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QUARTERLY STATEMENT

AS OF JUNE 30, 2016

OF THE CONDITION AND AFFAIRS OF THE

National Mortgage Insurance Corporation

NAIC Group Code 4760 (current period), 4760 (prior period) NAIC Company Code 13695 Employer's ID Number 27-0471418

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

Country of Domicile United States of America

Incorporated/Organized 06/30/2009 Commenced Business 05/04/2013

Statutory Home Office 8040 Excelsior Drive, Suite 200 (Street and Number), Madison, WI, US 53717 (City or Town, State, Country and Zip Code)

Main Administrative Office 2100 Powell Street, 12th Floor (Street and Number)

Emeryville, CA, US 94608 (City or Town, State, Country and Zip Code) (855)873-2584 (Area Code)(Telephone Number)

Mail Address 2100 Powell Street, 12th Floor (Street and Number), Emeryville, CA, US 94608 (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 2100 Powell Street, 12th Floor (Street and Number)

Emeryville, CA, US 94608 (City or Town, State, Country and Zip Code) (855)873-2584 (Area Code)(Telephone Number)

Internet Website Address www.nationalmi.com

Statutory Statement Contact Christine M Econome (Name) (510)858-0466 (Area Code)(Telephone Number)

christine.econome@nationalmi.com (E-Mail Address) (510)225-3832 (Fax Number)

OFFICERS

	Name	Title
1.	Bradley M Shuster	Chief Executive Officer
2.	William J Leatherberry	Chief Legal Officer
3.	Glenn M Farrell	Chief Financial Officer

VICE- PRESIDENTS

Name	Title	Name	Title
Patrick L Mathis	EVP, Chief Risk Officer	Claudia J Merkle	EVP, Insurance Operations
Norman P Fitzgerald	SVP, Field Sales	Robert H Fore III	SVP, Controller
Michael J Dirrane	Chief Sales Officer	Christopher G Brunetti	SVP, General Counsel and Secretary
Laura E Amato	SVP, Information Technology	Robert O Smith	SVP, Pricing and Portfolio Analytics
Mary L Sharp	SVP, Chief Human Resources Officer	Mark N Daly	SVP, National Accounts

DIRECTORS OR TRUSTEES

Bradley M Shuster	Glenn M Farrell	William J Leatherberry	Patrick L Mathis
Claudia J Merkle			

State of California

County of Alameda 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)
Bradley M Shuster (Printed Name) 1.	Christopher G Brunetti (Printed Name) 2.	Glenn M Farrell (Printed Name) 3.
Chief Executive Officer (Title)	SVP, General Counsel and Secretary (Title)	Chief Financial Officer (Title)

Subscribed and sworn to before me this 11th day of August 2016

Wendi Arendell
(Notary Public Signature)

WENDI ARENDELL
COMM. #1994886
NOTARY PUBLIC-CALIFORNIA
ALAMEDA COUNTY
My Comm. Expires October 21, 2016

a. Is this an original filing? Yes[X] No[ ]

b. If no:
1. State the amendment number 0
2. Date filed
3. Number of pages attached 0

ASSETS

	Current Statement Date 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 December 31 Prior Year Net Admitted Assets
1. Bonds	481,283,884		481,283,884	444,738,375
2. Stocks:				
2.1 Preferred stocks				
2.2 Common stocks				
3. Mortgage loans on real estate:				
3.1 First liens				
3.2 Other than first liens				
4. Real estate:				
4.1 Properties occupied by the company (less $...............0 encumbrances)				
4.2 Properties held for the production of income (less $...............0 encumbrances)				
4.3 Properties held for sale (less $...............0 encumbrances)				
5. Cash ($......23,720,971), cash equivalents ($...............0) and short-term investments ($......13,898,021)	37,618,992		37,618,992	35,218,085
6. Contract loans (including $...............0 premium notes)				
7. Derivatives				
8. Other invested assets				
9. Receivables for securities				31,912
10. Securities lending reinvested collateral assets				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	518,902,876		518,902,876	479,988,372
13. Title plants less $...............0 charged off (for Title insurers only)				
14. Investment income due and accrued	2,788,734		2,788,734	2,570,870
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	8,868,190	5,288	8,862,902	5,140,173
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including $...............0 earned but unbilled premiums)				
15.3 Accrued retrospective premiums ($...............0) and contracts subject to redetermination ($...............0)				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers				
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts				
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon				
18.2 Net deferred tax asset				
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software				
21. Furniture and equipment, including health care delivery assets ($...............0)				
22. Net adjustments in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates				
24. Health care ($...............0) and other amounts receivable				
25. Aggregate write-ins for other-than-invested assets				
26. TOTAL assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	530,559,800	5,288	530,554,512	487,699,415
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. TOTAL (Lines 26 and 27)	530,559,800	5,288	530,554,512	487,699,415
DETAILS OF WRITE-INS				
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.				
2502.				
2503.				
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)				

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Statement Date	2 December 31, Prior Year
1.	Losses (current accident year $.........952,432)	1,247,084	609,241
2.	Reinsurance payable on paid losses and loss adjustment expenses		
3.	Loss adjustment expenses	30,227	
4.	Commissions payable, contingent commissions and other similar charges		
5.	Other expenses (excluding taxes, licenses and fees)	34,621	25,227
6.	Taxes, licenses and fees (excluding federal and foreign income taxes)	14,362	24,628
7.1	Current federal and foreign income taxes (including $...............0 on realized capital gains (losses))		
7.2	Net deferred tax liability		
8.	Borrowed money $...............0 and interest thereon $...............0		
9.	Unearned premiums (after deducting unearned premiums for ceded reinsurance of $...............0 and including warranty reserves of $...............0 and accrued accident and health experience rating refunds including $...............0 for medical loss ratio rebate per the Public Health Service Act)	119,549,666	82,172,000
10.	Advance premium		773
11.	Dividends declared and unpaid:		
	11.1 Stockholders		
	11.2 Policyholders		
12.	Ceded reinsurance premiums payable (net of ceding commissions)	1,189,057	1,154,845
13.	Funds held by company under reinsurance treaties		
14.	Amounts withheld or retained by company for account of others		
15.	Remittances and items not allocated		
16.	Provision for reinsurance (including $...............0 certified)		
17.	Net adjustments in assets and liabilities due to foreign exchange rates		
18.	Drafts outstanding		
19.	Payable to parent, subsidiaries and affiliates	12,752,130	7,918,829
20.	Derivatives		
21.	Payable for securities		
22.	Payable for securities lending		
23.	Liability for amounts held under uninsured plans		
24.	Capital notes $...............0 and interest thereon $...............0		
25.	Aggregate write-ins for liabilities	49,906,388	28,903,817
26.	TOTAL liabilities excluding protected cell liabilities (Lines 1 through 25)	184,723,536	120,809,360
27.	Protected cell liabilities		
28.	TOTAL liabilities (Lines 26 and 27)	184,723,536	120,809,360
29.	Aggregate write-ins for special surplus funds		
30.	Common capital stock	2,530,000	2,530,000
31.	Preferred capital stock		
32.	Aggregate write-ins for other than special surplus funds		
33.	Surplus notes		
34.	Gross paid in and contributed surplus	494,573,352	494,573,352
35.	Unassigned funds (surplus)	(151,272,376)	(130,213,297)
36.	Less treasury stock, at cost:		
	36.1 ....0 shares common (value included in Line 30 $...............0)		
	36.2 ....0 shares preferred (value included in Line 31 $...............0)		
37.	Surplus as regards policyholders (Lines 29 to 35, less 36)	345,830,976	366,890,055
38.	TOTALS (Page 2, Line 28, Col. 3)	530,554,512	487,699,415
DETAILS OF WRITE-INS			
2501.	Statutory Contingency Reserve	49,906,388	28,903,817
2502.			
2503.			
2598.	Summary of remaining write-ins for Line 25 from overflow page		
2599.	TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	49,906,388	28,903,817
2901.			
2902.			
2903.			
2998.	Summary of remaining write-ins for Line 29 from overflow page		
2999.	TOTALS (Lines 2901 through 2903 plus 2998) (Line 29 above)		
3201.			
3202.			
3203.			
3298.	Summary of remaining write-ins for Line 32 from overflow page		
3299.	TOTALS (Lines 3201 through 3203 plus 3298) (Line 32 above)		

STATEMENT OF INCOME

		1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
	UNDERWRITING INCOME			
1.	Premiums earned			
	1.1 Direct (written $......86,991,159)	45,847,713	15,791,762	45,506,463
	1.2 Assumed (written $...............0)			
	1.3 Ceded (written $.......7,608,885)	3,842,572	1,065,974	3,588,367
	1.4 Net (written $......79,382,274)	42,005,141	14,725,788	41,918,096
DEDUCTIONS:				
2.	Losses incurred (current accident year $.........952,432)			
	2.1 Direct	893,423	97,704	649,594
	2.2 Assumed			
	2.3 Ceded	129,811	17,875	71,163
	2.4 Net	763,612	79,829	578,431
3.	Loss adjustment expenses incurred	30,227		
4.	Other underwriting expenses incurred	42,673,400	35,413,859	75,639,251
5.	Aggregate write-ins for underwriting deductions	21,002,570	7,362,894	20,959,048
6.	TOTAL underwriting deductions (Lines 2 through 5)	64,469,809	42,856,582	97,176,730
7.	Net income of protected cells			
8.	Net underwriting gain or (loss) (Line 1 minus Line 6 + Line 7)	(22,464,668)	(28,130,794)	(55,258,634)
	INVESTMENT INCOME			
9.	Net investment income earned	5,880,399	1,820,858	4,496,060
10.	Net realized capital gains (losses) less capital gains tax of $..............0	(441,544)	591,182	455,978
11.	Net investment gain (loss) (Lines 9 + 10)	5,438,855	2,412,040	4,952,038
	OTHER INCOME			
12.	Net gain or (loss) from agents' or premium balances charged off (amount recovered $..............0 amount charged off $..............0)			
13.	Finance and service charges not included in premiums			
14.	Aggregate write-ins for miscellaneous income			
15.	TOTAL other income (Lines 12 through 14)			
16.	Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	(17,025,813)	(25,718,754)	(50,306,596)
17.	Dividends to policyholders			
18.	Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	(17,025,813)	(25,718,754)	(50,306,596)
19.	Federal and foreign income taxes incurred	4,030,952		
20.	Net income (Line 18 minus Line 19) (to Line 22)	(21,056,765)	(25,718,754)	(50,306,596)
	CAPITAL AND SURPLUS ACCOUNT			
21.	Surplus as regards policyholders, December 31 prior year	366,890,055	223,118,299	223,118,299
22.	Net income (from Line 20)	(21,056,765)	(25,718,754)	(50,306,596)
23.	Net transfers (to) from Protected Cell accounts			
24.	Change in net unrealized capital gains or (losses) less capital gains tax of $..............0			
25.	Change in net unrealized foreign exchange capital gain (loss)			
26.	Change in net deferred income tax			
27.	Change in nonadmitted assets	(2,314)	(3,369)	(2,655)
28.	Change in provision for reinsurance			
29.	Change in surplus notes			
30.	Surplus (contributed to) withdrawn from Protected cells			
31.	Cumulative effect of changes in accounting principles			
32.	Capital changes:			
	32.1 Paid in			
	32.2 Transferred from surplus (Stock Dividend)			
	32.3 Transferred to surplus			
33.	Surplus adjustments:			
	33.1 Paid in			194,081,007
	33.2 Transferred to capital (Stock Dividend)			
	33.3 Transferred from capital			
34.	Net remittances from or (to) Home Office			
35.	Dividends to stockholders			
36.	Change in treasury stock			
37.	Aggregate write-ins for gains and losses in surplus			
38.	Change in surplus as regards policyholders (Lines 22 through 37)	(21,059,079)	(25,722,123)	143,771,756
39.	Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	345,830,976	197,396,176	366,890,055
DETAILS OF WRITE-INS				
0501.	Statutory Contingency Reserve	21,002,570	7,362,894	20,959,048
0502.				
0503.				
0598.	Summary of remaining write-ins for Line 5 from overflow page			
0599.	TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	21,002,570	7,362,894	20,959,048
1401.				
1402.	Services			
1403.				
1498.	Summary of remaining write-ins for Line 14 from overflow page			
1499.	TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)			
3701.	Quasi-reorganization of net loss cumulative and prior to acquisition by NMI Holdings, Inc.			
3702.				
3703.				
3798.	Summary of remaining write-ins for Line 37 from overflow page			
3799.	TOTALS (Lines 3701 through 3703 plus 3798) (Line 37 above)			

CASH FLOW

		1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
	Cash from Operations			
1.	Premiums collected net of reinsurance	75,693,517	28,637,222	100,142,033
2.	Net investment income	6,174,694	2,295,665	3,903,703
3.	Miscellaneous income			
4.	TOTAL (Lines 1 to 3)	81,868,211	30,932,887	104,045,737
5.	Benefit and loss related payments	125,769		45,520
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts			
7.	Commissions, expenses paid and aggregate write-ins for deductions	58,498,016	41,355,224	93,514,499
8.	Dividends paid to policyholders			
9.	Federal and foreign income taxes paid (recovered) net of $..............0 tax on capital gains (losses)	4,030,952		
10.	TOTAL (Lines 5 through 9)	62,654,737	41,355,224	93,560,019
11.	Net cash from operations (Line 4 minus Line 10)	19,213,474	(10,422,337)	10,485,718
	Cash from Investments			
12.	Proceeds from investments sold, matured or repaid:			
	12.1 Bonds	49,896,971	48,464,953	59,741,714
	12.2 Stocks			
	12.3 Mortgage loans			
	12.4 Real estate			
	12.5 Other invested assets			
	12.6 Net gains or (losses) on cash, cash equivalents and short-term investments			
	12.7 Miscellaneous proceeds	31,911		
	12.8 TOTAL investment proceeds (Lines 12.1 to 12.7)	49,928,882	48,464,953	59,741,714
13.	Cost of investments acquired (long-term only):			
	13.1 Bonds	87,396,181	60,814,958	266,474,483
	13.2 Stocks			
	13.3 Mortgage loans			
	13.4 Real estate			
	13.5 Other invested assets			
	13.6 Miscellaneous applications		10,078	31,910
	13.7 TOTAL investments acquired (Lines 13.1 to 13.6)	87,396,181	60,825,036	266,506,393
14.	Net increase (or decrease) in contract loans and premium notes			
15.	Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(37,467,299)	(12,360,083)	(206,764,679)
	Cash from Financing and Miscellaneous Sources			
16.	Cash provided (applied):			
	16.1 Surplus notes, capital notes			
	16.2 Capital and paid in surplus, less treasury stock			150,000,000
	16.3 Borrowed funds			
	16.4 Net deposits on deposit-type contracts and other insurance liabilities			
	16.5 Dividends to stockholders			
	16.6 Other cash provided (applied)	20,654,732	4,462,768	16,085,752
17.	Net cash from financing and miscellaneous sources (Line 16.1 through 16.4 minus Line 16.5 plus Line 16.6)	20,654,732	4,462,768	166,085,752
	RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18.	Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	2,400,907	(18,319,653)	(30,193,209)
19.	Cash, cash equivalents and short-term investments:			
	19.1 Beginning of year	35,218,085	65,411,294	65,411,294
	19.2 End of period (Line 18 plus Line 19.1)	37,618,992	47,091,642	35,218,085

Note: Supplemental Disclosures of Cash Flow Information for Non-Cash Transactions:

20.0001				
20.0002				

Notes to Financial Statement

1. Summary of Significant Accounting Policies

A. Accounting Practices

The financial statements of National Mortgage Insurance Corporation ("NMIC" or the "Company"), are presented on the basis of accounting practices prescribed or permitted by the Wisconsin Office of the Commissioner of Insurance ("Wisconsin OCI").

The Wisconsin OCI recognizes only statutory accounting practices prescribed or permitted by the State of Wisconsin for determining and reporting the financial condition and results of operations of an insurance company and for determining its solvency under the Wisconsin Insurance Statutes. The National Association of Insurance Commissioners' ("NAIC") *Accounting Practices and Procedures* manual, version effective January 1, 2001, ("NAIC SAP") has been adopted as a component of prescribed or permitted practices by the State of Wisconsin. The state of Wisconsin has adopted certain prescribed accounting practices that differ from those found in NAIC SAP. Specifically, Wisconsin domiciled companies record changes in the contingency reserve through the income statement as an underwriting deduction. In NAIC SAP, changes in the contingency reserve are recorded directly to unassigned surplus.

The Wisconsin Commissioner of Insurance (the "Commissioner") has the right to permit other specific practices that deviate from prescribed practices.

A reconciliation of net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the State of Wisconsin is shown below:

	State of Domicile	Six months ended June 30, 2016	Year ended December 31, 2015
NET LOSS			
(1) State basis (Page 4, Line 20, Columns 1 & 3)	WI	$ (21,056,765)	$ (50,306,596)
(2) State prescribed practices that increase/(decrease) NAIC SAP			
Change in contingency reserves	WI	(21,002,570)	(20,959,048)
(3) NAIC SAP (1 - 2 = 3)	WI	$ (54,195)	$ (29,347,548)
SURPLUS			
(4) State basis (Page 3, Line 37, Columns 1 & 2)	WI	$ 345,830,976	$ 366,890,055
(5) State prescribed practices that increase/(decrease) NAIC SAP		—	—
(6) NAIC SAP (4 - 5 = 6)	WI	$ 345,830,976	$ 366,890,055

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

No significant change from year end 2015.

C. Accounting Policy

The Company uses the following accounting policies:

(1) - (5) No significant change from year end 2015.

(6) Loan-backed securities are valued using the retrospective method and are stated at amortized cost or fair value in accordance with their NAIC designation.

(7) - (13) No significant change from year end 2015.

2. Accounting Changes and Corrections of Errors

No significant change from year end 2015.

3. Business Combinations and Goodwill

No significant change from year end 2015.

4. Discontinued Operations

No significant change from year end 2015.

5. Investments

A. Mortgage Loans, Including Mezzanine Real Estate Loans

No significant change from year end 2015.

Notes to Financial Statement

B. Debt Restructuring

No significant change from year end 2015.

C. Reverse Mortgages

No significant change from year end 2015.

D. Loan-Backed Securities

(1) The Company uses widely accepted models for prepayment assumptions in valuing loan-backed securities with inputs from major third party data providers. The Company's investment policy complies with the investment guidelines set forth by the Wisconsin OCI.

(2) The Company has not recognized any other-than-temporary impairments.

(3) The Company has not recognized any other-than-temporary impairments.

(4) All impaired loan-backed securities (fair value is less than cost or amortized cost) for which an other than temporary impairment has not been recognized in earnings as a realized loss,

(a) The aggregate amount of unrealized losses:

1. Less than 12 Months	$	(262,831)
2. 12 Months or Longer		(160,382)

(b) The aggregate related fair value of securities with unrealized losses:

1. Less than 12 Months	$	20,839,508
2. 12 Months or Longer		14,634,956

(5) Management regularly reviews the value of the Company's investments. If the value of any investment falls below its cost basis, the decline is analyzed to determine whether it is an other-than-temporary decline in value. To make this determination for each security, the Company considers its intent to sell the security and whether it is more likely than not that the Company would be required to sell the security before recovery, extent and duration of the decline, failure of the issuer to make scheduled interest or principal payments, change in rating below investment grade and adverse conditions specifically related to the security, an industry, or a geographic area.

Based on that analysis, management makes a judgment as to whether the loss is other-than-temporary. If the loss is other-than-temporary, an impairment charge is recorded within net realized capital gains (losses) in the statement of income in the period the determination is made. No other-than-temporary impairments were recognized for the quarter ending June 30, 2016.

E. Repurchase Agreements and/or Securities Lending Transactions

No significant change from year end 2015.

F. Real Estate

No significant change from year end 2015.

G. Low-income housing tax credits (“LIHTC”)

No significant change from year end 2015.

H. Restricted Assets

No significant change from year end 2015.

I. Working Capital Finance Investments

No significant change from year end 2015.

J. Offsetting and Netting of Assets and Liabilities

No significant change from year end 2015.

K. Structured Notes

No significant change from year end 2015.

Notes to Financial Statement

6. Joint Ventures, Partnerships and Limited Liability Companies

No significant change from year end 2015.

7. Investment Income

No significant change from year end 2015.

8. Derivative Instruments

No significant change from year end 2015.

9. Income Taxes

No significant change from year end 2015.

10. Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

A. Nature of Relationships

No significant change from year end 2015.

B. Detail of Transactions Greater than ½% of Admitted Assets

The Company did not have any transactions greater than 1/2% of its admitted assets for the quarter ended June 30, 2016.

C. Change in Terms of Intercompany Arrangements

No significant change from year end 2015.

D. Amounts Due to or from Related Parties

As of June 30, 2016 and December 31, 2015, the Company reported $12,752,130 and $7,918,829, respectively, due to affiliated companies (NMI) and $0 and $0 due from affiliated companies (Re One), the entire amounts of which are contractually obligated to be paid within 60 days after quarter-end.

E. Guarantees or Undertaking for Related Parties

No significant change from year end 2015.

F. Management, Service contracts, Cost Sharing Arrangements

No significant change from year end 2015.

G. Nature of Relationships that Could Affect Operations

No significant change from year end 2015.

H. Amount Deducted for Investment in Upstream Company

No significant change from year end 2015.

I. Detail of Investments in Affiliates Greater than 10% of Admitted Assets

No significant change from year end 2015.

J. Write downs for Impairment of Investments in Affiliates

No significant change from year end 2015.

K. Foreign Subsidiary Valued Using CARVM

No significant change from year end 2015.

L. Downstream Holding Company Valued Using Look-Through Method

No significant change from year end 2015.

M. SCA Investments

No significant change from year end 2015.

Notes to Financial Statement

N. A reporting entity that reports an investment in an insurance SCA

No significant change from year end 2015.

11. Debt

A. Debt, including capital notes

No significant change from year end 2015.

B. Funding Agreements with the Federal Home Loan Bank ("FHLB")

The Company has no funding agreements with the FHLB.

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

A. Defined Benefit Plan

The Company has no defined benefit plans.

B. Narrative Description of Investment Policies and Strategies

No significant change from year end 2015.

C. Fair Value of Each Class of Plan Assets

No significant change from year end 2015.

D. Basis Used to Determine Overall Expected Long Term Rate of Return on Assets

No significant change from year end 2015.

E. Defined Contribution Plans

No significant change from year end 2015.

F. Multiemployer Plans

No significant change from year end 2015.

G. Consolidated/Holding Company Plans

No significant change from year end 2015.

H. Post-employment Benefits and Compensated Absences

No significant change from year end 2015.

I. Impact of Medicare Modernization Act on Post-retirement Benefits

No significant change from year end 2015.

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

A. Outstanding Shares

No significant change from year end 2015.

B. Dividend Rate of Preferred Stock

No significant change from year end 2015.

C. Dividend Restrictions

The Company's ability to pay dividends to its parent is limited by insurance laws of the State of Wisconsin and certain other states. Wisconsin law provides that the Company may pay out dividends without the prior approval of the Commissioner ("ordinary dividends") in an amount, when added to other shareholder distributions made in the prior 12 months, not to exceed the lesser of (a) 10% of the insurer's surplus as regards to policyholders as of the prior December 31, or (b) its net income (excluding realized capital gains) for the twelve month period ending December 31 of the immediately preceding calendar year. In determining net income, an insurer may carry forward net income from the

Notes to Financial Statement

previous two calendar years that has not already been paid out as a dividend. Dividends that exceed this amount are "extraordinary dividends", which require prior approval of the Commissioner.

California prohibits dividends except from undivided profits remaining on hand over and above its paid-in capital, paid-in surplus and contingency reserves. Additionally, statutory minimum capital requirements may limit the amount of dividend that the Company may pay. For example, the State of Florida requires mortgage guaranty insurers to hold capital and surplus not less than the lesser of (i) 10% of its total liabilities, or (ii) $100 million.

D. Dates and Amounts of Dividends Paid

No significant change from year end 2015.

E. Amount of Ordinary Dividends That May Be Paid

No significant change from year end 2015.

F. Restrictions of Unassigned Funds

No significant change from year end 2015.

G. Mutual Surplus Advance

No significant change from year end 2015.

H. Company Stock held for Special Purposes

No significant change from year end 2015.

I. Changes in Special Surplus Funds

No significant change from year end 2015.

J. Changes in Unassigned Funds

No significant change from year end 2015.

K. Surplus Notes

No significant change from year end 2015.

L. The Impact of any Restatement due to Prior Quasi-Reorganizations

No significant change from year end 2015.

M. The Effective Date(s) of all Quasi-Reorganizations in the Prior 10 Years

No significant change from year end 2015.

14. Contingencies

No significant change from year end 2015.

15. Leases

No significant change from year end 2015.

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

No significant change from year end 2015.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

A. Transfers of Receivables Reported as Sales

No significant change from year end 2015.

B. Transfer and Servicing of Financial Assets

The Company had no transfer or servicing of financial assets during the six months ended June 30, 2016.

Notes to Financial Statement

C. Wash Sales

The Company had no wash sales involving transactions for securities with a NAIC designation of 3 or below, or unrated during the six months ended June 30, 2016.

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

No significant change from year end 2015.

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

No significant change from year end 2015.

20. Fair Value Measurements

A. Inputs Used for Assets and Liabilities at Fair Value

The Company does not measure and report any assets or liabilities at fair value in the statement of financial position after initial recognition.

B. Other Fair Value Disclosures

Not Applicable.

C. Fair Values for All Financial Instruments by Levels 1, 2, and 3

The table below reflects the fair values and admitted values of all admitted assets and liabilities that are financial instruments. The fair values are also categorized into the three- levels as described below.

As of June 30, 2016

Type of Financial Instrument	Fair Value	Admitted Value	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Financial instruments - assets						
Bonds	$ 494,691,911	$ 481,283,883	$ 35,813,049	$ 458,878,862	$ —	$ —
Preferred stocks	—	—	—	—	—	—
Common stocks	—	—	—	—	—	—
Mortgage loans	—	—	—	—	—	—
Cash, cash equivalents and short term investments	37,618,991	37,618,991	37,618,991	—	—	—
Other	—	—	—	—	—	—
Total assets	$ 532,310,902	$ 518,902,874	$ 73,432,040	$ 458,878,862	$ —	$ —
Financial instruments - liabilities	—	—	—	—	—	—
Total liabilities	$ —	$ —	$ —	$ —	$ —	$ —

The following describes the valuation techniques used by the Company to determine the fair value of financial instruments held as of June 30, 2016.

The Company established a fair value hierarchy by prioritizing the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under this standard are described below:

- Level 1 - Quoted prices in Active Markets for Identical Assets and Liabilities. This category includes cash and US Treasury Securities. Unadjusted quoted prices for identical assets or liabilities in active markets that are accessible at the measurement date for identical assets or liabilities;
- Level 2 - Significant Other Observable Inputs. This category is for items measured at fair value on a recurring basis, including common stock, which are not exchange-traded. Prices or valuations based on observable inputs other than quoted prices in active markets for identical assets and liabilities; and
- Level 3 - Significant Unobservable Inputs. Unobservable inputs that are significant to the fair value of the assets or liabilities. Level 3 assets and liabilities include financial instruments whose value is determined using pricing models, discounted cash flow methodologies, or similar techniques, as well as instruments for which the determination of fair value requires significant management judgment or estimation. The Company has no assets or liabilities in this category.

The level of market activity used to determine the fair value hierarchy is based on the availability of observable inputs market participants would use to price an asset or a liability, including market value price observations.

Notes to Financial Statement

D. Reasons Not Practical to Estimate Fair Values

Not Applicable.

21. Other Items

A. Unusual or Infrequent Items

Organizational Examination:

The Wisconsin OCI completed an Organizational Examination of NMIC on September 27, 2012. The period under exam was June 30, 2009 through June 30, 2012. The Examination did not result in any recommendations, reclassification of or adjustment to the balances reported by the company.

GSE Approval:

The Company was approved as an eligible mortgage guaranty insurer by Freddie Mac and Fannie Mae, on January 15, 2013 and January 16, 2013, respectively, subject to continuing to comply with certain requirements. Fannie Mae and Freddie Mac have imposed certain capitalization, operational and reporting conditions in connection with their approvals of NMIC as a qualified mortgage guaranty insurer. Most of these conditions expired on the 3rd anniversary of GSE approval, i.e., January 16, 2016. As of December 31, 2015, NMIC became subject to the financial, capital, and operational requirements set forth in the final Private Mortgage Insurer Eligibility Requirements (“PMIERs”), which were promulgated by Fannie Mae and Freddie Mac in January 2015. Under the PMIERs, NMIC must certify annually to Fannie Mae and Freddie Mac that it fully complies with the PMIERs and must notify them immediately upon discovery of its failure to meet one or more requirements of the PMIERs. NMIC certified to the GSEs as of December 31, 2015 that it fully complied with the PMIERs.

Regulatory Update:

NMIC is licensed to transact mortgage insurance in all 50 states and the District of Colombia.

The NAIC has formed a working group to explore, among other things, whether certain states' statutory capital requirements applicable to mortgage insurers should be overhauled. The Company, along with other MI companies are working with the Mortgage Guaranty Insurance Working Group of the Financial Condition (E) Committee of the NAIC (the "Working Group"). The Working Group will determine and make a recommendation to the Financial Condition (E) Committee of the NAIC as to what changes, if any, the Working Group believes are necessary to the solvency regulation for MI companies, including changes to the Mortgage Guaranty Insurers Model Act (Model #630). The Company has provided feedback to the Working Group since early 2013, and supports more robust capital standards and continues to advocate for a strong capital model. The discussions are ongoing and the ultimate outcome of these discussions and any potential actions taken by the NAIC cannot be predicted at this time. However, given the Company’s current strong capital position and having no exposure to risk written in the 2005 through 2008 book years, the Company will be well positioned to comply with new capital requirements proposed by the NAIC when they become effective.

B. Troubled Debt Restructuring: Debtors

No significant change from year end 2015.

C. Other Disclosures and Unusual Items

No significant change from year end 2015.

D. Business Interruption Insurance Recoveries

No significant change from year end 2015.

E. State Transferable and Non-transferable Tax Credits

No significant change from year end 2015.

F. Subprime Mortgage Related Risk Exposure

No significant change from year end 2015.

G. Offsetting and Netting of Assets and Liabilities

The Company has no derivative, repurchase or reverse repurchase, or securities borrowing and securities lending assets and liabilities which are offset and reported net.

Notes to Financial Statement

H. Joint and Several Liabilities

The Company has no joint and several liabilities.

22. Events Subsequent

In order to continue to grow our business and to manage our *minimum required assets* under PMIERs, we entered into a quota share reinsurance binders with a panel of third-party reinsurance providers (Reinsurance Agreement). Effective September 1, 2016, the Reinsurance Agreement will reinsure the following segments of our portfolio, subject to certain limitations and conditions:

- Approximately 25% of existing performing risk-in-force (“RIF”) written as of August 31, 2016;
- Approximately 100% of the company's pool agreement with Fannie Mae; and
- Approximately 25% of RIF written from September 1, 2016 through December 31, 2017.

NMIC will receive a 20% ceding commission for ceded premiums related to this transaction, as well as a profit commission, provided that the loss ratio on the loans covered under the Reinsurance Agreement generally remains below 60%. For risk ceded under the Reinsurance Agreement, the implied after-tax cost of capital is expected to be approximately 3%. We expect to receive full capital credit under PMIERs for the risk ceded under the Reinsurance Agreement. In addition, as the Reinsurance Agreement will be collateralized with trust agreements that comply with Wisconsin requirements, we expect that the Company will take credit for reinsurance commencing in the third quarter of 2016. If the GSEs do not grant full credit, we would likely need to seek other sources of capital sooner than we would have expected with full capital credit under PMIERs. Future sources of capital will depend on the cost, availability and terms and conditions that are acceptable to us, our regulators and the GSEs.

The Company has considered subsequent events through August 10, 2016.

23. Reinsurance

No significant change from year end 2015. *(See Note 22)*

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

A-E. No significant change from year end 2015.

F. Risk-Sharing Provisions of the Affordable Care Act (“ACA”)

The Company does not write accident or health insurance and therefore is not subject to the ACA risk-sharing provisions.

25. Changes in Incurred Losses and Loss Adjustment Expenses

The Company incurred claims and claim adjustment expenses of $793,839 and $79,829 for the six months ended June 30, 2016 and 2015, respectively. There was a $158,594 favorable prior year loss development during the six months ended June 30, 2016. Loss reserves remaining as of June 30, 2016 for defaults occurring in prior years have been reduced to $324,879, following re-estimation of unpaid claims and claim adjustment expenses. The increase loss reserves as of the end of the period is the result of current year defaults. Original loss reserve estimates will be increased or decreased as additional information becomes known regarding individual claims.

The Company’s practice is to establish claim reserves only for loans in default. The Company does not consider a loan to be in default for claim reserve purposes until we receive notice from the servicer that a borrower has failed to make two consecutive regularly scheduled payments and is at least sixty days in default. The Company also reserves for claims incurred but not yet reported. However, and consistent with the industry, the Company does not establish claim reserves for anticipated future claims on insured loans that are not currently in default. The Company does not adjust premiums of policies currently in-force based on past claim activity.

26. Intercompany Pooling Arrangements

No significant change from year end 2015.

27. Structured Settlements

No significant change from year end 2015.

28. Health Care Receivables

No significant change from year end 2015.

Notes to Financial Statement

29. Participating Policies

No significant change from year end 2015.

30. Premium Deficiency Reserves

No significant change from year end 2015.

31. High Deductibles

No significant change from year end 2015.

32. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

No significant change from year end 2015.

33. Asbestos/Environmental Reserves

No significant change from year end 2015.

34. Subscriber Savings Accounts

No significant change from year end 2015.

35. Multiple Peril Crop Insurance

No significant change from year end 2015.

36. Financial Guaranty Insurance

The Company is a monoline mortgage guaranty insurer and does not engage in the business of financial guaranty insurance.

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[ ] N/A[X]

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: ....

3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes[X] No[ ]
If yes, complete Schedule Y, Parts 1 and 1A.
3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes[ ] No[X]
3.3 If the response to 3.2 is yes, provide a brief description of those changes:

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. 06/30/2012
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. 06/30/2012
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). 10/23/2012
6.4 By what department or departments?
Wisconsin Office of the Commissioner 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[ ] No[ ] N/A[X]
6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes[ ] No[ ] N/A[X]

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

8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes[ ] No[X]
8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes[ ] No[X]
8.4 If 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 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 FDIC	6 SEC
		Yes[ ] No[X]	Yes[ ] No[X]	Yes[ ] No[X]	Yes[ ] No[X]

9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes[X] No[ ]
(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
(c) Compliance with applicable governmental laws, rules and regulations;
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
(e) Accountability for adherence to the code.
9.11 If the response to 9.1 is No, please explain:
9.2 Has the code of ethics for senior managers been amended? Yes[ ] No[X]
9.21 If the response to 9.2 is Yes, provide information related to amendment(s).
9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes[ ] No[X]
9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

FINANCIAL

10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes[ ] No[X]
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: $ 0

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

GENERAL INTERROGATORIES (Continued)

INVESTMENT

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes[ ] No[X]
14.2 If yes, please complete the following:

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

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes[ ] No[X]
15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes[ ] No[ ] N/A[X]
If no, attach a description with this statement.

16. For the reporting entity's security lending program, state the amount of the following as of the current statement date:
16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 $ 0
16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 $ 0
16.3 Total payable for securities lending reported on the liability page $ 0

17. 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 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes[X] No[ ]
17.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address
Wells Fargo Bank, N.A.	600 California Street, San Francisco, CA 94108

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

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

17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? Yes[ ] No[X]
17.4 If yes, give full and complete information relating thereto:

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

17.5 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
105108	First Republic Securities Co., LLC	111 Pine Street, San Francisco, CA 94111
104973	Wells Capital Management Incorporated	525 Market Street, San Francisco, CA 94105

18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed? Yes[X] No[ ]
18.2 If no, list exceptions:

GENERAL INTERROGATORIES

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? Yes[ ] No[ ] N/A[X]
If yes, attach an explanation.

2 . Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured? Yes[ ] No[X]
If yes, attach an explanation.

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes[ ] No[X]
3.2 If yes, give full and complete information thereto

4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation tabular reserves (see annual statement instructions pertaining to disclosure of discounting for definition of "tabular reserves,") discounted at a rate of interest greater than zero? Yes[ ] No[X]
4.2 If yes, complete the following schedule:

			TOTAL DISCOUNT				DISCOUNT TAKEN DURING PERIOD			
1	2	3	4	5	6	7	8	9	10	11
Line of Business	Maximum Interest	Discount Rate	Unpaid Losses	Unpaid LAE	IBNR	TOTAL	Unpaid Losses	Unpaid LAE	IBNR	TOTAL
04.2999 Total										

5. Operating Percentages:
5.1 A&H loss percent 0.000%
5.2 A&H cost containment percent 0.000%
5.3 A&H expense percent excluding cost containment expenses 0.000%

6.1 Do you act as a custodian for health savings accounts? Yes[ ] No[X]
6.2 If yes, please provide the amount of custodial funds held as of the reporting date. $ 0
6.3 Do you act as an administrator for health savings accounts? Yes[ ] No[X]
6.4 If yes, please provide the balance of the funds administered as of the reporting date. $ 0

SCHEDULE F - CEDED REINSURANCE

Showing all new reinsurers - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Type of Reinsurer	6 Certified Reinsurer Rating (1 through 6)	7 Effective Date of Certified Reinsurer Rating
			NONE			

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

	1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2	3	4	5	6	7
States, etc.	Active Status	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date
1. Alabama (AL)	L	204,200	175,698				
2. Alaska (AK)	L	43,792	19,123	33,464			15,403
3. Arizona (AZ)	L	2,629,960	637,722				
4. Arkansas (AR)	L	386,733	150,632				
5. California (CA)	L	10,353,955	3,698,244			143,312	9,581
6. Colorado (CO)	L	2,206,994	921,333				
7. Connecticut (CT)	L	334,750	199,018			23,529	
8. Delaware (DE)	L	75,833	15,100				
9. District of Columbia (DC)	L	2,389,945	2,543,626				
10. Florida (FL)	L	2,838,614	1,096,265			81,448	
11. Georgia (GA)	L	2,095,623	518,403				47,684
12. Hawaii (HI)	L	190,704	35,528				
13. Idaho (ID)	L	521,221	120,147				
14. Illinois (IL)	L	2,189,825	748,896			39,355	
15. Indiana (IN)	L	750,249	243,056			5,552	
16. Iowa (IA)	L	602,253	212,797				
17. Kansas (KS)	L	453,764	320,230			21,762	
18. Kentucky (KY)	L	309,087	56,088				
19. Louisiana (LA)	L	440,769	119,936				
20. Maine (ME)	L	73,278	16,218				
21. Maryland (MD)	L	2,695,082	165,828				
22. Massachusetts (MA)	L	626,016	618,203				
23. Michigan (MI)	L	17,417,564	10,375,772	97,979		449,558	73,107
24. Minnesota (MN)	L	1,079,179	387,269			11,051	
25. Mississippi (MS)	L	75,972	56,126				
26. Missouri (MO)	L	1,782,739	430,132	631		23,517	29,860
27. Montana (MT)	L	223,950	46,359			14,748	
28. Nebraska (NE)	L	312,122	78,489				
29. Nevada (NV)	L	668,192	104,869			11,438	
30. New Hampshire (NH)	L	174,248	40,763			17,228	
31. New Jersey (NJ)	L	2,200,172	950,339			67,044	
32. New Mexico (NM)	L	174,882	44,057				
33. New York (NY)	L	1,079,844	237,164			52,808	
34. North Carolina (NC)	L	1,309,052	465,852			11,476	
35. North Dakota (ND)	L	27,439	11,391				
36. Ohio (OH)	L	1,723,667	1,199,572			63,842	
37. Oklahoma (OK)	L	260,633	162,039				
38. Oregon (OR)	L	909,893	371,617			11,310	
39. Pennsylvania (PA)	L	1,981,015	961,909			47,247	5,375
40. Rhode Island (RI)	L	593,819	82,138				
41. South Carolina (SC)	L	936,706	307,881			29,313	
42. South Dakota (SD)	L	192,207	59,607				
43. Tennessee (TN)	L	1,924,620	591,566				
44. Texas (TX)	L	3,921,387	1,191,502			123,667	
45. Utah (UT)	L	3,479,687	897,456			12,399	
46. Vermont (VT)	L	31,788	9,732				
47. Virginia (VA)	L	9,579,505	743,205			88,841	
48. Washington (WA)	L	1,130,255	559,857			15,006	
49. West Virginia (WV)	L	337,123	25,414				
50. Wisconsin (WI)	L	928,600	166,135			53,908	
51. Wyoming (WY)	L	122,251	77,944			21,004	
52. American Samoa (AS)	N						
53. Guam (GU)	N						
54. Puerto Rico (PR)	N						
55. U.S. Virgin Islands (VI)	N						
56. Northern Mariana Islands (MP)	N						
57. Canada (CAN)	N						
58. Aggregate other alien (OT)	XXX						
59. Totals	(a) 51	86,991,159	33,268,247	132,074		1,440,363	181,010
DETAILS OF WRITE-INS							
58001 write-in description 1 for line 580	XXX						
58002 write-in description 2 for line 580	XXX						
58003 write-in description 3 for line 580	XXX						
58998 Summary of remaining write-ins for Line 58 from overflow page	XXX						
58999 TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	XXX						

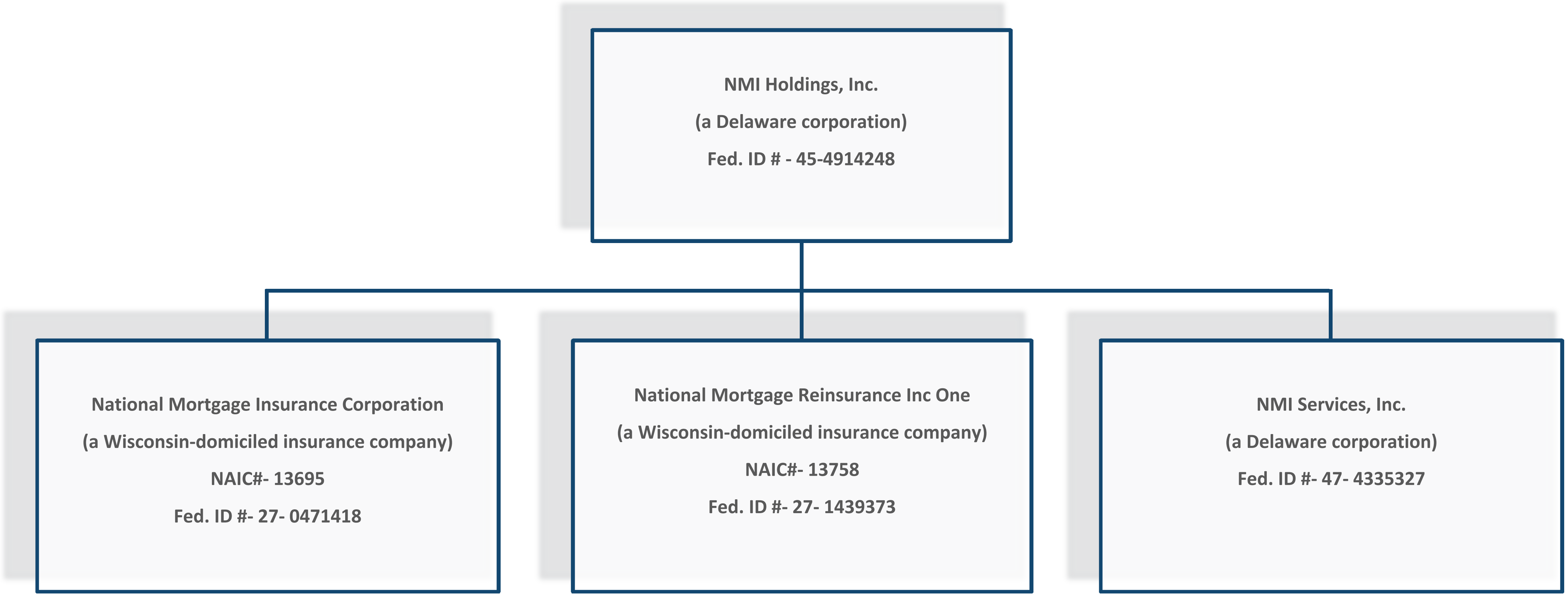
(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business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



SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1 Group Code	2 Group Name	3 NAIC Company Code	4 ID Number	5 FEDERAL RSSD	6 CIK	7 Name of Securities Exchange if Publicly Traded (U.S. or International)	8 Names of Parent, Subsidiaries Or Affiliates	9 Domiciliary Location	10 Relationship to Reporting Entity	11 Directly Controlled by (Name of Entity / Person)	12 Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	13 If Control is Ownership Provide Percentage	14 Ultimate Controlling Entity(ies) / Person(s)	15 *
		00000	45-4914248		0001547903	NASDAQ Global Market	NMI Holdings, Inc.	DE	UDP					
4760	NMI Holdings Grp	13695	27-0471418				National Mortgage Insurance Corporation	WI	RE	NMI Holdings, Inc.	Ownership	100.0	NMI Holdings, Inc.	
4760	NMI Holdings Grp	13758	27-1439373				National Mortgage Reinsurance Inc One	WI	IA	NMI Holdings, Inc.	Ownership	100.0	NMI Holdings, Inc.	
4760	NMI Holdings Grp	00000	47-4335327				NMI Services, Inc	DE	UDP	NMI Holdings, Inc.	Ownership	100.0	NMI Holdings, Inc.	

Asterisk	Explanation
0000001	
0000002	

PART 1 - LOSS EXPERIENCE

	Line of Business	Current Year to Date 1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	4 Prior Year to Date Direct Loss Percentage
1.	Fire				
2.	Allied lines				
3.	Farmowners multiple peril				
4.	Homeowners multiple peril				
5.	Commercial multiple peril				
6.	Mortgage guaranty	45,847,713	893,423	1.949	0.619
8.	Ocean marine				
9.	Inland marine				
10.	Financial guaranty				
11.1	Medical professional liability - occurrence				
11.2	Medical professional liability - claims made				
12.	Earthquake				
13.	Group accident and health				
14.	Credit accident and health				
15.	Other accident and health				
16.	Workers' compensation				
17.1	Other liability - occurrence				
17.2	Other liability - claims made				
17.3	Excess Workers' Compensation				
18.1	Products liability - occurrence				
18.2	Products liability - claims made				
19.1	19.2 Private passenger auto liability				
19.3	19.4 Commercial auto liability				
21.	Auto physical damage				
22.	Aircraft (all perils)				
23.	Fidelity				
24.	Surety				
26.	Burglary and theft				
27.	Boiler and machinery				
28.	Credit				
29.	International				
30.	Warranty				
31.	Reinsurance-Nonproportional Assumed Property	XXX	XXX	XXX	XXX
32.	Reinsurance-Nonproportional Assumed Liability	XXX	XXX	XXX	XXX
33.	Reinsurance-Nonproportional Assumed Financial Lines	XXX	XXX	XXX	XXX
34.	Aggregate write-ins for other lines of business				
35.	TOTALS	45,847,713	893,423	1.949	0.619
DETAILS OF WRITE-INS					
3401.					
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)				

PART 2 - DIRECT PREMIUMS WRITTEN

	Line of Business	1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1.	Fire			
2.	Allied lines			
3.	Farmowners multiple peril			
4.	Homeowners multiple peril			
5.	Commercial multiple peril			
6.	Mortgage guaranty	48,861,929	86,991,159	33,268,247
8.	Ocean marine			
9.	Inland marine			
10.	Financial guaranty			
11.1	Medical professional liability - occurrence			
11.2	Medical professional liability - claims made			
12.	Earthquake			
13.	Group accident and health			
14.	Credit accident and health			
15.	Other accident and health			
16.	Workers' compensation			
17.1	Other liability - occurrence			
17.2	Other liability - claims made			
17.3	Excess Workers' Compensation			
18.1	Products liability - occurrence			
18.2	Products liability - claims made			
19.1	19.2 Private passenger auto liability			
19.3	19.4 Commercial auto liability			
21.	Auto physical damage			
22.	Aircraft (all perils)			
23.	Fidelity			
24.	Surety			
26.	Burglary and theft			
27.	Boiler and machinery			
28.	Credit			
29.	International			
30.	Warranty			
31.	Reinsurance-Nonproportional Assumed Property	XXX	XXX	XXX
32.	Reinsurance-Nonproportional Assumed Liability	XXX	XXX	XXX
33.	Reinsurance-Nonproportional Assumed Financial Lines	XXX	XXX	XXX
34.	Aggregate write-ins for other lines of business			
35.	TOTALS	48,861,929	86,991,159	33,268,247
DETAILS OF WRITE-INS				
3401.				
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)			

PART 3 (000 omitted)
LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

Years in Which Losses Occurred	1 Prior Year-End Known Case Loss and LAE Reserves	2 Prior Year-End IBNR Loss and LAE Reserves	3 Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	4 2016 Loss and LAE Payments on Claims Reported as of Prior Year-End	5 2016 Loss and LAE Payments on Claims Unreported as of Prior Year-End	6 Total 2016 Loss and LAE Payments (Cols. 4 + 5)	7 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	8 Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	9 Q.S. Date IBNR Loss and LAE Reserves	10 Total Q.S. Loss and LAE Reserves (Cols. 7 + 8 + 9)	11 Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 4 + 7 minus Col. 1)	12 Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	13 Prior Year-End Total Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 11 + 12)
1. 2013 + Prior													
2. 2014	25		25								(25)		(25)
3. Subtotals 2014 + Prior	25		25								(25)		(25)
4. 2015	542	42	584	126		126	325			325	(91)	(42)	(133)
5. Subtotals 2015 + Prior	567	42	609	126		126	325			325	(116)	(42)	(158)
6. 2016	X X X	X X X	X X X	X X X			X X X	835	117	952	X X X	X X X	X X X
7. Totals	567	42	609	126		126	325	835	117	1,277	(116)	(42)	(158)
8. Prior Year-End Surplus As Regards Policyholders											Col. 11, Line 7 As % of Col. 1 Line 7 1. (20.459)	Col. 12, Line 7 As % of Col. 2 Line 7 2. (100.000)	Col. 13, Line 7 As % of Col. 3 Line 7 3. (25.944)
													Col. 13, Line 7 Line 8 4.

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.

	RESPONSES
1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?	No
2. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement?	No
3. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	No
4. Will the Director and Officer Insurance Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	No

Explanations:
1. Not Applicable
2. Not Applicable
3. Not Applicable
4. Not Applicable

Bar Codes:

Trusteed Surplus Statement
13695201649000002 2016 Document Code: 490

Supplement A to Schedule T
13695201645500002 2016 Document Code: 455

Medicare Part D Coverage Supplement
13695201636500002 2016 Document Code: 365

Director and Officer Supplement
13695201650500002 2016 Document Code: 505

OVERFLOW PAGE FOR WRITE-INS

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.	Cost of acquired:		
	2.1 Actual cost at time of acquisition		
	2.2 Additional investment made after acquisition		
3.	Current year change in encumbrances		
4.	Total gain (loss) on disposals		
5.	Deduct amounts received on disposals		
6.	Total foreign exchange change in book/adjusted carrying va		
7.	Deduct current year's other-than-temporary impairment reco		
8.	Deduct current year's depreciation		
9.	Book/adjusted carrying value at the end of current period (Lines 1 + 2 + 3 + 4 - 5 + 6 - 7 - 8)		
10.	Deduct total nonadmitted amounts		
11.	Statement value at end of current period (Line 9 minus Line 10)		

N O N E

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		
2.	Cost of acquired:		
	2.1 Actual cost at time of acquisition		
	2.2 Additional investment made after acquisition		
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		
8.	Deduct amortization of premium and mortgage interest poin		
9.	Total foreign exchange change in book value/recorded inve		
10.	Deduct current year's other than temporary impairment recognized		
11.	Book value/recorded investment excluding accrued interest at end of current period (Lines 1 + 2 + 3 + 4 + 5 + 6 - 7 - 8 + 9 - 10)		
12.	Total valuation allowance		
13.	Subtotal (Line 11 plus Line 12)		
14.	Deduct total nonadmitted amounts		
15.	Statement value at end of current period (Line 13 minus Line 14)		

N O N E

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		
2.	Cost of acquired:		
	2.1 Actual cost at time of acquisition		
	2.2 Additional investment made after acquisition		
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		
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)		
12.	Deduct total nonadmitted amounts		
13.	Statement value at end of current period (Line 11 minus Line 12)		

N O N E

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	444,738,375	194,407,839
2.	Cost of bonds and stocks acquired	87,396,181	310,555,490
3.	Accrual of discount	158,046	91,821
4.	Unrealized valuation increase (decrease)		
5.	Total gain (loss) on disposals	(441,544)	455,978
6.	Deduct consideration for bonds and stocks disposed of	49,896,971	59,741,714
7.	Deduct amortization of premium	670,203	1,031,039
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)	481,283,884	444,738,375
11.	Deduct total nonadmitted amounts		
12.	Statement value at end of current period (Line 10 minus Line 11)	481,283,884	444,738,375

SCHEDULE D - PART 1B

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

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a)	416,622,748	5,989,882	3,858,977	3,308	416,622,748	418,756,961		381,929,414
2. NAIC 2 (a)	67,040,083	1,048,485	213	99	67,040,083	68,088,454		75,701,318
3. NAIC 3 (a)								
4. NAIC 4 (a)								
5. NAIC 5 (a)								
6. NAIC 6 (a)								
7. Total Bonds	483,662,831	7,038,367	3,859,190	3,407	483,662,831	486,845,415		457,630,732
PREFERRED STOCK								
8. NAIC 1								
9. NAIC 2								
10. NAIC 3								
11. NAIC 4								
12. NAIC 5								
13. NAIC 6								
14. Total Preferred Stock								
15. Total Bonds & Preferred Stock	483,662,831	7,038,367	3,859,190	3,407	483,662,831	486,845,415		457,630,732

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

SCHEDULE DA - PART 1

Short - Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999. Totals	13,898,021	X X X	13,898,020	2,423	

SCHEDULE DA - Verification

Short-Term Investments

		1 Year To Date	2 Prior Year Ended December 31
1.	Book/adjusted carrying value, December 31 of prior year	12,892,357	53,347,328
2.	Cost of short-term investments acquired	82,164,388	188,168,338
3.	Accrual of discount		
4.	Unrealized valuation increase (decrease)		
5.	Total gain (loss) on disposals		
6.	Deduct consideration received on disposals	81,158,724	228,623,309
7.	Deduct amortization of premium		
8.	Total foreign exchange change in book/adjusted carrying value		
9.	Deduct current year's other than temporary impairment recognized		
10.	Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9)	13,898,021	12,892,357
11.	Deduct total nonadmitted amounts		
12.	Statement value at end of current period (Line 10 minus Line 11)	13,898,021	12,892,357

SI04 Schedule DB - Part A Verification . . . . NONE

SI04 Schedule DB - Part B Verification . . . . NONE

SI05 Schedule DB Part C Section 1 . . . . NONE

SI06 Schedule DB Part C Section 2 . . . . NONE

SI07 Schedule DB - Verification . . . . NONE

SI08 Schedule E - Verification (Cash Equivalents) . . . . NONE

E01 Schedule A Part 2 . . . . NONE

E01 Schedule A Part 3 . . . . NONE

E02 Schedule B Part 2 . . . . NONE

E02 Schedule B Part 3 . . . . NONE

E03 Schedule BA Part 2 . . . . NONE

E03 Schedule BA Part 3 . . . . NONE

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
Bonds - U.S. Governments									
912828R69	UNITED STATES TREAS NTS		06/23/2016	VARIOUS	XXX	2,019,180	2,000,000	1,998	1
0599999 Subtotal - Bonds - U.S. Governments					XXX	2,019,180	2,000,000	1,998	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)									
05377RBV5	AVIS BUDGET RENTAL FDG 2014-2 144A		04/12/2016	MITSUBISHI SECURITIES	XXX	100,008	100,000	174	1FE
345397XZ1	FORD MOTOR CREDIT CO LLC		04/29/2016	WELLS FARGO	XXX	350,000	350,000		2FE
512807AQ1	LAM RESEARCH CORP		05/23/2016	CITIGROUP	XXX	498,485	500,000		2FE
87342RAB0	TACO BELL FDG LLC 2016-1 144A		05/04/2016	BARCLAYS CAPITAL INC	XXX	200,000	200,000		2AM
3899999 Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					XXX	1,148,493	1,150,000	174	XXX
8399997 Subtotal - Bonds - Part 3					XXX	3,167,673	3,150,000	2,172	XXX
8399998 Summary Item from Part 5 for Bonds (N/A to Quarterly)					XXX	XXX	XXX	XXX	XXX
8399999 Subtotal - Bonds					XXX	3,167,673	3,150,000	2,172	XXX
8999998 Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)					XXX	XXX	XXX	XXX	XXX
9799998 Summary Item from Part 5 for Common Stocks (N/A to Quarterly)					XXX	XXX	XXX	XXX	XXX
9899999 Subtotal - Preferred and Common Stocks					XXX		XXX		XXX
9999999 Total - Bonds, Preferred and Common Stocks					XXX	3,167,673	XXX	2,172	XXX

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

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value 11	12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Special Revenue, Special Assessment																					
3133ECLG7	FEDERAL FARM CR BKS		07/11/2016	CALLED @ 100.0000000	XXX	1,750,000	1,750,000	1,750,000	1,750,000						1,750,000				8,855	04/17/2017	1
3199999 Subtotal - Bonds - U.S. Special Revenue, Special Assessment					XXX	1,750,000	1,750,000	1,750,000	1,750,000						1,750,000				8,855	XXX	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
12189PAK8	BURLINGTON NORTH SF 2001-2		07/15/2016	PRINCIPAL RECEIPT	XXX	20,627	20,627	23,813	22,143		(1,516)		(1,516)		20,627				1,333	01/15/2021	1FE
17290HAA3	CITI HELD ASSET ISSN 2015-PM 144A		07/15/2016	PRINCIPAL RECEIPT	XXX	305,366	305,366	305,317	305,318		49		49		305,366				4,591	05/16/2022	1FE
125634AQ8	CLI FDG V LLC 2014-2 144A		07/18/2016	PRINCIPAL RECEIPT	XXX	45,378	45,378	42,289			3,090		3,090		45,378				513	10/18/2029	1FE
543190AA0	LONGTRAIN LEASING III 2015-3 144A		07/15/2016	PRINCIPAL RECEIPT	XXX	15,483	15,483	15,384	15,384		98		98		15,483				270	01/15/2045	1FE
59156RBP2	METLIFE INC		07/08/2016	CITIGROUP	XXX	2,340,000	2,340,000	2,349,400	2,349,359		(988)		(988)		2,348,371		(8,371)	(8,371)	70,980	12/29/2049	2FE
80283FAE6	SANTANDER DRIVE AUTO 2013-1		07/15/2016	PRINCIPAL RECEIPT	XXX	217,642	217,642	218,620	217,796		(154)		(154)		217,642				2,276	01/15/2019	1FE
78447CAB6	SLM PRIV ED LN TR 2012-D 144A		07/15/2016	PRINCIPAL RECEIPT	XXX	79,018	79,018	83,351	80,312		(1,294)		(1,294)		79,018				1,360	02/15/2046	1FE
83401LAB0	SOFI PRFSSNAL LN PRGRM 2015-A 144A		07/25/2016	PRINCIPAL RECEIPT	XXX	54,549	54,549	54,248	54,249		300		300		54,549				774	03/25/2030	1FE
78470NAB2	SOFI PRFSSNAL LN PRGRM 2015-D 144A		07/25/2016	PRINCIPAL RECEIPT	XXX	76,188	76,188	75,802	75,807		381		381		76,188				1,426	10/25/2036	1FE
87407PAP5	TAL ADVANTAGE V LLC 2014-2 144 A		07/20/2016	PRINCIPAL RECEIPT	XXX	6,476	6,476	6,372	6,374		102		102		6,476				126	05/20/2039	1FE
3899999 Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					XXX	3,160,727	3,160,726	3,174,596	3,126,742		68		68		3,169,098		(8,371)	(8,371)	83,649	XXX	XXX
8399997 Subtotal - Bonds - Part 4					XXX	4,910,727	4,910,726	4,924,596	4,876,742		68		68		4,919,098		(8,371)	(8,371)	92,504	XXX	XXX
8399998 Summary Item from Part 5 for Bonds (N/A to Quarterly)					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8399999 Subtotal - Bonds					XXX	4,910,727	4,910,726	4,924,596	4,876,742		68		68		4,919,098		(8,371)	(8,371)	92,504	XXX	XXX
8999998 Summary Item from Part 5 for Preferred Stocks (N/A to Quarterly)					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
9799998 Summary Item from Part 5 for Common Stocks (N/A to Quarterly)					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
9899999 Subtotal - Preferred and Common Stocks					XXX		XXX													XXX	XXX
9999999 Total - Bonds, Preferred and Common Stocks					XXX	4,910,727	XXX	4,924,596	4,876,742		68		68		4,919,098		(8,371)	(8,371)	92,504	XXX	XXX

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

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1			2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
Depository			Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	6 First Month	7 Second Month	8 Third Month	*
open depositories										
First Republic Bank	San Francisco, CA						22,381,369	17,202,940	21,934,679	X X X
Wells Fargo Bank	San Francisco, CA						852,010	256,200	1,764,405	X X X
0	0									X X X
0	0									X X X
0199998 Deposits in ....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - open depositories			X X X	X X X			13,971	13,971	21,887	X X X
0199999 Totals - Open Depositories			X X X	X X X			23,247,349	17,473,111	23,720,971	X X X
0299998 Deposits in ....0 depositories that do not exceed the allowable limit in any one depository (see Instructions) - suspended depositories			X X X	X X X						X X X
0299999 Totals - Suspended Depositories			X X X	X X X						X X X
0399999 Total Cash On Deposit			X X X	X X X			23,247,349	17,473,111	23,720,971	X X X
0499999 Cash in Company's Office			X X X	X X X	X X X	X X X				X X X
0599999 Total Cash			X X X	X X X			23,247,349	17,473,111	23,720,971	X X X

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
NONE							
8699999 Total - Cash Equivalents							

INDEX TO PROPERTY & CASUALTY QUARTERLY STATEMENT

INDEX TO PROPERTY & CASUALTY QUARTERLY STATEMENT