QUARTERLY STATEMENT

OF THE

Life Insurance Company of the Southwest

Of

Dallas

in the state of TX

to the Insurance Department

of the State of

For the Period Ended

June 30, 2008

2008

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QUARTERLY STATEMENT

As of June 30, 2008

of the Condition and Affairs of the

Life Insurance Company of the Southwest

NAIC Group Code.....634, 634 (Current Period) (Prior Period) | NAIC Company Code..... 65528 | Employer's ID Number..... 75-0953004

Organized under the Laws of Texas | State of Domicile or Port of Entry Texas | Country of Domicile US

Incorporated/Organized..... March 7, 1955 | Commenced Business..... January 2, 1956

Statutory Home Office	1300 West Mockingbird Lane….. Dallas ..... TX ..... 75247-4921 *(Street and Number) (City or Town, State and Zip Code)*	
Main Administrative Office	1300 West Mockingbird Lane….. Dallas ..... TX ..... 75247-4921 *(Street and Number) (City or Town, State and Zip Code)*	214-638-7100 *(Area Code) (Telephone Number)*
Mail Address	P. O. Box 569080….. Dallas ..... TX ..... 75356-9080 *(Street and Number or P. O. Box) (City or Town, State and Zip Code)*	
Primary Location of Books and Records	1300 West Mockingbird Lane….. Dallas ..... TX ..... 75247-4921 *(Street and Number) (City or Town, State and Zip Code)*	214-638-7100 *(Area Code) (Telephone Number)*
Internet Website Address	www.lifeofsouthwest.com	
Statutory Statement Contact	Michele Renee Hollifield *(Name)*	214-638-9335 *(Area Code) (Telephone Number) (Extension)*
	mhollifield@nationallife.com *(E-Mail Address)*	214-638-9170 *(Fax Number)*

OFFICERS

Name	Title	Name	Title
1. Wade Hampton Mayo	President & CEO	2. Jacque Lynn Crawford	Secretary
3. Robert Earl Cotton	Treasurer	4. Craig Alan Smith	VP & Appointed Actuary

OTHER

Thomas Hyde Brownell	Sr. Vice President	Jesse Cleveland Bugg	Sr. Vice President
Gregory Henry Doremus	Sr. Vice President	Maryann (nmn) Ellis	Vice President
Michele Susan Gatto	Executive Vice President	Erick Richard Grinde	Sr. Vice President
Eric (nmn) Lopez	Vice President	Carl Joseph Lutz	Executive Vice President
Elizabeth Hill MacGowan	Vice President	Edward Jones Parry III #	Executive Vice President
Ruth Barra Smith	Sr. Vice President	Alfred Joseph Warburton	Vice President
Michael Curran Ward	Vice President	Keith William Young	Vice President

DIRECTORS OR TRUSTEES

Mehran (nmn) Assadi | Thomas Hyde Brownell | Carl Joseph Lutz | Edward Jones Parry III #
Wade Hampton Mayo

State of........ Texas
County of..... Dallas

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.

(Signature)	(Signature)	(Signature)
Wade Hampton Mayo	Jacque Lynn Crawford	Robert Earl Cotton
1. (Printed Name)	2. (Printed Name)	3. (Printed Name)
President & CEO	Secretary	Treasurer
(Title)	(Title)	(Title)

Subscribed and sworn to before me

This 1st day of August, 2008

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

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	4,838,565,633		4,838,565,633	4,582,133,505
2. Stocks:				
2.1 Preferred stocks	44,290,112		44,290,112	29,087,210
2.2 Common stocks	4,166		4,166	30,327
3. Mortgage loans on real estate:				
3.1 First liens	818,945,704		818,945,704	806,869,940
3.2 Other than first liens			0	
4. Real estate:				
4.1 Properties occupied by the company (less $..........0 encumbrances)			0	
4.2 Properties held for the production of income (less $..........0 encumbrances)			0	
4.3 Properties held for sale (less $..........0 encumbrances)			0	
5. Cash ($.....(14,561,048)), cash equivalents ($.....76,638,398) and short-term investments ($.....12,116,932)	74,194,282		74,194,282	44,890,689
6. Contract loans (including $..........0 premium notes)	142,076,249		142,076,249	137,848,944
7. Other invested assets	10,850,391		10,850,391	11,668,434
8. Receivables for securities			0	
9. Aggregate write-ins for invested assets	66,499,021	0	66,499,021	144,236,757
10. Subtotals, cash and invested assets (Lines 1 to 9)	5,995,425,556	0	5,995,425,556	5,756,765,807
11. Title plants less $..........0 charged off (for Title insurers only)			0	
12. Investment income due and accrued	62,392,866		62,392,866	58,397,524
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection	187,021		187,021	179,589
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $..........0 earned but unbilled premiums)	5,491,501		5,491,501	5,367,285
13.3 Accrued retrospective premiums			0	
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers	308,241		308,241	203,724
14.2 Funds held by or deposited with reinsured companies	248,617		248,617	165,320
14.3 Other amounts receivable under reinsurance contracts	3,262		3,262	2,780
15. Amounts receivable relating to uninsured plans			0	
16.1 Current federal and foreign income tax recoverable and interest thereon	5,210,801		5,210,801	7,511,768
16.2 Net deferred tax asset	33,020,213	23,532,049	9,488,164	9,488,164
17. Guaranty funds receivable or on deposit	673,428		673,428	449,188
18. Electronic data processing equipment and software	50,228	29,545	20,683	33,301
19. Furniture and equipment, including health care delivery assets ($..........0)	57,066	57,066	0	
20. Net adjustment in assets and liabilities due to foreign exchange rates			0	
21. Receivables from parent, subsidiaries and affiliates	12,534,035		12,534,035	1,592,841
22. Health care ($..........0) and other amounts receivable	9,726,704	9,726,704	0	
23. Aggregate write-ins for other than invested assets	11,009,764	567,851	10,441,912	9,722,387
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 through 23)	6,136,339,303	33,913,215	6,102,426,088	5,849,879,678
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	
26. TOTALS (Lines 24 and 25)	6,136,339,303	33,913,215	6,102,426,088	5,849,879,678

DETAILS OF WRITE-INS

0901. Spx options - long positions	64,755,267		64,755,267	142,255,325
0902. Futures contracts	1,743,754		1,743,754	1,981,432
0903.			0	
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above)	66,499,021	0	66,499,021	144,236,757
2301. Corporate Owned Life Insurance	9,545,878		9,545,878	9,386,461
2302. Items not allocated	902,333	6,299	896,034	335,926
2303. Prepaid Expenses	554,474	554,474	0	
2398. Summary of remaining write-ins for Line 23 from overflow page	7,078	7,078	0	0
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above)	11,009,764	567,851	10,441,912	9,722,387

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Statement Date	2 December 31 Prior Year
1.	Aggregate reserve for life contracts $.....5,552,340,461 less $..........0 included in Line 6.3 (including $.....484,154 Modco Reserve)	5,552,340,461	5,308,650,625
2.	Aggregate reserve for accident and health contracts (including $.........0 Modco Reserve)	793,075	800,317
3.	Liability for deposit-type contracts (including $..........0 Modco Reserve)	58,287,846	57,064,271
4.	Contract claims:		
	4.1 Life	4,271,565	3,672,737
	4.2 Accident and health	24,300	24,300
5.	Policyholders' dividends $..........0 and coupons $..........0 due and unpaid		
6.	Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
	6.1 Dividends apportioned for payment (including $..........0 Modco)	23,143	23,009
	6.2 Dividends not yet apportioned (including $..........0 Modco)		
	6.3 Coupons and similar benefits (including $..........0 Modco)		
7.	Amount provisionally held for deferred dividend policies not included in Line 6		
8.	Premiums and annuity considerations for life and accident and health contracts received in advance less $..........0 discount; including $.....2,734 accident and health premiums	144,415	146,185
9.	Contract liabilities not included elsewhere:		
	9.1 Surrender values on canceled contracts		
	9.2 Provision for experience rating refunds, including $..........0 accident and health experience rating refunds		
	9.3 Other amounts payable on reinsurance, including $..........0 assumed and $..........0 ceded		
	9.4 Interest Maintenance Reserve	183,550	
10.	Commissions to agents due or accrued - life and annuity contracts $.....1,968,257, accident and health $..........0 and deposit-type contract funds $..........0	1,968,257	3,685,767
11.	Commissions and expense allowances payable on reinsurance assumed		
12.	General expenses due or accrued	2,912,094	3,648,255
13.	Transfers to Separate Accounts due or accrued (net) (including $..........0 accrued for expense allowances recognized in reserves, net of reinsured allowances)		
14.	Taxes, licenses and fees due or accrued, excluding federal income taxes	736,922	1,065,087
15.1	Current federal and foreign income taxes, including $..........0 on realized capital gains (losses)	3,714,314	
15.2	Net deferred tax liability		
16.	Unearned investment income	166,153	154,610
17.	Amounts withheld or retained by company as agent or trustee	240,129	899,568
18.	Amounts held for agents' account, including $..........0 agents' credit balances	1,547,998	4,051,560
19.	Remittances and items not allocated	14,615,474	6,069,537
20.	Net adjustment in assets and liabilities due to foreign exchange rates		
21.	Liability for benefits for employees and agents if not included above		
22.	Borrowed money $..........0 and interest thereon $..........0		
23.	Dividends to stockholders declared and unpaid		
24.	Miscellaneous liabilities:		
	24.1 Asset valuation reserve	43,823,958	35,881,098
	24.2 Reinsurance in unauthorized companies		
	24.3 Funds held under reinsurance treaties with unauthorized reinsurers	299,418	205,509
	24.4 Payable to parent, subsidiaries and affiliates		
	24.5 Drafts outstanding		
	24.6 Liability for amounts held under uninsured plans		
	24.7 Funds held under coinsurance		
	24.8 Payable for securities	19,012,547	4,657,679
	24.9 Capital notes $..........0 and interest thereon $..........0		
25.	Aggregate write-ins for liabilities	26,624,243	54,552,927
26.	Total Liabilities excluding Separate Accounts business (Lines 1 to 25)	5,731,729,861	5,485,253,039
27.	From Separate Accounts Statement		
28.	Total Liabilities (Line 26 and 27)	5,731,729,861	5,485,253,039
29.	Common capital stock	3,000,000	3,000,000
30.	Preferred capital stock		
31.	Aggregate write-ins for other than special surplus funds	0	0
32.	Surplus notes	30,000,000	30,000,000
33.	Gross paid in and contributed surplus	96,291,040	96,291,040
34.	Aggregate write-ins for special surplus funds	0	0
35.	Unassigned funds (surplus)	241,405,187	235,335,599
36.	Less treasury stock, at cost:		
	36.1 .....0.000 shares common (value included in Line 29 $..........0)		
	36.2 .....0.000 shares preferred (value included in Line 30 $..........0)		
37.	Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including $..........0 in Separate Accounts Statement)	367,696,226	361,626,639
38.	Totals of Lines 29, 30 and 37	370,696,226	364,626,639
39.	Totals of Lines 28 and 38	6,102,426,088	5,849,879,678

DETAILS OF WRITE-INS

2501.	Spx options - short positions	23,569,622	52,695,163
2502.	Interest payable surplus note	2,005,051	880,051
2503.	Uncashed checks pending escheatment	384,640	317,706
2598.	Summary of remaining write-ins for Line 25 from overflow page	664,930	660,006
2599.	Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above)	26,624,243	54,552,927
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.			
3402.			
3403.			
3498.	Summary of remaining write-ins for Line 34 from overflow page	0	0
3499.	Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above)	0	0

SUMMARY OF OPERATIONS

(Excluding Unrealized Capital Gains and Losses)

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
1. Premiums and annuity considerations for life and accident and health contracts	554,198,658	416,957,259	871,553,929
2. Considerations for supplementary contracts with life contingencies			
3. Net investment income	63,918,694	188,018,343	317,136,009
4. Amortization of Interest Maintenance Reserve (IMR)	(211,664)	(172,195)	(368,973)
5. Separate Accounts net gain from operations excluding unrealized gains or losses			
6. Commissions and expense allowances on reinsurance ceded	196,752	196,838	397,553
7. Reserve adjustments on reinsurance ceded	98,443	56,146	144,951
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts			
8.2 Charges and fees for deposit-type contracts			
8.3 Aggregate write-ins for miscellaneous income	253,127	293,648	405,887
9. Totals (Lines 1 to 8.3)	618,454,011	605,350,038	1,189,269,355
10. Death benefits	11,459,567	8,109,469	15,538,255
11. Matured endowments (excluding guaranteed annual pure endowments)	25,801	9,387	956,912
12. Annuity benefits	17,715,934	11,573,239	39,602,452
13. Disability benefits and benefits under accident and health contracts	567,666	541,216	1,121,420
14. Coupons, guaranteed annual pure endowments and similar benefits			
15. Surrender benefits and withdrawals for life contracts	231,286,350	209,679,700	435,394,900
16. Group conversions			
17. Interest and adjustments on contract or deposit-type contract funds	1,620,855	203,809	663,674
18. Payments on supplementary contracts with life contingencies	51,175	51,475	102,801
19. Increase in aggregate reserves for life and accident and health contracts	243,682,594	260,718,047	466,607,680
20. Totals (Lines 10 to 19)	506,409,943	490,886,343	959,988,094
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)	72,267,669	55,444,229	117,110,329
22. Commissions and expense allowances on reinsurance assumed			
23. General insurance expenses	18,104,516	15,271,828	30,865,265
24. Insurance taxes, licenses and fees, excluding federal income taxes	2,834,881	2,219,726	4,514,669
25. Increase in loading on deferred and uncollected premiums	(110,794)	(281,990)	(94,888)
26. Net transfers to or (from) Separate Accounts net of reinsurance			
27. Aggregate write-ins for deductions	(2,599)	5,726	3,228
28. Totals (Lines 20 to 27)	599,503,616	563,545,861	1,112,386,697
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	18,950,395	41,804,177	76,882,658
30. Dividends to policyholders	19,718	19,396	19,959
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	18,930,676	41,784,782	76,862,699
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	4,979,067	5,693,367	25,499,621
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	13,951,609	36,091,415	51,363,078
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of $.....(1,457,167) (excluding taxes of $.....881,612 transferred to the IMR)	(1,268,475)	181,651	(7,868,776)
35. Net income (Line 33 plus Line 34)	12,683,135	36,273,067	43,494,302
CAPITAL AND SURPLUS ACCOUNT			
36. Capital and surplus, December 31, prior year	364,626,639	292,903,618	292,903,618
37. Net income (Line 35)	12,683,135	36,273,067	43,494,302
38. Change in net unrealized capital gains (losses) less capital gains tax of $..........0	(22,986)	8,678	(9,596)
39. Change in net unrealized foreign exchange capital gain (loss)			
40. Change in net deferred income tax			4,784,695
41. Change in nonadmitted assets	1,352,299	(1,601,324)	(6,277,110)
42. Change in liability for reinsurance in unauthorized companies			
43. Change in reserve on account of change in valuation basis, (increase) or decrease			
44. Change in asset valuation reserve	(7,942,860)	(5,537,192)	(535,935)
45. Change in treasury stock			
46. Surplus (contributed to) withdrawn from Separate Accounts during period			
47. Other changes in surplus in Separate Accounts Statement			
48. Change in surplus notes			
49. Cumulative effect of changes in accounting principles			
50. Capital changes:			
50.1 Paid in			
50.2 Transferred from surplus (Stock Dividend)			
50.3 Transferred to surplus			
51. Surplus adjustment:			
51.1 Paid in			30,266,665
51.2 Transferred to capital (Stock Dividend)			
51.3 Transferred from capital			
51.4 Change in surplus as a result of reinsurance			
52. Dividends to stockholders			
53. Aggregate write-ins for gains and losses in surplus	0	0	0
54. Net change in capital and surplus (Lines 37 through 53)	6,069,587	29,143,228	71,723,021
55. Capital and surplus as of statement date (Lines 36 + 54)	370,696,226	322,046,846	364,626,639

DETAILS OF WRITE-INS

08.301.	Interest on reserve adjustments on reinsurance ceded	(46,228)	(9,147)	(20,292)
08.302.	Interest on agents debit balances	52,082	92,965	(60,534)
08.303.	Miscellaneous income	81,965	94,701	167,467
08.398.	Summary of remaining write-ins for Line 8.3 from overflow page	165,309	115,129	319,246
08.399.	Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)	253,127	293,648	405,887
2701.	Miscellaneous deductions		2,393	2,393
2702.	Changes in agents def comp	(2,599)	3,333	835
2703.				
2798.	Summary of remaining write-ins for Line 27 from overflow page	0	0	0
2799.	Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	(2,599)	5,726	3,228
5301.	Change in Deficiency Reserves			
5302.				
5303.				
5398.	Summary of remaining write-ins for Line 53 from overflow page	0	0	0
5399.	Totals (Lines 5301 thru 5303 plus 5398) (Line 53 above)	0	0	0

CASH FLOW

		1 Current Year to Date	2 Prior Year Ended December 31
	CASH FROM OPERATIONS		
1.	Premiums collected net of reinsurance	554,176,033	871,411,527
2.	Net investment income	116,177,846	382,090,830
3.	Miscellaneous income	548,322	948,390
4.	Total (Lines 1 through 3)	670,902,201	1,254,450,748
5.	Benefit and loss related payments	259,820,546	494,481,427
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7.	Commissions, expenses paid and aggregate write-ins for deductions	96,205,618	152,513,146
8.	Dividends paid to policyholders	19,585	19,450
9.	Federal and foreign income taxes paid (recovered) net of $..........0 tax on capital gains (losses)	(1,611,769)	26,500,000
10.	Total (Lines 5 through 9)	354,433,979	673,514,024
11.	Net cash from operations (Line 4 minus Line 10)	316,468,221	580,936,724
	CASH FROM INVESTMENTS		
12.	Proceeds from investments sold, matured or repaid:		
	12.1 Bonds	379,855,565	646,680,941
	12.2 Stocks	2,025	16,115,900
	12.3 Mortgage loans	32,984,236	65,056,884
	12.4 Real estate		2,429,846
	12.5 Other invested assets	5,124,837	5,006,250
	12.6 Net gains or (losses) on cash, cash equivalents and short-term investments		
	12.7 Miscellaneous proceeds	14,354,868	0
	12.8 Total investment proceeds (Lines 12.1 to 12.7)	432,321,532	735,289,821
13.	Cost of investments acquired (long-term only):		
	13.1 Bonds	647,625,886	1,211,896,608
	13.2 Stocks	5,237,725	8,134,589
	13.3 Mortgage loans	45,060,000	132,762,747
	13.4 Real estate		
	13.5 Other invested assets	5,093,587	4,913,264
	13.6 Miscellaneous applications	4,742,169	35,997,381
	13.7 Total investments acquired (Lines 13.1 to 13.6)	707,759,367	1,393,704,589
14.	Net increase (decrease) in contract loans and premium notes	4,227,305	10,246,183
15.	Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(279,665,140)	(668,660,951)
	CASH FROM FINANCING AND MISCELLANEOUS SOURCES		
16.	Cash provided (applied):		
	16.1 Surplus notes, capital notes		
	16.2 Capital and paid in surplus, less treasury stock		30,266,665
	16.3 Borrowed funds		
	16.4 Net deposits on deposit-type contracts and other insurance liabilities	(1,205,762)	601,098
	16.5 Dividends to stockholders		
	16.6 Other cash provided (applied)	(6,293,726)	8,516,735
17.	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	(7,499,488)	39,384,498
	RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18.	Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17)	29,303,593	(48,339,728)
19.	Cash, cash equivalents and short-term investments:		
	19.1 Beginning of year	44,890,688	93,230,417
	19.2 End of period (Line 18 plus Line 19.1)	74,194,282	44,890,688

Note: Supplemental disclosures of cash flow information for non-cash transactions:

20.0001			

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			
2. Ordinary life insurance	84,146,672	64,379,149	138,842,439
3. Ordinary individual annuities	415,238,740	304,410,295	641,221,468
4. Credit life (group and individual)			
5. Group life insurance	19,767	21,508	42,438
6. Group annuities	58,261,129	51,191,888	98,121,574
7. A&H - group			
8. A&H - credit (group and individual)			
9. A&H - other	49,382	55,130	110,233
10. Aggregate of all other lines of business	0	0	0
11. Subtotal	557,715,690	420,057,970	878,338,153
12. Deposit-type contracts	4,230,688		
13. Total	561,946,378	420,057,970	878,338,153

DETAILS OF WRITE-INS

1001.			
1002.			
1003.			
1098. Summary of remaining write-ins for Line 10 from overflow page	0	0	0
1099. Total (Lines 1001 thru 1003 plus 1098) (Line 10 above)	0	0	0

NOTES TO FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies

No significant change.

Note 2 - Accounting Changes and Corrections of Errors

No significant change.

Note 3 - Business Combinations and Goodwill

No significant change.

Note 4 - Discontinued Operations

No significant change.

Note 5 - Investments

No significant change.

Note 6 - Joint Ventures, Partnerships and Limited Liability Companies

No significant change.

Note 7 - Investment Income

No significant change.

Note 8 - Derivative Instruments

No significant change.

Note 9 - Income Taxes

No significant change.

Note 10 - Information Concerning Parent, Subsidiaries and Affiliates

No significant change.

Note 11 - Debt

No significant change.

Note 12 - Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans

No significant change.

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

No significant change.

Note 14 - Contingencies

No significant change.

Note 15 - Leases

No significant change.

NOTES TO FINANCIAL STATEMENTS

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

No significant change.

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

C. Wash Sales: None

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

No significant change.

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

No significant change.

Note 20 - Other Items

No significant change.

Note 21 - Events Subsequent

No significant change.

Note 22 - Reinsurance

No significant change.

Note 23 - Retrospectively Rated Contracts & Contracts Subject to Redetermination

No significant change.

Note 24 - Change in Incurred Losses and Loss Adjustment Expenses

No significant change.

Note 25 - Intercompany Pooling Arrangements

No significant change.

Note 26 - Structured Settlements

No significant change.

Note 27 - Health Care Receivables

No significant change.

Note 28 - Participating Policies

No significant change.

Note 29 - Premium Deficiency Reserves

No significant change.

Note 30 - Reserves for Life Contracts and Deposit-Type Contracts

No significant change.

NOTES TO FINANCIAL STATEMENTS

Note 31 - Analysis of Annuity Actuarial Reserves and Deposit Liabilities by Withdrawal Characteristics

No significant change.

Note 32 - Premiums and Annuity Considerations Deferred and Uncollected

No significant change.

Note 33 - Separate Accounts

No significant change.

Note 34 - Loss/Claim Adjustment Expenses

No significant change.

GENERAL INTERROGATORIES

(Responses to these interrogatories should be based on changes that have occurred since 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: ....

3. Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [ ] No [X]
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 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] N/A [ ]
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. 12/31/2004.......................

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. 12/31/2004.......................

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). 06/08/2006.......................

6.4 By what department or departments?

Texas Department of Insurance

6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [X] No [ ] N/A [ ]

6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [X] No [ ] N/A [ ]

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 [ ] No [X]

8.4 If the 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

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]

GENERAL INTERROGATORIES

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

PART 1 - COMMON INTERROGATORIES

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: $....................12,534,035

INVESTMENT

11.1 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]

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

12. Amount of real estate and mortgages held in other invested assets in Schedule BA: $......................1,937,067

13. Amount of real estate and mortgages held in short-term investments: $....................................0

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

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	$...0	$...0
14.22 Preferred Stock	$...0	$...0
14.23 Common Stock	$...0	$...0
14.24 Short-Term Investments	$...0	$...0
14.25 Mortgage Loans on Real Estate	$...0	$...0
14.26 All Other	$...0	$...0
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26)	$...0	$...0
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	$...0	$...0

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

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

16. 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 Section 3, III. Conducting Examinations, G-Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [X] No [ ]

16.1 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
JP Morgan Chase	3 Chase Metrotech Center, Floor 6, Brooklyn, NY 11245

16.2 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)

16.3 Have there been any changes, including name changes, in the custodian(s) identified in 16.1 during the current quarter? Yes [ ] No [X]

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

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

16.5 Identify all investment advisors, broker/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
109396	Sentinel Investments	One National Life Drive, Montpelier, VT 05604

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

17.2 If no, list exceptions:

GENERAL INTERROGATORIES (continued)

PART 2 - LIFE & HEALTH

		1
1.	Report the statement value of mortgage loans at the end of this reporting period for the following categories:	
1.1	Long-term mortgages in good standing	Amount
	1.11 Farm mortgages	$
	1.12 Residential mortgages	$
	1.13 Commercial mortgages	$818,945,704
	1.14 Total mortgages in good standing	$818,945,704
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 mortgage 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 mortgage 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, Column 3, Lines 3.1 + 3.2)	$818,945,704
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 S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

1 NAIC Company Code	2 Federal ID Number	3 Effective Date	4 Name of Reinsurer	5 Location	6 Type of Reinsurance Ceded	7 Is Insurer Authorized? (YES or NO)
Life Non-Affiliates						
97071.................	13-3126819..........	07/01/2008	Generali USA Life Reassurance Company............................	Kansas City, MO..	ADB/I............	Yes...................

SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Current Year to Date - Allocated by States and Territories

	1	Direct Business Only					
		Life Contracts		4	5	6	7
		2	3				
States, Etc.	Active Status	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	L	2,946,727	4,383,626	280		7,330,633	
2. Alaska AK	L	18,528	2,925	80		21,533	
3. Arizona AZ	L	1,784,688	5,023,617	64		6,808,369	
4. Arkansas AR	L	282,932	833,660	376		1,116,967	
5. California CA	L	28,223,533	135,287,548	722		163,511,803	1,454,607
6. Colorado CO	L	2,910,387	2,069,407	1,156		4,980,950	
7. Connecticut CT	L	538,353	2,212,186			2,750,539	
8. Delaware DE	L	864,481	11,516,617	46		12,381,144	
9. District of Columbia DC	L	416,643	1,500,129			1,916,772	
10. Florida FL	L	6,926,845	54,471,118	190		61,398,153	694,897
11. Georgia GA	L	2,467,311	12,832,120	26		15,299,457	55,699
12. Hawaii HI	L	873,679	2,050,248			2,923,927	
13. Idaho ID	L	183,234	2,043,569	63		2,226,867	67,068
14. Illinois IL	L	1,912,399	3,692,350	52		5,604,801	8,158
15. Indiana IN	L	350,365	5,273,460	46		5,623,871	58,000
16. Iowa IA	L	212,297	3,183,782			3,396,079	
17. Kansas KS	L	84,577	5,741,087	422		5,826,087	112,284
18. Kentucky KY	L	309,220	2,531,571	52		2,840,843	158,621
19. Louisiana LA	L	223,158	5,223,038	6,965		5,453,161	
20. Maine ME	L	47,036	1,628,194			1,675,231	
21. Maryland MD	L	4,197,963	9,691,320			13,889,283	
22. Massachusetts MA	L	743,822	7,190,905			7,934,727	
23. Michigan MI	L	1,160,401	9,419,591	75		10,580,068	
24. Minnesota MN	L	906,292	470,402	26		1,376,721	18,626
25. Mississippi MS	L	216,723	696,155	908		913,786	
26. Missouri MO	L	939,778	6,165,176	153		7,105,107	
27. Montana MT	L	9,350	284,075	328		293,753	
28. Nebraska NE	L	92,978	873,998	159		967,135	68,271
29. Nevada NV	L	1,044,068	2,260,321	120		3,304,510	48,952
30. New Hampshire NH	L	25,785	1,019,809			1,045,595	100,000
31. New Jersey NJ	L	820,515	4,671,918			5,492,433	
32. New Mexico NM	L	100,797	3,952,193	1,333		4,054,323	14,742
33. New York NY	N	402,711	2,636,605			3,039,316	
34. North Carolina NC	L	4,475,840	14,119,339	92		18,595,272	151,130
35. North Dakota ND	L	235,488	568,657	527		804,672	
36. Ohio OH	L	530,704	20,972,830	96		21,503,630	37,000
37. Oklahoma OK	L	307,755	15,800,565	5,300		16,113,620	34,160
38. Oregon OR	L	570,956	130,442			701,398	
39. Pennsylvania PA	L	1,173,982	8,297,539	105		9,471,626	70,308
40. Rhode Island RI	L	50,543	2,608,786			2,659,329	
41. South Carolina SC	L	786,212	2,822,882	26		3,609,120	
42. South Dakota SD	L	100,010	54,900			154,910	
43. Tennessee TN	L	824,638	4,705,841	186		5,530,664	
44. Texas TX	L	5,917,189	58,945,804	30,242		64,893,235	451,121
45. Utah UT	L	460,473	10,756,292	547		11,217,313	(7,880)
46. Vermont VT	L	225,769	8,730,440			8,956,209	299,539
47. Virginia VA	L	2,262,837	7,118,615			9,381,452	115,738
48. Washington WA	L	3,334,658	2,082,844	52		5,417,554	74,074
49. West Virginia WV	L	38,847	3,181,378	20		3,220,245	145,571
50. Wisconsin WI	L	485,385	1,655,859			2,141,244	
51. Wyoming WY	L	19,715	84,056	863		104,634	
52. American Samoa AS	N					0	
53. Guam GU	N					0	
54. Puerto Rico PR	N	440	2,415			2,855	
55. US Virgin Islands VI	N	140				140	
56. Northern Mariana Islands MP	N					0	
57. Canada CN	N	136	18,686			18,822	
58. Aggregate Other Alien OT	XXX	47,134	8,976	0	0	56,111	0
59. Subtotal	(a) 50	84,086,428	473,499,869	51,699	0	557,637,996	4,230,688
90. Reporting entity contributions for employee benefit plans	XXX					0	
91. Dividends or refunds applied to purchase paid-up additions and annuities	XXX	121				121	
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	53,856				53,856	
94. Aggregate other amounts not allocable by State	XXX	0	0	0	0	0	0
95. Totals (Direct Business)	XXX	84,140,404	473,499,869	51,699	0	557,691,973	4,230,688
96. Plus Reinsurance Assumed	XXX	209,242				209,242	
97. Totals (All Business)	XXX	84,349,646	473,499,869	51,699	0	557,901,215	4,230,688
98. Less Reinsurance Ceded	XXX	3,724,904		278		3,725,182	
99. Totals (All Business) less Reinsurance Ceded	XXX	80,624,742	473,499,869	51,422	0	554,176,033	4,230,688

DETAILS OF WRITE-INS

5801. Other foreign	XXX	47,134	8,976			56,111	
5802.	XXX					0	
5803.	XXX					0	
5898. Summary of remaining write-ins for line 58 from overflow page	XXX	0	0	0	0	0	0
5899. Total (Lines 5801 thru 5803 plus 5898) (Line 58 above)	XXX	47,134	8,976	0	0	56,111	0
9401.	XXX					0	
9402.	XXX					0	
9403.	XXX					0	
9498. Summary of remaining write-ins for line 94 from overflow page	XXX	0	0	0	0	0	0
9499. Total (Lines 9401 thru 9403 plus 9498) (Line 94 above)	XXX	0	0	0	0	0	0

(a) Insert the number of L responses except for Canada and Other Alien.
50

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

PART 1 – ORGANIZATIONAL CHART

NONE

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 supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

		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 Supplement be filed with the state of domicile and the NAIC with this statement?	NO
3.	Will the Reasonableness of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC?	NO
4.	Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC?	YES
5.	Will the Reasonableness of Assumptions Certification for Implied Guaranteed Rate Method required by Actuarial Guideline XXXVI be filed with the state of domicile and electronically with the NAIC?	NO
6.	Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Average Market Value) be filed with the state of domicile and electronically with the NAIC?	NO
7.	Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Market Value) be filed with the state of domicile and electronically with the NAIC?	YES

Explanations:

Bar Code:

* 6 5 5 2 8 2 0 0 8 4 9 0 0 0 0 0 2 *

* 6 5 5 2 8 2 0 0 8 4 4 7 0 0 0 0 2 *

* 6 5 5 2 8 2 0 0 8 3 6 5 0 0 0 0 2 *

* 6 5 5 2 8 2 0 0 8 4 4 8 0 0 0 0 2 *

* 6 5 5 2 8 2 0 0 8 4 4 5 0 0 0 0 2 *

Overflow Page for Write-Ins

Additional Write-ins for Assets:

	Current Statement Date 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 December 31, Prior Year Net Admitted Assets
2304. Miscellaneous Receivables	3,471	3,471	0	
2305. Employee Travel Advance	1,550	1,550	0	
2306. Leasehold Improvements	2,057	2,057	0	
2397. Summary of remaining write-ins for Line 23	7,078	7,078	0	0

Additional Write-ins for Liabilities:

	1 Current Statement Date	2 December 31 Prior Year
2504. Guaranty fund	664,930	660,006
2597. Summary of remaining write-ins for Line 25	664,930	660,006

Additional Write-ins for Summary of Operations:

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
08.304. Interest on funds withheld reinsurance assumed	5,891	8,371	13,461
08.305. COLI valuation change	159,418	106,758	305,786
08.397. Summary of remaining write-ins for Line 8.3	165,309	115,129	319,246

SCHEDULE A - VERIFICATION

Real Estate

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	0	2,489,583
2. Cost of acquired:		
2.1 Actual cost at time of acquisitions		
2.2 Additional investment made after acquisitions		
3. Current year change in encumbrances		
4. Total gain (loss) on disposals		(59,737)
5. Deduct amounts received on disposals		2,429,846
6. Total foreign exchange change in book/adjusted carrying value		
7. Deduct current year's other than temporary impairment recognized		
8. Deduct current year's depreciation		
9. Book/adjusted carrying value at end of current period (Lines 1+2+3+4-5+6-7-8)	0	0
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)	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, December 31 of prior year	806,869,940	739,164,077
2. Cost of acquired:		
2.1 Actual cost at time of acquisitions	45,060,000	132,065,000
2.2 Additional investment made after acquisitions		697,747
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)		
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals	32,984,236	65,056,884
8. Deduct amortization of premium and mortgage interest points and commitment fees		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest		
10. Deduct current year's other than temporary impairment recognized		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	818,945,704	806,869,940
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)	818,945,704	806,869,940

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	11,668,434	14,155,943
2. Cost of acquired:		
2.1 Actual cost at time of acquisitions	5,093,587	4,913,264
2.2 Additional investment made after acquisitions		
3. Capitalized deferred interest and other		
4. Accrual of discount	10,067	2,358
5. Unrealized valuation increase (decrease)	1,583	(2,818)
6. Total gain (loss) on disposals	371	
7. Deduct amounts received on disposals	5,124,837	5,006,249
8. Deduct amortization of premium and depreciation	798,815	2,394,064
9. Total foreign exchange change in book/adjusted carrying value		
10. Deduct current year's other than temporary impairment recognized		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	10,850,391	11,668,434
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)	10,850,391	11,668,434

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	4,611,251,043	4,067,169,387
2. Cost of bonds and stocks acquired	652,863,607	1,220,031,197
3. Accrual of discount	1,819,967	2,177,556
4. Unrealized valuation increase (decrease)	(24,569)	(6,778)
5. Total gain (loss) on disposals	2,199,660	(1,835,116)
6. Deduct consideration for bonds and stocks disposed of	379,857,592	662,796,841
7. Deduct amortization of premium	2,794,806	5,034,872
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized	2,597,400	8,453,490
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	4,882,859,910	4,611,251,043
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	4,882,859,910	4,611,251,043

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 (a)	2,773,132,975	1,055,752,490	966,259,528	(41,181,962)	2,773,132,975	2,821,443,975		2,738,854,333
2. Class 2 (a)	1,707,520,683	141,021,333	19,813,310	19,944,092	1,707,520,683	1,848,672,797		1,648,329,005
3. Class 3 (a)	166,420,585	3,425,625	7,469,925	10,791,693	166,420,585	173,167,978		171,460,783
4. Class 4 (a)	61,853,861		3,110,186	4,071,839	61,853,861	62,815,514		57,181,100
5. Class 5 (a)	16,854,171		1,996,175	5,998,452	16,854,171	20,856,448		13,811,079
6. Class 6 (a)	428,875			(64,625)	428,875	364,250		
7. Total Bonds	4,726,211,150	1,200,199,448	998,649,124	(440,511)	4,726,211,150	4,927,320,962	0	4,629,636,300
PREFERRED STOCK								
8. Class 1	15,147,775				15,147,775	15,147,775		11,147,775
9. Class 2	23,901,875	5,237,725		2,737	23,901,875	29,142,337		17,939,435
10. Class 3								
11. Class 4								
12. Class 5								
13. Class 6								
14. Total Preferred Stock	39,049,650	5,237,725	0	2,737	39,049,650	44,290,112	0	29,087,210
15. Total Bonds and Preferred Stock	4,765,260,800	1,205,437,173	998,649,124	(437,774)	4,765,260,800	4,971,611,074	0	4,658,723,510

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation:
NAIC 1 $..........0; NAIC 2 $..........0; NAIC 3 $..........0; NAIC 4 $..........0; NAIC 5 $..........0; NAIC 6 $..........0.

SCHEDULE DA - PART 1

Short-Term Investments Owned End of Current Quarter

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
8299999. Totals	12,116,932	XXX	12,116,932	46,089	

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	47,502,792	97,381,678
2. Cost of short-term investments acquired	112,652,449	3,485,558,551
3. Accrual of discount		
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals		
6. Deduct consideration received on disposals	148,038,310	3,535,437,437
7. Deduct amortization of premium		
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	12,116,932	47,502,792
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	12,116,932	47,502,792

Sch. DB-Part F-Section 1
NONE

Sch. DB-Part F-Section 2
NONE

SCHEDULE E- VERIFICATION

Cash Equivalents

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	0	
2. Cost of cash equivalents acquired	847,884,999	
3. Accrual of discount		
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals		
6. Deduct consideration received on disposals	771,246,601	
7. Deduct amortization of premium		
8. Total foreign exchange change in book/ adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	76,638,398	0
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	76,638,398	0

SCHEDULE A - PART 2

Showing all Real Estate ACQUIRED and Additions Made 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 at Time of Acquisition	Amount of Encumbrances	Book/Adjusted Carrying Value Less Encumbrances	Additional Investment Made After Acquisition

NONE

SCHEDULE A - PART 3

Showing all Real Estate DISPOSED During the Quarter, Including Payments During the Final Year on "Sales Under Contract "

1	Location		4	5	6	7	8	Change in Book/Adjusted Carrying Value Less Encumbrances					14	15	16	17	18	19	20
	2	3						9	10	11	12	13							
Description of Property	City	State	Disposal Date	Name of Purchaser	Actual Cost	Expended for Additions, Permanent Improvements and Changes in Encumbrances	Book/Adjusted Carrying Value Less Encumbrances Prior Year	Current Year's Depreciation	Current Year's Other Than Temporary Impairment Recognized	Current Year's Change in Encumbrances	Total Change in B./A.C.V. (11 - 9 - 10)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value Less Encumbrances	Amounts Received During Year	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Gross Income Earned Less Interest Incurred on Encumbrances	Taxes, Repairs, and Expenses Incurred

NONE

SCHEDULE B - PART 2

Showing all Mortgage Loans ACQUIRED During the Current Quarter

1	Location		4	5	6	7	8	9
Loan Number	2 City	3 State	Loan Type	Date Acquired	Rate of Interest	Actual Cost at Time of Acquisition	Additional Investment Made After Acquisition	Value of Land and Buildings
Mortgages in Good Standing								
Commercial Mortgages - All Other								
210512	FREDERICKSBURG	TX		04/11/2008	6.700	2,350,000		3,525,000
210515	ORLANDO	FL		06/05/2008	6.850	4,800,000		7,000,000
210516	CHARLOTTE	NC		06/26/2008	5.750	1,500,000		2,635,000
0599999. Total - Mortgages in Good Standing - Commercial Mortgages - All Other				XXX	XXX	8,650,000	0	13,160,000
0899999. Total - Mortgages in Good Standing				XXX	XXX	8,650,000	0	13,160,000
3399999. Total Mortgages				XXX	XXX	8,650,000	0	13,160,000

SCHEDULE B - PART 3

Showing all Mortgage Loans DISPOSED, Transferred or Repaid During the Current Quarter

1	Location		4	5	6	7	Change in Book Value/Recorded Investment						14	15	16	17	18
Loan Number	2 City	3 State	Loan Type	Date Acquired	Disposal Date	Book Value/ Recorded Investment Excluding Accrued Interest Prior Year	8 Unrealized Valuation Increase (Decrease)	9 Current Year's (Amortization)/ Accretion	10 Current Year's Other Than Temporary Impairment Recognized	11 Capitalized Deferred Interest and Other	12 Total Change in Book Value (8+9-10+11)	13 Total Foreign Exchange Change in Book Value	Book Value/ Recorded Investment Excluding Accrued Interest on Disposal	Consideration	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal
Mortgages Closed by Repayment																	
210231	WALLKILL	NY		12/19/1997	04/04/2008	493,881					0		493,881	493,881			0
210246	CHARLOTTE	NC		04/29/1998	06/26/2008	1,063,095					0		1,043,869	1,053,568			0
210247	SUNNYVALE	CA		05/13/1998	04/24/2008	1,929,281					0		1,906,283	1,912,084			0
210251	KNOXVILLE	TN		07/29/1998	06/04/2008	946,619					0		921,579	931,685			0
210260	PLANO	TX		06/30/1998	06/25/2008	3,017,048					0		2,964,114	2,990,823			0
210283	AURORA	CO		09/24/1999	05/27/2008	1,722,221					0		1,692,456	1,704,475			0
210290	BOLINGBROOK	IL		02/04/2000	05/12/2008	2,123,018					0		2,088,112	2,096,926			0
210297	CONCORD	NC		06/01/2000	04/09/2008	2,605,281					0		2,605,281	2,605,281			0
210314	PORT CHESTER	NY		05/08/2001	04/25/2008	1,531,989					0		1,510,850	1,516,189			0
210352	CENTENNIAL	CO		10/09/2003	06/16/2008	2,667,475					0		2,579,930	2,624,044			0
0199999. Total - Mortgages Closed by Repayment						18,099,908	0	0	0	0	0	0	17,806,355	17,928,956	0	0	0
Mortgages With Partial Repayments																	
210056	MIDLAND	TX		03/10/1987	00/00/0000	146,527					0			2,981			0
210086	HOUSTON	TX		01/01/1989	00/00/0000	78,883					0			2,770			0
210214	EL PASO	TX		08/18/1997	00/00/0000	319,172					0			14,525			0
210217	COLUMBIA	MD		07/17/1997	00/00/0000	220,260					0			13,041			0
210238	CRESTVIEW HILLS	KY		01/21/1998	00/00/0000	2,404,049					0			40,526			0
210239	TOWSON	MD		02/25/1998	00/00/0000	1,508,504					0			60,542			0
210240	PITTSBURGH	PA		02/20/1998	00/00/0000	537,491					0			8,788			0
210242	COLORADO SPGS	CO		04/14/1998	00/00/0000	836,866					0			13,646			0
210248	DALLAS	TX		02/04/2005	00/00/0000	3,548,659					0			31,817			0
210250	CARY	NC		06/19/1998	00/00/0000	960,568					0			15,557			0
210254	KENTWOOD	MI		07/15/1998	00/00/0000	737,474					0			15,667			0
210258	EL PASO	TX		08/18/1998	00/00/0000	621,939					0			22,259			0
210261	NORCROSS	GA		08/18/1998	00/00/0000	1,063,239					0			16,706			0
210269	RANCHO BERNARDO	CA		09/29/1998	00/00/0000	1,501,450					0			13,246			0
210272	LEXINGTON	KY		10/28/1998	00/00/0000	806,991					0			28,115			0
210274	GAFFNEY	SC		03/10/1999	00/00/0000	819,028					0			26,590			0
210277	EL PASO	TX		02/04/2005	00/00/0000	1,413,627					0			11,465			0

SCHEDULE B - PART 3

Showing all Mortgage Loans DISPOSED, Transferred or Repaid During the Current Quarter

1	Location		4	5	6	7	Change in Book Value/Recorded Investment						14	15	16	17	18
	2	3					8	9	10	11	12	13					
Loan Number	City	State	Loan Type	Date Acquired	Disposal Date	Book Value/ Recorded Investment Excluding Accrued Interest Prior Year	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Capitalized Deferred Interest and Other	Total Change in Book Value (8+9-10+11)	Total Foreign Exchange Change in Book Value	Book Value/ Recorded Investment Excluding Accrued Interest on Disposal	Consideration	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal
210279	CRESTVIEW HILLS	KY		02/18/1999	00/00/0000	2,402,677					0			35,545			0
210280	LAS VEGAS	NV		03/25/1999	00/00/0000	3,079,655					0			25,564			0
210285	DALLAS	TX		07/01/1999	00/00/0000	2,262,272					0			17,925			0
210291	CARLSBAD	CA		10/28/1999	00/00/0000	3,804,592					0			26,827			0
210292	VIRGINIA BEACH	VA		02/04/2005	00/00/0000	2,544,509					0			15,347			0
210293	FINDLAY	OH		03/28/2000	00/00/0000	3,119,465					0			19,890			0
210294	COON RAPIDS	MN		06/12/2000	00/00/0000	3,480,185					0			39,335			0
210295	RIVERWOODS	IL		05/23/2000	00/00/0000	2,238,362					0						0
210298	ASTON	PA		06/15/2000	00/00/0000	4,478,142					0			17,040			0
210299	ASTON	PA		06/15/2000	00/00/0000	1,890,683					0			7,261			0
210304	AUSTIN	TX		08/09/2000	00/00/0000	5,910,856					0			37,283			0
210306	EL PASO	TX		10/18/2000	00/00/0000	1,431,169					0			8,325			0
210307	CHELMSFORD	MA		10/12/2000	00/00/0000	2,352,010					0			14,438			0
210308	MT PLEASANT	SC		10/30/2000	00/00/0000	4,466,560					0						0
210311	ROCKVILLE	MD		04/17/2001	00/00/0000	4,143,058					0			22,980			0
210312	FINDLAY	OH		04/19/2001	00/00/0000	2,011,360					0			76,862			0
210313	CHARLOTTE	NC		06/08/2001	00/00/0000	1,296,594					0			17,872			0
210315	NORTHLAKE	IL		09/17/2001	00/00/0000	2,448,420					0			12,925			0
210316	DALLAS	TX		07/26/2001	00/00/0000	2,204,694					0			14,231			0
210317	DURHAM	NC		02/04/2005	00/00/0000	791,327					0			15,803			0
210318	STAFFORD	TX		08/30/2001	00/00/0000	4,551,897					0			23,169			0
210321	SIMI VALLEY	CA		02/04/2005	00/00/0000	4,035,945					0			52,163			0
210324	INWOOD	WV		02/13/2003	00/00/0000	2,440,845					0			12,075			0
210326	NORFOLK	VA		12/18/2001	00/00/0000	2,212,007					0			22,564			0
210327	GREENSBORO	NC		04/11/2002	00/00/0000	1,968,026					0			7,406			0
210330	BETHLEHAM	PA		06/27/2002	00/00/0000	2,370,960					0			13,317			0
210332	DENTON	TX		07/23/2002	00/00/0000	4,945,570					0			26,907			0
210333	MYRTLE BEACH	SC		09/09/2003	00/00/0000	4,113,456					0			20,098			0
210336	MORENO VALLEY	CA		01/22/2003	00/00/0000	5,778,710					0			28,928			0
210337	MEADVILLE	PA		12/05/2002	00/00/0000	5,209,080					0			17,978			0
210338	GREENSBORO	NC		11/14/2002	00/00/0000	1,981,954					0			7,226			0
210341	CHARLOTTE	NC		11/26/2002	00/00/0000	6,552,769					0			26,825			0
210342	PORT ARTHUR	TX		12/20/2002	00/00/0000	2,325,462					0			41,317			0
210343	SAN ANTONIO	TX		12/30/2002	00/00/0000	1,584,281					0			8,782			0
210344	GREENSBORO	NC		11/07/2002	00/00/0000	6,435,939					0			62,912			0
210347	ANKENY	IA		01/15/2003	00/00/0000	4,151,375					0			20,297			0
210348	EDISON	NJ		03/06/2003	00/00/0000	3,689,963					0			22,558			0
210349	SAN DIEGO	CA		04/01/2003	00/00/0000	5,452,862					0			34,491			0
210351	FOREST PARK	OH		07/02/2003	00/00/0000	2,509,862					0			21,146			0
210353	EVERETT	WA		08/21/2003	00/00/0000	3,619,813					0			22,497			0
210354	WOODBURY	MN		08/28/2003	00/00/0000	3,710,938					0			36,623			0
210355	CLEAR LAKE CITY	TX		08/25/2003	00/00/0000	2,923,553					0			18,723			0
210356	SAN ANTONIO	TX		01/22/2004	00/00/0000	3,709,303					0			33,259			0
210358	SALT LAKE CITY	UT		10/06/2003	00/00/0000	6,354,475					0			38,046			0
210361	EDMONDS	WA		12/29/2003	00/00/0000	2,319,414					0			13,343			0
210362	STATESBORO	GA		12/23/2003	00/00/0000	6,557,211					0			31,598			0
210363	HOUSTON	TX		03/10/2004	00/00/0000	2,007,778					0			11,163			0
210364	EL PASO	TX		12/24/2003	00/00/0000	3,612,504					0			21,172			0
210366	MONROE TOWNSHIP	NJ		02/11/2004	00/00/0000	3,020,294					0			17,561			0
210367	CHARLOTTE	NC		07/01/2005	00/00/0000	2,818,996					0			16,365			0
210368	AMARILLO	TX		06/04/2004	00/00/0000	7,015,380					0			31,270			0

SCHEDULE B - PART 3

Showing all Mortgage Loans DISPOSED, Transferred or Repaid During the Current Quarter

1	Location		4	5	6	7	Change in Book Value/Recorded Investment						14	15	16	17	18
	2	3					8	9	10	11	12	13					
Loan Number	City	State	Loan Type	Date Acquired	Disposal Date	Book Value/ Recorded Investment Excluding Accrued Interest Prior Year	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Capitalized Deferred Interest and Other	Total Change in Book Value (8+9-10+11)	Total Foreign Exchange Change in Book Value	Book Value/ Recorded Investment Excluding Accrued Interest on Disposal	Consideration	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal
210369	PUYALLUP	WA		07/01/2005	00/00/0000	5,921,491					0			40,491			0
210370	AURORA	IL		03/23/2004	00/00/0000	3,145,694					0			11,689			0
210372	GREEN TOWNSHIP	OH		03/15/2004	00/00/0000	3,845,819					0			18,148			0
210374	IRVINE	CA		04/29/2004	00/00/0000	3,777,484					0			20,342			0
210375	BURIEN	WA		07/01/2005	00/00/0000	3,638,614					0			24,789			0
210376	TOTOWA	NJ		04/19/2004	00/00/0000	4,993,550					0			47,626			0
210377	POMPANO BEACH	FL		05/13/2004	00/00/0000	2,824,519					0			14,049			0
210378	CINCINNATI	OH		07/08/2004	00/00/0000	2,557,306					0			19,932			0
210379	ROCHESTER	MN		08/25/2004	00/00/0000	4,731,162					0			23,035			0
210380	WEST CHESTER	OH		07/01/2005	00/00/0000	3,266,307					0			15,902			0
210381	PHOENIX	AZ		07/29/2004	00/00/0000	4,357,736					0			24,777			0
210382	CAPE CANAVERAL	FL		07/20/2004	00/00/0000	2,828,757					0			25,104			0
210383	DES MOINES	IA		10/22/2004	00/00/0000	6,473,770					0			51,063			0
210384	CINCINNATI	OH		07/01/2005	00/00/0000	1,906,089					0			8,598			0
210385	LYNNWOOD	WA		07/01/2005	00/00/0000	5,502,611					0			29,689			0
210386	SAN ANTONIO	TX		07/01/2005	00/00/0000	2,968,768					0			12,051			0
210387	CINCINNATI	OH		09/28/2004	00/00/0000	6,816,993					0			100,618			0
210388	CINCINNATI	OH		07/01/2005	00/00/0000	8,152,753					0			44,016			0
210389	NEWARK	DE		07/01/2005	00/00/0000	3,178,578					0			11,853			0
210391	CATAWBA	NC		12/28/2004	00/00/0000	4,147,998					0			47,530			0
210393	SPOKANE	WA		08/29/2005	00/00/0000	4,010,103					0			19,112			0
210394	BLUE ASH	OH		12/16/2004	00/00/0000	6,574,319					0			39,094			0
210395	NEWARK	DE		07/01/2005	00/00/0000	2,311,693					0			8,620			0
210396	CHARLOTTE	NC		07/01/2005	00/00/0000	4,923,123					0			27,814			0
210397	SPOKANE	WA		09/16/2005	00/00/0000	4,355,165					0			14,697			0
210398	BOISE	ID		12/29/2004	00/00/0000	4,048,887					0			20,861			0
210399	AUSTIN	TX		04/11/2005	00/00/0000	3,991,540					0			22,195			0
210400	DRAPER	UT		07/01/2005	00/00/0000	7,254,043					0			35,273			0
210401	BLUE ASH	OH		04/04/2005	00/00/0000	3,655,827					0			20,119			0
210402	FARMINGTON	CT		07/01/2005	00/00/0000	2,374,199					0			19,396			0
210403	CLEAR LAKE	TX		07/01/2005	00/00/0000	2,397,106					0			10,638			0
210406	LAS VEGAS	NV		07/01/2005	00/00/0000	5,046,708					0			23,748			0
210407	KNOXVILLE	TN		07/01/2005	00/00/0000	4,191,665					0			34,950			0
210408	FRANKLIN TOWNSHIP	NJ		03/30/2005	00/00/0000	2,560,353					0			14,426			0
210409	OVIEDO	FL		09/23/2005	00/00/0000	3,286,587					0			26,791			0
210410	WOODRIDGE	IL		05/13/2005	00/00/0000	4,687,732					0			39,732			0
210411	ABERDEEN	MD		09/28/2005	00/00/0000	4,205,373					0			20,312			0
210412	MONROE	WA		10/11/2005	00/00/0000	8,823,357					0			44,428			0
210413	MELBOURNE	FL		07/14/2005	00/00/0000	3,181,419					0			11,027			0
210414	COLORADO SPRINGS	CO		07/21/2005	00/00/0000	2,429,337					0			31,957			0
210415	AURORA	CO		05/20/2005	00/00/0000	9,669,446					0			41,046			0
210416	FORT MILL	SC		09/16/2005	00/00/0000	2,869,464					0			16,284			0
210417	FORT MILL	SC		09/16/2005	00/00/0000	2,917,289					0			16,555			0
210418	SUPERIOR	CO		09/08/2005	00/00/0000	4,330,343					0			20,503			0
210419	IRVINE	CA		11/03/2005	00/00/0000	6,316,145					0			23,875			0
210421	CENTERVILLE	OH		02/28/2006	00/00/0000	5,526,643					0			72,396			0
210422	WOODINVILLE	WA		10/04/2005	00/00/0000	6,596,430					0			25,446			0
210424	CINNAMINSON	NJ		11/18/2005	00/00/0000	2,209,079					0			12,247			0
210425	SCOTTSDALE	AZ		12/14/2005	00/00/0000	4,730,255					0			37,972			0
210426	PLYMOUTH	MN		11/01/2005	00/00/0000	2,813,263					0			37,341			0

SCHEDULE B - PART 3

Showing all Mortgage Loans DISPOSED, Transferred or Repaid During the Current Quarter

1	Location		4	5	6	7	Change in Book Value/Recorded Investment						14	15	16	17	18
	2	3					8	9	10	11	12	13					
Loan Number	City	State	Loan Type	Date Acquired	Disposal Date	Book Value/ Recorded Investment Excluding Accrued Interest Prior Year	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Capitalized Deferred Interest and Other	Total Change in Book Value (8+9-10+11)	Total Foreign Exchange Change in Book Value	Book Value/ Recorded Investment Excluding Accrued Interest on Disposal	Consideration	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal
210427	WEST DUNDEE	IL		11/02/2005	00/00/0000	1,938,188					0			7,792			0
210428	ISSAQUAH	WA		11/02/2005	00/00/0000	1,797,383					0			8,049			0
210429	MATTHEWS	NC		02/03/2006	00/00/0000	1,382,044					0			5,625			0
210430	OAK PARK	IL		12/08/2005	00/00/0000	8,125,255					0			49,940			0
210431	CORONA	CA		03/22/2006	00/00/0000	1,240,483					0			5,547			0
210432	CORONA	CA		03/22/2006	00/00/0000	2,553,935					0			11,420			0
210433	WAUKEGAN	IL		12/08/2005	00/00/0000	4,036,311					0			22,078			0
210434	PHOENIX	AZ		12/01/2005	00/00/0000	2,223,954					0			6,865			0
210435	GREENSBORO	NC		12/21/2005	00/00/0000	4,097,892					0			14,412			0
210436	CORONA	CA		02/09/2006	00/00/0000	3,130,107					0			14,173			0
210437	HICKORY	NC		02/02/2006	00/00/0000	4,668,581					0			19,315			0
210438	IRVINE	CA		03/16/2006	00/00/0000	8,338,128					0			42,190			0
210439	AUSTIN	TX		01/30/2006	00/00/0000	12,345,969					0			96,282			0
210441	BELLEVUE	WA		05/05/2006	00/00/0000	5,981,435					0			28,632			0
210442	GREENSBORO	NC		03/28/2006	00/00/0000	4,364,761					0			21,811			0
210443	AUSTIN	TX		05/02/2006	00/00/0000	5,250,000					0			6,664			0
210444	GREENSBORO	NC		04/13/2006	00/00/0000	2,670,873					0			9,159			0
210445	SAN ANTONIO	TX		03/16/2006	00/00/0000	8,728,003					0			28,156			0
210446	LONGVIEW	WA		08/02/2006	00/00/0000	7,495,860					0			35,698			0
210447	MESA	AZ		03/10/2006	00/00/0000	15,000,000					0						0
210448	MANCHESTER	VT		05/23/2006	00/00/0000	2,334,941					0			11,595			0
210449	NORTH AURORA	IL		09/25/2006	00/00/0000	3,039,727					0			13,335			0
210450	PEORIA	AZ		05/25/2006	00/00/0000	3,231,444					0			15,801			0
210451	FAIRFLIELD	CA		04/04/2006	00/00/0000	4,387,614					0			22,139			0
210452	FARMERS BRANCH	TX		05/01/2006	00/00/0000	3,158,124					0			15,568			0
210453	LAKEWOOD	WA		07/20/2006	00/00/0000	8,357,533					0			32,887			0
210454	ONTARIO	CA		06/28/2006	00/00/0000	3,933,838					0			12,499			0
210455	MANSFIELD	OH		06/29/2006	00/00/0000	3,225,000					0						0
210456	AUSTIN	TX		09/15/2006	00/00/0000	3,590,508					0			14,674			0
210457	AUSTIN	TX		07/13/2006	00/00/0000	6,900,000					0						0
210458	AMARILLO	TX		08/22/2006	00/00/0000	2,834,016					0			9,826			0
210459	HICKORY	NC		08/03/2006	00/00/0000	2,392,005					0			8,266			0
210460	SAN ANTONIO	TX		10/03/2006	00/00/0000	5,524,568					0			19,219			0
210461	PHOENIX	AZ		11/15/2006	00/00/0000	4,750,000					0			12,816			0
210462	KIRKLAND	WA		08/16/2006	00/00/0000	3,400,000					0						0
210463	LEXINGTON	KY		08/31/2006	00/00/0000	3,485,174					0			15,330			0
210464	BELMONT	NC		10/25/2006	00/00/0000	5,784,352					0			17,408			0
210465	LEXINGTON	KY		10/12/2006	00/00/0000	2,604,377					0			11,198			0
210466	ELLWOOD CITY	PA		11/16/2006	00/00/0000	1,900,000					0			7,497			0
210467	MUSKEGON	MI		12/11/2006	00/00/0000	4,429,671					0			20,204			0
210469	GASTONIA	NC		12/11/2006	00/00/0000	1,780,643					0			5,559			0
210471	LOVELAND	CO		12/20/2006	00/00/0000	6,900,000					0						0
210472	ARLINGTON	TX		12/05/2006	00/00/0000	3,450,000					0						0
210473	AUSTIN	TX		01/05/2007	00/00/0000	10,800,000					0			31,006			0
210474	CARBONDALE	CO		12/08/2006	00/00/0000	3,172,642					0			13,419			0
210475	BELLWOOD	IL		12/21/2006	00/00/0000	7,318,757					0			23,311			0
210476	SCOTTSDALE	AZ		12/21/2006	00/00/0000	3,783,944					0			11,792			0
210477	SCOTTSDALE	AZ		01/31/2007	00/00/0000	3,069,887					0			9,490			0
210478	CHARLOTTE	NC		03/23/2007	00/00/0000	2,000,133					0			11,693			0
210479	BARDSTOWN	KY		06/08/2007	00/00/0000	2,425,000					0						0

SCHEDULE B - PART 3

Showing all Mortgage Loans DISPOSED, Transferred or Repaid During the Current Quarter

1	Location		4	5	6	7	Change in Book Value/Recorded Investment						14	15	16	17	18
	2	3					8	9	10	11	12	13					
Loan Number	City	State	Loan Type	Date Acquired	Disposal Date	Book Value/ Recorded Investment Excluding Accrued Interest Prior Year	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Capitalized Deferred Interest and Other	Total Change in Book Value (8+9-10+11)	Total Foreign Exchange Change in Book Value	Book Value/ Recorded Investment Excluding Accrued Interest on Disposal	Consideration	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal
210481	YPSILANTI	MI		05/03/2007	00/00/0000	4,100,000					0			4,556			0
210482	HOUSTON	TX		04/02/2007	00/00/0000	1,724,385					0			6,120			0
210483	SCOTTSDALE	AZ		04/11/2007	00/00/0000	4,084,280					0			18,191			0
210484	SCOTTSDALE	AZ		04/12/2007	00/00/0000	3,069,398					0			13,671			0
210485	ALEPPO TOWNSHIP	PA		06/07/2007	00/00/0000	2,100,000					0						0
210486	PLYMOUTH	MI		05/02/2007	00/00/0000	2,777,567					0			10,013			0
210487	MASON	OH		09/28/2007	00/00/0000	3,889,276					0			16,558			0
210488	MELROSE PARK	IL		05/09/2007	00/00/0000	13,904,281					0			42,741			0
210489	GRAND RAPIDS	MI		08/01/2007	00/00/0000	5,500,000					0						0
210490	SANTA FE SPRINGS	CA		07/02/2007	00/00/0000	2,000,000					0						0
210491	VANDALIA	OH		10/30/2007	00/00/0000	2,047,994					0			6,172			0
210492	WESTFIELD	MA		06/21/2007	00/00/0000	1,875,000					0						0
210493	FAYETTEVILLE	NC		07/09/2007	00/00/0000	1,399,864					0			6,301			0
210494	SHARONVILLE	OH		08/09/2007	00/00/0000	5,540,000					0						0
210495	AUSTIN	TX		06/22/2007	00/00/0000	4,300,000					0						0
210496	RALEIGH	NC		07/19/2007	00/00/0000	3,692,252					0			53,512			0
210497	SHARONVILLE	OH		08/09/2007	00/00/0000	3,375,000					0						0
210498	STAMFORD	CT		11/02/2007	00/00/0000	10,000,000					0						0
210499	BLOOMFIELD HILLS	MI		10/03/2007	00/00/0000	9,125,000					0						0
210501	ROSEVILLE	MN		10/24/2007	00/00/0000	6,500,000					0						0
210502	MANKATO	MN		12/20/2007	00/00/0000	3,700,000					0			21,167			0
210503	POMPANO BEACH	FL		09/27/2007	00/00/0000	5,500,000					0						0
210504	WHITESBURG	KY		12/21/2007	00/00/0000	4,425,000					0			17,149			0
210505	MEMPHIS	TN		11/16/2007	00/00/0000	3,245,000					0						0
210506	W DES MOINES	IA		03/24/2008	00/00/0000						0			16,663			0
210507	DAYTON	OH		11/21/2007	00/00/0000	3,600,000					0			30,110			0
210508	ANN ARBOR	MI		02/12/2008	00/00/0000						0			29,467			0
210509	WOODLAWN	MD		01/18/2008	00/00/0000						0			18,773			0
210510	CINCINNATI	OH		12/13/2007	00/00/0000	1,350,000					0			5,380			0
210511	HILLIARD	OH		02/14/2008	00/00/0000						0			13,342			0
210512	FREDERICKSBURG	TX		04/11/2008	00/00/0000						0			4,678			0
210513	HIALEAH	FL		02/26/2008	00/00/0000						0			9,360			0
210514	MIDLOTHIAN	VA		03/06/2008	00/00/0000						0						0
210515	ORLANDO	FL		06/05/2008	00/00/0000						0						0
210516	CHARLOTTE	NC		06/26/2008	00/00/0000						0						0
910018	W VALLEY CITY	UT		06/18/1999	00/00/0000	1,860,665					0			25,467			0
910019	NORTHBROOK	IL		07/01/1999	00/00/0000	3,812,346					0			30,207			0
910020	SPOKANE	WA		09/14/1999	00/00/0000	2,551,688					0			12,304			0
910021	SCOTTSDALE	AZ		10/29/1999	00/00/0000	867,924					0			3,761			0
910022	SPOKANE	WA		09/05/2000	00/00/0000	4,234,464					0			26,819			0
210360A	RIVERSIDE	CA		04/01/2004	00/00/0000	1,627,798					0			9,394			0
210360B	RIVERSIDE	CA		04/01/2004	00/00/0000	1,618,523					0			9,340			0
210373A	UPLAND	CA		05/04/2004	00/00/0000	4,482,302					0			41,041			0
210373B	UPLAND	CA		02/20/2007	00/00/0000	593,176					0			2,397			0
210405A	GREELEY	CO		07/01/2005	00/00/0000	4,906,162					0			41,899			0
210405B	GREELEY	CO		07/01/2005	00/00/0000	473,718					0			24,073			0
910014A	ITHACA	NY		04/15/1999	00/00/0000	1,870,561					0			15,214			0
0299999. Total - Mortgages With Partial Repayments						782,241,515	0	0	0	0	0	0	0	4,291,810	0	0	0
0599999. Total Mortgages						800,341,423	0	0	0	0	0	0	17,806,355	22,220,766	0	0	0

SCHEDULE BA - PART 2

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

1 CUSIP Identification	2 Name or Description	Location 3 City	4 State	5 Name of Vendor or General Partner	6 NAIC Desig-nation	7 Date Originally Acquired	8 Type and Strategy	9 Actual Cost at Time of Acquisition	10 Additional Investment Made After Acquisition	11 Amount of Encumbrances	12 Commitment for Additional Investment	13 Percentage of Ownership
Any Other Class of Admitted Asset - Unaffiliated												
LN3634 61 2	Energy Future Holdings - T Syndicated Bank Loan	Dover	DE	Energy Future Holdings - T Syndicated Bank Loan		05/09/2008		301,517				
3799999. Total - Any Other Class of Admitted Asset - Unaffiliated								301,517	0	0	0	XXX
3999999. Subtotal - Unaffiliated								301,517	0	0	0	XXX
4199999. Totals								301,517	0	0	0	XXX

SCHEDULE BA - PART 3

Showing Other Long-Term Invested Assets DISPOSED, Transferred or Repaid During the Current Quarter

1 CUSIP Identification	2 Name or Description	Location 3 City	4 State	5 Name of Purchaser or Nature of Disposal	6 Date Originally Acquired	7 Disposal Date	8 Book/Adjusted Carrying Value Less Encumbrances, Prior Year	Changes in Book/Adjusted Carrying Value 9 Unrealized Valuation Increase (Decrease)	10 Current Year's (Depreciation) or (Amortization)/ Accretion	11 Current Year's Other Than Temporary Impairment Recognized	12 Capitalized Deferred Interest and Other	13 Total Change in B./A.C.V (9+10-11+12)	14 Total Foreign Exchange Change in B./A.C.V.	15 Book/Adjusted Carrying Value Less Encumbrances on Disposal	16 Consideration	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Investment Income
Any Other Class of Admitted Asset - Unaffiliated																			
LN3605 19 0	First Data Corp Syndicated Bank Loa	Dover	DE.	Redemption	10/25/2007	06/30/2008	6,069		31			31		6,075	6,250		175	175	86
LN3634 61 2	Energy Future Holdings-TXU Syndica	Dover	DE.	Redemption	05/09/2008	06/30/2008			1			1		6,245	6,250		5	5	33
LN3634 69 5	Energy Future Holdings-TXU Syndica	Dover	DE.	Conversion	10/26/2007	05/09/2008	301,521		9			9		301,517	301,517			0	4,874
3799999. Total - Any Other Class of Admitted Asset - Unaffiliated							307,590	0	41	0	0	41	0	313,837	314,017	0	180	180	4,993
3999999. Subtotal - Unaffiliated							307,590	0	41	0	0	41	0	313,837	314,017	0	180	180	4,993
4199999. Totals							307,590	0	41	0	0	41	0	313,837	314,017	0	180	180	4,993

SCHEDULE D - PART 3

Show all Long-Term Bonds and Stock Acquired 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)
Bonds - U.S. Government									
912810 PW 2	United States Treasury 4.375% 02/15/38		05/29/2008	Greenwich Capital		14,028,516	15,000,000	196,514	1
912828 HY 9	United States Treasury 3.125% 04/30/13		05/13/2008	Countrywide Funding		100,063	100,000	119	1FE
912828 HZ 6	United States Treasury 3.875% 05/15/18		05/29/2008	Greenwich Capital		14,715,820	15,000,000	30,010	1
0399999.	Total - Bonds - U.S. Government					28,844,399	30,100,000	226,643	XXX
Bonds - Special Revenue and Special Assessment									
31393B 3W 3	Federal Natl Mtg Assn 5.500% 06/25/33		04/14/2008	Barclays Capital		19,682,299	19,725,448	48,218	1FE
31395G JR 4	Federal Home Ln Mtg 5.500% 09/15/34		06/01/2008	Interest Capitalization		159,011	159,011		1FE
31395N QK 6	Federal Natl Mtg Assn 6.500% 07/25/36		06/01/2008	Interest Capitalization		416,750	416,750		1FE
31395U RQ 6	Federal Home Ln Mtg 6.000% 05/15/35		06/01/2008	Interest Capitalization		178,611	178,611		1FE
31396G 2U 4	Federal Home Ln Mtg 6.000% 12/15/35		06/01/2008	Interest Capitalization		172,482	172,482		1FE
31396K KS 0	Federal Natl Mtg Assn 6.500% 08/25/36		06/01/2008	Interest Capitalization		164,912	164,912		1FE
31396R MH 7	Federal Home Ln Mtg 5.500% 03/15/30		06/01/2008	Interest Capitalization		274,951	274,951		1FE
31396T KG 7	Federal Home Ln Mtg 6.000% 11/15/34		05/19/2008	Greenwich Capital		18,145,143	17,754,000	62,139	1FE
31396W ZD 1	Federal Natl Mtg Assn 6.000% 07/25/37		04/14/2008	UBS		10,087,500	10,000,000	26,667	1FE
31396X FK 5	Federal Natl Mtg Assn 6.500% 08/25/37		06/01/2008	Interest Capitalization		204,134	204,134		1FE
31397A JW 4	Federal Home Ln Mtg 5.500% 02/15/34		06/01/2008	Interest Capitalization		226,004	226,004		1FE
31397J FW 9	Federal Home Ln Mtg 6.000% 06/15/37		06/01/2008	Interest Capitalization		114,312	114,312		1FE
31397P V9 8	Federal Home Ln Mtg 5.500% 05/15/34		04/15/2008	Banc of America Securities		11,895,000	12,000,000	31,167	1FE
3199999.	Total - Bonds - Special Revenue & Special Assessments					61,721,109	61,390,615	168,191	XXX
Bonds - Public Utilities									
65473Q AK 9	NiSource Finance Corp 6.150% 03/01/13		05/15/2008	JP Morgan		3,011,340	3,000,000	40,488	2FE
72650R AS 1	Plains All Amer Pipeline 6.500% 05/01/18		04/18/2008	Banc of America Securities		1,739,920	1,750,000		2FE
744499 AP 9	Public Svc Co New Mexico 7.950% 05/15/18		05/08/2008	Various		2,000,000	2,000,000		2FE
816851 AJ 8	Sempra Energy 6.150% 06/15/18		06/09/2008	JP Morgan		2,998,860	3,000,000		2FE
906548 CG 5	Union Elec Co 6.700% 02/01/19		06/12/2008	Barclays Capital		1,994,140	2,000,000		2FE
3899999.	Total - Bonds - Public Utilities					11,744,260	11,750,000	40,488	XXX
Bonds - Industrial and Miscellaneous									
01885@ AB 2	Alliance Resource 6.720% 06/26/18		06/26/2008	Direct-Private Placement		7,000,000	7,000,000		2FE
031162 AX 8	Amgen Inc 6.150% 06/01/18		05/21/2008	Various		2,505,690	2,500,000	1,025	1FE
055921 AA 8	BMC Software Inc 7.250% 06/01/18		05/29/2008	Banc of America Securities		2,485,150	2,500,000		2FE
05952A AG 9	Banc of America Comm 6.201% 02/10/51		06/20/2008	Banc of America Securities		10,644,312	11,000,000	49,264	1FE
05952A AH 7	Banc of America Comm 6.201% 02/10/51		06/20/2008	Banc of America Securities		4,487,191	5,000,000	22,393	1FE
086516 AG 6	Best Buy Co 144A 6.750% 07/15/13		06/19/2008	Various		10,005,250	10,000,000		2FE
13342B AC 9	Cameron International 6.375% 07/15/18		06/23/2008	UBS		6,992,930	7,000,000		2FE
14149Y AS 7	Cardinal Health Inc 5.500% 06/15/13		05/28/2008	Banc of America Securities		1,992,740	2,000,000		2FE
165167 BU 0	Chesapeake Energy Corp 6.875% 11/15/20		04/01/2008	Goldman Sachs & Company		3,425,625	3,500,000	92,908	3FE
185896 B# 3	Cleveland-Cliffs Inc 6.310% 06/25/13		06/25/2008	Direct-Private Placement		5,000,000	5,000,000		2Z
24702R AB 7	Dell Inc 144A 5.650% 04/15/18		04/15/2008	Various		5,975,600	6,000,000	314	1FE
26138E AA 7	Dr Pepper Snapple Group 6.120% 05/01/13		04/25/2008	Various		5,037,510	5,000,000		2FE
37251E AE 7	Genworth Life Inst Fund 5.875% 05/03/13		04/29/2008	Various		2,498,525	2,500,000		1FE
460146 CB 7	International Paper Co 7.400% 06/15/14		05/28/2008	Banc of America Securities		6,487,260	6,500,000		2FE
46630D AG 7	JP Morgan Chase Comm 5.945% 02/15/51		03/25/2008	JP Morgan				2,418	1FE
486606 A# 3	Kayne Anderson MLP 5.847% 06/19/12		06/19/2008	Direct-Private Placement		7,000,000	7,000,000		1Z
49306S AA 4	Key Bank NA 7.413% 05/06/15		05/01/2008	Credit Suisse		2,011,000	2,000,000		1FE
50180L AD 2	Lehman UBS Comm Mtg Tr 6.150% 04/15/41		04/18/2008	Lehman Brothers		3,632,454	4,000,000	12,300	1FE
50180L AE 0	Lehman UBS Comm Mtg Tr 6.150% 04/15/41		04/18/2008	Lehman Brothers		7,863,323	10,000,000	30,749	1FE
50180L AV 2	Lehman UBS Comm Mtg Tr 6.150% 04/15/41		04/18/2008	Lehman Brothers		3,048,927	4,407,000	13,551	1FE
52109R BP 5	Lehman UBS Comm Mtg Tr 6.166% 09/15/45		06/26/2008	Lehman Brothers		18,890,625	20,000,000	70,822	1FE
529772 AD 7	Lexmark Intl Inc 5.900% 06/01/13		05/19/2008	JP Morgan		6,988,100	7,000,000		2FE
59018Y N5 6	Merrill Lynch & Co 6.150% 04/25/13		05/06/2008	Merrill Lynch		5,026,700	5,000,000	11,958	1FE
61166W AF 8	Monsanto Co 5.125% 04/15/18		04/11/2008	Various		4,508,850	4,500,000	356	1FE
61532X BS 4	Monumental Global 5.500% 04/22/13		04/18/2008	Lehman Brothers		4,997,850	5,000,000		1FE
6944P0 AH 8	Pacific Life Global 5.150% 04/15/13		04/09/2008	UBS		2,017,620	2,000,000		1FE

SCHEDULE D - PART 3

Show all Long-Term Bonds and Stock Acquired 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)
743410 AT 9	Prologis Trust 6.625% 05/15/18		05/01/2008	Greenwich Capital		2,494,150	2,500,000		2FE
74438G AE 1	Prudential Holdings Inc 8.695% 12/18/23		06/19/2008	Various		11,295,860	10,000,000	2,898	1FE
74836J AE 3	Questar Market Resource 6.800% 04/01/18		04/01/2008	Banc of America Securities		4,996,950	5,000,000		2FE
767201 AE 6	Rio Tinto Finance 5.875% 07/15/13		06/24/2008	Deutsche Bank-Alex Brown		5,728,438	5,750,000		2FE
77340R AB 3	Rockies Express Pipeline 6.250% 07/15/13		06/24/2008	Lehman Brothers		4,747,530	4,750,000		2FE
84755T AA 5	Spectra Energy Capital 6.200% 04/15/18		04/07/2008	Greenwich Capital		2,994,660	3,000,000		2FE
88732J AK 4	Time Warner Cable Inc 6.200% 07/01/13		06/16/2008	Wachovia Securities		1,496,820	1,500,000		2FE
92852E AK 1	Vivendi 144A 5.750% 04/04/13		04/01/2008	Citigroup Global		9,939,700	10,000,000		2FE
92928Q AA 6	WEA Finance LLC 144A 7.125% 04/15/18		04/09/2008	Citigroup Global		4,961,000	5,000,000		1FE
98385X AN 6	XTO Energy Inc 4.625% 06/15/13		04/15/2008	Lehman Brothers		3,496,080	3,500,000		2FE
984121 BV 4	Xerox Corp 5.650% 05/15/13		04/24/2008	Barclays Capital		2,995,050	3,000,000	471	2FE
13645R AG 9	Canadian Pacific RR Co 5.750% 05/15/13	I	05/14/2008	Various		3,985,000	4,000,000		2FE
86722T AA 0	Suncor Energy Inc 6.100% 06/01/18	I	06/05/2008	Various		4,994,845	5,000,000	339	1FE
89346D AC 1	Transalta Corp 6.650% 05/15/18	I	05/06/2008	Citigroup Global		4,986,200	5,000,000		2FE
007924 AF 0	Aegon NV 4.750% 06/01/13	F	06/12/2008	Broadpoint Capital Inc.		4,758,550	5,000,000	10,556	1FE
03938L AD 6	Arcelormittal 144A 6.125% 06/01/18	F	05/19/2008	JP Morgan		4,978,550	5,000,000		2FE
40049J AW 7	Grupo Televisa SA ADR 6.000% 05/15/18	F	05/06/2008	JP Morgan		992,800	1,000,000		2FE
761655 AA 7	Rexam PLC 144A 6.750% 06/01/13	F	05/28/2008	Citigroup Global		3,484,705	3,500,000		2FE
87927V AU 2	Telecom Italia Capital 6.999% 06/04/18	F	05/28/2008	Goldman Sachs & Company		2,500,000	2,500,000		2FE
92334N AB 9	Veolia Environment 6.000% 06/01/18	F	05/21/2008	Banc of America Securities		7,471,500	7,500,000		2FE
G0827# AB 6	Barratt Development PLC 7.070% 04/23/13	F	04/23/2008	Direct-Private Placement		10,000,000	10,000,000		2Z
4599999.	Total - Bonds - Industrial & Miscellaneous					243,821,620	248,907,000	322,322	XXX
6099997.	Total - Bonds - Part 3					346,131,388	352,147,615	757,644	XXX
6099999.	Total - Bonds					346,131,388	352,147,615	757,644	XXX
Preferred Stocks - Banks, Trust and Insurance Companies									
416515 AW 4	Hartford Financial Svcs 8.125% 06/15/68		06/05/2008	UBS		2,487,725	2,500,000.00	2,257	P2A
94986E AA 8	Wells Fargo Capital XII 7.700% Perpet		05/12/2008	JP Morgan		2,750,000	2,750,000.00		P2A
6299999	Total - Preferred Stocks - Banks, Trust & Ins. Cos.					5,237,725	XXX	2,257	XXX
6599997.	Total - Preferred Stocks - Part 3					5,237,725	XXX	2,257	XXX
6599999.	Total - Preferred Stocks					5,237,725	XXX	2,257	XXX
7399999.	Total - Preferred and Common Stocks					5,237,725	XXX	2,257	XXX
7499999.	Total - Bonds, Preferred and Common Stocks					351,369,113	XXX	759,901	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues:...............0.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of 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 Identification	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 Designation or Market Indicator (a)
Bonds - U.S. Government																					
36225A PD 6	Government Natl Mtg 7.500% 08/15/26		06/01/2008	Paydown		4,852	4,852	4,977	4,942		(90)		(90)		4,852			0	152	08/15/2026	1FE
36225A UH 1	Government Natl Mtg 7.000% 06/15/27		06/01/2008	Paydown		7,806	7,806	7,881	7,858		(52)		(52)		7,806			0	226	06/15/2027	1FE
664355 B9 4	Northeast 1985-1 FHA 8.581% 12/24/20		06/01/2008	Paydown		67,804	67,804	69,732	69,054		(1,251)		(1,251)		67,804			0	2,437	12/24/2020	1FE
912810 PW 2	United States Treasury 4.375% 02/15/38		06/03/2008	Greenwich Capital		14,367,188	15,000,000	14,028,516			54		54		14,028,570		338,618	338,618	198,317	02/15/2038	1
912828 DT 4	United States Treasury 3.750% 05/15/08		05/15/2008	Maturity		100,000	100,000	100,180	100,023		(23)		(23)		100,000			0	1,875	05/15/2008	1
912828 HZ 6	United States Treasury 3.875% 05/15/18		06/03/2008	Greenwich Capital		14,946,094	15,000,000	14,715,820			65		65		14,715,885		230,208	230,208	31,590	05/15/2018	1
0399999.	Total - Bonds - U.S. Government					29,493,744	30,180,462	28,927,106	181,877	0	(1,297)	0	(1,297)	0	28,924,917	0	568,826	568,826	234,597	XXX	XXX
Bonds - Special Revenue and Special Assessment																					
31292J BR 0	Federal Home Ln Mtg 6.000% 06/01/34		06/01/2008	Paydown		180,265	180,265	184,307	184,167		(3,902)		(3,902)		180,265			0	4,464	06/01/2034	1FE
31297U V2 3	Federal Home Ln Mtg 5.500% 02/01/35		06/01/2008	Paydown		161,748	161,748	163,618	163,544		(1,796)		(1,796)		161,748			0	3,403	02/01/2035	1FE
31297U V3 1	Federal Home Ln Mtg 5.500% 02/01/35		06/01/2008	Paydown		567,762	567,762	574,327	574,036		(6,274)		(6,274)		567,762			0	13,107	02/01/2035	1FE
31371G HP 8	Federal Natl Mtg Assn 9.500% 09/01/17		06/01/2008	Paydown		538	538	579	561		(23)		(23)		538			0	21	09/01/2017	1FE
31373T S9 2	Federal Natl Mtg Assn 7.500% 10/01/09		06/01/2008	Paydown		13,446	13,446	13,677	13,455		(8)		(8)		13,446			0	418	10/01/2009	1FE
313921 HS 0	Federal Natl Mtg Assn 6.500% 10/25/31		06/01/2008	Paydown		791,119	791,119	812,426	805,261		(14,142)		(14,142)		791,119			0	19,313	09/25/2031	1FE
31392R YX 3	Federal Home Ln Mtg 6.000% 08/15/32		06/01/2008	Paydown		818,451	818,451	848,120	839,662		(21,211)		(21,211)		818,451			0	20,619	07/15/2032	1FE
31393B LJ 2	Federal Natl Mtg Assn 5.500% 03/25/32		04/15/2008	Lehman Brothers		12,090,000	12,000,000	11,962,500	11,959,275		(128)		(128)		11,959,147		130,853	130,853	251,167	03/25/2032	1FE
31393K G7 4	Federal Home Ln Mtg 5.500% 11/15/31		04/14/2008	Various		30,229,000	29,600,000	30,249,500	29,846,473		(23,387)		(23,387)		29,823,086		405,914	405,914	615,022	09/15/2013	1FE
31393N MC 0	Federal Home Ln Mtg 5.500% 09/15/32		05/19/2008	Merrill Lynch		20,036,719	20,000,000	19,926,563	19,937,665		748		748		19,938,414		98,305	98,305	522,500	09/15/2032	1FE
31394L P3 0	Federal Home Ln Mtg 5.500% 04/15/32		05/06/2008	Credit Suisse		21,424,329	21,268,966	21,368,664	21,315,499		(4,917)		(4,917)		21,310,581		113,748	113,748	513,409	10/15/2015	1FE
31396A CP 7	Federal Home Ln Mtg 5.500% 10/15/33		06/01/2008	Paydown		720,292	720,292	706,337	706,641		13,651		13,651		720,292			0	17,426	10/15/2033	1FE
31396X JH 8	Federal Natl Mtg Assn 6.000% 08/25/37		06/01/2008	Paydown		696,818	696,818	697,689	697,461		(643)		(643)		696,818			0	17,623	07/25/2013	1FE
31412W NN 2	Federal Natl Mtg Assn 6.000% 06/01/37		04/24/2008	Merrill Lynch		14,426,878	14,126,686	13,928,029	13,929,625		984		984		13,930,608		496,270	496,270	348,458	06/01/2037	1FE
31412W NN 2	Federal Natl Mtg Assn 6.000% 06/01/37		04/01/2008	Paydown		15,025	15,025	14,814	14,815		210		210		15,025			0	300	06/01/2037	1FE
38373T K2 0	Government Natl Mtg 6.500% 11/20/31		06/01/2008	Paydown		278,489	278,489	284,059	278,489				0		278,489			0	7,472	05/20/2009	1FE
3837H0 JB 0	Government Natl Mtg 8.050% 06/16/25		06/01/2008	Paydown		12,389	12,389	12,755	12,638		(249)		(249)		12,389			0	414	06/16/2025	1FE
3199999.	Total - Bonds - Special Revenue & Assessment					102,463,268	101,251,994	101,747,964	101,279,267	0	(61,087)	0	(61,087)	0	101,218,178	0	1,245,090	1,245,090	2,355,136	XXX	XXX
Bonds - Public Utilities																					
00111@ AA 2	AES Hawaii Inc 6.870% 06/30/22		06/30/2008	Redemption 100.0000		43,000	43,000	43,000	43,000				0		43,000			0	1,477	06/30/2022	2
05379B AC 1	Avista Corp 9.750% 06/01/08		06/01/2008	Maturity		3,000,000	3,000,000	3,017,940	3,001,484		(1,484)		(1,484)		3,000,000			0	146,250	06/01/2008	2FE
49228R AC 7	Kern River Funding Corp 6.676% 07/31/16		06/30/2008	Redemption 100.0000		76,471	76,471	76,471	76,471				0		76,471			0	2,127	07/31/2016	1FE
693659 AC 8	PVNGS II Funding 8.000% 12/30/15		06/30/2008	Redemption 100.0000		129,000	129,000	139,387	133,013		(428)		(428)		132,584		(3,584)	(3,584)	5,160	12/30/2015	2FE
693927 AE 5	PNPP II Funding Corp 9.120% 05/30/16		06/09/2008	Call 100.0000		459,000	459,000	533,725	502,068		(1,641)		(1,641)		500,427		(41,427)	(41,427)	20,930	05/30/2016	1FE
795770 AN 6	Salton Sea Funding 7.475% 11/30/18		05/31/2008	Redemption 100.0000		26,627	26,627	27,545	27,399		(20)		(20)		27,379		(752)	(752)	995	11/30/2018	2FE
826418 AY 1	Sierra Pac Pwr Co 8.000% 06/01/08		06/01/2008	Maturity		6,000,000	6,000,000	6,036,060	6,002,748		(2,748)		(2,748)		6,000,000			0	240,000	06/01/2008	2FE
88031V AA 7	Tenaska Gateway Partner 6.052% 12/30/23		06/30/2008	Redemption 100.0000		56,303	56,303	56,303	56,303				0		56,303			0	1,704	12/30/2023	2FE
924172 E* 6	Vermont Electric Power 7.420% 01/01/12		04/01/2008	Redemption 100.0000		21,481	21,481	21,481	21,481				0		21,481			0	797	01/01/2012	2
01877K AA 1	Alliance Pipeline LP 14 7.770% 06/30/15	I	06/30/2008	Redemption 100.0000		48,612	48,612	48,612	48,612				0		48,612			0	1,889	06/30/2015	1FE
3899999.	Total - Bonds - Public Utilities					9,860,494	9,860,494	10,000,524	9,912,579	0	(6,321)	0	(6,321)	0	9,906,257	0	(45,763)	(45,763)	421,329	XXX	XXX
Bonds - Industrial and Miscellaneous																					
020039 DB 6	Alltel Corp 7.000% 07/01/12		06/04/2008	Merrill Lynch		1,967,500	2,000,000	1,992,100	1,995,821		354		354		1,996,175		(28,675)	(28,675)	131,444	07/01/2012	5FE
03235M AA 0	Amtrak Penn Stn Lease 9.250% 06/15/17		06/15/2008	Redemption 100.0000		45,300	45,300	45,300	45,300				0		45,300			0	2,152	06/15/2017	1
04004# AA 2	Center Operating Co 8.200% 09/30/23		06/30/2008	Redemption 100.0000		14,479	14,479	14,479	14,479				0		14,479			0	594	09/30/2023	2FE
058498 AL 0	Ball Corp 6.625% 03/15/18		04/10/2008	RBC Dain		2,966,250	3,000,000	2,993,970	2,994,503		110		110		2,994,613		(28,363)	(28,363)	115,938	03/15/2018	3FE
080555 AH 8	Belo (AH) Corp 6.750% 05/30/13		04/01/2008	RBC Dain		2,375,000	2,500,000	2,488,825	2,490,959		362		362		2,491,320		(116,320)	(116,320)	58,125	05/30/2013	3FE
12644@ AB 1	Home Depot Nanuet 6.860% 04/15/10		04/15/2008	Redemption 100.0000		14,831	14,831	14,831	14,831				0		14,831			0	509	04/15/2010	2
171912 AB 4	Cigna CBO 1996-1 6.460% 11/15/08		05/15/2008	Paydown		523,030	523,030	528,260	526,469		(3,439)		(3,439)		523,030			0	16,894	11/15/2008	1FE
22540A FU 7	CS First Boston Mtg Sec 0.949% 04/17/30		06/20/2008	UBS Warburg		220,075		89,539	89,662		(82)		(82)		89,580		130,495	130,495	28,710	04/17/2030	1FE
22540A FU 7	CS First Boston Mtg Sec 0.949% 04/17/30		06/01/2008	Paydown				73,434	73,534		(73,534)		(73,534)					0	17,799	04/17/2030	1FE
22540A FV 5	CS First Boston Mtg Sec 6.590% 06/17/08		06/11/2008	Paydown		7,000,000	7,000,000	7,126,875	7,000,712		(712)		(712)		7,000,000			0	205,358	06/17/2008	1FE

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of 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 Identification	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 Designation or Market Indicator (a)
33716M AA 5	First Tennessee Bank 4.625% 05/15/13		06/09/2008	Keefe Bruyette & Woods		401,250	500,000	476,410	485,607		1,050		1,050		486,657		(85,407)	(85,407)	13,297	05/15/2013	2FE
370442 AY 1	General Motors 6.375% 05/01/08		05/01/2008	Various		2,000,000	2,000,000	2,001,460	2,000,077		(77)		(77)		2,000,000			0	63,750	05/01/2008	4FE
50188* AA 7	Keyspan Energy 6.910% 06/20/09		06/20/2008	Redemption 100.0000		5,000,000	5,000,000	5,000,000	5,000,000				0		5,000,000			0	361,926	06/20/2009	1
52467@ AJ 4	Stop & Shop 7.539% 11/15/26		06/15/2008	Redemption 100.0000		16,164	16,164	16,331	16,321		(2)		(2)		16,319		(155)	(155)	508	11/15/2026	2Z
53079E AC 8	Liberty Mutual Group 5.750% 03/15/14		05/20/2008	Countrywide Funding		4,872,100	5,000,000	4,959,650	4,967,378		1,728		1,728		4,969,106		(97,006)	(97,006)	198,056	03/15/2014	2FE
59025K AE 2	Merrill Lynch Mtg Trust 5.829% 06/12/50		05/19/2008	Merrill Lynch		10,171,875	10,000,000	9,600,000			7,102		7,102		9,607,102		564,773	564,773	182,475	06/12/2050	1FE
61910D DC 3	Mortgage Capital 1.730% 11/20/12		06/01/2008	Paydown									0					0	842	00/00/0000	1FE
63615# AB 7	National Football 6.560% 10/15/17		04/15/2008	Redemption 100.0000		181,729	181,729	181,729	181,729				0		181,729			0	5,961	10/15/2017	1
69359* AA 0	PGA Tour Investments 7.400% 06/15/19		06/15/2008	Redemption 100.0000		107,158	107,158	107,158	107,158				0		107,158			0	3,965	06/15/2019	4
704549 AD 6	Peabody Energy Corp 5.875% 04/15/16		04/07/2008	RBC Dain		1,910,000	2,000,000	1,983,125	1,983,868		124		124		1,983,992		(73,992)	(73,992)	57,118	04/15/2016	3FE
74042J AJ 2	Preferred Term XXI 144A 5.712% 03/22/11		06/22/2008	Redemption 100.0000		16,290	16,290	16,290	16,290				0		16,290			0	465	03/22/2011	1FE
74042M AQ 9	Preferred Term XXII 6.052% 06/22/11		06/22/2008	Redemption 100.0000		13,729	13,729	13,729	13,729				0		13,729			0	415	06/22/2011	1FE
74043A AL 5	Preferred Term XXIII 5.792% 09/22/11		06/22/2008	Redemption 100.0000		2,686	2,686	2,686	2,686				0		2,686			0	78	09/22/2011	1FE
74432Q BC 8	Prudential Financial 6.000% 12/01/17		06/19/2008	Various		9,765,800	10,000,000	9,987,480	9,987,551		382		382		9,987,933		(222,133)	(222,133)	327,000	12/01/2017	1FE
785203 AA 8	Sabic Innovative 9.500% 08/15/15		06/16/2008	RBC Dain		1,100,000	1,000,000	1,003,750	1,003,428		(400)		(400)		1,003,028		96,972	96,972	76,264	08/15/2015	4FE
790148 C* 9	St Joe Company Ser G 5.280% 08/25/15		04/04/2008	Redemption 100.0000		5,000,000	5,000,000	5,000,000	5,000,000				0		5,000,000			0	701,373	08/25/2015	2
84254Q AA 7	Southern Capital Corp 5.700% 06/30/22		06/30/2008	Redemption 100.0000		199,559	199,559	199,559	199,559				0		199,559			0	5,687	06/30/2022	1FE
84474E AA 8	Southwest Air 6.540% 06/29/09		06/29/2008	Redemption 100.0000		621,529	621,529	621,529	621,529				0		621,529			0	20,324	06/29/2009	1FE
908594 A* 5	Union Tank Car Company 6.820% 06/01/16		06/01/2008	Redemption 100.0000		202,556	202,556	202,556	202,556				0		202,556			0	6,907	06/01/2016	1
913017 BH 1	United Technologies Corp 4.875% 05/01/15		05/14/2008	FTN Financial Capital Markets.		5,008,650	5,000,000	4,971,850	4,978,095		954		954		4,979,050		29,600	29,600	134,063	05/01/2015	1FE
92978* AA 3	International Gr/Genera 6.245% 03/31/25.		06/10/2008	Redemption 100.0000		31,170	31,170	31,170	31,170				0		31,170			0	812	03/31/2025	2
949746 NX 5	Wells Fargo Company 5.625% 12/11/17		05/15/2008	Various		3,041,830	3,000,000	2,987,520	2,987,575		366		366		2,987,941		53,889	53,889	74,609	12/11/2017	1FE
060340 A* 7	Banistmo CC Receivables 5.858% 12/15/11	F	06/15/2008	Redemption 100.0000		176,574	176,574	176,574	176,574				0		176,574			0	4,313	12/15/2011	1
25244S AC 5	Diageo Finance BV 5.300% 10/28/15	F	06/10/2008	Jefferies & Co.		4,914,200	5,000,000	4,989,250	4,991,136		415		415		4,991,552		(77,352)	(77,352)	165,625	10/28/2015	1FE
4599999.	Total - Bonds - Industrial & Miscellaneous					69,881,314	70,166,784	69,897,419	60,200,286	0	(65,299)	0	(65,299)	0	69,734,988	0	146,326	146,326	2,983,356	XXX	XXX
Bonds - Credit Tenant Loans																					
92923W AA 8	WHC - IRS Trust 6.980% 05/15/15		05/15/2008	Redemption 100.0000		139,739	139,739	139,667	139,696		18		18		139,714		25	25	4,877	05/15/2015	1FE
4699999.	Total - Bonds - Credit Tenant Loans					139,739	139,739	139,667	139,696	0	18	0	18	0	139,714	0	25	25	4,877	XXX	XXX
6099997.	Total - Bonds - Part 4					211,838,559	211,599,473	210,712,680	171,713,705	0	(133,986)	0	(133,986)	0	209,924,054	0	1,914,504	1,914,504	5,999,295	XXX	XXX
6099999.	Total - Bonds					211,838,559	211,599,473	210,712,680	171,713,705	0	(133,986)	0	(133,986)	0	209,924,054	0	1,914,504	1,914,504	5,999,295	XXX	XXX
Common Stocks - Public Utilities																					
26817G 10 2	Dynegy Inc.		03/28/2008	Bernstein	262.000	2,025	XXX	1,593	1,871	(278)			(278)		1,593		432	432		XXX	L
6699999.	Total - Common Stocks - Public Utilities					2,025	XXX	1,593	1,871	(278)	0	0	(278)	0	1,593	0	432	432	0	XXX	XXX
7299997.	Total - Common Stocks - Part 4					2,025	XXX	1,593	1,871	(278)	0	0	(278)	0	1,593	0	432	432	0	XXX	XXX
7299999.	Total - Common Stocks					2,025	XXX	1,593	1,871	(278)	0	0	(278)	0	1,593	0	432	432	0	XXX	XXX
7399999.	Total - Preferred and Common Stocks					2,025	XXX	1,593	1,871	(278)	0	0	(278)	0	1,593	0	432	432	0	XXX	XXX
7499999.	Total - Bonds, Preferred and Common Stocks					211,840,584	XXX	210,714,273	171,715,576	(278)	(133,986)	0	(134,264)	0	209,925,647	0	1,914,936	1,914,936	5,999,295	XXX	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues: 0.

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
Call Options - Hedging Transactions													
S&P 500 OTC Option 66700000 Notional	43,478	07/21/2008	1,534.1	07/20/2007	Barclays Capital	5,703,009					(3,047,721)		
S&P 500 OTC Option 43700000 Notional	28,486	07/21/2008	1,534.1	07/20/2007	Bear Stearns	3,754,455					(2,030,006)		
S&P 500 OTC Option 42500000 Notional	27,704	07/21/2008	1,534.1	07/20/2007	Barclays Capital	3,633,934					(1,941,995)		
S&P 500 OTC Option 16100000 Notional	9,126	07/21/2008	1,534.1	07/20/2007	Bear Stearns	1,202,807					(650,348)		
S&P 500 OTC Option 70800000 Notional	48,925	08/21/2008	1,447.12	08/21/2007	Bear Stearns	6,812,806	48,705		48,705	48,705	(6,139,520)		
S&P 500 OTC Option 55500000 Notional	38,352	08/21/2008	1,447.12	08/21/2007	Bear Stearns	5,340,516	38,179		38,179	38,179	(4,812,731)		
S&P 500 OTC Option 38400000 Notional	26,535	08/21/2008	1,447.12	08/21/2007	Bear Stearns	3,694,999	26,416		26,416	26,416	(3,329,835)		
S&P 500 OTC Option 15300000 Notional	9,191	08/21/2008	1,447.12	08/21/2007	Bear Stearns	1,279,847	9,149		9,149	9,149	(1,153,364)		
S&P 500 OTC Option 74400000 Notional	48,763	09/19/2008	1,525.75	09/21/2007	Bear Stearns	6,426,963	11,976		11,976	11,976	(4,376,752)		
S&P 500 OTC Option 30800000 Notional	20,187	09/19/2008	1,525.75	09/21/2007	Bear Stearns	2,660,647	4,958		4,958	4,958	(1,811,896)		
S&P 500 OTC Option 24900000 Notional	15,730	09/19/2008	1,525.75	09/21/2007	Bear Stearns	2,073,214	3,862		3,862	3,862	(1,411,856)		
S&P 500 OTC Option 21700000 Notional	14,223	09/19/2008	1,525.75	09/21/2007	Bear Stearns	1,874,591	3,492		3,492	3,492	(1,276,595)		
S&P 500 OTC Option 20700000 Notional	13,567	09/19/2008	1,525.75	09/21/2007	Bear Stearns	1,788,131	3,331		3,331	3,331	(1,217,716)		
S&P 500 OTC Option 19200000 Notional	11,273	09/19/2008	1,525.75	09/21/2007	Bear Stearns	1,485,781	2,768		2,768	2,768	(1,011,816)		
S&P 500 OTC Option 66300000 Notional	44,181	10/21/2008	1,500.63	10/19/2007	JPMorgan	6,212,290	101,775		101,775	101,775	(4,919,855)		
S&P 500 OTC Option 55300000 Notional	36,851	10/21/2008	1,500.63	10/19/2007	Merrill Lynch	5,253,847	74,417		74,417	74,417	(3,895,048)		
S&P 500 OTC Option 44600000 Notional	29,721	10/21/2008	1,500.63	10/19/2007	JPMorgan	4,179,070	68,465		68,465	68,465	(3,309,635)		
S&P 500 OTC Option 20000000 Notional	11,395	10/21/2008	1,500.63	10/19/2007	JPMorgan	1,602,251	26,250		26,250	26,250	(1,268,911)		
S&P 500 OTC Option 62200000 Notional	40,797	11/21/2008	1,416.77	11/21/2007	Barclays Capital	6,219,095	765,446		765,446	765,446	(5,984,320)		
S&P 500 OTC Option 40300000 Notional	28,445	11/21/2008	1,416.77	11/21/2007	Barclays Capital	4,336,156	533,694		533,694	533,694	(4,172,461)		
S&P 500 OTC Option 37300000 Notional	26,327	11/21/2008	1,416.77	11/21/2007	Barclays Capital	4,013,288	493,963		493,963	493,963	(3,861,855)		
S&P 500 OTC Option 32800000 Notional	23,151	11/21/2008	1,416.77	11/21/2007	Barclays Capital	3,529,138	434,371		434,371	434,371	(3,395,946)		
S&P 500 OTC Option 18500000 Notional	13,058	11/21/2008	1,416.77	11/21/2007	Barclays Capital	1,990,562	244,996		244,996	244,996	(1,915,397)		
S&P 500 OTC Option 78100000 Notional	52,612	12/19/2008	1,484.46	12/21/2007	Bear Stearns	7,334,113	487,519		487,519	487,519	(6,396,614)		
S&P 500 OTC Option 57400000 Notional	38,667	12/19/2008	1,484.46	12/21/2007	Bear Stearns	5,390,180	358,300		358,300	358,300	(4,701,169)		
S&P 500 OTC Option 25500000 Notional	17,178	12/19/2008	1,484.46	12/21/2007	Bear Stearns	2,394,613	159,177		159,177	159,177	(2,088,517)		
S&P 500 OTC Option 24400000 Notional	16,437	12/19/2008	1,484.46	12/21/2007	Bear Stearns	2,291,318	152,310		152,310	152,310	(1,998,425)		
S&P 500 OTC Option 15200000 Notional	6,534	12/19/2008	1,484.46	12/21/2007	Bear Stearns	910,840	60,546		60,546	60,546	(852,285)		
S&P 500 OTC Option 69300000 Notional	52,294	01/21/2009	1,325.19	01/18/2008	Merrill Lynch	7,003,212	3,342,575		3,342,575	3,342,575	(3,660,638)		
S&P 500 OTC Option 53300000 Notional	40,221	01/21/2009	1,325.19	01/18/2008	Merrill Lynch	5,386,396	2,570,882		2,570,882	2,570,882	(2,815,514)		
S&P 500 OTC Option 17300000 Notional	13,055	01/21/2009	1,325.19	01/18/2008	Barclays Capital	1,783,705	868,304		868,304	868,304	(915,401)		
S&P 500 OTC Option 15700000 Notional	9,131	01/21/2009	1,325.19	01/18/2008	Barclays Capital	1,247,569	607,311		607,311	607,311	(640,258)		
S&P 500 OTC Option 60600000 Notional	45,139	02/20/2009	1,342.53	02/21/2008	Barclays Capital	5,647,792	2,895,044		2,895,044	2,895,044	(2,752,748)		
S&P 500 OTC Option 58300000 Notional	43,425	02/20/2009	1,342.53	02/21/2008	Barclays Capital	5,433,336	2,785,167		2,785,167	2,785,167	(2,648,169)		
S&P 500 OTC Option 20400000 Notional	15,195	02/20/2009	1,342.53	02/21/2008	Barclays Capital	1,901,198	974,569		974,569	974,569	(926,629)		
S&P 500 OTC Option 15300000 Notional	11,396	02/20/2009	1,342.53	02/21/2008	Barclays Capital	1,425,868	730,927		730,927	730,927	(694,941)		
S&P 500 OTC Option 15600000 Notional	8,417	02/20/2009	1,342.53	02/21/2008	Barclays Capital	1,053,135	539,835		539,835	539,835	(513,300)		
S&P 500 OTC Option 61200000 Notional	46,032	03/20/2009	1,329.51	03/20/2008	Merrill Lynch	5,893,477	3,366,767		3,366,767	3,366,767	(2,526,710)		
S&P 500 OTC Option 42100000 Notional	31,666	03/20/2009	1,329.51	03/20/2008	JPMorgan	4,050,715	2,318,708		2,318,708	2,318,708	(1,732,007)		
S&P 500 OTC Option 35400000 Notional	26,626	03/20/2009	1,329.51	03/20/2008	JPMorgan	3,405,998	1,949,660		1,949,660	1,949,660	(1,456,338)		
S&P 500 OTC Option 22400000 Notional	16,848	03/20/2009	1,329.51	03/20/2008	Merrill Lynch	2,157,049	1,232,258		1,232,258	1,232,258	(924,792)		
S&P 500 OTC Option 21400000 Notional	16,096	03/20/2009	1,329.51	03/20/2008	Merrill Lynch	2,060,771	1,177,257		1,177,257	1,177,257	(883,514)		
S&P 500 OTC Option 19100000 Notional	11,132	03/20/2009	1,329.51	03/20/2008	JPMorgan	1,424,005	815,128		815,128	815,128	(608,877)		
S&P 500 OTC Option 72800000 Notional	52,443	04/21/2009	1,388.17	04/21/2008	Merrill Lynch	6,424,268	2,831,209		2,831,209	2,831,209	(3,593,059)		

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
S&P 500 OTC Option 64000000 Notional	46,104	04/21/2009	1,388.17	04/21/2008	Merrill Lynch	5,647,740	2,488,989		2,488,989	2,488,989	(3,158,751)		
S&P 500 OTC Option 29200000 Notional	21,035	04/21/2009	1,388.17	04/21/2008	Merrill Lynch	2,576,788	1,135,604		1,135,604	1,135,604	(1,441,184)		
S&P 500 OTC Option 23000000 Notional	16,569	04/21/2009	1,388.17	04/21/2008	Merrill Lynch	2,029,703	894,501		894,501	894,501	(1,135,202)		
S&P 500 OTC Option 20500000 Notional	14,768	04/21/2009	1,388.17	04/21/2008	Merrill Lynch	1,809,080	797,271		797,271	797,271	(1,011,809)		
S&P 500 OTC Option 16600000 Notional	8,861	04/21/2009	1,388.17	04/21/2008	JPMorgan	1,070,320	474,578		474,578	474,578	(595,742)		
S&P 500 OTC Option 56600000 Notional	40,699	05/21/2009	1,390.71	05/21/2008	Credit Suisse	4,912,776	2,358,975		2,358,975	2,358,975	(2,553,801)		
S&P 500 OTC Option 40800000 Notional	29,338	05/21/2009	1,390.71	05/21/2008	Credit Suisse	3,541,390	1,700,474		1,700,474	1,700,474	(1,840,915)		
S&P 500 OTC Option 38100000 Notional	27,396	05/21/2009	1,390.71	05/21/2008	Credit Suisse	3,306,971	1,587,913		1,587,913	1,587,913	(1,719,058)		
S&P 500 OTC Option 28900000 Notional	20,781	05/21/2009	1,390.71	05/21/2008	Credit Suisse	2,508,475	1,204,498		1,204,498	1,204,498	(1,303,977)		
S&P 500 OTC Option 16100000 Notional	11,577	05/21/2009	1,390.71	05/21/2008	Credit Suisse	1,397,460	671,020		671,020	671,020	(726,439)		
S&P 500 OTC Option 15200000 Notional	8,701	05/21/2009	1,390.71	05/21/2008	Credit Suisse	1,050,298	504,323		504,323	504,323	(545,975)		
S&P 500 OTC Option 52400000 Notional	39,759	06/19/2009	1,317.93	06/20/2008	Merrill Lynch	4,854,574	3,802,841		3,802,841	3,802,841	(1,051,733)		
S&P 500 OTC Option 52000000 Notional	39,456	06/19/2009	1,317.93	06/20/2008	Merrill Lynch	4,817,578	3,773,860		3,773,860	3,773,860	(1,043,718)		
S&P 500 OTC Option 45600000 Notional	34,600	06/19/2009	1,317.93	06/20/2008	Merrill Lynch	4,224,660	3,309,397		3,309,397	3,309,397	(915,263)		
S&P 500 OTC Option 41500000 Notional	29,592	06/19/2009	1,317.93	06/20/2008	JPMorgan	3,654,316	2,832,301		2,832,301	2,832,301	(822,015)		
S&P 500 OTC Option 17200000 Notional	8,878	06/19/2009	1,317.93	06/20/2008	JPMorgan	1,096,344	849,728		849,728	849,728	(246,616)		
S&P Asian OTC Call Option 34000000	21,511	07/21/2008	1,534.1	07/20/2007	Barclays Capital	1,544,490					(208,231)		
S&P Asian OTC Call Option 35800000	24,048	08/21/2008	1,447.12	08/21/2007	Bear Stearns	1,962,798					(1,443,407)		
S&P Asian OTC Call Option 33100000	20,777	09/19/2008	1,525.75	09/21/2007	JPMorgan	1,562,846					(552,859)		
S&P Asian OTC Call Option 38100000	23,923	10/21/2008	1,500.63	10/19/2007	Merrill Lynch	1,859,535	5		5	5	(998,127)		
S&P Asian OTC Call Option 32900000	21,881	11/21/2008	1,416.77	11/21/2007	Barclays Capital	1,956,161	5,114		5,114	5,114	(2,207,760)		
S&P Asian OTC Call Option 30600000	19,670	12/19/2008	1,484.46	12/21/2007	JPMorgan	1,588,353	6		6	6	(1,422,172)		
S&P Asian OTC Call Option 31000000	21,959	01/21/2009	1,325.19	01/18/2008	Barclays Capital	1,798,442	496,620		496,620	496,620	(1,301,822)		
S&P Asian OTC Call Option 28300000	19,888	02/20/2009	1,342.53	02/21/2008	Credit Suisse	1,473,900	349,408		349,408	349,408	(1,124,491)		
S&P Asian OTC Call Option 28600000	20,609	03/20/2009	1,329.51	03/20/2008	Credit Suisse	1,567,314	565,179		565,179	565,179	(1,002,135)		
S&P Asian OTC Call Option 35400000	24,277	04/21/2009	1,388.17	04/21/2008	JPMorgan	1,658,119	301,501		301,501	301,501	(1,356,618)		
S&P Asian OTC Call Option 32100000	22,003	05/21/2009	1,390.71	05/21/2008	Merrill Lynch	1,499,284	333,605		333,605	333,605	(1,165,679)		
S&P Asian OTC Call Option 36200000	26,405	06/19/2009	1,317.93	06/20/2008	Credit Suisse	1,851,255	1,197,895		1,197,895	1,197,895	(653,360)		
0199999. Subtotal - Call Options - Hedging Transactions						228,507,925	64,755,272	XXX	64,755,272	64,755,272	(143,814,343)	0	0
0499999. Subtotal - Call Options						228,507,925	64,755,272	XXX	64,755,272	64,755,272	(143,814,343)	0	0
2599999. Subtotal - Hedging Transactions						228,507,925	64,755,272	XXX	64,755,272	64,755,272	(143,814,343)	0	0
9999999. Totals						228,507,925	64,755,272	XXX	64,755,272	64,755,272	(143,814,343)	0	0

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
Call Options - Hedging Transactions													
S&P 500 OTC Option 66700000 Notional	43,478	07/21/2008	1,687.51	07/20/2007	Barclays Capital	2,327,812					(764,887)		
S&P 500 OTC Option 43700000 Notional	28,486	07/21/2008	1,641.49	07/20/2007	Bear Stearns	2,093,721					(869,680)		
S&P 500 OTC Option 42500000 Notional	27,704	07/21/2008	1,664.5	07/20/2007	Barclays Capital	1,738,426					(630,042)		

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
S&P 500 OTC Option 16100000 Notional	9,126	07/21/2008	1,710.52	07/20/2007	Bear Stearns	420,161					(140,408)		
S&P 500 OTC Option 70800000 Notional	48,925	08/21/2008	1,591.83	08/21/2007	Bear Stearns	3,237,367	10		10	10	(2,638,550)		
S&P 500 OTC Option 55500000 Notional	38,352	08/21/2008	1,548.42	08/21/2007	Bear Stearns	3,242,662	219		219	219	(2,772,409)		
S&P 500 OTC Option 38400000 Notional	26,535	08/21/2008	1,570.13	08/21/2007	Bear Stearns	1,990,125	32		32	32	(1,664,100)		
S&P 500 OTC Option 15300000 Notional	9,191	08/21/2008	1,613.54	08/21/2007	Bear Stearns	535,008					(422,359)		
S&P 500 OTC Option 74400000 Notional	48,763	09/19/2008	1,678.33	09/21/2007	Bear Stearns	2,736,580					(1,565,443)		
S&P 500 OTC Option 30800000 Notional	20,187	09/19/2008	1,651.62	09/21/2007	Bear Stearns	1,360,806	6		6	6	(798,329)		
S&P 500 OTC Option 24900000 Notional	15,730	09/19/2008	1,632.55	09/21/2007	Bear Stearns	1,187,615	19		19	19	(716,673)		
S&P 500 OTC Option 21700000 Notional	14,223	09/19/2008	1,640.18	09/21/2007	Bear Stearns	1,023,914	10		10	10	(612,782)		
S&P 500 OTC Option 20700000 Notional	13,567	09/19/2008	1,624.92	09/21/2007	Bear Stearns	1,069,894	24		24	24	(653,014)		
S&P 500 OTC Option 19200000 Notional	11,273	09/19/2008	1,708.84	09/21/2007	Bear Stearns	519,122					(281,287)		
S&P 500 OTC Option 66300000 Notional	44,181	10/21/2008	1,650.69	10/19/2007	JPMorgan	2,890,763	1,012		1,012	1,012	(2,095,280)		
S&P 500 OTC Option 55300000 Notional	36,851	10/21/2008	1,605.67	10/19/2007	Merrill Lynch	3,180,241	7,134		7,134	7,134	(2,153,292)		
S&P 500 OTC Option 44600000 Notional	29,721	10/21/2008	1,628.18	10/19/2007	JPMorgan	2,212,134	1,572		1,572	1,572	(1,641,524)		
S&P 500 OTC Option 20000000 Notional	11,395	10/21/2008	1,680.71	10/19/2007	JPMorgan	620,686	79		79	79	(434,707)		
S&P 500 OTC Option 62200000 Notional	40,797	11/21/2008	1,565.53	11/21/2007	Barclays Capital	3,178,902	43,351		43,351	43,351	(3,359,103)		
S&P 500 OTC Option 40300000 Notional	28,445	11/21/2008	1,530.11	11/21/2007	Barclays Capital	2,643,678	70,928		70,928	70,928	(2,786,987)		
S&P 500 OTC Option 37300000 Notional	26,327	11/21/2008	1,544.28	11/21/2007	Barclays Capital	2,282,551	47,333		47,333	47,333	(2,412,638)		
S&P 500 OTC Option 32800000 Notional	23,151	11/21/2008	1,515.94	11/21/2007	Barclays Capital	2,302,367	78,686		78,686	78,686	(2,416,344)		
S&P 500 OTC Option 18500000 Notional	13,058	11/21/2008	1,508.86	11/21/2007	Barclays Capital	1,343,015	51,467		51,467	51,467	(1,404,742)		
S&P 500 OTC Option 78100000 Notional	52,612	12/19/2008	1,632.91	12/21/2007	Bear Stearns	3,460,291	26,990		26,990	26,990	(3,289,481)		
S&P 500 OTC Option 57400000 Notional	38,667	12/19/2008	1,588.37	12/21/2007	Bear Stearns	3,254,988	54,841		54,841	54,841	(3,040,429)		
S&P 500 OTC Option 25500000 Notional	17,178	12/19/2008	1,595.79	12/21/2007	Bear Stearns	1,387,295	20,760		20,760	20,760	(1,302,046)		
S&P 500 OTC Option 24400000 Notional	16,437	12/19/2008	1,610.64	12/21/2007	Bear Stearns	1,227,515	14,257		14,257	14,257	(1,155,477)		
S&P 500 OTC Option 15200000 Notional	6,534	12/19/2008	1,684.86	12/21/2007	Bear Stearns	307,555	861		861	861	(369,630)		
S&P 500 OTC Option 69300000 Notional	52,294	01/21/2009	1,417.95	01/18/2008	Merrill Lynch	4,522,385	1,457,836		1,457,836	1,457,836	(3,064,549)		
S&P 500 OTC Option 53300000 Notional	40,221	01/21/2009	1,457.71	01/18/2008	Merrill Lynch	2,817,481	712,085		712,085	712,085	(2,105,396)		
S&P 500 OTC Option 17300000 Notional	13,055	01/21/2009	1,437.83	01/18/2008	Barclays Capital	1,051,841	309,531		309,531	309,531	(742,310)		
S&P 500 OTC Option 15700000 Notional	9,131	01/21/2009	1,484.21	01/18/2008	Barclays Capital	573,609	122,525		122,525	122,525	(451,084)		
S&P 500 OTC Option 60600000 Notional	45,139	02/20/2009	1,476.78	02/21/2008	Barclays Capital	2,757,090	839,130		839,130	839,130	(1,917,961)		
S&P 500 OTC Option 58300000 Notional	43,425	02/20/2009	1,436.51	02/21/2008	Barclays Capital	3,363,701	1,246,397		1,246,397	1,246,397	(2,117,303)		
S&P 500 OTC Option 20400000 Notional	15,195	02/20/2009	1,443.22	02/21/2008	Barclays Capital	1,132,179	407,408		407,408	407,408	(724,771)		
S&P 500 OTC Option 15300000 Notional	11,396	02/20/2009	1,456.65	02/21/2008	Barclays Capital	786,324	265,286		265,286	265,286	(521,038)		
S&P 500 OTC Option 15600000 Notional	8,417	02/20/2009	1,510.35	02/21/2008	Barclays Capital	413,527	103,666		103,666	103,666	(309,861)		
S&P 500 OTC Option 61200000 Notional	46,032	03/20/2009	1,422.58	03/20/2008	Merrill Lynch	3,763,576	1,653,377		1,653,377	1,653,377	(2,110,199)		
S&P 500 OTC Option 42100000 Notional	31,666	03/20/2009	1,449.17	03/20/2008	JPMorgan	2,232,136	903,057		903,057	903,057	(1,329,079)		
S&P 500 OTC Option 35400000 Notional	26,626	03/20/2009	1,462.46	03/20/2008	JPMorgan	1,738,678	669,279		669,279	669,279	(1,069,399)		
S&P 500 OTC Option 22400000 Notional	16,848	03/20/2009	1,429.22	03/20/2008	Merrill Lynch	1,326,106	570,251		570,251	570,251	(755,855)		
S&P 500 OTC Option 21400000 Notional	16,096	03/20/2009	1,469.11	03/20/2008	Merrill Lynch	1,027,086	370,757		370,757	370,757	(656,329)		
S&P 500 OTC Option 19100000 Notional	11,132	03/20/2009	1,489.05	03/20/2008	JPMorgan	621,834	214,245		214,245	214,245	(407,588)		
S&P 500 OTC Option 72800000 Notional	52,443	04/21/2009	1,526.99	04/21/2008	Merrill Lynch	3,017,046	818,599		818,599	818,599	(2,198,447)		
S&P 500 OTC Option 64000000 Notional	46,104	04/21/2009	1,485.34	04/21/2008	Merrill Lynch	3,407,547	1,101,254		1,101,254	1,101,254	(2,306,293)		
S&P 500 OTC Option 29200000 Notional	21,035	04/21/2009	1,506.16	04/21/2008	Merrill Lynch	1,373,796	408,592		408,592	408,592	(965,204)		
S&P 500 OTC Option 23000000 Notional	16,569	04/21/2009	1,513.11	04/21/2008	Merrill Lynch	1,036,060	299,601		299,601	299,601	(736,459)		
S&P 500 OTC Option 20500000 Notional	14,768	04/21/2009	1,492.28	04/21/2008	Merrill Lynch	1,046,460	329,693		329,693	329,693	(716,768)		
S&P 500 OTC Option 16600000 Notional	8,861	04/21/2009	1,565.16	04/21/2008	JPMorgan	378,985	92,571		92,571	92,571	(286,414)		
S&P 500 OTC Option 56600000 Notional	40,699	05/21/2009	1,529.78	05/21/2008	Credit Suisse	2,241,294	750,046		750,046	750,046	(1,491,248)		
S&P 500 OTC Option 40800000 Notional	29,338	05/21/2009	1,495.01	05/21/2008	Credit Suisse	2,011,413	748,747		748,747	748,747	(1,262,666)		
S&P 500 OTC Option 38100000 Notional	27,396	05/21/2009	1,488.06	05/21/2008	Credit Suisse	1,958,266	743,796		743,796	743,796	(1,214,470)		
S&P 500 OTC Option 28900000 Notional	20,781	05/21/2009	1,515.87	05/21/2008	Credit Suisse	1,251,224	437,671		437,671	437,671	(813,553)		
S&P 500 OTC Option 16100000 Notional	11,577	05/21/2009	1,501.97	05/21/2008	Credit Suisse	761,535	277,418		277,418	277,418	(484,117)		
S&P 500 OTC Option 15200000 Notional	8,701	05/21/2009	1,564.55	05/21/2008	Credit Suisse	376,318	112,692		112,692	112,692	(263,626)		

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
S&P 500 OTC Option 52400000 Notional	39,759	06/19/2009	1,449.72	06/20/2008	Merrill Lynch	2,334,251	1,657,410		1,657,410	1,657,410	(676,841)		
S&P 500 OTC Option 52000000 Notional	39,456	06/19/2009	1,410.19	06/20/2008	Merrill Lynch	2,956,044	2,176,985		2,176,985	2,176,985	(779,059)		
S&P 500 OTC Option 45600000 Notional	34,600	06/19/2009	1,436.54	06/20/2008	Merrill Lynch	2,209,210	1,588,901		1,588,901	1,588,901	(620,309)		
S&P 500 OTC Option 41500000 Notional	29,592	06/19/2009	1,423.36	06/20/2008	JPMorgan	2,086,532	1,489,250		1,489,250	1,489,250	(597,282)		
S&P 500 OTC Option 17200000 Notional	8,878	06/19/2009	1,489.26	06/20/2008	JPMorgan	409,542	271,975		271,975	271,975	(137,567)		
0199999. Subtotal - Call Options - Hedging Transactions						110,758,270	23,569,622	XXX	23,569,622	23,569,622	(76,224,685)	0	0
0499999. Subtotal - Call Options						110,758,270	23,569,622	XXX	23,569,622	23,569,622	(76,224,685)	0	0
2599999. Subtotal - Hedging Transactions						110,758,270	23,569,622	XXX	23,569,622	23,569,622	(76,224,685)	0	0
9999999. Totals						110,758,270	23,569,622	XXX	23,569,622	23,569,622	(76,224,685)	0	0

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

NONE

SCHEDULE DB - PART D - SECTION 1

Showing All Futures Contracts and Insurance Futures Contracts at Current Statement Date

1 Description	2 Number of Contracts	3 Maturity Date	4 Original Value	5 Current Value	6 Variation Margin	7 Date of Opening Position	8 Exchange or Counterparty	9 Cash Deposit	Variation Margin Information 10 Recognized	11 Used to Adjust Basis of Hedged Item	12 Deferred	13 Potential Exposure
Long Futures Positions - Other Derivative Transactions												
Russell 2000 futures	10	09/19/2008	3,669,750	3,458,500	(211,250)	06/16/2008	S&P		(211,250)			210,000
S&P 500 Index	78	09/19/2008	26,514,150	24,981,450	(1,532,700)	06/16/2008	S&P		(1,532,700)			1,404,000
S&P 500 Index	4	09/19/2008	1,359,700	1,281,100	(78,600)	06/16/2008	S&P		(78,600)			72,000
Total Deposits					0			1,743,754				
0399999. Subtotal - Long Futures Positions - Other Derivative Transactions			31,543,600	29,721,050	(1,822,550)	XXX	XXX	1,743,754	(1,822,550)	0	0	1,686,000
0499999. Subtotal - Long Futures Positions			31,543,600	29,721,050	(1,822,550)	XXX	XXX	1,743,754	(1,822,550)	0	0	1,686,000
2799999. Subtotal - Other Derivative Transactions			31,543,600	29,721,050	(1,822,550)	XXX	XXX	1,743,754	(1,822,550)	0	0	1,686,000
9999999. Totals			31,543,600	29,721,050	(1,822,550)	XXX	XXX	1,743,754	(1,822,550)	0	0	1,686,000

Brokers

Goldman Sachs		1,743,754
Broker Totals		1,743,754

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
			Rate of	Amount of Interest Received During	Amount of Interest Accrued at Current	6	7	8	
Depository		Code	Interest	Current Quarter	Statement Date	First Month	Second Month	Third Month	*
Open Depositories									
Chase Bank	New York, NY					1,066,719	(314,866)	(1,015,210)	XXX
Chase Bank	Dallas, TX					269,659	272,525	717,536	XXX
Chase Bank	San Angelo, TX					(12,396,026)	(11,422,686)	(16,533,802)	XXX
State Street Bank	Boston, MA					181,739	292,920	27,702	XXX
Bank of New York - Mellon	Dallas, TX					1,086,373	1,492,184	2,240,702	XXX
0199999. Total Open Depositories		XXX	XXX	0	0	(9,791,536)	(9,679,923)	(14,563,072)	XXX
0399999. Total Cash on Deposit		XXX	XXX	0	0	(9,791,536)	(9,679,923)	(14,563,072)	XXX
0499999. Cash in Company's Office		XXX	XXX	XXX	XXX	2,024	2,024	2,024	XXX
0599999. Total Cash		XXX	XXX	0	0	(9,789,512)	(9,677,899)	(14,561,048)	XXX

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1	2	3	4	5	6	7	8
Description	Code	Date Acquired	Rate of Interest	Maturity	Book/Adjusted Carrying Value	Amount of Interest Due & Accrued	Amount Received During Year
Bonds - Special Revenue & Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivision - Issuer Obligations							
FHLB Discount		06/30/2008	2.000	07/01/2008	8,399,533	467	
FHLB Discount		06/20/2008	2.100	07/07/2008	10,989,092	7,056	
FHLB Discount		06/20/2008	2.060	07/08/2008	5,194,644	3,272	
FHLB Discount		06/24/2008	2.130	07/09/2008	15,985,800	6,624	
FHLB Discount		06/26/2008	2.100	07/11/2008	9,991,250	2,915	
FMC Discount		06/16/2008	2.100	07/01/2008	20,082,413	17,588	
FMC Discount		06/19/2008	2.000	07/02/2008	5,995,667	4,000	
2599999. Special Revenue & Special Assessment Obligations - Issuer Obligations					76,638,399	41,922	0
3199999. Total - Special Revenue & Special Assessment Obligations and all Non-Guaranteed Obligations					76,638,399	41,922	0
Total Bonds							
5499999. Subtotals - Issuer Obligations					76,638,399	41,922	0
6099999. Subtotals - Bonds					76,638,399	41,922	0
8799999. Total - Cash Equivalents					76,638,399	41,922	0