown		694,114	694,114	722,312	721,372	0	(27,259)	0	(27,259)	0	694,114	0	0	0	26,269	02/01/2033	1
31391U-PT-6	FANNIE MAE 677334 6.000% 01/01/33		09/01/2007	Paydown		13,893	13,893	14,431	14,413	0	(521)	0	(521)	0	13,893	0	0	0	555	01/01/2033	1
31392O-ZM-5	FANNIE MAE FNMA..01-46 CMO 46 VG 6.000%		08/01/2007	Paydown		549,568	549,568	538,813	546,674	0	2,895	0	2,895	0	549,568	0	0	0	20,514	01/25/2018	1
31392B-WU-6	FANNIE MAE FNMA..02-4 CMO 4 BC 6.000% 0		09/01/2007	Paydown		342,761	342,761	330,121	337,380	0	5,381	0	5,381	0	342,761	0	0	0	13,686	02/25/2017	1
31392X-KE-7	FREDDIE MAC FHLMC..2523 CMO 2523 GX 5.5		09/01/2007	Paydown		297,093	297,093	309,673	302,374	0	(5,282)	0	(5,282)	0	297,093	0	0	0	10,869	12/01/2014	1
31393G-LU-6	FREDDIE MAC FHLMC..2542 CMO 2542 DM 5.5		09/01/2007	Paydown		324,209	324,209	331,212	326,907	0	(2,698)	0	(2,698)	0	324,209	0	0	0	11,824	04/01/2015	1
31393H-QB-1	FREDDIE MAC FHLMC..2558 CMO 2558 BC 5.0		09/01/2007	Paydown		399,071	399,071	407,926	402,809	0	(3,738)	0	(3,738)	0	399,071	0	0	0	13,187	09/01/2013	1
31393J-LM-8	FREDDIE MAC FHLMC..2557 CMO 2557 QW 5.5		09/01/2007	Paydown		313,662	313,662	324,346	318,320	0	(4,657)	0	(4,657)	0	313,662	0	0	0	11,496	11/01/2016	1

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31400H-WF-6	FANNIE MAE 688346 6.000% 03/01/33		09/01/2007	Paydown		101,672	101,672	105,818	105,662	0	(3,990)	0	(3,990)	0	101,672	0	0	0	4,455	03/01/2033	1
31407M-EZ-4	FANNIE MAE 4.894% 08/01/35		09/01/2007	Paydown		83,797	83,797	83,991	83,982	0	(185)	0	(185)	0	83,797	0	0	0	2,807	08/01/2035	1
38373S-BH-9	GNMA..03-10 2003-10 PD 5.500% 06/20/29		09/01/2007	Paydown		1,092,388	1,092,388	1,134,974	1,096,523	0	(4,135)	0	(4,135)	0	1,092,388	0	0	0	39,385	03/01/2008	1
83162C-PA-5	SBAP..2004-20I 2004-20I 4.990% 09/01/2		09/01/2007	Paydown		446,001	446,001	446,001	446,001	0	0	0	0	0	446,001	0	0	0	23,155	09/01/2024	1
831641-DT-9	SMALL BUSINESS ADMIN 2004 10A 4.120%		09/01/2007	Paydown		857,468	857,468	857,468	857,468	0	0	0	0	0	857,468	0	0	0	36,693	03/01/2014	1
831641-DX-0	SBIC..05-10A 05-10A 1 5.038% 03/10/15		09/01/2007	Paydown		222,168	222,168	222,168	222,168	0	0	0	0	0	222,168	0	0	0	11,193	03/10/2015	1
911760-ME-3	VENDEE MORTGAGE TRUST VENDE..99 CMO 1 2D		09/01/2007	Paydown		357,308	357,308	352,772	356,023	0	1,285	0	1,285	0	357,308	0	0	0	15,588	12/15/2026	1
B0A0BZ-X2-8	FHA COLLATERAL - MUNI 7.000% 06/01/14		09/01/2007	Paydown		75,945	75,945	73,316	74,529	0	1,416	0	1,416	0	75,945	0	0	0	3,353	06/01/2014	1FE
3199999 - Bonds - Special Revenues						19,972,045	19,972,045	19,112,977	19,377,739	0	594,302	0	594,302	0	19,972,045	0	0	0	669,735	XXX	XXX
209615-BV-4	CONSOLIDATED NAT GAS CO 6.850% 04/15/1		07/12/2007	COMPANY TRADE		3,075,480	3,000,000	3,094,800	3,049,591	0	(5,436)	0	(5,436)	0	3,044,155	0	31,325	31,325	152,413	04/15/2011	2FE
3899999 - Bonds - Public Utilities						3,075,480	3,000,000	3,094,800	3,049,591	0	(5,436)	0	(5,436)	0	3,044,155	0	31,325	31,325	152,413	XXX	XXX
07383F-AP-3	BSCMS..99-C1 1999-C1 A1 5.910% 02/14/31		09/01/2007	Paydown		76,057	76,057	76,788	76,016	0	40	0	40	0	76,057	0	0	0	2,987	01/01/2008	1FE
07386H-UL-3	BEAR STEARNS ALT-A TRUST BALTA 05-5 24A		09/01/2007	Paydown		8,740	8,740	8,844	8,843	0	(102)	0	(102)	0	8,740	0	0	0	336	07/25/2035	1FE
07386H-VY-4	BALTA..05-7 05-7 2B1 5.540% 09/25/35		09/01/2007	Paydown		1,032	1,032	1,032	1,032	0	0	0	0	0	1,032	0	0	0	41	08/01/2035	1FE
07387A-BW-4	BSARM..05-4 05-4 B1 5.146% 08/25/35		09/01/2007	Paydown		625	625	625	624	0	1	0	1	0	625	0	0	0	21	08/25/2035	1FE
12189P-AH-5	BURLINGTON NORTHERN AND SANTA 7.908% 0		07/15/2007	Redemption 100.0000		63,013	63,013	63,013	63,013	0	0	0	0	0	63,013	0	0	0	4,983	01/15/2020	1FE
126650-AW-0	CVS CAREMARK CORP 5.298% 01/11/27		09/10/2007	Redemption 100.0000		43,142	43,142	41,703	41,744	0	1,399	0	1,399	0	43,142	0	0	0	1,524	01/11/2027	2FE
12667G-5U-3	CWALT..05-43 05-43 1A 5.360% 10/25/35		09/01/2007	Paydown		29,111	29,111	29,232	29,228	0	(117)	0	(117)	0	29,111	0	0	0	1,103	10/25/2035	1FE
12667G-R6-2	CWALT..05-41 05-41 1A1 5.459% 09/25/35		09/25/2007	Paydown		31,379	31,379	31,379	31,379	0	0	0	0	0	31,379	0	0	0	1,198	09/25/2035	1FE
126685-AD-8	CWHEL..05-C 05-C 2A 5.933% 07/15/35		09/17/2007	Paydown		49,563	49,563	49,563	49,563	0	0	0	0	0	49,563	0	0	0	1,830	07/15/2035	1FE
131366-AK-2	CALSTRS TRUST CSTRST..02-C6 ABS 2002-C6 A		09/20/2007	Paydown		27,659	27,659	27,797	27,718	0	(59)	0	(59)	0	27,659	0	0	0	823	11/20/2009	1FE
161505-CW-0	CCMSC..98-2 6.390% 11/18/30		09/01/2007	Paydown		21,964	21,964	22,210	21,942	0	22	0	22	0	21,964	0	0	0	932	11/01/2008	1FE
203668-AD-0	COMMUNITY HEALTH SYSTEMS INC 6.500% 12		07/25/2007	COMPANY TRADE		1,367,928	1,350,000	1,363,947	1,360,344	0	(1,333)	0	(1,333)	0	1,359,011	0	8,917	8,917	53,625	12/15/2012	4FE
32051G-QD-0	FHAMS..05-AA6 05-AA6 B1 5.424% 08/25/3		09/01/2007	Paydown		898	898	906	901	0	(3)	0	(3)	0	898	0	0	0	34	07/01/2035	1FE
33735P-AF-4	FUNBCMT..99-C1 6.070% 10/15/35		09/01/2007	Paydown		79,896	79,896	81,081	79,894	0	2	0	2	0	79,896	0	0	0	3,205	10/01/2008	1FE
349631-AE-1	FORTUNE BRANDS INC 7.875% 01/15/23		09/24/2007	JEFFRIES & CO		2,154,780	2,000,000	1,957,500	1,966,395	0	794	0	794	0	1,967,188	0	187,592	187,592	189,000	01/15/2023	2FE
361849-ET-5	GMACCMSC..99-C1 6.175% 05/15/33		09/01/2007	Paydown		62,144	62,144	63,086	62,161	0	(17)	0	(17)	0	62,144	0	0	0	2,735	01/01/2009	1FE
36228C-CL-5	GSMSC..98-C1 1998-C1 A3 6.135% 10/18/3		09/01/2007	Paydown		507,176	507,176	559,478	522,466	0	(15,290)	0	(15,290)	0	507,176	0	0	0	20,842	07/01/2008	1FE
41161P-RQ-8	HVMLT..05-8 05-8 2A2A 6.505% 09/19/35		09/01/2007	Paydown		111,907	111,907	113,026	113,018	0	(1,110)	0	(1,110)	0	111,907	0	0	0	4,649	09/19/2035	1FE
41161P-SK-0	HVMLT..05-9 05-9 2A2A 5.836% 06/20/35		09/20/2007	Paydown		43,597	43,597	43,597	43,597	0	0	0	0	0	43,597	0	0	0	1,651	06/20/2035	1FE
432848-AT-6	HILTON HOTELS CORP 8.250% 02/15/11		09/12/2007	GREENWICH CAPITAL		269,375	250,000	255,250	252,884	0	(434)	0	(434)	0	252,450	0	16,925	16,925	22,458	02/15/2011	3FE
46625M-3N-7	JPMCC..04-C2 2004-C2 A3 5.380% 05/15/4		08/01/2007	MORGAN (J.P.) SECURITIES		0	0	0	0	0	(204)	0	(204)	0	(204)	0	204	204	303	05/15/2041	1FE
46625M-WW-5	JPMCCMSC..03-CIBC6 4.393% 07/12/37		09/01/2007	Paydown		211,821	211,821	212,877	212,409	0	(588)	0	(588)	0	211,822	0	0	0	6,181	12/01/2012	1FE

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)
49228R-AE-3	KERN RIVER FND CORP 4.893% 04/30/18		09/30/2007	Redemption 100.0000		39,000	39,000	39,005	39,002	0	(2)	0	(2)	0	39,000	0	0	0	1,378	04/30/2018	1FE
52108H-E4-2	LBUBSCMT..04-C4 2004-C4 A4 5.295% 06/1		07/01/2007	DEUTSCHE BANK		0	0	0	0	0	(4)	0	(4)	0	(4)	0	4	4	85	06/15/2029	1FE
52108H-JR-6	LB-UBS COMM MORT TRUST LBUBSCM C2 A2 4		09/11/2007	Paydown		272,594	272,594	288,780	277,166	0	(4,571)	0	(4,571)	0	272,594	0	0	0	8,862	05/11/2009	1FE
539830-AF-6	LOCKHEED CORP 7.750% 05/01/26		09/07/2007	JEFFRIES & CO		1,177,020	1,000,000	982,650	985,162	0	237	0	237	0	985,399	0	191,620	191,620	66,952	05/01/2026	1FE
5525V0-AJ-5	M & I MARSHALL & ILSLEY BANK 2.900% 08		08/18/2007	Redemption 100.0000		90,909	90,909	87,494	88,421	0	2,488	0	2,488	0	90,909	0	0	0	2,636	08/18/2009	1FE
58446M-AE-1	MEDIA NEWS GROUP INC 6.875% 10/01/13		07/02/2007	WACHOVIA CAPITAL MARKETS		894,400	1,040,000	894,400	894,400	0	0	0	0	0	894,400	0	0	0	54,618	10/01/2013	4FE
58983*-CF-4	TTX COMPANY TRAILER TRAIN 32A 9.850% 0		07/29/2007	Redemption 100.0000		27,457	27,457	27,457	27,457	0	0	0	0	0	27,457	0	0	0	2,749	01/29/2010	1
58983*-CG-2	TTX COMPANY TRAILER TRAIN 32B 9.850% 0		07/29/2007	Redemption 100.0000		97	97	97	97	0	0	0	0	0	97	0	0	0	9	01/29/2008	1
60462E-AD-6	MIRAGE RESORTS INC 6.750% 08/01/07		08/01/2007	Maturity		500,000	500,000	492,165	499,347	0	653	0	653	0	500,000	0	0	0	33,750	08/01/2007	3FE
61745M-KG-7	MORGAN STANLEY CAPITAL I MSCI.. 6.210%		09/01/2007	Paydown		33,497	33,497	32,053	33,190	0	307	0	307	0	33,497	0	0	0	1,417	11/15/2031	1FE
69073T-AH-6	OWENS-BROCKWAY 7.750% 05/15/11		08/31/2007	Call 103.8750		1,407,506	1,355,000	1,414,488	1,388,773	0	(6,091)	0	(6,091)	0	1,382,683	0	24,824	24,824	83,427	05/15/2011	3FE
69348H-CM-8	PNC MORT ACCEPTANCE CORP PNCMA LT 2000-C		09/01/2007	Paydown		215,340	215,340	251,207	229,354	0	(14,014)	0	(14,014)	0	215,340	0	0	0	10,333	09/01/2010	1FE
89579K-AE-9	TRIAD HOSPITALS INC 7.000% 11/15/13		07/25/2007	COMPANY TRADE		306,234	300,000	309,000	306,282	0	(635)	0	(635)	0	305,647	0	587	587	14,583	11/15/2013	4FE
89579K-AF-6	TRIAD HOSPITALS INC 7.000% 05/15/12		07/25/2007	COMPANY TRADE		1,116,115	1,100,000	1,100,000	1,100,000	0	0	0	0	0	1,100,000	0	16,115	16,115	53,472	05/15/2012	3FE
913433-AE-8	UNIVERSAL COMPRESSION INC 7.250% 05/15		08/13/2007	Call 103.6250		777,188	750,000	787,500	768,164	0	(4,480)	0	(4,480)	0	763,683	0	13,504	13,504	40,479	05/15/2010	4FE
92922F-UR-7	WASHINGTON MUTUAL WAMU..04-S3 2004S3 1A2		09/01/2007	Paydown		31,430	31,430	31,754	31,656	0	(226)	0	(226)	0	31,430	0	0	0	1,048	05/01/2015	1FE
939336-X6-5	WASHINGTON MUTUAL WAMU..05-AR1 05-AR1 A2		09/25/2007	Paydown		81,444	81,444	81,444	81,444	0	0	0	0	0	81,444	0	0	0	3,046	01/25/2045	1FE
98157D-AJ-5	WORLDCOM INC 7.500% 05/15/11		09/20/2007	COMPANY TRADE		28,880	0	0	0	0	0	0	0	0	0	0	28,880	28,880	0	05/15/2011	6
784375-AD-9	SKF AKTIEBOLAGET 7.125% 07/01/07	F	07/01/2007	Maturity		750,000	750,000	745,140	749,667	0	333	0	333	0	750,000	0	0	0	53,438	07/01/2007	1FE
87203R-AA-0	SYSTEMS 2001 A.T. LLC 6.664% 09/15/13	F	09/15/2007	Redemption 100.0000		71,319	71,319	74,223	73,519	0	(2,199)	0	(2,199)	0	71,319	0	0	0	3,565	09/15/2013	1FE
4599999 - Bonds - Industrial and Miscellaneous						12,982,237	12,627,811	12,641,791	12,538,272	0	(45,203)	0	(45,203)	0	12,493,065	0	489,172	489,172	756,308	XXX	XXX
6099997 - Bonds - Part 4						36,743,496	36,313,590	35,562,029	35,679,522	0	543,477	0	543,477	0	36,222,999	0	520,497	520,497	1,603,919	XXX	XXX
6099999 - Total - Bonds						36,743,496	36,313,590	35,562,029	35,679,522	0	543,477	0	543,477	0	36,222,999	0	520,497	520,497	1,603,919	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						36,743,496	XXX	35,562,029	35,679,522	0	543,477	0	543,477	0	36,222,999	0	520,497	520,497	1,603,919	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		1,964,753	1,964,753			
PURCHASED PUT OPTION	8,320	03/15/2024	1,383	03/22/2007	GOLDMAN SACHS INTERNATIONAL	1,357,212	1,357,212		1,425,457	1,425,457			
PURCHASED PUT OPTION	5,782	06/15/2023	1,383	03/22/2007	GOLDMAN SACHS INTERNATIONAL	935,732	935,732		995,085	995,085			
PURCHASED PUT OPTION	9,095	09/15/2023	1,383	03/22/2007	GOLDMAN SACHS INTERNATIONAL	1,482,331	1,482,331		1,542,924	1,542,924			
PURCHASED PUT OPTION	15,170	12/15/2023	1,358	03/22/2007	GOLDMAN SACHS INTERNATIONAL	2,002,338	2,002,338		1,947,017	1,947,017			
PURCHASED PUT OPTION	7,262	12/15/2023	1,383	03/22/2007	GOLDMAN SACHS INTERNATIONAL	1,195,043	1,195,043		1,250,582	1,250,582			
PURCHASED PUT OPTION	8,038	06/17/2024	1,383	03/22/2007	GOLDMAN SACHS INTERNATIONAL	1,340,042	1,340,042		1,418,801	1,418,801			
PURCHASED PUT OPTION	10,170	05/31/2024	1,541	06/27/2007	GOLDMAN SACHS INTERNATIONAL	1,496,445	1,496,445		1,474,353	1,474,353			
PURCHASED PUT OPTION	14,511	09/03/2024	1,651	09/27/2007	GOLDMAN SACHS INTERNATIONAL	2,848,125	2,848,125		2,264,949	2,264,949			
0799999 - Subtotal - Put Options - Other Derivative Transactions						14,648,726	14,648,726	XXX	14,283,920	14,283,920			
0899999 - Subtotal - Put Options						14,648,726	14,648,726	XXX	14,283,920	14,283,920			
2599999 - Subtotal - Hedging Transactions								XXX					
2799999 - Subtotal - Other Derivative Transactions						14,648,726	14,648,726	XXX	14,283,920	14,283,920			
9999999 - Totals						14,648,726	14,648,726	XXX	14,283,920	14,283,920			

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				(106,016)	(106,016)			(143,094)	308,040
INT RATE SWAP - 3M LIBOR	14,000,000	07/02/2012	5.56%	07/02/2007	GOLDMAN SACHS INTERNATIONAL				(416,510)	(416,510)			(419,367)	152,651
INT RATE SWAP - 3M LIBOR	20,000,000	07/02/2017	5.74%	07/02/2007	GOLDMAN SACHS INTERNATIONAL				(833,800)	(833,800)			(846,460)	312,339
INT RATE SWAP - 3M LIBOR	8,000,000	07/02/2027	5.86%	07/02/2007	GOLDMAN SACHS INTERNATIONAL				430,428	430,428			440,396	177,789
INT RATE SWAP - 3M LIBOR	9,000,000	07/02/2037	5.88%	07/02/2007	GOLDMAN SACHS INTERNATIONAL				573,098	573,098			584,579	245,469
INT RATE SWAP - 3M LIBOR	5,000,000	09/28/2012	5.23%	09/28/2007	GOLDMAN SACHS INTERNATIONAL				(12,043)	(12,043)			(11,919)	55,871
INT RATE SWAP - 3M LIBOR	5,000,000	09/28/2027	5.50%	09/28/2007	GOLDMAN SACHS INTERNATIONAL				50,024	50,024			50,139	111,788
INT RATE SWAP - 3M LIBOR	5,000,000	09/28/2037	5.53%	09/28/2007	GOLDMAN SACHS INTERNATIONAL				62,534	62,534			62,657	136,918
0799999 - Subtotal - Swaps - Other Derivative Transactions								XXX	(252,286)	(252,286)			(283,069)	1,500,865
0899999 - Subtotal - Swaps								XXX	(252,286)	(252,286)			(283,069)	1,500,865
2599999 - Subtotal - Hedging Transactions								XXX						
2799999 - Subtotal - Other Derivative Transactions								XXX	(252,286)	(252,286)			(283,069)	1,500,865
9999999 - Totals								XXX	(252,286)	(252,286)			(283,069)	1,500,865

SCHEDULE DB - PART D - SECTION 1

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

1	2	3	4	5	6	7	8	9	Variation Margin Information			13
									10	11	12	
Description	Number of Contracts	Maturity Date	Original Value	Current Value	Variation Margin	Date of Opening Position	Exchange or Counterparty	Cash Deposit	Recognized	Used to Adjust Basis of Hedged Item	Deferred	Potential Exposure
S&P 500 FUT	15	12/01/2007	5,584,628	5,767,875	(183,247)	09/13/2007	CME		(183,247)			210,000
S&P 500 FUT	12	12/01/2007	4,600,452	4,614,300	(13,848)	09/26/2007	CME		(13,848)			168,000
0799999 - Subtotal - Short Futures - Other Derivative Transactions			10,185,080	10,382,175	(197,095)	XXX	XXX		(197,095)			378,000
0899999 - Subtotal - Short Futures			10,185,080	10,382,175	(197,095)	XXX	XXX		(197,095)			378,000
2599999 - Subtotal - Hedging Transactions						XXX	XXX					
2799999 - Subtotal - Other Derivative Transactions			10,185,080	10,382,175	(197,095)	XXX	XXX		(197,095)			378,000
9999999 - Totals			10,185,080	10,382,175	(197,095)	XXX	XXX		(197,095)			378,000

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.....					(8,636,204)	(8,949,333)	(9,644,701)	XXX
Wells Fargo Bank.....Minneapolis, MN.....					730,730	(102,735)	(150,799)	XXX
0199998 Deposits in .....1 depositories that do not exceed the allowable limit in any one depository (see Instructions) - Open Depositories	XXX	XXX			2,985			XXX
0199999 Totals - Open Depositories	XXX	XXX			(7,902,489)	(9,052,068)	(9,795,500)	XXX
0399999 Total Cash on Deposit	XXX	XXX			(7,902,489)	(9,052,068)	(9,795,500)	XXX
0499999 Cash in Company's Office	XXX	XXX	XXX	XXX				XXX
0599999 Total	XXX	XXX			(7,902,489)	(9,052,068)	(9,795,500)	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 - FALCON DTC PV		09/25/2007	5.311	10/09/2007	24,970,530	0	22,057
ABCP - GEMINI SECURITIZATION C		09/28/2007	5.030	10/01/2007	14,500,000	0	6,404
ABCP - THAMES ASSET GLOBAL SEC		09/19/2007	5.259	10/01/2007	15,000,000	0	26,250
ABCP - THUNDER BAY FUNDING LLC		09/17/2007	5.663	10/02/2007	24,996,068	0	54,922
ALLIED IRISH BANKS NORTH AMERI		09/27/2007	5.088	11/27/2007	5,952,046	0	3,337
AMERICAN HONDA FINANCE CORP		09/07/2007	5.221	10/05/2007	6,396,289	0	22,174
ABCP-AMSTERDAM FUNDING CORP		09/28/2007	5.232	11/09/2007	2,485,911	0	1,077
ABCP - EMERALD NOTES		08/01/2007	5.350	10/29/2007	3,983,425	0	35,638
BARCLAYS US FUNDING CORP		08/30/2007	5.549	10/15/2007	6,386,219	0	31,278
ABCP - BRYANT PARK FUNDING LLC		09/25/2007	5.253	10/25/2007	5,979,062	0	5,212
ABCP - CHARIOT FUNDING LLC		09/04/2007	6.330	10/01/2007	6,200,000	0	29,295
DEXIA DELAWARE		08/29/2007	5.494	10/09/2007	5,193,659	0	25,994
ABCP - FAIRWAY FINANCE CORP		09/24/2007	5.224	10/26/2007	5,081,565	0	5,138
ABCP - FALCON DTC PV		09/14/2007	5.749	10/05/2007	3,098,021	0	8,383
FEDERAL HOME LOAN BANK		09/05/2007	4.988	10/05/2007	7,595,862	0	26,896
FEDERAL HOME LOAN BANK		09/18/2007	4.822	11/14/2007	9,942,311	0	17,045
FREDDIE MAC		09/07/2007	4.939	10/10/2007	5,093,816	0	16,490
ABCP-OLD LINE FUNDING CORP		09/17/2007	5.632	10/24/2007	5,978,486	0	13,020
ABCP - THUNDER BAY FUNDING LLC		09/17/2007	5.664	10/03/2007	5,998,112	0	13,179
UBS FINANCE/DELAWARE		09/06/2007	5.468	10/22/2007	5,781,559	0	21,801
0199999 Total Cash Equivalents					170,612,941	0	385,590