

**QUARTERLY STATEMENT**

**OF THE**

**NATIONAL WESTERN LIFE INSURANCE COMPANY**

---

**of** Denver

**in the state of** Colorado

**TO THE**

**Insurance Department**

**OF THE**

**STATE OF**

**FOR THE QUARTER ENDED**

**March 31, 2011**

**LIFE AND ACCIDENT AND HEALTH**

**2011**



66850201120100101

# QUARTERLY STATEMENT

AS OF MARCH 31, 2011  
OF THE CONDITION AND AFFAIRS OF THE

## National Western Life Insurance Company

NAIC Group Code	0000	0000	NAIC Company Code	66850	Employer's ID Number	84-0467208
	(Current Period)	(Prior Period)				
Organized under the Laws of	Colorado			State of Domicile or Port of Entry	Colorado	
Country of Domicile	United States					
Incorporated/Organized:	July 16, 1956			Commenced Business:	June 28, 1957	
Statutory Home Office:	1675 Broadway #1200			Denver, CO	80202	
	(Street and Number)			(City or Town, State and Zip Code)		
Main Administrative Office:	850 East Anderson Lane			(Street and Number)		
	Austin, TX	78752		512-836-1010		
	(City or Town, State and Zip Code)			(Area Code)	(Telephone Number)	
Mail Address:	850 East Anderson Lane			Austin, TX	78752	
	(Street and Number or P.O. Box)			(City or Town, State and Zip Code)		
Primary Location of Books and Records:	850 East Anderson Lane			Austin, TX	78752	
	(Street and Number)			(Area Code)	(Telephone Number)	
Internet Website Address:	www.nationalwesternlife.com					
Statutory Statement Contact:	Thomas F. Kopetic			512-719-2238		
	(Name)			(Area Code)	(Telephone Number)	
	tkopetic@nationalwesternlife.com			512-719-8538		
	(E-Mail Address)			(Fax Number)		

### OFFICERS

Chairman of the Board and Chief Executive Officer  
Robert Lee Moody

	Name	Title
1.	Ross Rankin Moody	President and Chief Operating Officer
2.	James Parker Payne	Sr. VP - Secretary
3.	Brian Mark Pribyl	Sr. VP - CFO & Treasurer
4.	Paul Douglas Facey	Sr. VP - Chief Actuary

### VICE-PRESIDENTS

Name	Title	Name	Title
Scott Ehrman Arendale	Sr. VP - International Marketing	Michael Patrick Hydanus	Sr. VP - Chief Administrative Officer
Stephen Christopher Johnson	Sr. VP - Chief Marketing Officer	Charles D Milos	Sr. VP - Mortgage Loans & Real Estate
Patricia Lubar Scheuer	Sr. VP - Chief Investment Officer	Charles Scott Blundo	VP - Marketing
Gary Lynn Fischer	VP - Marketing	Paul Timothy Garofoli	VP - Marketing
Mark Douglas Gulas	VP - Associate Actuary	Kitty Shelby Kennedy	VP - Valuation Actuary
Thomas Frank Kopetic	VP - Controller/Assistant Treasurer	Doris NMN Kruse	VP - Policy Benefits
Carlos Andres Martinez	VP - International Sales Development	Donna Lyn Richardson	VP - Client Services
Lawrence Gregory Scott	VP - Actuarial Services	Larry Dean White	VP - Policyowner Services
Linda Gay Wishard	VP - Human Resources		

### DIRECTORS OR TRUSTEES

Frances Anne Moody Dahlberg	Stephen Edward Glasgow	Erle Douglas McLeod	Charles D Milos
Robert Lee Moody	Ross Rankin Moody	Russell Shearn Moody	Louis Edward Pauls Jr.
Elvin Jerome Pederson			

State of Texas

County of Travis ss

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

(Signature)	(Signature)	(Signature)
Ross Rankin Moody	James Parker Payne	Brian Mark Pribyl
(Printed Name)	(Printed Name)	(Printed Name)
1.	2.	3.
President and Chief Operating Officer	Sr. VP - Secretary	Sr. VP - CFO & Treasurer
(Title)	(Title)	(Title)

Subscribed and sworn to before me this  
12th day of May, 2011

a. Is this an original filing?  Yes  No  
b. If no: 1. State the amendment number  
2. Date filed  
3. Number of pages attached

## ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	7,299,724,445		7,299,724,445	7,035,620,454
2. Stocks:				
2.1 Preferred stocks				
2.2 Common stocks	235,100,296		235,100,296	231,895,218
3. Mortgage loans on real estate:				
3.1 First liens	128,190,840	620,000	127,570,840	119,964,691
3.2 Other than first liens				
4. Real estate:				
4.1 Properties occupied by the company (less \$ 0 encumbrances)	672,286		672,286	672,286
4.2 Properties held for the production of income (less \$ 0 encumbrances)				
4.3 Properties held for sale (less \$ 0 encumbrances)	885,589		885,589	1,927,553
5. Cash (\$ (25,936,130)), cash equivalents (\$ 0), and short-term investments (\$ 63,735,684)	37,799,554		37,799,554	121,026,597
6. Contract loans (including \$ 0 premium notes)	77,539,177	65,007	77,474,170	78,377,077
7. Derivatives	113,991,895		113,991,895	80,283,658
8. Other invested assets	1,247,872		1,247,872	1,362,945
9. Receivables for securities	387,789		387,789	9,289
10. Securities lending reinvested collateral assets				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	7,895,539,743	685,007	7,894,854,736	7,671,139,768
13. Title plants less \$ 0 charged off (for Title insurers only)				
14. Investment income due and accrued	84,700,741		84,700,741	74,866,740
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	106,152		106,152	958,114
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ 0 earned but unbilled premiums)	2,103,772		2,103,772	2,976,942
15.3 Accrued retrospective premiums				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	4,492,219		4,492,219	1,918,667
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts				
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon				
18.2 Net deferred tax asset	65,193,491	39,075,623	26,117,868	26,117,868
19. Guaranty funds receivable or on deposit	1,217,617		1,217,617	1,225,409
20. Electronic data processing equipment and software	556,834		556,834	621,782
21. Furniture and equipment, including health care delivery assets (\$ 0)	851,114	851,114		
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates	100,000		100,000	100,750
24. Health care (\$ 0) and other amounts receivable	6,911,894	2,773,763	4,138,131	
25. Aggregate write-ins for other than invested assets	29,431,856	26,189,868	3,241,988	3,021,672
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	8,091,205,433	69,575,375	8,021,630,058	7,782,947,712
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Lines 26 and 27)	8,091,205,433	69,575,375	8,021,630,058	7,782,947,712

DETAILS OF WRITE-IN LINES				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)				
2501. Software	22,827,018	22,827,018		
2502. Assets of non-qualified deferred compensation trust	3,241,988		3,241,988	3,021,672
2503. Non-vested defined contribution plan contribution	1,356,386	1,356,386		
2598. Summary of remaining write-ins for Line 25 from overflow page	2,006,464	2,006,464		
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	29,431,856	26,189,868	3,241,988	3,021,672

## LIABILITIES, SURPLUS AND OTHER FUNDS

	1	2
	Current Statement Date	December 31 Prior Year
1. Aggregate reserve for life contracts \$ 6,745,249,248 less \$ 0 included in Line 6.3 (including \$ 0 Modco Reserve)	6,745,249,248	6,554,758,382
2. Aggregate reserve for accident and health contracts (including \$ 0 Modco Reserve)	62,385	62,385
3. Liability for deposit-type contracts (including \$ 0 Modco Reserve)	135,545,866	135,286,283
4. Contract claims:		
4.1 Life	60,866,616	56,684,690
4.2 Accident and health	101,905	67,791
5. Policyholders' dividends \$ 268 and coupons \$ 107 due and unpaid	375	707
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$ 0 Modco)	68,533	69,926
6.2 Dividends not yet apportioned (including \$ 0 Modco)		
6.3 Coupons and similar benefits (including \$ 0 Modco)	20,808	21,356
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 \$ 0 accident and health premiums	234,206	189,997
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 \$ 4,413,719 ceded	4,413,719	
9.4 Interest Maintenance Reserve	5,364,983	3,948,736
10. Commissions to agents due or accrued-life and annuity contracts \$ 3,918,478, accident and health \$ 0 and deposit-type contract funds \$ 0	1,779,962	8,600,809
11. Commissions and expense allowances payable on reinsurance assumed		
12. General expenses due or accrued	23,298,380	22,766,407
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	2,450,945	2,875,119
15.1 Current federal and foreign income taxes, including \$ 0 on realized capital gains (losses)	16,463,359	8,158,582
15.2 Net deferred tax liability		
16. Unearned investment income	3,295,383	3,187,319
17. Amounts withheld or retained by company as agent or trustee	3,894,713	4,536,524
18. Amounts held for agents' account, including \$ 3,754,263 agents' credit balances	3,754,263	3,127,229
19. Remittances and items not allocated	20,916,386	21,309,840
20. Net adjustment in assets and liabilities due to foreign exchange rates		
21. Liability for benefits for employees and agents if not included above	3,241,988	3,021,673
22. Borrowed money \$ 0 and interest thereon \$ 0		
23. Dividends to stockholders declared and unpaid		
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve	63,311,286	62,047,153
24.02 Reinsurance in unauthorized companies		
24.03 Funds held under reinsurance treaties with unauthorized reinsurers	36,990	36,989
24.04 Payable to parent, subsidiaries and affiliates		
24.05 Drafts outstanding		
24.06 Liability for amounts held under uninsured plans		
24.07 Funds held under coinsurance		
24.08 Derivatives		
24.09 Payable for securities	9,921,060	6,799,497
24.10 Payable for securities lending		
24.11 Capital notes \$ 0 and interest thereon \$ 0		
25. Aggregate write-ins for liabilities	5,291,768	6,939,244
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25)	7,109,585,127	6,904,496,638
27. From Separate Accounts statement		
28. Total liabilities (Lines 26 and 27)	7,109,585,127	6,904,496,638
29. Common capital stock	3,632,966	3,629,241
30. Preferred capital stock		
31. Aggregate write-ins for other than special surplus funds		
32. Surplus notes		
33. Gross paid in and contributed surplus	36,575,117	36,181,114
34. Aggregate write-ins for special surplus funds		17,543,318
35. Unassigned funds (surplus)	871,836,848	821,097,401
36. Less treasury stock, at cost:		
36.1 0 shares common (value included in Line 29 \$ 0)		
36.2 0 shares preferred (value included in Line 30 \$ 0)		
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$ 0 in Separate Accounts Statement)	908,411,965	874,821,833
38. Totals of Lines 29, 30 and 37	912,044,931	878,451,074
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3)	8,021,630,058	7,782,947,712

DETAILS OF WRITE-IN LINES		
2501.	Minimum pension liability	4,411,905
2502.	Bills payable	879,863
2503.		
2598.	Summary of remaining write-ins for Line 25 from overflow page	
2599.	Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	5,291,768
3101.		
3102.		
3103.		
3198.	Summary of remaining write-ins for Line 31 from overflow page	
3199.	Totals (Lines 3101 through 3103 plus 3198) (Line 31 above)	
3401.	SSAP 10R deferred tax adjustment	17,543,318
3402.		
3403.		
3498.	Summary of remaining write-ins for Line 34 from overflow page	
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34 above)	17,543,318

## SUMMARY OF OPERATIONS

	1	2	3
	Current Year To Date	Prior Year To Date	Prior Year Ended December 31
1. Premiums and annuity considerations for life and accident and health contracts	367,348,460	294,798,256	1,587,591,085
2. Considerations for supplementary contracts with life contingencies			36,735
3. Net investment income	131,205,630	101,068,093	387,477,927
4. Amortization of Interest Maintenance Reserve (IMR)	329,014	227,429	1,257,743
5. Separate Accounts net gain from operations excluding unrealized gains or losses			
6. Commissions and expense allowances on reinsurance ceded		6,601	14,012
7. Reserve adjustments on reinsurance ceded			
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		1,605	7,981
8.3 Aggregate write-ins for miscellaneous income	10,549,266	10,423,738	37,803,368
9. Totals (Lines 1 to 8.3)	509,432,370	406,525,722	2,014,188,851
10. Death benefits	9,837,843	10,584,485	39,618,074
11. Matured endowments (excluding guaranteed annual pure endowments)	145,728	113,933	1,081,609
12. Annuity benefits	73,684,354	62,042,155	228,813,530
13. Disability benefits and benefits under accident and health contracts	310,828	262,627	1,430,011
14. Coupons, guaranteed annual pure endowments and similar benefits	20,234	21,774	95,292
15. Surrender benefits and withdrawals for life contracts	138,504,055	96,307,840	432,699,883
16. Group conversions			
17. Interest and adjustments on contract or deposit-type contract funds	(5,141,690)	1,488,869	1,344,706
18. Payments on supplementary contracts with life contingencies	32,021	33,509	134,432
19. Increase in aggregate reserves for life and accident and health contracts	194,232,608	159,588,922	975,103,745
20. Totals (Lines 10 to 19)	411,625,981	330,444,114	1,680,321,282
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only)	42,862,437	33,696,519	191,250,523
22. Commissions and expense allowances on reinsurance assumed			
23. General insurance expenses	13,673,744	11,738,100	32,096,330
24. Insurance taxes, licenses and fees, excluding federal income taxes	1,169,180	132,059	3,554,007
25. Increase in loading on deferred and uncollected premiums	78,184	128,861	(65,992)
26. Net transfers to or (from) Separate Accounts net of reinsurance			
27. Aggregate write-ins for deductions			
28. Totals (Lines 20 to 27)	469,409,526	376,139,653	1,907,156,150
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	40,022,844	30,386,069	107,032,701
30. Dividends to policyholders	15,140	17,255	66,289
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	40,007,704	30,368,814	106,966,412
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	6,670,437	12,274,179	32,617,348
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)	33,337,267	18,094,635	74,349,064
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$ 1,007,513 (excluding taxes of \$ 1,007,513 transferred to the IMR)	(35,860)	(386,072)	2,605,185
35. Net income (Line 33 plus Line 34)	33,301,407	17,708,563	76,954,249
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
36. Capital and surplus, December 31, prior year	878,451,074	817,041,963	817,041,963
37. Net income (Line 35)	33,301,407	17,708,563	76,954,249
38. Change in net unrealized capital gains (losses) less capital gains tax of \$ 200,797	2,739,208	1,567,036	13,040,014
39. Change in net unrealized foreign exchange capital gain (loss)	67,169	(85,685)	(3,250,307)
40. Change in net deferred income tax	200,797	2,487,000	(10,200,352)
41. Change in nonadmitted assets and related items	(1,848,319)	(4,448,857)	(8,580,682)
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	(1,264,133)	(2,287,373)	(8,779,018)
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	3,725		3,275
50.2 Transferred from surplus (Stock Dividend)			
50.3 Transferred to surplus			
51. Surplus adjustment:			
51.1 Paid in	394,003	(16,737)	2,735,139
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			(1,270,418)
53. Aggregate write-ins for gains and losses in surplus			757,211
54. Net change in capital and surplus (Lines 37 through 53)	33,593,857	14,923,947	61,409,111
55. Capital and surplus as of statement date (Lines 36 + 54)	912,044,931	831,965,910	878,451,074

DETAILS OF WRITE-IN LINES			
08.301. Surrender charges	6,549,266	9,562,087	35,891,220
08.302. Lawsuit settlement	4,000,000	861,651	1,475,000
08.303. Miscellaneous income			437,148
08.398. Summary of write-ins for Line 08.3 from overflow page			
08.399. Totals (Lines 08.301 through 08.303 plus 08.398) (Line 08.3 above)	10,549,266	10,423,738	37,803,368
2701. ....			
2702. ....			
2703. ....			
2798. Summary of write-ins for Line 27 from overflow page			
2799. Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)			
5301. SSAP 10R deferred tax adjustment			707,001
5302. Decrease (increase) in minimum pension liability			50,210
5303. ....			
5398. Summary of write-ins for Line 53 from overflow page			
5399. Totals (Lines 5301 through 5303 plus 5398) (Line 53 above)			757,211

## CASH FLOW

Cash from Operations	1	2	3
	Current Year To Date	Prior Year To Date	Prior Year Ended December 31
1. Premiums collected net of reinsurance	373,453,336	300,245,970	1,587,612,428
2. Net investment income	89,570,116	93,279,544	400,213,296
3. Miscellaneous income	6,704,748	10,431,944	38,627,723
4. Total (Lines 1 to 3)	469,728,200	403,957,458	2,026,453,447
5. Benefit and loss related payments	221,150,889	157,610,745	692,399,207
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7. Commissions, expenses paid and aggregate write-ins for deductions	63,298,476	49,516,626	239,440,275
8. Dividends paid to policyholders	16,621	18,148	73,233
9. Federal and foreign income taxes paid (recovered) net of \$ 0 tax on capital gains (losses)	(414,671)	13,049,110	43,293,183
10. Total (Lines 5 through 9)	284,051,315	220,194,629	975,205,898
11. Net cash from operations (Line 4 minus Line 10)	185,676,885	183,762,829	1,051,247,549
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	126,018,667	116,323,805	521,788,345
12.2 Stocks			11,605
12.3 Mortgage loans	870,270	9,107,381	21,770,662
12.4 Real estate	1,010,764		
12.5 Other invested assets			732,001
12.6 Net gains (or losses) on cash, cash equivalents and short-term investments			
12.7 Miscellaneous proceeds	9,387,820	10,166,930	41,718,340
12.8 Total investment proceeds (Lines 12.1 to 12.7)	137,287,521	135,598,116	586,020,953
13. Cost of investments acquired (long-term only):			
13.1 Bonds	386,818,959	407,092,735	1,559,154,233
13.2 Stocks			32,711,604
13.3 Mortgage loans	8,417,062	19,835,525	27,387,288
13.4 Real estate	20,895		840,435
13.5 Other invested assets	150,000		60,000
13.6 Miscellaneous applications	12,039,370	9,387,820	54,254,280
13.7 Total investments acquired (Lines 13.1 to 13.6)	407,446,286	436,316,080	1,674,407,840
14. Net increase (or decrease) in contract loans and premium notes	(908,986)	(1,851,178)	(2,789,130)
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(269,249,779)	(298,866,786)	(1,085,597,757)
<b>Cash from Financing and Miscellaneous Sources</b>			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes			
16.2 Capital and paid in surplus, less treasury stock	609,884	(26,450)	2,738,414
16.3 Borrowed funds			
16.4 Net deposits on deposit-type contracts and other insurance liabilities	2,122,198	3,373,559	6,223,130
16.5 Dividends to stockholders			1,270,418
16.6 Other cash provided (applied)	(2,386,231)	18,412,147	(4,120,384)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	345,851	21,759,256	3,570,742
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(83,227,043)	(93,344,701)	(30,779,466)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year	121,026,597	151,806,063	151,806,063
19.2 End of period (Line 18 plus Line 19.1)	37,799,554	58,461,362	121,026,597

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

20.0001	Real estate acquired in lieu of foreclosure		840,435
20.0002			
20.0003			

## EXHIBIT 1

### DIRECT PREMIUMS AND DEPOSIT-TYPE CONTRACTS

	1	2	3
	Current Year to Date	Prior Year to Date	Prior Year Ended December 31
1. Industrial life			
2. Ordinary life insurance	47,543,890	43,990,724	197,625,304
3. Ordinary individual annuities	228,912,263	156,430,895	925,913,434
4. Credit life (group and individual)			
5. Group life insurance			
6. Group annuities	96,255,917	99,542,990	484,599,778
7. A & H - group		21,892	1,328,171
8. A & H - credit (group and individual)			
9. A & H - other	277,217	220,003	3,514
10. Aggregate of all other lines of business			
11. Subtotal	372,989,287	300,206,504	1,609,470,201
12. Deposit-type contracts	5,349,436	5,620,238	20,492,885
13. Total	378,338,723	305,826,742	1,629,963,086

DETAILS OF WRITE-IN LINES			
1001.			
1002.			
1003.			
1098. Summary of remaining write-ins for Line 10 from overflow page			
1099. Total (Lines 1001 through 1003 plus 1098) (Line 10 above)			

## NOTES TO FINANCIAL STATEMENTS

### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### A. Accounting Practices

The financial statements of National Western Life Insurance Company (Company) are presented on the basis of accounting practices prescribed or permitted by the Colorado Division of Insurance. The Colorado Division of Insurance recognizes only statutory accounting practices prescribed or permitted by the State of Colorado for determining, and reporting, the financial condition and results of operations of an insurance company and for determining its solvency under Colorado Insurance Law. The National Association of Insurance Commissioners' (NAIC) *Accounting Practices and Procedures* manual, (NAIC SSAP) has been adopted as a component of prescribed or permitted practices by the State of Colorado.

(1) A provision in Colorado Insurance Law differs from prescribed NAIC SSAP for loans, where the underlying collateral is deemed to have declined in fair value. These loans cannot be admitted at an amount in excess of 75% of the fair value of the underlying collateral. The difference in the recorded investment and the admitted amount at 75% of collateral is a valuation allowance. NAIC SSAP requires a valuation allowance to be established for loans considered impaired only in the amount of the net fair value of the collateral less the recorded investment in the mortgage loans.

(2) For the three months ended March 31, 2011, there were no differences in net income between NAIC SSAP and practices prescribed and permitted by the State of Colorado. A reconciliation of the Company's capital and surplus between NAIC SSAP and practices prescribed and permitted by the State of Colorado is shown below:

	March 31, 2011	December 31, 2010
Statutory capital and surplus, Colorado basis	\$ 912,044,931	878,451,074
State prescribed practices:		
Valuation allowance for mortgage loans	620,000	620,000
Statutory capital and surplus, NAIC SAP	\$ 912,664,931	879,071,074

### 2. ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS

Not applicable

### 3. BUSINESS COMBINATIONS AND GOODWILL

Not applicable

### 4. DISCONTINUED OPERATIONS

Not applicable

### 5. INVESTMENTS

#### A. Mortgage Loans

For the three months ended March 31, 2011, write-downs on mortgage loans were \$39,000. Current mortgage loans of \$2,325,288 are net of \$4,001,000 in write-downs and \$620,000 in nonadmitted loans.

#### B. Debt Restructuring

None

#### C. Reverse Mortgages

None

#### D. Loan-Backed Securities

- (1) Prepayment assumptions for single-class and multi-class mortgage-backed/asset-backed securities were obtained from third party bond analytics software, broker-dealer survey values or internal estimates.
- (2) The Company has the ability and intends to hold all securities with recognized other-than-temporary impairments for a period of time sufficient to recover the amortized cost basis.



## NOTES TO FINANCIAL STATEMENTS

(3)	March 31, 2011				
	Cusip	Amortized Cost Prior to Other-Than- Temporary Impairment	Other-Than- Temporary Impairment Recognized In Earnings	Fair Value	Amortized Cost Basis After Other- Than-Temporary Impairment
	Aggregate based on cash flows expected to be collected being less than amortized cost	09774XAV4 \$ 1,732,371	798	1,554,488	1,731,573

(4)	March 31, 2011	
	Aggregate Unrealized Losses	Aggregate Fair Values
	Less than 12 months in an unrealized loss position	\$ 14,260,181      214,577,639
	Greater than 12 months in an unrealized loss position	\$ 5,006,811      29,554,936

(5) The Company's accounting policy requires that a decline in the value of a security below its amortized cost basis be evaluated to determine if the decline is other-than-temporary. The primary factors considered in evaluating whether a decline in value for fixed income and equity securities is other-than-temporary include: (a) the length of time and the extent to which the fair value has been less than cost, (b) the reasons for the decline in value (credit event, interest rate related, credit spread widening), (c) the overall financial condition as well as the near-term prospects of the issuer, (d) whether the debtor is current on contractually obligated principal and interest payments, and (e) the intent and ability of the Company to retain the investment for a period of time sufficient to allow for any anticipated recovery. In addition, contractual cash flows are evaluated periodically by the Company to update the estimated cash flows over the life of the security. If the Company determines that the fair value of the securitized financial asset is less than its carrying amount and there has been a decrease in the present value of the estimated cash flows since the previous purchase or prior impairment, then an other-than-temporary impairment charge is recognized.

#### *E. Repurchase Agreements*

None

#### *F. Real Estate*

(1) The Company sold a property located in Ft. Smith, Arkansas with an impairment of \$173,603 and had an additional impairment on the property located in Steubenville, Ohio in the amount of \$20,895 for the net change of \$152,708.

(2) None

(3) None

(4) The Company does not engage in retail land sales operations.

#### *G. Investments In Low-Income Housing Tax Credits.*

The Company had no investments in low-income housing tax credits.

### **6. JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES**

No Change

### **7. INVESTMENT INCOME**

No Change

### **8. DERIVATIVE INSTRUMENTS**

As of March 31, 2011 the Company held \$67.5 million in collateral posted by counterparties.

### **9. INCOME TAXES**

No Change

### **10. INFORMATION CONCERNING PARENT, SUBSIDIARIES AND AFFILIATES**

No Change

### **11. DEBT**

No Change

## NOTES TO FINANCIAL STATEMENTS

### 12. RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS, COMPENSATED ABSENCES AND OTHER POSTRETIREMENT BENEFIT PLANS

The Company has contributed \$91,000 of its expected \$406,000 to the Pension Plan during 2011. Additional amounts may be contributed.

### 13. CAPITAL AND SURPLUS, SHAREHOLDERS' DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS

No Change

### 14. CONTINGENCIES

#### A. Contingent Commitments

None

#### B. Assessments

The Company has received notification of the insolvency of several insurance companies. It is expected that the insolvencies will result in guaranty fund assessments against the Company at some future date. Accordingly, the Company has estimated and accrued \$2.2 million in the accompanying financial statements for this contingency. Offsetting this accrual is a related asset in the amount of \$1.2 million, set up for expected premium tax credits.

#### C. Gain Contingencies

None

#### D. Claims Related Extra Contractual Obligations and Bad Faith Losses Stemming From Lawsuits

The Company did not pay any claims related extra contractual obligations nor bad faith losses stemming from lawsuits during the reporting period.

#### E. All Other Contingencies

In the normal course of business, the Company is involved or may become involved in various legal actions in which claims for alleged economic and punitive damages have been or may be asserted, some for substantial amounts. In recent years, carriers offering life insurance and annuity products have faced litigation, including class action lawsuits, alleging improper product design, improper sales practices and similar claims. As discussed below, the Company has been a defendant over the past several years in two such class action lawsuits. Given the uncertainty involved in these types of actions, the ability to make a reliable evaluation of the likelihood of an unfavorable outcome or an estimate of the amount of or range of potential loss is endemic to the particular circumstances and evolving developments of each individual matter on its own merits.

The Company was a defendant in a class action lawsuit initially filed on September 17, 2004, in the Superior Court of the State of California for the County of Los Angeles. The California state court certified a class consisting of certain California policyholders age 65 and older alleging violations under California Business and Professions Code section 17200. The court additionally certified a subclass of 36 policyholders alleging fraud against their agent, and vicariously against the Company. The California Insurance Department intervened in this case asserting that the Company violated California insurance laws. The parties to this case became involved in court-ordered mediation and ongoing negotiations. On February 22, 2010, the Company reported in a Form 8-K filing a settlement agreement with the plaintiffs and plaintiff in intervention providing a settlement benefit of approximately \$17 million which was included in the Company's legal accrual provision at December 31, 2009. The settlement agreement was given final court approval at a Fairness Hearing on August 20, 2010. Including attorney's fees, policy benefits and other considerations, the Company paid out approximately \$22.4 million in the third and fourth quarters of 2010.

The Company is currently a defendant in a second class action lawsuit pending as of June 12, 2006, in the U.S. District Court for the Southern District of California. The case is titled *In Re National Western Life Insurance Deferred Annuities Litigation*. The complaint asserts claims for RICO violations, Financial Elder Abuse, Violation of Cal. Bus. & Prof. Code 17200, et seq, Violation of Cal. Bus. & Prof. Code 17500, et seq, Breach of Fiduciary Duty, Aiding and Abetting Breach of Fiduciary Duty, Fraudulent Concealment, Cal. Civ. Code 1710, et seq, Breach of the Duty of Good Faith and Fair Dealing, and Unjust Enrichment and Imposition of Constructive Trust. On July 12, 2010 the Court certified a nationwide class of policyholders under the RICO allegation and a California class under all of the remaining causes of action except breach of fiduciary duty. The Company believes that it has meritorious defenses in this cause and intends to vigorously defend itself against the asserted claims. No amounts have been provided in the consolidated financial statements of the Company as of March 31, 2011 for this matter.

In addition to the two class action lawsuits described above, the Company is the named defendant in the case of *Sheila Newman vs. National Western Life Insurance Company*, which alleged mishandling of policyholder funds by an agent. On February 3, 2010, the 415th Judicial District Court of Parker County in Weatherford, Texas, entered a Final Judgment against the Company of approximately \$208,000 including actual damages of \$113,000 and amounts for attorney's fees, and prejudgment interest on the actual damages. In addition, the Final Judgment included \$150 million for 2<sup>nd</sup> exemplary damages. The Company is vigorously defending this case and has appealed the Final Judgment to the Court of Appeals in Ft. Worth, Texas. The Company's counsel believes the Final Judgment is inconsistent with current state and federal laws and intends to establish on appeal that it is not liable for Newman's actual or exemplary damages. Further, Company counsel have advised of existing law that governs limits of awards of exemplary damages including: (1) a Texas statute that limits awards of exemplary damages to two times the amount of actual damages, and (2) case law from both the Texas Supreme Court and the United States Supreme Court setting the outer limits of exemplary damages to single-digit ratios between actual and exemplary damages, but usually no more than 3 or 4 times the actual damages. The Company has accrued \$0.6 million at March 31, 2011 for this matter inasmuch as it believes the record shows there is no basis for an award of exemplary damages in excess of these amounts.

In addition to amounts accrued for incurred and unpaid legal fees, the amounts accrued in the financial statements at March 31, 2011 of \$0.6 million for the foregoing lawsuits represent estimates made by the Company based upon current information and are subject to change as facts and circumstances change and develop. Although there can be no assurances, at the present time, the Company does not anticipate that the ultimate liability arising from such other potential, pending, or threatened legal actions will have a material adverse effect on the financial condition or operating results of the Company.

## NOTES TO FINANCIAL STATEMENTS

In January 2009, the SEC published its newly adopted Rule 151A, *Indexed Annuities and Certain Other Insurance Contracts*. This rule defined "indexed annuities to be securities and thus subject to regulation by the SEC under federal securities laws". Currently indexed annuities sold by life insurance companies are regulated by the States as insurance products and Section 3(a)(8) of the Securities Act of 1933 provides an exemption for certain "annuity contracts," "optional annuity contracts," and other insurance contracts. The Company and others subsequently filed suit in the U.S. Court of Appeals for the District of Columbia to overturn this rule, which was scheduled to be effective January 12, 2011. The U.S. Court of Appeals (D.C. Circuit) vacated Rule 151A on July 12, 2010. Further, Congress passed and the President signed into law the Dodd-Frank Wall Street Reform and Consumer Protection Act on July 21, 2010 ("Dodd-Frank Act"). The Dodd-Frank Act treats annuities as exempt under Sec. 3(a)(8) of the Securities Act of 1933 if they meet a three prong test. The Company does not foresee any significant issues in meeting this test. On October 14, 2010, the Securities and Exchange Commission gave notice that it was withdrawing Rule 151A under the Securities Act of 1933, effective as of the date of publication in the Federal Register.

The Company had been involved in litigation as the plaintiff in a matter pending in the United States District Court for the Western District of Texas ("District Court") against defendant, Western National Life Insurance Company and its parent company, AGC Life Insurance Company. The matter dealt with the alleged infringement of registered trademarks held by the Company. On March 25, 2011, the parties executed a Memorandum of Understanding on Settlement ("Memorandum") under which the Company is to receive a settlement payment of \$4 million no later than June 30, 2011. The Memorandum also outlines corrective measures to be followed by the parties. The Memorandum requires notification to the District Court of the settlement and calls for the parties to agree upon a final written confidential settlement agreement containing the essential terms outlined in the Memorandum.

### 15. LEASES

No Change

### 16. INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATIONS OF CREDIT RISK

None

### 17. SALES, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES

Not applicable

### 17. (c) WASH SALES

None

### 18. GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED A&H PLANS AND THE UNINSURED PORTION OF PARTIALLY INSURED PLANS

Not applicable

### 19. DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS

Not applicable

### 20. OTHER ITEMS

(1)

#### A. Assets Measured at Fair Value on a Recurring Basis

Description	Level 1	Level 2	Level 3	Total
Assets at fair value				
Common stock	\$ 296,556	-	234,803,740	235,100,296
Derivative assets	-	113,991,895	-	113,991,895
Total assets at fair value	\$ 296,556	113,991,895	234,803,740	349,092,191
Liabilities at fair value				
Policyholder account balances	\$ -	-	-	-
Other liabilities	1,792,946	-	-	1,792,946
Total liabilities at fair value	\$ 1,792,946	-	-	1,792,946

## NOTES TO FINANCIAL STATEMENTS

(2) Assets measured at fair value on a recurring basis using significant unobservable input (level 3).

	<u>Total Gains or Losses (Realized/Unrealized)</u>					Balance at 3/31/11	Total Gains and (Losses) Included in Income Attributable to Instruments Held at the Reporting Date
	Balance at 12/31/10	Realized Gains or (losses)	Unrealized Gains or (losses)	Purchases, Issuances and Settlements	Transfers in (out of) Level 3		
Equity securities	\$ 231,616,212	-	3,187,528	-	-	234,803,740	-
Derivative assets	-	-	-	-	-	-	-
<b>Total</b>	<b>\$ 231,616,212</b>	<b>-</b>	<b>3,187,528</b>	<b>-</b>	<b>-</b>	<b>234,803,740</b>	<b>-</b>

### 21. EVENTS SUBSEQUENT

No Change

### 22. REINSURANCE

No Change

### 23. RETROSPECTIVELY RATED CONTRACTS & CONTRACTS SUBJECT TO REDETERMINATION

No Change

### 24. CHANGE IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

Reserves on accident and health contracts for incurred losses and loss adjustment expenses attributable to insured events of prior years developed as anticipated during the first quarter of 2011. Original estimates are increased or decreased as additional information becomes known regarding individual claims. However, no significant trends or unanticipated events were noted. None of the Company's accident and health contracts are subject to retrospective rating or experience refunds.

### 25. INTERCOMPANY POOLING ARRANGEMENTS

None

### 26. STRUCTURED SETTLEMENTS

None

### 27. HEALTH CARE RECEIVABLES

No Change

### 28. PARTICIPATING POLICIES

No Change

### 29. PREMIUM DEFICIENCY RESERVES

No Change

### 30. RESERVES FOR LIFE CONTRACTS AND DEPOSIT-TYPE CONTRACTS

No Change

### 31. ANALYSIS OF ANNUITY ACTUARIAL RESERVES AND DEPOSIT LIABILITIES BY WITHDRAWAL CHARACTERISTICS

No Change

### 32. PREMIUM AND ANNUITY CONSIDERATIONS DEFERRED AND UNCOLLECTED

No Change

### 33. SEPARATE ACCOUNTS

Not applicable

### 34. LOSS/CLAIM ADJUSTMENT EXPENSES

None

# GENERAL INTERROGATORIES

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

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

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes [ ] No [ ] N/A [X]  
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. \_\_\_\_\_ 12/31/2007

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. \_\_\_\_\_ 12/31/2007

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). \_\_\_\_\_ 04/13/2009

6.4 By what department or departments?  
Colorado Division 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]

## GENERAL INTERROGATORIES

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 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?

- (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.

Yes [ X ] No [ ]

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

.....  
 .....  
 .....

9.2 Has the code of ethics for senior managers been amended?

Yes [ ] No [ X ]

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

.....  
 .....  
 .....

9.3 Have any provisions of the code of ethics been waived for any of the specified officers?

Yes [ ] No [ X ]

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

.....  
 .....  
 .....

### FINANCIAL

10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?

Yes [ X ] No [ ]

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

\$ 0

### 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:

\$ 1,247,872

## GENERAL INTERROGATORIES

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

14.2 If yes, please complete the following:

	1	2
	Prior Year-End Book/Adjusted Carrying Value	Current Quarter Book/Adjusted Carrying Value
14.21 Bonds .....	\$ <u>0</u>	\$ <u>0</u>
14.22 Preferred Stock .....	\$ <u>0</u>	\$ <u>0</u>
14.23 Common Stock .....	\$ <u>224,051,243</u>	\$ <u>226,685,907</u>
14.24 Short-Term Investments .....	\$ <u>0</u>	\$ <u>0</u>
14.25 Mortgage Loans on Real Estate .....	\$ <u>24,384,967</u>	\$ <u>24,268,627</u>
14.26 All Other .....	\$ <u>1,205,278</u>	\$ <u>1,085,805</u>
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26) .....	\$ <u>249,641,488</u>	\$ <u>252,040,339</u>
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above .....	\$ <u>0</u>	\$ <u>0</u>

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

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

16. Excluding items in Schedule E - Part 3 - Special Deposits, 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, F – Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes  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
Moody National Bank .....	2302 Postoffice, Galveston, TX .....
JP Morgan Chase .....	221 West 6th Street, Austin, TX .....

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

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

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

## GENERAL INTERROGATORIES

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
.....	.....	.....
.....	.....	.....

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

### PART 2 - LIFE & HEALTH

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

	1	
	Amount	
1.1 Long-Term Mortgages in Good Standing		
1.11 Farm Mortgages	\$	
1.12 Residential Mortgages	\$	2,102,557
1.13 Commercial Mortgages	\$	123,142,995
1.14 Total Mortgages in Good Standing	\$	125,245,552
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	\$	
1.4 Long-Term Mortgage Loans in Process of Foreclosure		
1.41 Farm Mortgages	\$	
1.42 Residential Mortgages	\$	
1.43 Commercial Mortgages	\$	2,325,288
1.44 Total Mortgages in Process of Foreclosure	\$	2,325,288
1.5 Total Mortgage Loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Column 3, Lines 3.1 + 3.2)	\$	127,570,840
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	\$	
2. Operating Percentages:		
2.1 A&H loss percent		
2.2 A&H cost containment percent		
2.3 A&H expense percent excluding cost containment expenses		
3.1 Do you act as a custodian for health savings accounts?		Yes [ ] No [ X ]
3.2 If yes, please provide the amount of custodial funds held as of the reporting date.	\$	
3.3 Do you act as an administrator for health savings accounts?		Yes [ ] No [ X ]
3.4 If yes, please provide the balance of the funds administered as of the reporting date.	\$	



**SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS****Current Year To Date - Allocated by States and Territories**

States, Etc.	1	Direct Business Only						
		Life Contracts		4	5	6	7	
		2	3					Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees
Active Status	Life Insurance Premiums	Annuity Considerations						
1. Alabama	AL	L	103,644	441,149			544,793	
2. Alaska	AK	L	2,672	200,000			202,672	
3. Arizona	AZ	L	114,500	34,108,348			34,222,848	330,926
4. Arkansas	AR	L	73,694	4,290,045			4,363,739	
5. California	CA	L	696,138	41,191,811			41,887,949	147,000
6. Colorado	CO	L	179,334	8,274,623			8,453,957	135,000
7. Connecticut	CT	L	4,804	461,735			466,539	
8. Delaware	DE	L	76,593	192,172			268,765	
9. District of Columbia	DC	L	63,256	61,703			124,959	
10. Florida	FL	L	981,008	25,021,666	1,856		26,004,530	86,838
11. Georgia	GA	L	157,288	6,280,821			6,438,109	79,000
12. Hawaii	HI	L	102,340	1,236,942			1,339,282	
13. Idaho	ID	L	18,744	1,054,724			1,073,468	
14. Illinois	IL	L	165,088	5,753,315			5,918,403	222,054
15. Indiana	IN	L	49,585	6,509,899			6,559,484	180,094
16. Iowa	IA	L	61,095	3,094,298			3,155,393	127,182
17. Kansas	KS	L	134,390	2,770,202			2,904,592	
18. Kentucky	KY	L	63,075	4,128,367			4,191,442	122,963
19. Louisiana	LA	L	66,893	5,397,049			5,463,942	182,142
20. Maine	ME	L	2,942	204,174			207,116	
21. Maryland	MD	L	215,685	3,469,877			3,685,562	
22. Massachusetts	MA	L	15,386	4,143,765			4,159,151	
23. Michigan	MI	L	137,705	29,780,435			29,918,140	441,954
24. Minnesota	MN	L	801,740	130,122			931,862	
25. Mississippi	MS	L	517,364	399,220			916,584	105,930
26. Missouri	MO	L	125,030	8,309,873			8,434,903	69,500
27. Montana	MT	L	8,576	202,902			211,478	
28. Nebraska	NE	L	13,965	2,020,043			2,034,008	
29. Nevada	NV	L	15,202	2,572,414			2,587,616	
30. New Hampshire	NH	L	1,011	772,136			773,147	
31. New Jersey	NJ	L	18,782	6,456,176			6,474,958	
32. New Mexico	NM	L	16,615	792,735			809,350	
33. New York	NY	N	275,443	2,266,880			2,542,323	
34. North Carolina	NC	L	311,879	7,014,671			7,326,550	76,251
35. North Dakota	ND	L	35,468	1,523,833			1,559,301	
36. Ohio	OH	L	180,916	26,130,469			26,311,385	274,262
37. Oklahoma	OK	L	124,326	4,233,981			4,358,307	
38. Oregon	OR	L	11,201	45,948			57,149	
39. Pennsylvania	PA	L	320,127	12,411,268			12,731,395	238,421
40. Rhode Island	RI	L	1,305	1,498,327			1,499,632	138,000
41. South Carolina	SC	L	172,704	3,885,228			4,057,932	
42. South Dakota	SD	L	111,408	1,484,636			1,596,044	
43. Tennessee	TN	L	298,021	8,039,516			8,337,537	1,261,226
44. Texas	TX	L	1,479,990	21,337,851	239,824	1,204	23,058,869	1,130,493
45. Utah	UT	L	(153,186)	302,682			149,496	
46. Vermont	VT	L	663	254,821			255,484	
47. Virginia	VA	L	79,659	3,514,261			3,593,920	
48. Washington	WA	L	27,936	1,249,346			1,277,282	
49. West Virginia	WV	L	15,829	2,382,824			2,398,653	
50. Wisconsin	WI	L	79,354	5,621,240			5,700,594	
51. Wyoming	WY	L	11,378	1,087,155			1,098,533	
52. American Samoa	AS	L	188,868	450			189,318	
53. Guam	GU	L	17,945	130			18,075	
54. Puerto Rico	PR	L	158,701	9,013,298			9,171,999	
55. US Virgin Islands	VI	L	71,388	86,923			158,311	
56. Northern Mariana Islands	MP	L	1,106				1,106	
57. Canada	CN	N	23,962				23,962	
58. Aggregate Other Alien	OT	X X X	39,342,474	2,059,793			41,402,267	200
59. Subtotal	(a) 55		48,193,009	325,168,272	241,680	1,204	373,604,165	5,349,436
90. Reporting entity contributions for employee benefits plans	X X X							
91. Dividends or refunds applied to purchase paid-up additions and annuities	X X X							
92. Dividends or refunds applied to shorten endowment or premium paying period	X X X							
93. Premium or annuity considerations waived under disability or other contract provisions	X X X							
94. Aggregate other amounts not allocable by State	X X X							
95. Totals (Direct Business)	X X X		48,193,009	325,168,272	241,680	1,204	373,604,165	5,349,436
96. Plus Reinsurance Assumed	X X X							
97. Totals (All Business)	X X X		48,193,009	325,168,272	241,680	1,204	373,604,165	5,349,436
98. Less Reinsurance Ceded	X X X		150,830				150,830	
99. Totals (All Business) less Reinsurance Ceded	X X X		48,042,179	325,168,272	241,680	1,204	373,453,335	5,349,436

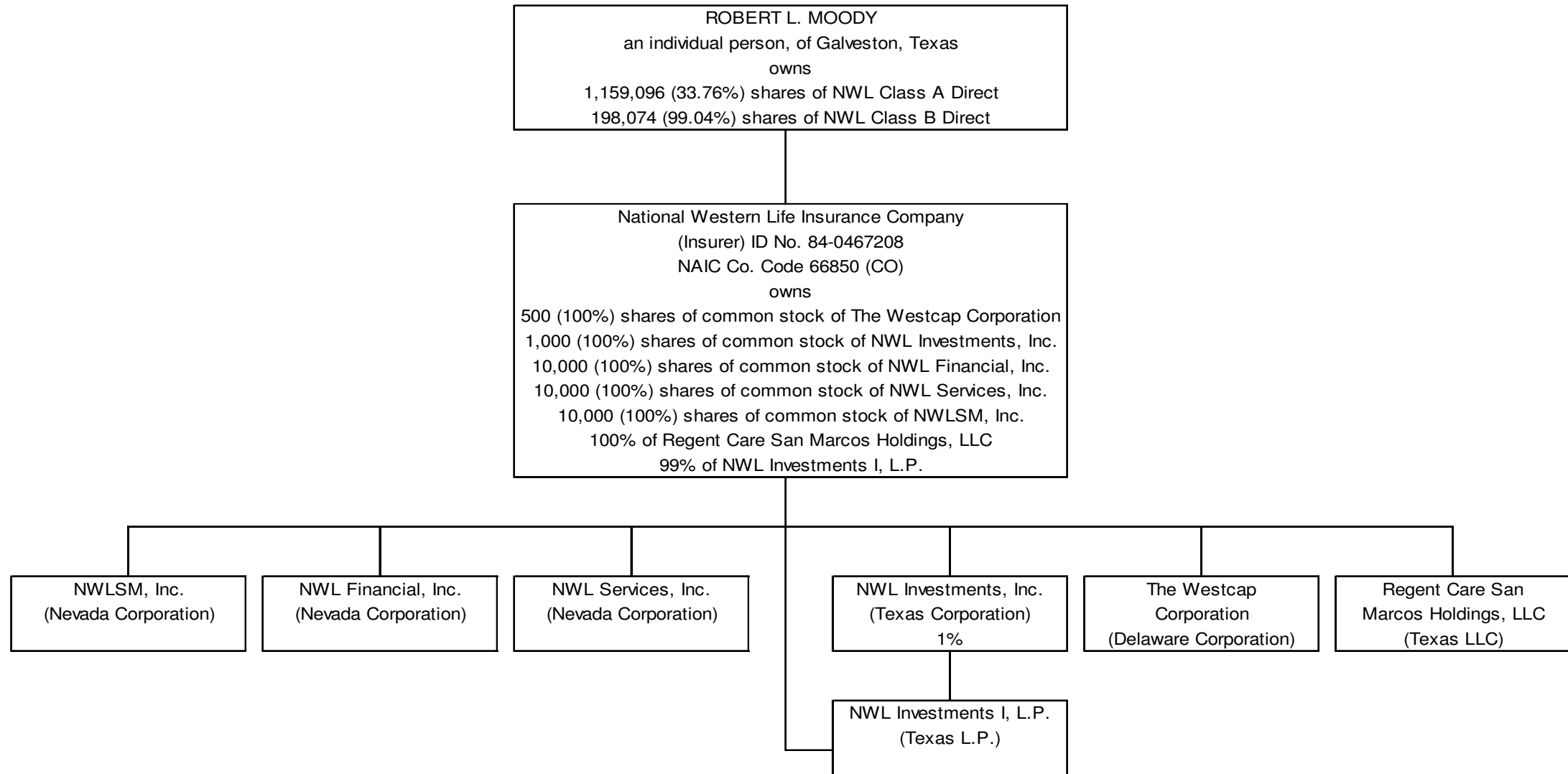
DETAILS OF WRITE-INS							
5801. BRAZIL	X X X		13,004,848				13,004,848
5802. TAIWAN	X X X		5,794,312				5,794,312
5803. VENEZUELA	X X X		3,369,553	2,000			3,371,553
5898. Summary of remaining write-ins for Line 58	X X X		17,173,761	2,057,793			19,231,554
5899. Totals (Lines 5801 through 5803 plus 5898) (Line 58 above)	X X X		39,342,474	2,059,793			41,402,267
9401.	X X X						
9402.	X X X						
9403.	X X X						
9498. Summary of remaining write-ins for Line 94	X X X						
9499. Totals (Lines 9401 through 9403 plus 9498) (Line 94 above)	X X X						

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG;(R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

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

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

### PART 1 - ORGANIZATIONAL CHART



## SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the 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.

	<u>Response</u>
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?	YES
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?	NO

**Explanation:**

Not applicable

Not applicable

Not applicable

Not applicable

Not applicable

**Bar Code:**



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**OVERFLOW PAGE FOR WRITE-INS**


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**Page 2 - Continuation**

	Current Year			Prior Year
	1	2	3	4
<b>REMAINING WRITE-INS AGGREGATED AT LINE 25 FOR OTHER THAN INVESTED ASSETS</b>	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
2504. Non-qualified defined benefit plan intangible asset	995,902	995,902		
2505. Prepaid general expenses	804,143	804,143		
2506. Returned checks and collection items	157,091	157,091		
2507. Other assets nonadmitted	26,327	26,327		
2508. Notes receivable	22,566	22,566		
2509. Cash advances	435	435		
2597. Totals (Lines 2501 through 2596) (Page 2, Line 2598)	2,006,464	2,006,464		

## OVERFLOW PAGE FOR WRITE-INS

## Page 11 - Continuation

	1	Direct Business Only					7
		Life Contracts		4	5	6	
		2	3				
REMAINING WRITE-INS AGGREGATED AT LINE 58 FOR OTHER ALIEN	Active Status	Life Insurance Premiums	Annuity Considerations				Deposit-Type Contracts
5804. ARGENTINA	X X X	2,150,394	271,540			2,421,934	
5805. CHILE	X X X	2,345,090	2,901			2,347,991	200
5806. PERU	X X X	2,176,912	100,000			2,276,912	
5807. COLOMBIA	X X X	2,271,907				2,271,907	
5808. EUROPEAN MILITARY	X X X	256,225	1,635,914			1,892,139	
5809. ECUADOR	X X X	1,858,751				1,858,751	
5810. HAITI	X X X	1,431,288	897			1,432,185	
5811. EL SALVADOR	X X X	599,546				599,546	
5812. KAZAKHSTAN	X X X	465,199				465,199	
5813. PHILIPPINES	X X X	453,228				453,228	
5814. RUSSIA	X X X	399,699	5,000			404,699	
5815. JAPAN	X X X	384,836				384,836	
5816. DOMINICAN REPUBLIC	X X X	349,640				349,640	
5817. HONDURAS	X X X	281,780				281,780	
5818. NICARAGUA	X X X	255,594				255,594	
5819. BOLIVIA	X X X	234,572				234,572	
5820. MEXICO	X X X	231,970				231,970	
5821. GUATEMALA	X X X	224,103				224,103	
5822. COSTA RICA	X X X	158,970				158,970	
5823. URUGUAY	X X X	153,792				153,792	
5824. HONG KONG	X X X	108,502				108,502	
5825. UKRAINE	X X X	66,308				66,308	
5826. SWITZERLAND	X X X	46,673				46,673	
5827. PARAGUAY	X X X	32,957				32,957	
5828. BELGIUM	X X X	32,067				32,067	
5829. JAMAICA	X X X	27,829				27,829	
5830. KIRGHIZIA	X X X	27,433				27,433	
5831. GERMANY	X X X	19,691	5,650			25,341	
5832. SPAIN	X X X	23,724				23,724	
5833. FRANCE	X X X	17,625				17,625	
5834. AUSTRALIA	X X X	14,175				14,175	
5835. WESTERN SAMOA	X X X	12,326				12,326	
5836. MICRONESIA/MARSHALL ISLAND	X X X	10,215				10,215	
5837. GUYANA	X X X	10,028				10,028	
5838. NETHERLANDS ANTILLES	X X X	(26,261)	35,741			9,480	
5839. REPUBLIC OF PANAMA	X X X	9,371				9,371	
5840. INDONESIA	X X X	7,614				7,614	
5841. ITALY	X X X	6,963	150			7,113	
5842. BELARUS	X X X	6,881				6,881	
5843. BOSNIA	X X X	6,011				6,011	
5844. CROATIA	X X X	5,595				5,595	
5845. MOLDOVA	X X X	4,358				4,358	
5846. FINLAND	X X X	3,000				3,000	
5847. CANAL ZONE	X X X	2,641				2,641	
5848. TADZHIKISTAN	X X X	2,400				2,400	
5849. GREAT BRITAIN	X X X	2,290				2,290	
5850. FRENCH WEST INDIES	X X X	2,064				2,064	
5851. GREECE	X X X	1,855				1,855	
5852. ROMANIA	X X X	1,656				1,656	
5853. SERBIA	X X X	825				825	
5854. DENMARK	X X X	676				676	
5855. ISRAEL	X X X	670				670	
5856. PORTUGAL	X X X	660				660	
5857. NETHERLANDS	X X X	500				500	
5858. CHANNEL ISLANDS	X X X	500				500	
5859. BELIZE	X X X	403				403	
5860. ALBANIA	X X X	40				40	
5897. Totals (Lines 5804 through 5896) (Page 11, Line 5898)	X X X	17,173,761	2,057,793			19,231,554	200

**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	2,599,838	1,960,105
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		840,435
2.2 Additional investment made after acquisition	20,895	
3. Current year change in encumbrances		
4. Total gain (loss) on disposals	(29,467)	
5. Deduct amounts received on disposals	1,010,764	
6. Total foreign exchange change in book/adjusted carrying value		
7. Deduct current year's other than temporary impairment recognized	20,895	178,038
8. Deduct current year's depreciation	1,732	22,664
9. Book/adjusted carrying value at the end of current period (Lines 1 + 2 + 3 + 4 - 5 + 6 - 7 - 8)	1,557,875	2,599,838
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)	1,557,875	2,599,838

**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	120,584,691	113,676,676
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	6,681,776	25,137,842
2.2 Additional investment made after acquisition	1,735,286	2,249,446
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	870,270	21,770,662
8. Deduct amortization of premium and mortgage interest points and commitment fees	(98,357)	(220,389)
9. Total foreign exchange change in book value/recorded investment excluding accrued interest		
10. Deduct current year's other than temporary impairment recognized	39,000	(1,071,000)
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)	128,190,840	120,584,691
12. Total valuation allowance		
13. Subtotal (Line 11 plus Line 12)	128,190,840	120,584,691
14. Deduct total nonadmitted amounts	620,000	620,000
15. Statement value at end of current period (Line 13 minus Line 14)	127,570,840	119,964,691

**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	1,362,945	2,550,093
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition	150,000	60,000
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)	(265,073)	(515,147)
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		732,001
8. Deduct amortization of premium and depreciation		
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)	1,247,872	1,362,945
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)	1,247,872	1,362,945

**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	7,267,515,672	6,175,870,332
2. Cost of bonds and stocks acquired	386,818,959	1,591,865,837
3. Accrual of discount	1,922,616	7,045,366
4. Unrealized valuation increase (decrease)	3,205,076	13,599,744
5. Total gain (loss) on disposals	2,807,074	6,189,175
6. Deduct consideration for bonds and stocks disposed of	126,018,667	521,799,950
7. Deduct amortization of premium	1,425,191	4,991,864
8. Total foreign exchange change in book/adjusted carrying value		
9. Deduct current year's other than temporary impairment recognized	798	262,968
10. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	7,534,824,741	7,267,515,672
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	7,534,824,741	7,267,515,672



## 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
<b>BONDS</b>								
1. Class 1 (a)	4,565,093,360	706,937,257	557,676,242	(9,304,368)	4,705,050,007			4,565,093,360
2. Class 2 (a)	2,454,553,681	78,910,915	45,870,659	(2,299,694)	2,485,294,243			2,454,553,681
3. Class 3 (a)	106,011,737		195,783	12,006,615	117,822,569			106,011,737
4. Class 4 (a)	44,693,741		44,678	(2,946,058)	41,703,005			44,693,741
5. Class 5 (a)	8,755,222	262,372	40,285	2,966,155	11,943,464			8,755,222
6. Class 6 (a)	1,638,513			8,328	1,646,841			1,638,513
7. Total Bonds	7,180,746,254	786,110,544	603,827,647	430,978	7,363,460,129			7,180,746,254
<b>PREFERRED STOCK</b>								
8. Class 1								
9. Class 2								
10. Class 3								
11. Class 4								
12. Class 5								
13. Class 6								
14. Total Preferred Stock								
15. Total Bonds & Preferred Stock	7,180,746,254	786,110,544	603,827,647	430,978	7,363,460,129			7,180,746,254

(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 \$ 63,735,684; NAIC 2 \$ 0; NAIC 3 \$ 0; NAIC 4 \$ 0; NAIC 5 \$ 0; NAIC 6 \$ 0

## SCHEDULE DA - PART 1

### Short-Term Investments

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year To Date	Paid for Accrued Interest Year To Date
9199999	63,735,684	X X X	63,735,684	344,883	

## SCHEDULE DA - VERIFICATION

### Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	145,125,801	115,160,941
2. Cost of short-term investments acquired	399,291,585	170,936,645
3. Accrual of discount	19,533	372,692
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals		1,239
6. Deduct consideration received on disposals	480,616,055	140,827,312
7. Deduct amortization of premium	85,180	518,404
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)	63,735,684	145,125,801
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	63,735,684	145,125,801

## SCHEDULE DB - PART A - VERIFICATION

### Options, Caps, Floors, Collars, Swaps and Forwards

1.	Book/Adjusted Carrying Value, December 31, prior year (Line 9, prior year)	80,283,658
2.	Cost (Paid)/Consideration Received on additions	12,039,370
3.	Unrealized Valuation increase/(decrease)	31,056,687
4.	Total gain (loss) on termination recognized	792,565
5.	Considerations received/(paid) on terminations	10,180,385
6.	Amortization	
7.	Adjustment to the Book/Adjusted Carrying Value of hedged item	
8.	Total foreign exchange change in Book/Adjusted Carrying Value	
9.	Book/Adjusted Carrying Value at End of Current Period (Lines 1 + 2 + 3 + 4 - 5 + 6 + 7 + 8)	113,991,895
10.	Deduct nonadmitted assets	
11.	Statement value at end of current period (Line 9 minus Line 10)	113,991,895

## SCHEDULE DB - PART B - VERIFICATION

### Future Contracts

1.	Book/Adjusted carrying value, December 31 of prior year	
2.	Net cash deposits (Section 1, Broker Name/Net Cash Deposits Footnote)	
3.1	Change in variation margin on open contracts	
3.2	Add:	
	Change in adjustment to basis of hedged item	
3.21	Section 1, Column 17, current year to date minus	
3.22	Section 1, Column 17, prior year	
	Change in amount recognized	
3.23	Section 1, Column 16, current year to date minus	
3.24	Section 1, Column 16, prior year	
3.3	Subtotal (Line 3.1 minus Line 3.2)	
4.1	Variation margin on terminated contracts during the year	
4.2	Less:	
4.21	Amount used to adjust basis of hedged item	
4.22	Amount recognized	
4.3	Subtotal (Line 4.1 minus Line 4.2)	
5.	Dispositions gains (losses) on contracts terminated in prior year:	
5.1	Recognized	
5.2	Used to adjust basis of hedged items	
6.	Book/Adjusted carrying value at end of current period (Lines 1 + 2 + 3.3 - 4.3 - 5.1 - 5.2)	
7.	Deduct total nonadmitted amounts	
8.	Statement value at end of current period (Line 6 minus Line 7)	

NONE

**NONE Schedule DB - Part C - Section 1**

**NONE Schedule DB - Part C - Section 2**

## SCHEDULE DB VERIFICATION

### Verification of Book/Adjusted Carrying Value, Fair Value and Potential Exposure of all Open Derivative Contracts

Book/Adjusted Carrying Value Check

1. Part A, Section 1, Column 14 .....	113,991,895	
2. Part B, Section 1, Column 14 .....	0	
3. Total (Line 1 plus Line 2) .....		113,991,895
4. Part D, Column 5 .....	113,991,895	
5. Part D, Column 6 .....	0	
6. Total (Line 3 minus Line 4 minus Line 5) .....		0

Fair Value Check

7. Part A, Section 1, Column 16 .....	113,991,895	
8. Part B, Section 1, Column 13 .....	0	
9. Total (Line 7 plus Line 8) .....		113,991,895
10. Part D, Column 8 .....	113,991,895	
11. Part D, Column 9 .....	0	
12. Total (Line 9 minus Line 10 minus Line 11) .....		0

Potential Exposure Check

13. Part A, Section 1, Column 21 .....	0	
14. Part B, Section 1, Column 19 .....	0	
15. Part D, Column 11 .....	0	
16. Total (Line 13 plus Line 14 minus Line 15) .....		0

## SCHEDULE E - VERIFICATION

(Cash Equivalents)

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year		48,517,074
2. Cost of cash equivalents acquired		222,594,311
3. Accrual of discount		121,285
4. Unrealized valuation increase (decrease)		
5. Total gain (loss) on disposals		
6. Deduct consideration received on disposals		271,193,000
7. Deduct amortization of premium		39,670
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)		
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)		

### SCHEDULE A - PART 2

Showing All Real Estate ACQUIRED AND ADDITIONS MADE During the Current Quarter

1 Description of Property	Location		4 Date Acquired	5 Name of Vendor	6 Actual Cost at Time of Acquisition	7 Amount of Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances	9 Additional Investment Made After Acquisition
	2 City	3 State						
Commercial Property	Steubenville	OH	12/27/2010	Tax assessor				20,895
0199999 Acquired by Purchase								20,895
0399999 Totals								20,895

EOI

### SCHEDULE A - PART 3

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

1 Description of Property	Location		4 Disposal Date	5 Name of Purchaser	6 Actual Cost	7 Expended for Additions, Permanent Improvements and Changes in Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances Prior Year	Change in Book/Adjusted Carrying Value Less Encumbrances					14 Book/Adjusted Carrying Value Less Encumbrances on Disposal	15 Amounts Received During Year	16 Foreign Exchange Gain (Loss) on Disposal	17 Realized Gain (Loss) on Disposal	18 Total Gain (Loss) on Disposal	19 Gross Income Earned Less Interest Incurred on Encumbrances	20 Taxes, Repairs and Expenses Incurred
	2 City	3 State						9 Current Year's Depreciation	10 Current Year's Other Than Temporary Impairment Recognized	11 Current Year's Change in Encumbrances	12 Total Change in B./A.C.V. (11 - 9 - 10)	13 Total Foreign Exchange Change in B./A.C.V.							
Commercial Property	Fort Smith	AR	01/11/2011	DHC Properties of Fort Smith, LLC	1,300,000		1,040,231						1,040,231	1,010,764		(29,467)	(29,467)		14,462
0199999 Property Sold					1,300,000		1,040,231						1,040,231	1,010,764		(29,467)	(29,467)		14,462
0399999 Total					1,300,000		1,040,231						1,040,231	1,010,764		(29,467)	(29,467)		14,462

## SCHEDULE B - PART 2

Showing All Mortgage Loans ACQUIRED AND ADDITIONS MADE During the Current Quarter

1 Loan Number	Location		4 Loan Type	5 Date Acquired	6 Rate of Interest	7 Actual Cost at Time of Acquisition	8 Additional Investment Made After Acquisitions	9 Value of Land and Buildings
	2 City	3 State						
239800	Graford	TX		05/28/2010	9.000		231,634	3,350,562
0399999 Mortgages in good standing - Residential mortgages - all other				X X X	X X X		231,634	3,350,562
235200	Austin	TX		10/28/2002	7.000		31,747	2,750,000
240100	Katy	TX		03/14/2011	7.250	4,676,500		6,575,000
239300	Lehigh	PA		01/22/2010	7.750		190,402	15,910,000
240000	Oroville	CA		03/02/2011	9.000	1,482,901	1,187,034	4,520,000
239500	Richmond	TX		03/08/2010	10.000		94,469	8,900,000
240200	San Antonio	TX		03/15/2011	7.250	522,375		700,000
0599999 Mortgages in good standing - Commercial mortgages - all other				X X X	X X X	6,681,776	1,503,652	39,355,000
0899999 Total Mortgages in good standing				X X X	X X X	6,681,776	1,735,286	42,705,562
3399999 Totals				X X X	X X X	6,681,776	1,735,286	42,705,562

E02



### SCHEDULE B - PART 3

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

1 Loan Number	Location		4 Loan Type	5 Date Acquired	6 Disposal Date	7 Book Value/ Recorded Investment Excluding Accrued Interest Prior Year	Change in Book Value/Recorded Investment					14 Book Value/ Recorded Investment Excluding Accrued Interest on Disposal	15 Consideration	16 Foreign Exchange Gain (Loss) on Disposal	17 Realized Gain (Loss) on Disposal	18 Total Gain (Loss) on Disposal
	2 City	3 State					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)					
232700	Amarillo	TX		06/21/2000		1,867,101		2			2		32,492			
237200	Amarillo	TX		02/10/2006		1,544,411		213			213		9,317			
225700	Austin	TX		05/13/1996		2,357,120							18,042			
230200	Austin	TX		04/15/1999		4,359,256		5			5		63,762			
235200	Austin	TX		10/28/2002		1,589,273		119			119		12,112			
216000	Chico	CA		09/27/1991		186,219		44			44		15,531			
234900	Columbia	MD		06/19/2002		2,848,567		1,271			1,271		21,952			
236500	Columbus	OH		02/18/2005		338,414		62			62		2,234			
209900	Conroe	TX		06/16/1989		379,829		22			22		1,733			
236900	Conroe	TX		10/31/2005		808,083		119			119		8,123			
235400	Dallas	TX		06/30/2003		383,234		150			150		34,588			
239400	Decatur	AL		01/28/2010		5,467,513		694			694		17,796			
237800	Dickinson	TX		01/12/2007		851,167		119			119		7,191			
235800	Elizabeth	NJ		01/14/2004		2,280,032		689			689		21,404			
238700	Flower Mound	TX		12/09/2008		2,170,175		281			281		9,917			
238600	Fort Worth	TX		10/24/2008		1,779,100		231			231		8,246			
236700	Galveston	TX		06/06/2005		2,226,566		306			306		12,745			
239700	Galveston	TX		04/12/2010		4,866,216		1,238			1,238		16,467			
239900	Galveston	TX		07/15/2010		197,646		25			25		2,963			
239800	Graford	TX		05/28/2010		1,698,747		5,333			5,333		27,866			
235900	Grand Prairie	TX		04/05/2004		830,205		102			102		18,562			
238900	Hammond	IN		06/05/2009		3,453,486		440			440		9,611			
226600	Houston	TX		12/16/1996		533,929		588			588		11,491			
237300	Houston	TX		07/14/2006		1,101,179		156			156		9,798			
238100	Houston	TX		07/13/2007		580,421		80			80		4,660			
238200	Houston	TX		07/13/2007		1,707,120		234			234		13,706			
237000	Hutto	TX		12/22/2005		941,114		130			130		5,761			
236100	Keller	TX		11/16/2004		1,086,131		125			125		12,237			
233600	Kenner	LA		04/19/2001		491,069		75			75		18,364			
237600	La Porte	TX		11/17/2006		712,814		100			100		6,127			
238400	Lake Charles	LA		07/30/2008		842,711		113			113		8,405			
236600	Lewisville	TX		04/28/2005		712,220		100			100		4,628			
238500	Mentor	OH		08/22/2008		671,157		88			88		3,155			
217400	Palm Harbor	FL		01/22/1992		125,991		9			9		26,029			

E021

### SCHEDULE B - PART 3

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

1 Loan Number	Location		4 Loan Type	5 Date Acquired	6 Disposal Date	7 Book Value/ Recorded Investment Excluding Accrued Interest Prior Year	Change in Book Value/Recorded Investment					14 Book Value/ Recorded Investment Excluding Accrued Interest on Disposal	15 Consideration	16 Foreign Exchange Gain (Loss) on Disposal	17 Realized Gain (Loss) on Disposal	18 Total Gain (Loss) on Disposal
	2 City	3 State					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)					
237700	Pasadena	TX		01/12/2007		671,974		94			94		5,677			
238000	Reno	NV		03/27/2007		7,800,351		1,067			1,067		53,649			
237900	Rockford	IL		02/28/2007		5,169,981		1,887			1,887		44,380			
234800	San Antonio	TX		05/29/2002		823,917		77			77		6,098			
237100	San Antonio	TX		12/22/2005		1,173,313		170			170		11,103			
236000	San Dimas	CA		04/19/2004		1,923,325		204			204		9,166			
239100	Scottsdale	AZ		12/10/2009		8,351,506		4,325			4,325		65,087			
239200	Scottsdale	AZ		12/10/2009		5,165,382		2,675			2,675		40,256			
237500	Seabrook	TX		11/17/2006		592,526		83			83		5,093			
234000	Show Low	AZ		10/25/2001		1,577,120		273			273		65,156			
236200	Shreveport	LA		11/30/2004		3,723,919							39,202			
236400	Spring Lake	NC		01/27/2005		617,036		94			94		6,715			
237400	The Woodlands	TX		11/14/2006		764,334		103			103		4,184			
236300	Waco	TX		12/30/2004		690,463		105			105		7,581			
239000	Yerington	NV		12/01/2009		1,607,670		206			206		9,908			
0299999 Mortgages with partial repayments						92,641,033		24,626			24,626		870,270			
0599999 Totals						92,641,033		24,626			24,626		870,270			

E022



### SCHEDULE D - PART 3

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

1 CUSIP Ident- ification	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)
3136FR-CY-7	FNMA 1.250% 03/23/21		02/28/2011	Stifel Nicolaus		9,999,000	10,000,000.00		1FE
3136FR-CS-0	FNMA 2.250% 02/25/21		02/22/2011	Stifel Nicolaus		20,000,000	20,000,000.00		1FE
912828-PC-8	U S TREASURY NOTE 2.625% 11/15/20		01/26/2011	Cantor Fitzgerald		607,547	650,000.00	3,441	1
0599999	Total Bonds U. S. Government				X X X	30,606,547	30,650,000.00	3,441	X X X
3137A4-CM-7	FHLMC 3768 MB 4.000% 12/15/39		02/16/2011	Goldman Sachs		14,184,766	15,000,000.00	27,222	1FE
3137A4-MC-8	FHLMC 3770 MA 4.500% 05/15/40		02/04/2011	Stifel Nicolaus		3,717,247	3,777,000.00	3,777	1FE
3137A3-UK-3	FHLMC 3771 AL 4.000% 12/15/30		03/25/2011	Stifel Nicolaus		23,853,905	25,000,000.00	69,445	1FE
3137A5-NZ-3	FHLMC 3795 VB 4.000% 07/15/29		02/01/2011	Stifel Nicolaus		8,339,184	8,745,000.00	17,915	1FE
3137A7-2J-8	FHLMC 3803 CP 4.000% 01/15/40		03/08/2011	Stifel Nicolaus		19,017,188	20,000,000.00	17,222	1FE
3137A8-HN-1	FHLMC 3829 VB 4.000% 09/15/29		03/28/2011	Stifel Nicolaus		5,910,611	6,234,000.00	20,780	1FE
31397Q-W5-3	FNMA 2010-151 BL 4.000% 01/25/31		03/11/2011	Goldman Sachs		23,953,516	25,000,000.00	42,778	1FE
31398R-C4-5	FNMA 2010-57 NB 5.000% 06/25/30		01/05/2011	Stifel Nicolaus		9,954,898	9,553,000.00	11,941	1FE
31398T-QK-0	FNMA 2010-94 BA 4.500% 08/25/30		01/19/2011	Stifel Nicolaus		3,458,874	3,467,000.00	9,968	1FE
31397Q-WZ-7	FNMA 2011-15 VB 4.000% 09/25/29		03/14/2011	Stifel Nicolaus		9,493,359	10,000,000.00	17,222	1FE
3199999	U.S. Total Bonds Special Revenue and Special Assessment and all Non-Guaranteed Obligations				X X X	121,883,548	126,776,000.00	238,270	X X X
012725-AA-5	ALBERMARLE CORP 4.500% 12/15/20		01/31/2011	Various		7,902,700	8,000,000.00	47,248	2FE
03523T-BB-3	ANHEUSER BUSCH INBEV 4.375% 02/15/21		01/24/2011	Barclays Bank Plc		2,978,490	3,000,000.00		2FE
037411-AX-3	APACHE CORPORATION 3.625% 02/01/21		02/28/2011	JP Morgan		4,730,100	5,000,000.00	45,313	1FE
039483-BB-7	ARCHER DANIELS MIDLAND 4.700% 03/01/21		03/30/2011	Banc of America		2,518,225	2,500,000.00	10,771	1FE
048303-CE-9	ATLANTIC CITY ELECTRIC 4.350% 04/01/21		03/29/2011	Citigroup		4,992,400	5,000,000.00		1FE
05252A-BK-6	AUST & NZ BANKING GROUP 4.875% 01/12/2	F	01/05/2011	Banc of America		4,987,850	5,000,000.00		1FE
064149-C8-8	BANK NOVA SCOTIA 4.375% 01/13/21	A	01/06/2011	Banc of America		19,968,000	20,000,000.00		1FE
06406H-BU-2	BANK OF NEW YORK MELLON 4.150% 02/01/2		01/25/2011	Citigroup		9,983,000	10,000,000.00		1FE
086516-AL-5	BEST BUY CO INC 5.500% 03/15/21		03/08/2011	Credit Suisse First Boston		14,954,249	15,000,000.00		2FE
05541V-AA-4	BG ENERGY CAPITAL 4.000% 12/09/20	F	03/07/2011	Cantor Fitzgerald		962,980	1,000,000.00	10,111	1FE
166754-AJ-0	CHEVRON PHILLIPS CHEMICAL 4.750% 02/01		02/02/2011	Various		9,961,540	10,000,000.00	4,222	2FE
19122T-AB-5	COCA COLA ENTERPRISES INC 4.500% 09/01		02/15/2011	Banc of America		4,983,300	5,000,000.00		2FE
126408-GT-4	CSX CORPORATION NTS 3.700% 10/30/20		03/31/2011	Goldman Sachs		2,357,525	2,500,000.00	42,139	2FE
25746U-BL-2	DOMINION RESOURCES INC 4.450% 03/15/21		03/02/2011	Citigroup		2,992,530	3,000,000.00		2FE
29364W-AN-8	ENTERGY LOUISIANA LLC 4.800% 05/01/21		03/21/2011	BNP Paribas		2,994,810	3,000,000.00		1FE
36962G-4Y-7	GENERAL ELEC CAP CORP 4.625% 01/07/21		01/05/2011	Various		4,971,860	5,000,000.00	771	1FE
46131N-AA-2	INVERSIONES CMPC SA 4.750% 01/19/18	F	01/13/2011	JP Morgan		4,976,200	5,000,000.00		2FE
478366-AX-5	JOHNSON CONTROLS INC 4.250% 03/01/21		02/03/2011	Banc of America		4,938,100	5,000,000.00	2,361	2FE
488044-AL-2	KELLWOOD CO 12.875% 12/31/14		01/15/2011	Interest Capitalization		262,372	262,372.00		5
59156R-AX-6	METLIFE INC 4.750% 02/08/21		02/08/2011	JP Morgan		3,011,130	3,000,000.00	1,188	1FE
652482-BZ-2	NEWS AMERICA INC 4.500% 02/15/21		02/09/2011	JP Morgan		4,969,000	5,000,000.00		2FE
67103H-AA-5	O'REILLY AUTOMOTIVE INC 4.875% 01/14/2		01/26/2011	Various		11,960,730	12,000,000.00	4,604	2FE
744533-BL-3	PUBLIC SERVICE CO OF OKLAHOMA 4.400% 0		03/02/2011	Goldman Sachs		2,986,950	3,000,000.00	17,600	2FE

E4

### SCHEDULE D - PART 3

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

1 CUSIP Ident- ification	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)
21685W-BT-3	RABOBANK NEDERLAND UTRECHT 4.500% 01/1	F	01/04/2011	Barclays Bank Plc		6,981,030	7,000,000.00		1FE
80105N-AG-0	SANOFI AVENTIS 4.000% 03/29/21	F	03/25/2011	Various		19,776,300	20,000,000.00	556	1FE
857477-AG-8	STATE STREET CORP 4.375% 03/07/21		03/07/2011	Various		13,948,350	14,000,000.00	365	1FE
883556-AX-0	THERMO FISHER SCIENTIFIC 4.500% 03/01/		02/15/2011	Various		9,223,153	9,250,000.00		1FE
89152U-AF-9	TOTAL CAPITAL SA 4.125% 01/28/21	F	03/25/2011	Various		14,815,450	15,000,000.00	83,646	1FE
89233P-4S-2	TOYOTA MOTOR CREDIT CORP 4.250% 01/11/		02/08/2011	Various		12,971,880	13,000,000.00	25,972	1FE
89417E-AG-4	TRAVELERS COS INC 3.900% 11/01/20		02/08/2011	JP Morgan		468,670	500,000.00	5,417	1FE
92343V-AX-2	VERIZON COMMUNICATIONS 4.600% 04/01/21		03/23/2011	JP Morgan		14,871,750	15,000,000.00		1FE
925524-BG-4	VIACOM INC 4.500% 03/01/21		02/14/2011	Banc of America		2,949,600	3,000,000.00		2FE
92857W-AV-2	VODAFONE GROUP PLC 4.375% 03/16/21	F	03/09/2011	Morgan Stanley		2,978,640	3,000,000.00		1FE
3899999	Total Bonds Industrial and Miscellaneous (Unaffiliated)				X X X	234,328,864	236,012,372.00	302,284	X X X
8399997	Total Bonds Part 3				X X X	386,818,959	393,438,372.00	543,995	X X X
8399998	Summary Item from Part 5 for Bonds				X X X	X X X	X X X	X X X	X X X
8399999	Total Bonds				X X X	386,818,959	393,438,372.00	543,995	X X X
9999999	Totals				X X X	386,818,959	X X X	543,995	X X X

E04.1

(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 CUSIP Identification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consi-deration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date	22 NAIC Designation or Market Indicator (a)
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.							
362159-5X-9	GNMA POOL 158462 9.000% 10/15/1		03/01/2011	Paydown		1,681	1,681.00	1,636	1,655		26		26		1,681				25	10/15/2016	1FE
36217G-F2-8	GNMA POOL 192885 9.000% 12/15/1		03/01/2011	Paydown		169	169.00	164	166		3		3		169				3	12/15/2016	1FE
362173-ZL-3	GNMA POOL 211447 7.500% 08/15/1		03/01/2011	Paydown		621	621.00	607	614		7		7		621				8	08/15/2017	1FE
36218L-J4-8	GNMA POOL 225383 7.500% 06/15/2		03/01/2011	Paydown		14,584	14,584.00	14,261	14,402		182		182		14,584				100	06/15/2021	1FE
912827-6T-4	U S TREASURY NOTE 5.000% 02/15/		02/15/2011	Maturity		580,000	580,000.00	613,168	580,692		(692)		(692)		580,000				14,501	02/15/2011	1
0599999	Total - Bonds - U.S. Governments				X X X	597,055	597,055.00	629,836	597,529		(474)		(474)		597,055				14,637	X X X	X X X
3133TC-ZY-7	FHLMC 2042 T 7.000% 03/15/28		03/01/2011	Paydown		6,949	6,949.00	6,989	6,985		(36)		(36)		6,949				71	08/15/2026	1FE
3133T9-NW-1	FHLMC 1948 PJ 6.650% 03/15/27		03/01/2011	Paydown		54,102	54,102.00	53,806	53,878		224		224		54,102				684	03/15/2027	1FE
312903-GL-5	FHLMC 1989-112-I 6.500% 01/15/21		03/15/2011	Paydown		18,122	18,122.00	15,404	17,176		946		946		18,122				241	01/15/2021	1FE
312904-SN-6	FHLMC 1990-1015-F 7.000% 11/15/20		03/01/2011	Paydown		9,151	9,151.00	8,336	8,888		263		263		9,151				102	11/15/2020	1FE
312903-VF-1	FHLMC 1990-139-G 7.000% 04/15/21		03/15/2011	Paydown		2,341	2,341.00	2,069	2,248		93		93		2,341				28	04/15/2021	1FE
312905-FG-2	FHLMC 1991-1053-G 7.000% 03/15/2		03/01/2011	Paydown		7,132	7,132.00	6,387	6,837		296		296		7,132				84	03/15/2021	1FE
312905-GM-8	FHLMC 1991-1055-H 7.000% 03/15/21		03/01/2011	Paydown		15,547	15,547.00	14,041	15,029		518		518		15,547				144	03/15/2021	1FE
312905-TW-2	FHLMC 1991-1069-J 6.950% 04/15/21		03/01/2011	Paydown		3,004	3,004.00	2,424	2,838		166		166		3,004				35	04/15/2021	1FE
312906-BR-0	FHLMC 1991-1094-K 7.000% 06/15/21		03/01/2011	Paydown		3,635	3,635.00	3,338	3,521		115		115		3,635				39	06/15/2021	1FE
312906-NM-8	FHLMC 1991-1109-I 6.950% 08/15/21		03/01/2011	Paydown		8,625	8,625.00	7,689	8,330		294		294		8,625				94	08/15/2021	1FE
312906-RX-0	FHLMC 1991-1119-H 7.750% 08/15/21		03/01/2011	Paydown		12,936	12,936.00	12,235	12,675		260		260		12,936				152	08/15/2021	1FE
312907-FV-5	FHLMC 1991-1142-IA 7.000% 10/15/2		03/01/2011	Paydown		16,797	16,797.00	14,938	16,023		774		774		16,797				177	10/15/2021	1FE
31339M-XX-1	FHLMC 2399 EN 6.500% 01/15/32		03/01/2011	Paydown		44,387	44,387.00	43,860	43,852		535		535		44,387				502	01/15/2032	1FE
31339W-GU-4	FHLMC 2424 OP 6.000% 03/15/32		03/01/2011	Paydown		277,761	277,761.00	278,369	277,676		86		86		277,761				2,671	10/15/2030	1FE
31392R-JK-8	FHLMC 2470-QG 6.000% 07/15/32		03/01/2011	Paydown		413,663	413,663.00	420,644	415,868		(2,205)		(2,205)		413,663				3,853	09/15/2030	1FE
31392W-UJ-7	FHLMC 2510-PE 5.500% 11/15/32		03/01/2011	Paydown		240,547	240,547.00	242,501	240,393		154		154		240,547				2,050	10/15/2012	1FE
31392W-DF-4	FHLMC 2514-MD 5.500% 03/15/31		03/01/2011	Paydown		383,949	383,949.00	387,549	383,476		473		473		383,949				3,559	01/15/2012	1FE
31392W-MR-8	FHLMC 2515-GP 5.500% 03/15/32		03/01/2011	Paydown		587,257	587,257.00	593,670	587,870		(613)		(613)		587,257				5,506	01/15/2015	1FE
31393F-5Y-8	FHLMC 2522-TC 5.500% 11/15/22		03/01/2011	Paydown		1,950,509	1,950,509.00	1,952,320	1,948,458		2,051		2,051		1,950,509				18,758	11/15/2022	1FE
31393H-E8-1	FHLMC 2543-BL 5.500% 12/15/22		03/01/2011	Paydown		102,178	102,178.00	102,385	102,118		60		60		102,178				1,405	05/15/2022	1FE
31393H-MZ-2	FHLMC 2547-BH 5.500% 03/15/32		03/01/2011	Paydown		579,488	579,488.00	578,266	578,696		792		792		579,488				4,904	03/15/2032	1FE
31393H-WS-7	FHLMC 2552-ND 5.500% 10/15/31		03/01/2011	Paydown		604,481	604,481.00	590,859	601,150		3,330		3,330		604,481				5,449	10/15/2031	1FE
31393J-DN-5	FHLMC 2553-BG 5.500% 10/15/32		03/01/2011	Paydown		1,835,294	1,835,294.00	1,811,134	1,825,998		9,296		9,296		1,835,294				15,229	10/15/2032	1FE
31393K-BX-2	FHLMC 2576-KL 5.500% 07/15/32		03/01/2011	Paydown		246,740	246,740.00	246,432	246,277		463		463		246,740				3,205	07/15/2032	1FE
31393M-YM-7	FHLMC 2583-MD 5.500% 05/15/32		03/01/2011	Paydown		1,110,060	1,110,060.00	1,133,302	1,112,697		(2,637)		(2,637)		1,110,060				8,805	09/15/2014	1FE
31393N-KH-1	FHLMC 2590-PE 5.500% 08/15/31		03/01/2011	Paydown		637,882	637,882.00	631,703	635,769		2,113		2,113		637,882				5,468	08/15/2031	1FE
31393Q-2X-9	FHLMC 2594-TE 5.500% 11/12/31		03/01/2011	Paydown		958,986	958,986.00	950,857	955,624		3,362		3,362		958,986				7,896	11/12/2031	1FE
31393N-VV-8	FHLMC 2598-QD 5.500% 04/15/32		03/01/2011	Paydown		1,728,530	1,728,530.00	1,727,719	1,725,389		3,141		3,141		1,728,530				15,361	06/15/2014	1FE
31393Q-PE-6	FHLMC 2614-UD 5.500% 06/15/31		03/01/2011	Paydown		3,667,320	3,667,320.00	3,667,607	3,660,356		6,964		6,964		3,667,320				32,611	08/15/2012	1FE

(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 CUSIP Ident- ification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consid- eration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date	22 NAIC Desig- nation or Market Indicator (a)
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amort- ization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.							
31394G-NX-7	FHLMC 2659-NG 5.500% 09/15/32		03/01/2011	Paydown		2,447,320	2,447,320.00	2,418,488	2,437,578		9,742		9,742	2,447,320				21,247	09/15/2032	1FE	
31394H-AY-7	FHLMC 2669-DG 4.500% 11/15/32		03/01/2011	Paydown		889,095	889,095.00	817,412	872,092		17,002		17,002	889,095				6,638	11/15/2032	1FE	
31394J-BZ-9	FHLMC 2670-QG 5.500% 02/15/32		03/01/2011	Paydown		1,458,044	1,458,044.00	1,459,721	1,455,644		2,399		2,399	1,458,044				15,491	06/15/2013	1FE	
31394H-V7-3	FHLMC 2671-LC PAC 5.500% 05/15/3		03/01/2011	Paydown		49,307	49,307.00	49,119	49,185		122		122	49,307				678	05/15/2032	1FE	
31394J-K9-7	FHLMC 2673-PD 5.500% 02/15/32		03/01/2011	Paydown		1,379,687	1,379,687.00	1,376,453	1,376,681		3,005		3,005	1,379,687				14,553	02/15/2032	1FE	
31394H-RX-1	FHLMC 2674-LG 5.500% 03/15/32		03/01/2011	Paydown		2,775,679	2,775,679.00	2,800,346	2,774,501		1,178		1,178	2,775,679				22,928	08/15/2013	1FE	
31394K-PV-0	FHLMC 2686-WG 5.500% 07/15/32		03/01/2011	Paydown		1,065,346	1,065,346.00	1,075,084	1,065,123		222		222	1,065,346				9,074	01/15/2014	1FE	
31394K-AE-4	FHLMC 2687-PG 5.500% 03/15/32		03/01/2011	Paydown		3,101,525	3,101,525.00	3,099,781	3,095,623		5,909		5,909	3,101,525				26,369	03/15/2032	1FE	
31394L-DV-1	FHLMC 2691-LE 5.500% 04/15/32		03/01/2011	Paydown		1,265,755	1,265,755.00	1,259,426	1,262,462		3,293		3,293	1,265,755				11,054	04/15/2032	1FE	
31394K-F3-3	FHLMC 2693-MC PAC 5.500% 07/15/		03/01/2011	Paydown		523,496	523,496.00	529,549	523,594		(97)		(97)	523,496				4,361	01/15/2014	1FE	
31394L-LX-8	FHLMC 2707-VB 5.000% 12/15/22		01/01/2011	Paydown		1,453,339	1,453,339.00	1,379,309	1,447,449		5,890		5,890	1,453,339				6,056	12/15/2022	1FE	
31394M-P9-5	FHLMC 2715-QG 5.500% 05/15/32		03/01/2011	Paydown		1,073,346	1,073,346.00	1,077,878	1,072,246		1,099		1,099	1,073,346				8,791	05/15/2032	1FE	
31394N-RP-5	FHLMC 2735-PG PAC 5.500% 09/15/3		03/01/2011	Paydown		1,326,177	1,326,177.00	1,336,953	1,325,823		354		354	1,326,177				11,598	04/15/2014	1FE	
31394X-VA-1	FHLMC 2797-VH 5.500% 07/15/24		03/01/2011	Paydown		120,195	120,195.00	117,763	119,402		792		792	120,195				1,103	07/15/2024	1FE	
31395A-2M-6	FHLMC 2811-VD 5.500% 07/15/24		03/01/2011	Paydown		116,327	116,327.00	117,113	116,317		10		10	116,327				1,068	10/15/2015	1FE	
31395A-BR-5	FHLMC 2814-VD 5.500% 01/15/26		03/01/2011	Paydown		357,075	357,075.00	357,787	356,554		521		521	357,075				4,148	07/15/2013	1FE	
31395C-5C-1	FHLMC 2822-VX 5.500% 03/15/22		03/01/2011	Paydown		196,432	196,432.00	195,541	195,939		493		493	196,432				1,803	03/15/2022	1FE	
31395G-KH-4	FHLMC 2878-OW 5.500% 01/15/27		03/01/2011	Paydown		86,945	86,945.00	89,200	87,375		(430)		(430)	86,945				798	03/15/2016	1FE	
31396E-WB-8	FHLMC 3061-KC 5.500% 04/15/31		03/01/2011	Paydown		1,350,851	1,350,851.00	1,329,533	1,346,720		4,131		4,131	1,350,851				11,736	04/15/2031	1FE	
31397G-6P-0	FHLMC 3287-PM 6.000% 10/15/35		03/01/2011	Paydown		938,466	938,466.00	933,664	935,720		2,746		2,746	938,466				10,202	10/15/2035	1FE	
313401-WS-6	FHLMC POOL 170208 9.000% 12/01/1		03/01/2011	Paydown		485	485.00	484	484		1		1	485				6	12/01/2016	1FE	
31344P-Z2-3	FHLMC POOL 285261 8.500% 01/01/1		03/01/2011	Paydown		704	704.00	678	682		22		22	704				10	01/01/2017	1FE	
31344Y-CK-9	FHLMC POOL 291874 8.000% 04/01/1		03/01/2011	Paydown		2,832	2,832.00	2,702	2,754		78		78	2,832				38	04/01/2017	1FE	
3128F2-HR-9	FHLMC POOL D62940 GOLD 7.000%		03/01/2011	Paydown		746	746.00	728	733		13		13	746				9	08/01/2025	1FE	
313603-NF-5	FNMA 1989-101-H 6.000% 12/15/19		03/01/2011	Paydown		9,052	9,052.00	8,136	8,755		297		297	9,052				90	12/15/2019	1FE	
31358F-BC-2	FNMA 1990-108-G 7.000% 09/25/20		03/01/2011	Paydown		6,395	6,395.00	5,752	6,146		250		250	6,395				79	09/25/2020	1FE	
31358F-RE-1	FNMA 1990-140-J 7.000% 12/25/20		03/01/2011	Paydown		13,759	13,759.00	12,280	13,276		483		483	13,759				157	12/25/2020	1FE	
31358E-GR-7	FNMA 1990-58-J 7.000% 05/25/20		03/01/2011	Paydown		10,146	10,146.00	9,054	9,757		389		389	10,146				145	05/25/2020	1FE	
31358E-KM-3	FNMA 1990-60-K 5.500% 06/25/20		03/01/2011	Paydown		19,147	19,147.00	16,551	18,110		1,037		1,037	19,147				110	06/25/2020	1FE	
31358G-RA-7	FNMA 1991-43-J 7.000% 05/15/21		03/01/2011	Paydown		5,779	5,779.00	5,215	5,565		213		213	5,779				67	05/15/2021	1FE	
31358G-U4-7	FNMA 1991-53-J 7.000% 05/25/21		03/01/2011	Paydown		21,140	21,140.00	19,502	20,551		589		589	21,140				314	05/25/2021	1FE	
31358H-H4-0	FNMA 1991-98-J 8.000% 08/25/21		03/01/2011	Paydown		5,272	5,272.00	5,475	5,368		(96)		(96)	5,272				72	05/25/2020	1FE	
31359S-HC-7	FNMA 2001-4-JB 6.500% 03/25/31		03/01/2011	Paydown		51,075	51,075.00	50,157	50,227		847		847	51,075				725	03/25/2031	1FE	
31392C-PT-5	FNMA 2002-21-PE 6.500% 04/25/32		03/01/2011	Paydown		255,236	255,236.00	256,582	255,175		61		61	255,236				2,610	09/25/2030	1FE	
31392E-Q8-6	FNMA 2002-64-PE 5.500% 07/25/31		03/01/2011	Paydown		470,378	470,378.00	475,816	469,560		818		818	470,378				3,756	11/25/2012	1FE	
31392F-JK-4	FNMA 2002-73-PE 5.500% 10/25/31		03/01/2011	Paydown		3,629,591	3,629,591.00	3,629,377	3,618,469		11,122		11,122	3,629,591				30,758	05/25/2013	1FE	
31392F-WU-7	FNMA 2002-86-AL 5.500% 05/25/32		03/01/2011	Paydown		148,126	148,126.00	148,051	147,948		178		178	148,126				2,037	05/25/2032	1FE	

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### SCHEDULE D - PART 4

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

1 CUSIP Ident- ification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consid- eration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date	22 NAIC Desig- nation or Market Indicator (a)
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amort- ization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.							
31393B-LJ-2	FNMA 2003-32-BW 5.500% 03/25/32		03/01/2011	Paydown		751,310	751,310.00	746,380	748,139		3,171		3,171		751,310			6,531	03/25/2032	1FE	
31393B-DS-1	FNMA 2003-40-MH 5.500% 09/25/31		03/01/2011	Paydown		652,584	652,584.00	640,195	648,336		4,248		4,248		652,584			4,964	09/25/2031	1FE	
31393B-VZ-5	FNMA 2003-42-PE 5.500% 12/25/31		03/01/2011	Paydown		946,231	946,231.00	961,903	945,758		473		473		946,231			8,622	06/25/2013	1FE	
31393B-4F-9	FNMA 2003-51-PX 5.000% 10/25/31		03/01/2011	Paydown		1,226,499	1,226,499.00	1,232,823	1,223,748		2,751		2,751		1,226,499			10,130	12/25/2012	1FE	
31393E-P7-8	FNMA 2003-86-AN 5.500% 03/25/31		03/01/2011	Paydown		1,269,910	1,269,910.00	1,239,287	1,264,503		5,408		5,408		1,269,910			11,883	03/25/2031	1FE	
31393E-R4-3	FNMA 2003-86-DB 5.500% 03/25/31		03/01/2011	Paydown		1,033,667	1,033,667.00	1,016,708	1,028,597		5,070		5,070		1,033,667			9,148	03/25/2031	1FE	
31392H-Q5-5	FNMA 2003-8-EX 5.500% 08/25/30		02/01/2011	Paydown		1,099,168	1,099,168.00	1,112,479	1,095,893		3,275		3,275		1,099,168			5,161	06/25/2011	1FE	
31393Y-F4-2	FNMA 2004-37-GA 4.500% 05/25/34		03/01/2011	Paydown		1,033,522	1,033,522.00	990,243	997,984		35,538		35,538		1,033,522			6,332	05/25/2034	1FE	
31371E-VY-8	FNMA POOL 250031 7.500% 05/01/24		03/01/2011	Paydown		1,327	1,327.00	1,321	1,321		6		6		1,327			17	05/01/2024	1FE	
31373T-SS-0	FNMA POOL 303029 7.500% 10/01/24		03/01/2011	Paydown		2,934	2,934.00	2,922	2,921		13		13		2,934			37	10/01/2024	1FE	
31373T-SU-5	FNMA POOL 303031 7.500% 10/01/24		03/01/2011	Paydown		2,041	2,041.00	2,036	2,034		7		7		2,041			25	10/01/2024	1FE	
313610-JB-4	FNMA POOL 46158 8.000% 04/01/17		03/01/2011	Paydown		900	900.00	840	879		21		21		900			11	04/01/2017	1FE	
313610-RM-1	FNMA POOL 46392 8.500% 05/01/17		03/01/2011	Paydown		239	239.00	232	233		6		6		239			3	05/01/2017	1FE	
313614-RV-3	FNMA POOL 50000 8.000% 05/01/17		03/01/2011	Paydown		1,569	1,569.00	1,484	1,513		55		55		1,569			20	05/01/2017	1FE	
3837H0-QK-2	GNMA 1996-9-PG 7.000% 06/20/26		03/01/2011	Paydown		90,166	90,166.00	90,589	90,154		12		12		90,166			1,064	01/20/2025	1FE	
3837H1-M4-0	GNMA 1998-26-B 7.000% 11/20/28		03/01/2011	Paydown		30,902	30,902.00	31,278	31,136		(234)		(234)		30,902			321	04/20/2027	1FE	
38373S-Q6-7	GNMA 2003-33-PC 5.500% 04/20/32		03/01/2011	Paydown		742,580	742,580.00	740,723	740,455		2,124		2,124		742,580			6,425	04/20/2032	1FE	
38373Y-D5-0	GNMA 2003-4-MD 5.500% 01/20/32		03/01/2011	Paydown		210,467	210,467.00	209,974	209,870		597		597		210,467			1,867	01/20/2032	1FE	
38374C-H9-5	GNMA 2003-86-GC 5.000% 02/20/30		03/01/2011	Paydown		870,254	870,254.00	830,004	866,165		4,089		4,089		870,254			9,804	02/20/2030	1FE	
38374H-W7-1	GNMA 2004-75-VB 5.500% 11/20/27		03/01/2011	Paydown		111,920	111,920.00	112,662	111,826		94		94		111,920			1,027	07/20/2015	1FE	
3199999	U.S. Total - Bonds - Special Revenue and Special Assessment Non-Guaranteed Obl				X X X	52,229,833	52,229,833.0	51,937,576	52,057,148		172,685		172,685		52,229,833			453,154	X X X	X X X	
03028P-AA-4	AMERICAN TRANSMISSION CO 7.12		03/15/2011	Maturity		9,000,000	9,000,000.00	8,955,340	8,998,792		1,208		1,208		9,000,000			320,625	03/15/2011	1FE	
09774X-AV-4	BOMBARDIER CAPITAL 1999-A CL-A4		03/01/2011	Paydown		44,678	44,678.00	44,560	44,568		110		110		44,678			487	03/15/2029	4FE	
12189P-AC-6	BURLINGTON NORTHERN EQUIP NT		01/02/2011	Redemption 100.000		289,218	289,218.00	289,218	289,218						289,218			8,995	01/02/2019	1FE	
12189P-AD-4	BURLINGTON NORTHERN EQUIP NT		01/02/2011	Redemption 100.000		587,644	587,644.00	587,644	587,644						587,644			18,305	07/02/2018	1FE	
16675H-AL-6	CHEVRON CORP 7.327% 01/01/14		01/01/2011	Redemption 100.000		151,354	151,354.00	151,354	151,354						151,354			6,398	01/01/2014	1FE	
166754-AC-5	CHEVRON PHILLIPS CHEMICAL 7.00		03/15/2011	Maturity		10,000,000	10,000,000.00	9,964,950	9,999,042		958		958		10,000,000			350,000	03/15/2011	2FE	
210805-CB-1	CONTINENTAL AIRLINES 1998-1A 6		03/15/2011	Redemption 100.000		453,912	453,912.00	454,323	454,030		(117)		(117)		453,912			15,088	03/15/2019	2FE	
126673-JA-1	COUNTRYWIDE 2004-10-AF5A 5.164		03/01/2011	Paydown		186,068	186,068.00	186,064	185,778		290		290		186,068			1,607	02/25/2035	1Z*	
126673-FZ-0	COUNTRYWIDE 2004-9-AF5 5.297%		03/01/2011	Paydown		107,734	107,734.00	107,729	107,559		175		175		107,734			679	01/25/2035	1Z*	
12667F-K9-5	COUNTRYWIDE ALTNVT LOAN TR 20		03/01/2011	Paydown		75,706	75,706.00	76,138	75,852		(146)		(146)		75,706			856	01/25/2035	3Z*	
22540A-BE-7	CSFBMSC INDMAC 1997-1 CL A5 6		03/01/2011	Paydown		40,285	40,285.00	30,374	30,556		9,729		9,729		40,285			448	02/25/2028	5FE	
251547-AE-5	DEUTSCHE FINANCIAL CAP 1997-1-A		03/01/2011	Paydown		60,150	60,150.00	60,092	60,003		147		147		60,150			743	09/15/2027	1FE	
260003-AD-0	DOVER CORPORATION NOTES 6.50		02/15/2011	Maturity		5,000,000	5,000,000.00	4,999,800	4,999,998		2		2		5,000,000			162,500	02/15/2011	1FE	
31331F-AE-1	FEDERAL EXPRESS ETC 93-C1 SF 7		03/28/2011	Redemption 100.000		356,548	356,548.00	356,548	356,548						356,548			12,747	09/28/2012	2FE	

E05.2

(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 CUSIP Ident- ification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consid- eration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date	22 NAIC Desig- nation or Market Indicator (a)
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amort- ization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.							
31846L-BZ-8	FIRST ALLIANCE MTG LOAN HEL 199		03/01/2011	Paydown		34,981	34,981.00	34,981	34,981						34,981				412	12/20/2029	1Z*
36157R-HU-2	GE CAPITAL MTG SERV HEL 98-2-A6		03/01/2011	Paydown		34,028	34,028.00	33,879	33,877		150		150		34,028				360	09/25/2028	1Z*
393505-UU-4	GREEN TREE FINANCIAL CORP 1997-		03/15/2011	Paydown		102,802	102,802.00	102,363	102,796		6		6		102,802				1,169	02/15/2029	1FE
393505-VV-9	GREEN TREE FINANCIAL CORP 1997-		03/15/2011	Paydown		132,321	132,321.00	112,620	117,774		14,546		14,546		132,321				1,516	05/15/2029	1FE
466247-JB-0	JP MORGAN MORTG TR 2004-S2-2A5		03/01/2011	Paydown		310,614	310,614.00	318,190	314,616		(4,002)		(4,002)		310,614				3,173	08/25/2034	2Z*
466247-A2-9	JP MORGAN MORTG TR 2005-S3-1A1		03/01/2011	Paydown		156,569	156,569.00	147,602	147,872		8,696		8,696		156,569				1,413	01/25/2036	1Z*
55265K-MX-4	MASTR ASSET SEC TRUST 2002-7-3N		03/01/2011	Paydown		690,570	690,570.00	690,570	690,570						690,570				5,008	12/25/2032	1Z*
55265K-U2-3	MASTR ASSET SEC TRUST 2003-10-3		03/01/2011	Paydown		283,709	283,709.00	279,276	281,013		2,695		2,695		283,709				2,503	10/01/2033	1Z*
65334H-AD-4	NEXEN INC 5.200% 03/10/15	A	03/28/2011	Tendered		9,909,180	8,999,999.00	8,972,669	8,986,806		667		667		8,987,474		921,706	921,706	257,395	03/10/2015	2FE
674135-CL-0	OAKWOOD MTG INVESTORS INC 199		03/01/2011	Paydown		74,853	74,853.00	74,818	74,669		184		184		74,853				884	11/15/2027	1FE
674135-EJ-3	OAKWOOD MTG INVESTORS INC 199		03/01/2011	Paydown		120,077	120,077.00	120,058	119,871		206		206		120,077				1,319	04/15/2029	3FE
743263-AD-7	PROGRESS ENERGY INC NTS 7.100		03/01/2011	Maturity		10,500,000	10,500,000.00	10,532,050	10,500,741		(741)		(741)		10,500,000				372,750	03/01/2011	2FE
76111J-7K-4	RFMSI 2003-S10-A5 5.500% 06/25/33		03/01/2011	Paydown		879,295	879,295.00	913,734	892,876		(13,581)		(13,581)		7,346				7,346	05/25/2033	2Z*
832110-AJ-9	SMITH INTERNATIONAL INC 6.000%		03/07/2011	Call 118.1839		11,818,389	10,000,000.00	9,978,880	9,986,955		366		366		9,987,321		1,831,068	1,831,068	136,670	06/15/2016	2FE
84474Y-AA-4	SOUTHWEST AIRLINES 2007-1A 6.1		02/01/2011	Redemption 100.000		117,719	117,719.00	115,424	115,648		2,072		2,072		117,719				3,620	08/01/2022	1FE
844741-AL-2	SOUTHWEST AIRLINES CO 1994-A3		01/01/2011	Redemption 100.000		493,715	493,715.00	493,715	493,715						493,715				21,477	07/01/2011	2FE
84474W-AA-8	SOUTHWEST AIRLINES CO 1998-A 6		01/02/2011	Redemption 100.000		378,604	378,604.00	378,604	378,604						378,604				12,361	07/02/2019	2FE
89655V-AA-0	TRINITY RAIL LEASING 2003-1 5.640		03/12/2011	Redemption 100.000		72,413	72,413.00	72,413	72,413						72,413				682	11/12/2026	1FE
89655N-AA-8	TRINITY RAIL LEASING 2004-1A 5.27		03/14/2011	Redemption 100.000		92,312	92,312.00	92,312	92,312						92,312				812	08/14/2027	1FE
89655Y-AA-4	TRINITY RAIL LEASING 2009-1A 6.65		03/16/2011	Redemption 100.000		62,359	62,359.00	62,359	62,359						62,359				693	11/16/2039	1FE
89656C-AA-1	TRINITY RAIL LEASING 2010-1 5.194		03/16/2011	Redemption 100.000		43,102	43,102.00	43,102	43,102						43,102				374	10/16/2040	1FE
90263A-BA-7	UCFC FUNDING CORP 1997-3 CL A4		03/01/2011	Paydown		174,937	174,937.00	174,100	174,382		555		555		174,937				2,120	08/15/2014	2FE
90263B-GT-9	UCFC HEL 1998-C-A6 6.445% 11/15/2		03/01/2011	Paydown		102,065	102,065.00	101,504	101,517		548		548		102,065				1,363	11/15/2029	1Z*
90263B-HA-9	UCFC HEL 1998-D-A6 6.660% 04/15/		03/01/2011	Paydown		62,845	62,845.00	62,845	62,845						62,845				774	04/15/2030	1Z*
909279-AH-4	UNITED AIR LINES 1991-B CALLABLE		01/03/2011	Principal Reduction		54,300	54,300.00										54,300	54,300		02/19/2015	6
90777H-AD-6	UNOCAL CORP MTN SER 91 TR #4 9		02/15/2011	Maturity		3,000,000	3,000,000.00	3,000,000	3,000,000						3,000,000				141,000	02/15/2011	1FE
90777H-AE-4	UNOCAL CORP MTN SER 91 TR #5 9		02/15/2011	Maturity		2,000,000	2,000,000.00	2,000,000	2,000,000						2,000,000				93,400	02/15/2011	1FE
918005-AY-5	UTILICORP UNITED SR NTS 7.950%		02/01/2011	Maturity		199,000	199,000.00	199,000	199,000						199,000				7,910	02/01/2011	2FE
921796-HB-7	VANDERBILT MTG 1999-C-1A4 7.560		03/07/2011	Paydown		75,735	75,735.00	75,735	75,735						75,735				914	06/07/2026	1FE
921796-HP-6	VANDERBILT MTG 1999-D-1A4 7.320		03/07/2011	Paydown		129,737	129,737.00	129,737	129,737						129,737				1,742	01/07/2030	1FE
92178P-AD-9	VANDERBILT MTG 2002-1-A4 6.570%		03/01/2011	Paydown		179,036	179,036.00	178,969	178,883		153		153		179,036				1,976	05/07/2027	1FE
921796-LW-6	VANDERBILT MTG 2002-A-A4 6.490		03/01/2011	Paydown		154,409	154,409.00	164,059	157,719		(3,310)		(3,310)		154,409				1,823	01/01/2017	1FE
921796-MP-0	VANDERBILT MTG 2002-C-A4 6.570		03/01/2011	Paydown		242,582	242,582.00	242,479	242,367		215		215		242,582				2,920	08/07/2024	1FE
921796-MZ-8	VANDERBILT MTG 2003-A-A4 6.210		03/01/2011	Paydown		103,148	103,148.00	103,107	103,063		86		86		103,148				1,207	05/07/2026	1FE
929227-T3-0	WASHINGTON MUTUAL 2003-S3-1A4		03/01/2011	Paydown		302,108	302,108.00	312,776	305,481		(3,373)		(3,373)		302,108				2,582	01/25/2033	2Z*
929227-4U-7	WASHINGTON MUTUAL 2003-S4-2A2		03/01/2011	Paydown		902,869	902,869.00	933,130	911,686		(8,816)		(8,816)		902,869				7,946	03/25/2033	2Z*
94978R-AK-7	WELLS FARGO 2003-4-A10 5.500% 0		03/01/2011	Paydown		754,214	754,214.00	771,655	753,778		436		436		754,214				6,673	06/25/2012	1Z*

(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 CUSIP Ident- ification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consid- eration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date	22 NAIC Desig- nation or Market Indicator (a)	
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amort- ization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.								
94978R-AM-3	WELLS FARGO 2003-4-A12 5.500% 0		03/01/2011	Paydown		1,202,148	1,202,148.00	1,246,853	1,217,237		(15,089)		(15,089)		1,202,148				10,776	12/25/2032	2Z*	
949780-AG-5	WELLS FARGO 2003-6-2A3 5.500% 0		03/01/2011	Paydown		742,114	742,114.00	770,175	751,292		(9,178)		(9,178)		742,114				6,587	11/25/2032	2Z*	
949757-AG-3	WELLS FARGO 2004-6-A7 5.500% 06		03/01/2011	Paydown		149,623	149,623.00	146,841	147,951		1,672		1,672		149,623				1,251	06/25/2034	1Z*	
3899999	Total - Bonds - Industrial and Miscellaneous (Unaffiliated)				X X X	73,191,779	70,464,209.0	70,446,718	70,397,185		(12,481)		(12,481)		70,384,705		2,807,074	2,807,074	2,024,379	X X X	X X X	
8399997	Total - Bonds - Part 4				X X X	126,018,667	123,291,097.	123,014,130	123,051,862		159,730		159,730		123,211,593		2,807,074	2,807,074	2,492,170	X X X	X X X	
8399998	Summary Item from Part 5 for Bonds				X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X	X X X
8399999	Total Bonds				X X X	126,018,667	123,291,097.	123,014,130	123,051,862		159,730		159,730		123,211,593		2,807,074	2,807,074	2,492,170	X X X	X X X	
9999999	Totals					126,018,667	X X X	123,014,130	123,051,862		159,730		159,730		123,211,593		2,807,074	2,807,074	2,492,170	X X X	X X X	

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(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, Collars, Swaps and Forwards Open as of Current Statement Date

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	
Description	Description of Items Hedged or Used for Income Generation	Schedule/ Exhibit Identifier	Type(s) of Risk(s)	Exchange or Counterparty	Trade Date	Date of Maturity or Expiration	Number of Contracts	Notional Amount	Strike Price, Rate or Index Received (Paid)	Prior Year Initial Cost of Premium (Received) Paid	Current Year Initial Cost of Premium (Received) Paid	Current Year Income	Book/ Adjusted Carrying Value	Code	Fair Value	Unrealized Valuation Increase/ (Decrease)	Total Foreign Exchange Change in B./A.C.V.	Current Year's (Amortization)/ Accretion	Adjustment to Carrying Value of Hedged Item	Potential Exposure	Credit Quality of Reference Entity	Hedge Effectiveness at Inception and at Quarter-end (a)	
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	04/01/2010	04/01/2011	11,035		1178	517,400			58,513		58,513	(458,887)						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	04/09/2010	04/08/2011	12,978		1194	598,300			8,280		8,280	(590,020)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	04/19/2010	04/19/2011	10,438		1198	530,000			4,887		4,887	(525,113)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	04/23/2010	04/21/2011	9,940		1217	462,220						(462,220)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	05/05/2010	05/05/2011	14,924		1166	883,920			618,433		618,433	(265,487)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	05/10/2010	05/10/2011	9,830		1160	652,080			522,752		522,752	(129,328)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	05/19/2010	05/19/2011	15,246		1115	1,096,500			1,486,119		1,486,119	389,619							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	05/25/2010	05/25/2011	12,569		1074.03	981,450			1,787,833		1,787,833	806,383							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	06/03/2010	06/03/2011	14,508		1103	948,800			1,770,934		1,770,934	822,134							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	06/10/2010	06/10/2011	14,354		1087	965,640			2,090,867		2,090,867	1,125,227							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	06/17/2010	06/17/2011	14,247		1116	866,550			1,621,477		1,621,477	754,927							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	06/24/2010	06/24/2011	14,995		1074	951,510			2,412,155		2,412,155	1,460,645							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	07/06/2010	07/06/2011	23,442		1028	1,503,840			5,265,286		5,265,286	3,761,446							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	07/12/2010	07/12/2011	18,911		1079	1,166,880			3,257,556		3,257,556	2,090,676							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	07/19/2010	07/19/2011	15,496		1071	996,000			2,771,782		2,771,782	1,775,782							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	07/26/2010	07/26/2011	17,578		1115	1,048,600			2,436,884		2,436,884	1,388,284							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	08/03/2010	08/03/2011	19,635		1120	1,091,200			2,863,253		2,863,253	1,772,053							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BNP PARIBA	08/10/2010	08/10/2011	13,469		1121	789,730			1,996,695		1,996,695	1,206,965							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	08/17/2010	08/17/2011	13,729		1093	840,000			2,430,776		2,430,776	1,590,776							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	08/24/2010	08/24/2011	16,162		1052	1,023,400			3,598,980		3,598,980	2,575,580							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	09/03/2010	09/02/2011	12,856		1105	752,600			2,303,508		2,303,508	1,550,908							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	09/10/2010	09/14/2011	8,111		1110	471,600			1,432,410		1,432,410	960,810							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	09/17/2010	09/16/2011	9,062		1126	521,220			1,455,011		1,455,011	933,791							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BNP PARIBA	09/24/2010	09/23/2011	10,708		1149	619,920			1,511,830		1,511,830	891,910							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	10/05/2010	10/05/2011	13,784		1160.75	824,000			1,941,032		1,941,032	1,117,032							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	Bank of Ameri	10/12/2010	10/12/2011	12,823		1169.77	753,000			1,690,096		1,690,096	937,096							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	10/19/2010	10/19/2011	7,634		1165.9	435,210			1,031,869		1,031,869	596,659							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	10/26/2010	10/26/2011	10,712		1185.64	588,010			1,275,524		1,275,524	687,514							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	11/03/2010	11/03/2011	11,102		1197.96	631,750			1,260,685		1,260,685	628,935							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	11/10/2010	11/10/2011	8,534		1218.71	461,760			813,874		813,874	352,114							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	11/17/2010	11/17/2011	8,739		1178.59	494,400			1,173,449		1,173,449	679,049							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	11/24/2010	11/23/2011	8,762		1198.35	465,150			1,029,915		1,029,915	564,765							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	12/03/2010	12/02/2011	8,982		1224.71	492,800			898,158		898,158	405,358							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	12/10/2010	12/09/2011	9,271		1240.4	477,250			789,284		789,284	312,034							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	12/17/2010	12/16/2011	9,004		1243.91	465,920			761,067		761,067	295,147							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	12/28/2010	12/28/2011	9,694		1258.51	529,480			728,361		728,361	198,881							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	01/04/2011	01/04/2012	7,400		1270.2		407,020		522,721		522,721	115,701							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	01/11/2011	01/11/2012	9,808		1274.48		513,750		674,478		674,478	160,728							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	01/18/2011	01/18/2012	6,255		1295.02		311,040		345,439		345,439	34,399							100%/0001

## SCHEDULE DB - PART A - SECTION 1

Showing all Options, Caps, Floors, Collars, Swaps and Forwards Open as of Current Statement Date

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	
Description	Description of Items Hedged or Used for Income Generation	Schedule/ Exhibit Identifier	Type(s) of Risk(s)	Exchange or Counterparty	Trade Date	Date of Maturity or Expiration	Number of Contracts	Notional Amount	Strike Price, Rate or Index Received (Paid)	Prior Year Initial Cost of Premium (Received) Paid	Current Year Initial Cost of Premium (Received) Paid	Current Year Income	Book/ Adjusted Carrying Value	Code	Fair Value	Unrealized Valuation Increase/ (Decrease)	Total Foreign Exchange Change in B./A.C.V.	Current Year's (Amortization)/ Accretion	Adjustment to Carrying Value of Hedged Item	Potential Exposure	Credit Quality of Reference Entity	Hedge Effectiveness at Inception and at Quarter-end (a)	
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	01/25/2011	01/25/2012	5,809		1291.18		295,500		343,938		343,938	48,438						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	02/03/2011	02/03/2012	9,946		1307.1		481,000		516,032		516,032	35,032							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	02/10/2011	02/10/2012	6,355		1321.87		297,360		272,396		272,396	(24,964)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	02/17/2011	02/17/2012	7,311		1340.43		352,800		246,781		246,781	(106,019)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	02/24/2011	02/24/2012	7,963		1306.1		455,520		441,112		441,112	(14,408)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	03/03/2011	03/02/2012	9,617		1330.97		522,240		422,278		422,278	(99,962)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	03/10/2011	03/09/2012	9,111		1295.11		522,740		604,953		604,953	82,213							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	03/17/2011	03/16/2012	10,599		1273.72		642,600		864,606		864,606	222,006							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	03/24/2011	03/23/2012	11,072		1309.66		591,600		664,701		664,701	73,101							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	10/26/2010	10/26/2011	1,856		1185.64	63,800			160,669		160,669	96,869							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	11/03/2010	11/03/2011	3,589		1197.96	118,680			314,614		314,614	195,934							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	11/10/2010	11/10/2011	2,051		1218.71	70,500			142,578		142,578	72,078							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	11/17/2010	11/17/2011	1,867		1178.59	65,560			125,566		125,566	60,006							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	11/24/2010	11/23/2011	2,337		1198.35	78,960			187,760		187,760	108,800							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	12/03/2010	12/02/2011	3,021		1224.71	105,450			212,299		212,299	106,849							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	12/10/2010	12/09/2011	1,371		1240.4	48,620			76,115		76,115	27,495							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	12/17/2010	12/16/2011	2,171		1243.91	78,300			92,003		92,003	13,703							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	12/28/2010	12/28/2011	3,576		1258.51	139,500			208,553		208,553	69,053							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	01/04/2011	01/04/2012	2,283		1270.2		88,740		142,067		142,067	53,327							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	01/11/2011	01/11/2012	2,040		1274.48		75,400		90,012		90,012	14,612							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	01/18/2011	01/18/2012	1,622		1295.02		60,900		61,734		61,734	834							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	01/25/2011	01/25/2012	1,472		1291.18		55,480		63,168		63,168	7,688							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	02/03/2011	02/03/2012	1,607		1307.1		61,110		67,473		67,473	6,363							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	02/10/2011	02/10/2012	2,421		1321.87		95,040		72,576		72,576	(22,464)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BNP Paribas	02/17/2011	02/17/2012	1,268		1340.43		51,510		25,713		25,713	(25,797)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BNP Paribas	02/24/2011	02/24/2012	2,756		1306.1		110,880		115,617		115,617	4,737							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BNP Paribas	03/03/2011	03/02/2012	3,306		1330.97		133,320		110,967		110,967	(22,353)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	03/10/2011	03/09/2012	2,085		1295.11		81,540		81,795		81,795	255							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	03/17/2011	03/16/2012	1,256		1273.72		50,880		63,001		63,001	12,121							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	03/17/2011	03/16/2012	236		1273.72		8,370		1,732		1,732	(6,638)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	03/24/2011	03/23/2012	2,062		1309.66		73,170		65,070		65,070	(8,100)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	04/01/2010	04/01/2011	7,639		1178	263,700			170,688		170,688	(93,012)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	04/09/2010	04/08/2011	5,442		1194	194,350			244,426		244,426	50,076							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	04/19/2010	04/19/2011	7,265		1198	252,300			291,498		291,498	39,198							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BNP PARIBA	04/23/2010	04/21/2011	7,065		1217	258,000			83,023		83,023	(174,977)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	05/05/2010	05/05/2011	8,920		1166	302,640			165,018		165,018	(137,622)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	05/10/2010	05/10/2011	7,760		1160	265,500			582,237		582,237	316,737							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	05/19/2010	05/19/2011	9,955		1115	327,450			1,035,565		1,035,565	708,115							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	05/25/2010	05/25/2011	7,635		1074	236,160			969,740		969,740	733,580							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	06/03/2010	06/03/2011	10,790		1103	329,630			980,902		980,902	651,272							100%/0001

## SCHEDULE DB - PART A - SECTION 1

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S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	06/10/2010	06/10/2011	8,925		1087	265,780			1,177,096		1,177,096	911,316						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	06/17/2010	06/17/2011	6,810		1116	215,080			614,690		614,690	399,610							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	06/24/2010	06/24/2011	7,637		1074	238,620			993,696		993,696	755,076							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	07/06/2010	07/06/2011	9,241		1028	260,300			1,135,330		1,135,330	875,030							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	07/12/2010	07/12/2011	5,840		1079	171,360			901,091		901,091	729,731							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	07/19/2010	07/19/2011	6,348		1071	184,280			904,186		904,186	719,906							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	07/26/2010	07/29/2011	7,892		1115	242,000			553,142		553,142	311,142							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	08/03/2010	08/03/2011	8,657		1120	267,720			1,071,220		1,071,220	803,500							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	08/10/2010	08/10/2011	6,868		1121	214,060			699,080		699,080	485,020							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	08/17/2010	08/17/2011	6,682		1093	204,400			755,474		755,474	551,074							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	08/24/2010	08/24/2011	8,841		1052	238,080			1,146,686		1,146,686	908,606							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	09/03/2010	09/02/2011	11,046		1105	331,840			1,435,217		1,435,217	1,103,377							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	09/10/2010	09/09/2011	3,875		1110	116,960			416,816		416,816	299,856							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	09/17/2010	09/16/2011	4,264		1126	132,000			328,051		328,051	196,051							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	09/24/2010	09/23/2011	3,047		1149	102,550			371,783		371,783	269,233							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	10/05/2010	10/05/2011	4,221		1160.75	139,160			422,425		422,425	283,265							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	10/12/2010	10/12/2011	2,736		1169.77	88,640			252,826		252,826	164,186							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	10/19/2010	10/19/2011	1,973		1165.9	62,790			152,322		152,322	89,532							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	12/17/2010	12/16/2011	1,447		1243.91	18,360			5,130		5,130	(13,230)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	04/09/2010	04/08/2011	2,596		1194	118,420			219,855		219,855	101,435							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	07/12/2010	07/12/2011	4,264		1079	172,500			811,667		811,667	639,167							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	10/12/2010	10/12/2011	6,070		1169.77	255,600			735,327		735,327	479,727							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	05/05/2010	05/05/2011	343		1166	7,480			138		138	(7,342)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	06/03/2010	06/03/2011	1,088		1103	24,360			53,356		53,356	28,996							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	06/10/2010	06/10/2011	460		1087	7,850			29,056		29,056	21,206							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	07/06/2010	07/06/2011	486		1028	7,500			29,234		29,234	21,734							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	08/03/2010	08/03/2011	625		1120	11,340			38,956		38,956	27,616							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	08/10/2010	08/10/2011	357		1121	6,320			17,001		17,001	10,681							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	09/03/2010	09/02/2011	272		1105	4,500			18,440		18,440	13,940							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	09/10/2010	09/09/2011	270		1110	3,780			9,104		9,104	5,324							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	09/24/2010	09/23/2011	261		1149	4,110			17,111		17,111	13,001							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	10/05/2010	10/05/2011	689		1160.75	7,440			21,626		21,626	14,186							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	10/19/2010	10/19/2011	343		1165.9	5,000			5,339		5,339	339							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	10/26/2010	10/26/2011	253		1185.64	2,940			6,459		6,459	3,519							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	11/03/2010	11/03/2011	584		1197.96	8,190			19,076		19,076	10,886							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	11/10/2010	11/10/2011	492		1218.71	7,320			11,375		11,375	4,055							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	11/17/2010	11/17/2011	424		1178.59	5,050			3,822		3,822	(1,228)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	11/24/2010	11/23/2011	250		1198.35	3,660			6,912		6,912	3,252							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	12/03/2010	12/02/2011	572		1224.71	8,400			13,114		13,114	4,714							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	12/28/2010	12/28/2011	1,112		1258.51	11,760			10,675		10,675	(1,085)							100%/0001

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S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	01/11/2011	01/11/2012	1,412		1274.48		18,360		15,151		15,151	(3,209)						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	01/18/2011	01/18/2012	232		1295.02		3,060		598		598	(2,462)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	02/03/2011	02/03/2012	230		1307.1		3,240		3,290		3,290	50							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	02/17/2011	02/17/2012	298		1340.43		6,320		276		276	(6,044)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BNP Paribas	02/24/2011	02/24/2012	230		1306.1		4,740		1,982		1,982	(2,758)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	03/17/2011	03/16/2012	236		1273.72		2,550		10,107		10,107	7,557							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	03/24/2011	03/23/2012	305		1309.66		4,240		2,653		2,653	(1,587)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	03/24/2011	03/23/2012	3,589		1309.66		114,210		99,813		99,813	(14,397)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	04/01/2010	04/01/2011	849		1178	34,500			44,119		44,119	9,619							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	04/09/2010	04/08/2011	335		1194	14,200			24,372		24,372	10,172							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	09/03/2010	09/02/2011	2,445		1105	60,750			264,104		264,104	203,354							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	09/10/2010	09/09/2011	1,622		1110	40,680			143,357		143,357	102,677							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	09/17/2010	09/16/2011	1,599		1126	41,400			90,167		90,167	48,767							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	09/24/2010	09/23/2011	2,873		1149	75,240			287,836		287,836	212,596							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	10/05/2010	10/05/2011	4,394		1160.75	112,200			351,097		351,097	238,897							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	10/12/2010	10/12/2011	3,163		1169.77	85,100			229,281		229,281	144,181							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	10/19/2010	10/19/2011	4,889		1165.9	129,960			278,029		278,029	148,069							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	10/26/2010	10/26/2011	7,422		1185.64	204,160			513,441		513,441	309,281							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	11/03/2010	11/03/2011	9,433		1197.96	259,900			702,702		702,702	442,802							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	11/10/2010	11/10/2011	6,728		1218.71	190,240			393,436		393,436	203,196							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	11/17/2010	11/17/2011	6,788		1178.59	187,200			317,439		317,439	130,239							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	11/24/2010	11/23/2011	4,923		1198.35	138,650			332,976		332,976	194,326							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	12/03/2010	12/02/2011	3,184		1224.71	92,820			181,970		181,970	89,150							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	12/10/2010	12/09/2011	1,532		1240.4	45,410			68,306		68,306	22,896							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	12/17/2010	12/16/2011	2,251		1243.91	67,760			67,971		67,971	211							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	11/24/2010	11/23/2011	1,502		1198.35	36,900			84,721		84,721	47,821							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP Morgan	12/03/2010	12/02/2011	2,939		1224.71	74,160			142,359		142,359	68,199							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP Morgan	12/10/2010	12/09/2011	3,064		1240.4	78,660			109,799		109,799	31,139							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP Morgan	12/17/2010	12/16/2011	3,859		1243.91	100,800			87,492		87,492	(13,308)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	12/28/2010	12/28/2011	5,959		1258.51	150,000			212,330		212,330	62,330							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	01/04/2011	01/04/2012	4,802		1270.2		119,560		188,234		188,234	68,674							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	01/11/2011	01/11/2012	5,336		1274.48		144,840		158,596		158,596	13,756							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	01/18/2011	01/18/2012	4,865		1295.02		132,300		95,787		95,787	(36,513)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP Morgan	01/25/2011	01/25/2012	5,809		1291.18		159,000		176,297		176,297	17,297							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	02/03/2011	02/03/2012	5,355		1307.1		149,800		174,349		174,349	24,549							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP Morgan	02/10/2011	02/10/2012	3,631		1321.87		103,200		70,055		70,055	(33,145)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BNP Paribas	02/17/2011	02/17/2012	2,984		1340.43		87,200		30,301		30,301	(56,899)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BNP Paribas	02/24/2011	02/24/2012	459		1306.1		13,680		12,886		12,886	(794)							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	BNP Paribas	02/24/2011	02/24/2012	10,260		1306.1		332,320		337,966		337,966	5,646							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	03/03/2011	03/02/2012	12,848		1330.97		422,370		391,915		391,915	(30,455)							100%/0001

## SCHEDULE DB - PART A - SECTION 1

Showing all Options, Caps, Floors, Collars, Swaps and Forwards Open as of Current Statement Date

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	
Description	Description of Items Hedged or Used for Income Generation	Schedule/ Exhibit Identifier	Type(s) of Risk(s)	Exchange or Counterparty	Trade Date	Date of Maturity or Expiration	Number of Contracts	Notional Amount	Strike Price, Rate or Index Received (Paid)	Prior Year Initial Cost of Premium (Received) Paid	Current Year Initial Cost of Premium (Received) Paid	Current Year Income	Book/ Adjusted Carrying Value	Code	Fair Value	Unrealized Valuation Increase/ (Decrease)	Total Foreign Exchange Change in B./A.C.V.	Current Year's (Amortization)/ Accretion	Adjustment to Carrying Value of Hedged Item	Potential Exposure	Credit Quality of Reference Entity	Hedge Effectiveness at Inception and at Quarter-end (a)	
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	03/10/2011	03/09/2012	12,972		1295.11		401,520		361,722		361,722	(39,798)						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	03/17/2011	03/16/2012	14,210		1273.72		436,210		508,752		508,752	72,542							100%/0001
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	04/01/2010	04/01/2011	6,706		1178	188,020			5,084		5,084	(182,936)						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	04/09/2010	04/08/2011	6,698		1194	196,000			121,880		121,880	(74,120)						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	04/19/2010	04/19/2011	6,847		1198	200,900			37,038		37,038	(163,862)						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	04/23/2010	04/21/2011	8,297		1217	233,310						(233,310)						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	05/05/2010	05/05/2011	9,778		1166	250,800			37,876		37,876	(212,924)						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	05/10/2010	05/10/2011	7,588		1160	212,080			372,407		372,407	160,327						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	05/19/2010	05/19/2011	7,354		1115	195,160			509,433		509,433	314,273						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	05/25/2010	05/25/2011	8,193		1074	205,040			834,970		834,970	629,930						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	06/03/2010	06/03/2011	6,982		1103	173,250			446,610		446,610	273,360						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	06/10/2011	06/10/2011	6,073		1087	146,520			636,353		636,353	489,833						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	06/17/2011	06/17/2011	6,362		1116	162,590			390,238		390,238	227,648						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	06/24/2011	06/24/2011	3,819		1074	90,200			383,823		383,823	293,623						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	07/06/2010	07/06/2011	6,420		1028	146,520			612,408		612,408	465,888						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	07/12/2010	07/12/2011	5,191		1079	123,760			643,005		643,005	519,245						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	07/19/2010	07/19/2011	5,881		1071	133,560			614,099		614,099	480,539						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	07/26/2010	07/26/2011	7,534		1115	181,440			415,845		415,845	234,405						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	08/03/2010	08/03/2011	8,925		120	224,000			889,720		889,720	665,720						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	08/10/2010	08/10/2011	4,728		1121	119,250			378,935		378,935	259,685						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	08/17/2010	08/17/2011	7,231		1093	165,900			577,474		577,474	411,574						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	WELLS FARG	08/24/2010	08/24/2011	6,560		1052	149,040			718,839		718,839	569,799						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	09/03/2010	09/02/2011	8,692		1105	211,200			917,966		917,966	706,766						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	09/10/2010	09/09/2011	5,137		1110	125,970			441,266		441,266	315,296						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	09/17/2010	09/16/2011	6,485		1126	163,520			351,517		351,517	187,997						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	09/24/2010	09/23/2011	5,920		1149	150,280			578,403		578,403	428,123						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	10/05/2010	10/05/2011	8,701		1160.75	215,130			675,256		675,256	460,126						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	10/12/2010	10/12/2011	6,155		1169.77	162,000			431,565		431,565	269,565						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	10/19/2010	10/19/2011	5,918		1165.9	153,870			323,755		323,755	169,885						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	10/26/2010	10/26/2011	6,916		1185.64	182,040			465,021		465,021	282,981						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	11/03/2010	11/03/2011	8,348		1197.96	225,000			609,600		609,600	384,600						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	11/10/2010	11/10/2011	6,728		1218.71	186,960			383,137		383,137	196,177						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	11/17/2010	11/17/2011	5,091		1178.59	136,200			227,064		227,064	90,864						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	11/24/2010	11/23/2011	7,093		1198.35	195,500			466,447		466,447	270,947						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	12/03/2010	12/02/2011	6,859		1224.71	195,720			381,945		381,945	186,225						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	12/10/2010	12/09/2011	5,079		1240.4	146,790			218,990		218,990	72,200						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	12/17/2010	12/16/2011	6,753		1243.91	198,240			195,172		195,172	(3,068)						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	12/28/2010	12/28/2011	7,469		1258.51	220,900			321,561		321,561	100,661						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	01/04/2011	01/04/2012	5,275		1270.2		154,770		246,988		246,988	92,218						100%/0001	
S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	01/11/2011	01/11/2012	6,120		1274.48		186,420		211,466		211,466	25,046						100%/0001	

## SCHEDULE DB - PART A - SECTION 1

Showing all Options, Caps, Floors, Collars, Swaps and Forwards Open as of Current Statement Date

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23
Description	Description of Items Hedged or Used for Income Generation	Schedule/ Exhibit Identifier	Type(s) of Risk(s)	Exchange or Counterparty	Trade Date	Date of Maturity or Expiration	Number of Contracts	Notional Amount	Strike Price, Rate or Index Received (Paid)	Prior Year Initial Cost of Premium (Received) Paid	Current Year Initial Cost of Premium (Received) Paid	Current Year Income	Book/ Adjusted Carrying Value	Code	Fair Value	Unrealized Valuation Increase/ (Decrease)	Total Foreign Exchange Change in B./A.C.V.	Current Year's (Amortization)/ Accretion	Adjustment to Carrying Value of Hedged Item	Potential Exposure	Credit Quality of Reference Entity	Hedge Effectiveness at Inception and at Quarter-end (a)
	S&P Indexed Options	Equity Return	N/A	Equity ind	BANK OF AM	01/18/2011	01/18/2012	6,718	1295.02		205,320		171,818		171,818	(33,502)						100%/0001
	S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	01/25/2011	01/25/2012	6,661	1291.18		204,680		235,863		235,863	31,183						100%/0001
	S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	02/03/2011	02/03/2012	7,345	1307.1		229,440		263,376		263,376	33,936						100%/0001
	S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	02/10/2011	02/10/2012	8,927	1321.87		285,560		204,566		204,566	(80,994)						100%/0001
	S&P Indexed Options	Equity Return	N/A	Equity ind	BNP Paribas	02/17/2011	02/17/2012	9,400	1340.43		309,960		126,329		126,329	(183,631)						100%/0001
	S&P Indexed Options	Equity Return	N/A	Equity ind	CREDIT SUIS	03/17/2011	03/16/2012	1,884	1273.72		48,960		54,563		54,563	5,603						100%/0001
	S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	03/24/2011	03/23/2012	7,025	1309.66		198,720		168,488		168,488	(30,232)						100%/0001
	S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	01/11/2011	01/11/2012	6,512	1274.48		315,400		377,891		377,891	62,491						100%/0001
	S&P Indexed Options	Equity Return	N/A	Equity ind	BARCLAYS B	02/03/2011	02/03/2012	230	1307.1		11,580		11,512		11,512	(68)						100%/0001
	S&P Indexed Options	Equity Return	N/A	Equity ind	JP MORGAN	03/24/2011	03/23/2012	382	1309.66		19,050		17,349		17,349	(1,701)						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	JP MORGAN	04/15/2010	04/15/2011	839	1192	55,900						(55,900)						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	BNP PARIBA	05/10/2010	05/11/2011	1,730	1156	158,000			124,955		124,955	(33,045)						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	BARCLAYS B	06/02/2010	06/03/2011	907	1103	80,600			117,357		117,357	36,757						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	CREDIT SUIS	06/09/2010	06/10/2011	920	1087	80,200			126,329		126,329	46,129						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	CREDIT SUIS	06/23/2010	06/24/2011	1,211	1074	93,210			131,733		131,733	38,523						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	JP MORGAN	07/09/2010	07/12/2011	1,205	1079	94,120			152,371		152,371	58,251						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	BARCLAYS B	07/23/2010	07/26/2011	987	1115	78,430			102,915		102,915	24,485						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	BNP PARIBA	08/09/2010	08/10/2011	1,160	1121	84,500			114,626		114,626	30,126						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	BARCLAYS B	08/23/2010	08/24/2011	1,426	1052	102,900			227,779		227,779	124,879						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	Bank of Ameri	09/02/2010	09/02/2011	1,901	1105	139,650			252,878		252,878	113,228						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	Bank of Ameri	09/16/2010	09/16/2011	1,599	1126	112,320			160,967		160,967	48,647						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	CREDIT SUIS	10/04/2010	10/05/2011	1,895	1160.75	142,340			176,072		176,072	33,732						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	Bank of Ameri	10/18/2010	10/19/2011	1,715	1165.9	128,600			128,880		128,880	280						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	BNP Paribas	10/25/2010	10/26/2011	843	1185.64	64,000			64,155		64,155	155						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	BARCLAYS B	11/09/2010	11/10/2011	1,641	1218.71	117,000			87,560		87,560	(29,440)						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	BARCLAYS B	11/16/2010	11/17/2011	1,697	1178.59	124,400			127,839		127,839	3,439						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	BANK OF AM	12/02/2010	12/02/2011	1,338	1224.71	105,740			89,966		89,966	(15,774)						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	BANK OF AM	12/16/2010	12/16/2011	1,286	1243.91	90,560			78,905		78,905	(11,655)						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	BARCLAYS B	01/04/2011	01/05/2012	2,115	1276.56		151,470		100,207		100,207	(51,263)						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	Bank of Ameri	01/11/2011	01/12/2012	1,089	1285.96		79,380		43,731		43,731	(35,649)						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	Bank of Ameri	01/24/2011	01/25/2012	1,007	1291.18		70,200		39,087		39,087	(31,113)						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	BARCLAYS B	02/09/2011	02/10/2012	1,513	1321.87		96,800		62,096		62,096	(34,704)						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	CREDIT SUIS	02/23/2011	02/24/2012	1,378	1306.1		92,700		70,881		70,881	(21,819)						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	BARCLAYS B	03/02/2011	03/02/2012	751	1330.97		53,100		33,612		33,612	(19,488)						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	BARCLAYS B	03/09/2011	03/09/2012	1,235	1295.11		85,760		124,347		124,347	38,587						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	CREDIT SUIS	03/16/2011	03/16/2012	1,413	1273.72		128,700		162,703		162,703	34,003						100%/0001
	Basket of Global Indices	Equity Return	N/A	Equity ind	BARCLAYS B	03/23/2011	03/23/2012	916	1309.66		72,000		73,539		73,539	1,539						100%/0001
	S&P 500 Option - Point to P	Equity Return	N/A	Equity ind	CREDIT SUIS	04/09/2010	04/08/2011	335	1194	14,640			31,894		31,894	17,254						100%/0001
	S&P 500 Option - Point to P	Equity Return	N/A	Equity ind	BARCLAYS B	05/10/2010	05/10/2011	431	1160	20,500			38,160		38,160	17,660						100%/0001
	S&P 500 Option - Point to P	Equity Return	N/A	Equity ind	CREDIT SUIS	07/12/2010	07/12/2011	649	1079	28,420			53,141		53,141	24,721						100%/0001



## SCHEDULE DB - PART A - SECTION 1

Showing all Options, Caps, Floors, Collars, Swaps and Forwards Open as of Current Statement Date

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Description	Description of Items Hedged or Used for Income Generation	Schedule/ Exhibit Identifier	Type(s) of Risk(s)	Exchange or Counterparty	Trade Date	Date of Maturity or Expiration	Number of Contracts	Notional Amount	Strike Price, Rate or Index Received (Paid)	Prior Year Initial Cost of Premium (Received) Paid	Current Year Initial Cost of Premium (Received) Paid	Current Year Income	Book/ Adjusted Carrying Value	Code	Fair Value	Unrealized Valuation Increase/ (Decrease)	Total Foreign Exchange Change in B./A.C.V.	Current Year's (Amortization)/ Accretion	Adjustment to Carrying Value of Hedged Item	Potential Exposure	Credit Quality of Reference Entity	Hedge Effectiveness at Inception and at Quarter-end (a)		
S&P 500 Option - Point to P	Equity Return	N/A	Equity ind	BARCLAYS B	09/03/2010	09/02/2011	362		1105	12,960			22,219		22,219	9,259						100%/0001		
S&P 500 Option - Point to P	Equity Return	N/A	Equity ind	CREDIT SUIS	09/17/2010	09/16/2011	355		1126	12,800			21,475		21,475	8,675						100%/0001		
S&P 500 Option - Point to P	Equity Return	N/A	Equity ind	Bank of Ameri	10/12/2010	10/12/2011	513		1169.77	19,200			29,637		29,637	10,437						100%/0001		
S&P 500 Option - Point to P	Equity Return	N/A	Equity ind	Bank of Ameri	10/12/2010	10/12/2011	342		1169.77	15,800			24,936		24,936	9,136						100%/0001		
S&P 500 Option - Point to P	Equity Return	N/A	Equity ind	CREDIT SUIS	12/03/2010	12/02/2011	408		1224.71	15,350			21,375		21,375	6,025						100%/0001		
S&P 500 Option - Point to P	Equity Return	N/A	Equity ind	WELLS FARG	12/17/2010	12/16/2011	322		1243.91	12,280			16,236		16,236	3,956						100%/0001		
S&P 500 Option - Point to P	Equity Return	N/A	Equity ind	CREDIT SUIS	01/04/2011	01/04/2012	394		1270.2		10,250		12,205		12,205	1,955						100%/0001		
S&P 500 Option - Point to P	Equity Return	N/A	Equity ind	CREDIT SUIS	01/11/2011	01/11/2012	392		1274.48		18,800		22,757		22,757	3,957						100%/0001		
S&P 500 Option - Point to P	Equity Return	N/A	Equity ind	WELLS FARG	02/10/2011	02/10/2012	454		1321.87		12,120		12,372		12,372	252						100%/0001		
0089999	Call Options and Warrants - Hedging Other - Purchased Options						X X X	X X X	X X X	X X X	44,866,460	12,039,370		113,991,895	X X X	113,991,895	57,086,065					X X X	X X X	
0149999	Subtotal - Hedging Other - Purchased Options						X X X	X X X	X X X	X X X	44,866,460	12,039,370		113,991,895	X X X	113,991,895	57,086,065						X X X	X X X
0369999	Subtotal - Call Options and Warrants - Purchased Options						X X X	X X X	X X X	X X X	44,866,460	12,039,370		113,991,895	X X X	113,991,895	57,086,065						X X X	X X X
0429999	Subtotal - Total Purchased Options						X X X	X X X	X X X	X X X	44,866,460	12,039,370		113,991,895	X X X	113,991,895	57,086,065						X X X	X X X
1409999	Subtotal - Hedging Other - Totals						X X X	X X X	X X X	X X X	44,866,460	12,039,370		113,991,895	X X X	113,991,895	57,086,065						X X X	X X X
1449999	Total						X X X	X X X	X X X	X X X	44,866,460	12,039,370		113,991,895	X X X	113,991,895	57,086,065						X X X	X X X

9907

Statement as of March 31, 2011 of the **National Western Life Insurance Company**

(a)

Code	Financial or Economic Impact of the Hedge at the End of the Reporting Period
0001	The hedge effectiveness percentage is not calculated per option. The aggregate percentage at current statement date is 94.01 %.

E06.7

### SCHEDULE DB - PART B - SECTION 1

Future Contracts Open as of the Current Statement Date

1 Ticker Symbol	2 Number of Contracts	3 Notional Amount	4 Description	5 Description of Hedged Item(s)	6 Schedule/ Exhibit Identifier	7 Type(s) of Risk(s)	8 Date of Maturity or Expiration	9 Exchange	10 Trade Date	11 Transaction Price	12 Reporting Date Price	13 Fair Value	14 Book/ Adjusted Carrying Value	Change in Variation Margin				19 Potential Exposure	20 Hedge Effectiveness at Inception and at Quarter-end (a)
														15 Cumulative	16 Gain (Loss) Recognized in Current Year	17 Gain (Loss) Used to Adjust Basis of Hedged Item	18 Deferred		
						<b>NONE</b>													
1449999 Total						X X X	X X X	X X X	X X X	X X X	X X X								X X X

Broker Name	Net Cash Deposits
<b>NONE</b>	
Total Net Cash Deposits	

E07

(a)	Code	Financial or Economic Impact of the Hedge at the End of the Reporting Period
<b>NONE</b>		

### SCHEDULE DB - PART D

#### Counterparty Exposure for Derivative Instruments Open as of Current Statement Date

1 Description Counterparty or Exchange Traded	2 Master Agreement (Y or N)	3 Credit Support Annex (Y or N)	4 Fair Value of Acceptable Collateral	Book/Adjusted Carrying Value			Fair Value			11 Potential Exposure	12 Off-Balance Sheet Exposure
				5 Contracts With Book/ Adjusted Carrying Value >0	6 Contracts With Book/ Adjusted Carrying Value <0	7 Exposure net of Collateral	8 Contracts With Fair Value >0	9 Contracts With Fair Value <0	10 Exposure Net of Collateral		
BANK OF AMERICA	Y	Y	11,679,906	16,886,066		5,206,160	16,886,066			5,206,160	
BARCLAYS BANK PLC	Y	Y	9,710,023	20,298,834		10,588,811	20,298,834			10,588,811	
BNP PARIBAS	Y	Y		4,657,045		4,657,045	4,657,045			4,657,045	
CREDIT SUISSE	Y	Y	34,380,700	42,023,121		7,642,421	42,023,121			7,642,421	
JP MORGAN	Y	Y	4,871,844	9,897,927		5,026,083	9,897,927			5,026,083	
WELLS FARGO	Y	Y	6,893,495	20,228,902		13,335,407	20,228,902			13,335,407	
0299999 Total NAIC 1 Designation			67,535,968	113,991,895		46,455,927	113,991,895			46,455,927	
<div style="display: flex; align-items: center;"> <div style="writing-mode: vertical-rl; transform: rotate(180deg); font-weight: bold; margin-right: 10px;">E08</div> <div style="border: 1px solid black; width: 100%; height: 100%;"></div> </div>											
0899999 Total			67,535,968	113,991,895		46,455,927	113,991,895			46,455,927	

**NONE**    **Schedule DL - Part 1**

**NONE**    **Schedule DL - Part 2**



## SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
			<b>NONE</b>				
<div style="display: flex; justify-content: space-between;"> <span style="writing-mode: vertical-rl; transform: rotate(180deg);">E12</span> <span>8699999 Total Cash Equivalents</span> </div>							