



ANNUAL STATEMENT

For the Year Ended December 31, 2018

OF THE CONDITION AND AFFAIRS OF THE

National Mortgage Insurance Corporation

NAIC Group Code <u>4760</u> , <u>4760</u> <small>(current period) (prior period)</small>	NAIC Company Code <u>13695</u>	Employer's ID Number <u>27-0471418</u>
Organized under the Laws of <u>Wisconsin</u> ,	State of Domicile or Port of Entry <u>WI</u>	
Country of Domicile <u>United States of America</u>		
Incorporated/Organized <u>06/30/2009</u>	Commenced Business <u>05/04/2013</u>	
Statutory Home Office <u>8040 Excelsior Drive, Suite 200</u> <small>(Street and Number)</small>	<u>Madison, WI, US 53717</u> <small>(City or Town, State, Country and Zip Code)</small>	
Main Administrative Office <u>2100 Powell Street, 12th Floor</u> <small>(Street and Number)</small>	<u>Emeryville, CA, US 94608</u> <small>(City or Town, State, Country and Zip Code)</small>	
	<u>(855)873-2584</u> <small>(Area Code)(Telephone Number)</small>	
Mail Address <u>2100 Powell Street, 12th Floor</u> <small>(Street and Number or P.O. Box)</small>	<u>Emeryville, CA, US 94608</u> <small>(City or Town, State, Country and Zip Code)</small>	
Primary Location of Books and Records <u>2100 Powell Street, 12th Floor</u> <small>(Street and Number)</small>	<u>Emeryville, CA, US 94608</u> <small>(City or Town, State, Country and Zip Code)</small>	
	<u>(855)873-2584</u> <small>(Area Code)(Telephone Number)</small>	
Internet Website Address <u>www.nationalmi.com</u>		
Statutory Statement Contact <u>Byron Tan</u> <small>(Name)</small>	<u>(510)858-0565</u> <small>(Area Code)(Telephone Number)(Extension)</small>	
<u>byron.tan@nationalmi.com</u> <small>(E-Mail Address)</small>	<u>(510)225-3832</u> <small>(Fax Number)</small>	

OFFICERS

Name	Title	#
Bradley M Shuster	Executive Chairman	#
William J Leatherberry	Chief Legal Officer	
Claudia J Merkle	Chief Executive Officer	#
Adam Pollitzer	Chief Financial Officer	
Robert O Smith	Chief Risk Officer	#
Patrick L Mathis	Chief Operating Officer	#

VICE- PRESIDENTS

Mark N Daly, SVP, National Accounts Christopher G Brunetti, SVP, General Counsel and Secretary Michael J Dirrane, Senior Managing Director, Chief Sales Officer Julie Norberg, SVP, Controller #	Mary L Sharp, SVP, Chief Human Resources Officer Norman P Fitzgerald, SVP, Field Sales Kellie Ramsower, SVP, Underwriting & Risk Operations # Nicholas Ondrejka, SVP, Chief Information Officer
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DIRECTORS OR TRUSTEES

Patrick L Mathis Bradley M Shuster Adam Pollitzer	Claudia J Merkle William J Leatherberry Robert O Smith #
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State of California
 County of Alameda ss

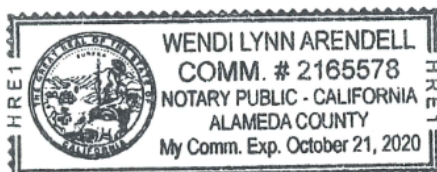
The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of the said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from 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.

 _____ <small>(Signature)</small> Claudia Merkle <small>(Printed Name)</small> 1. Chief Executive Officer <small>(Title)</small>	 _____ <small>(Signature)</small> Christopher G Brunetti <small>(Printed Name)</small> 2. SVP, General Counsel and Secretary <small>(Title)</small>	 _____ <small>(Signature)</small> Adam Pollitzer <small>(Printed Name)</small> 3. Chief Financial Officer <small>(Title)</small>
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Subscribed and sworn to before me this 22nd day of February 2019

(Notary Public Signature)

- a. Is this an original filing? Yes[X] No[]
- b. If no, 1. State the amendment number _____
 2. Date filed _____
 3. Number of pages attached _____



ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1-2)	4 Net Admitted Assets
1. Bonds (Schedule D)	810,414,908		810,414,908	624,044,345
2. Stocks (Schedule D):				
2.1 Preferred stocks				
2.2 Common Stocks				
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens				
3.2 Other than first liens				
4. Real estate (Schedule A):				
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 (\$.....4,354,665, Schedule E Part 1), cash equivalents (\$.....34,192,513, Schedule E Part 2) and short-term investments (\$.....0, Schedule DA)	38,547,178		38,547,178	22,824,717
6. Contract loans (including \$.....0 premium notes)				
7. Derivatives (Schedule DB)				
8. Other invested assets (Schedule BA)				
9. Receivables for securities				
10. Securities Lending Reinvested Collateral Assets (Schedule DL)				
11. Aggregate write-ins for invested assets	133,302	133,302		
12. Subtotals, cash and invested assets (Lines 1 to 11)	849,095,388	133,302	848,962,086	646,869,062
13. Title plants less \$.....0 charged off (for Title insurers only)				
14. Investment income due and accrued	5,287,338		5,287,338	3,847,503
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	36,006,620	22,897	35,983,723	25,168,971
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	66,814,855	14,253,564	52,561,290	41,929,724
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 adjustment 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)	957,204,201	14,409,763	942,794,437	717,815,260
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. TOTAL (Lines 26 and 27)	957,204,201	14,409,763	942,794,437	717,815,260
DETAILS OF WRITE-INS				
1101. Prepaid Expenses	133,302	133,302		
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)	133,302	133,302		
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 Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8)	9,603,281	6,562,661
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)		
3. Loss adjustment expenses (Part 2A, Line 35, Column 9)	102,355	119,320
4. Commissions payable, contingent commissions and other similar charges		
5. Other expenses (excluding taxes, licenses and fees)	42,533	35,680
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	2,746	79,460
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 (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$.....30,604,055 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)	128,288,207	122,645,521
10. Advance premiums	477	437
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders		
12. Ceded reinsurance premiums payable (net of ceding commissions)	4,508,349	3,076,126
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 20)	27,113,509	34,101,726
14. Amounts withheld or retained by company for account of others		
15. Remittances and items not allocated		
16. Provision for reinsurance (including (\$.....0 certified)) (Schedule F, Part 3 Column 78)		
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates	40,554,235	22,395,793
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	329,437,709	184,780,861
26. TOTAL Liabilities excluding protected cell liabilities (Lines 1 through 25)	539,653,401	373,797,585
27. Protected cell liabilities		
28. TOTAL Liabilities (Lines 26 and 27)	539,653,401	373,797,585
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	564,573,352	494,573,352
35. Unassigned funds (surplus)	(163,962,316)	(153,085,677)
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, minus 36) (Page 4, Line 39)	403,141,036	344,017,675
38. TOTALS (Page 2, Line 28, Column 3)	942,794,437	717,815,260
DETAILS OF WRITE-INS		
2501. Statutory Contingency Reserve	325,398,876	179,756,843
2502. Deferred Ceding Commission	3,791,518	5,024,018
2503. Premium Refund Reserve	247,315	
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. TOTALS (Lines 2501 through 2503 plus 2598) (Line 25 above)	329,437,709	184,780,861
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	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 35, Column 4)	207,514,546	137,126,636
DEDUCTIONS		
2. Losses incurred (Part 2, Line 35, Column 7)	5,451,311	5,188,835
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1)	12,139	76,185
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	61,634,784	68,917,359
5. Aggregate write-ins for underwriting deductions	145,642,032	95,898,126
6. TOTAL Underwriting Deductions (Lines 2 through 5)	212,740,266	170,080,505
7. Net income of protected cells		
8. Net underwriting gain or (loss) (Line 1 minus Line 6 plus Line 7)	(5,225,720)	(32,953,869)
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	8,998,707	1,418,858
10. Net realized capital gains (losses) less capital gains tax of \$.....108,290 (Exhibit of Capital Gains (Losses))	(104,496)	21,352
11. Net investment gain or (loss) (Lines 9 + 10)	8,894,211	1,440,210
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)	3,668,491	(31,513,659)
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)	3,668,491	(31,513,659)
19. Federal and foreign income taxes incurred	24,031,409	4,732,426
20. Net income (Line 18 minus Line 19) (to Line 22)	(20,362,918)	(36,246,085)
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	344,017,675	387,037,430
22. Net income (from Line 20)	(20,362,918)	(36,246,085)
23. Net transfers (to) from Protected Cell accounts		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....(220,461)	(829,352)	
25. Change in net unrealized foreign exchange capital gain (loss)		
26. Change in net deferred income tax	22,715,615	(14,981,681)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets Line 28, Column 3)	(12,399,983)	8,208,011
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)		
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	70,000,000	
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 (Page 3, Line 36.1 and 36.2, Column 2 minus Column 1)		
37. Aggregate write-ins for gains and losses in surplus		
38. Change in surplus as regards policyholders for the year (Lines 22 through 37)	59,123,361	(43,019,755)
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37)	403,141,036	344,017,675
DETAILS OF WRITE-INS		
0501. Statutory Contingency Reserve	145,642,032	95,898,126
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)	145,642,032	95,898,126
1401.		
1402.		
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.		
3702.		
3703.		
3798. Summary of remaining write-ins for Line 37 from overflow page		
3799. TOTALS (Lines 3701 through 3703 plus 3798) (Lines 37 above)		

CASH FLOW

		1	2
		Current Year	Prior Year
Cash from Operations			
1.	Premiums collected net of reinsurance	203,774,743	134,736,950
2.	Net investment income	8,672,160	2,081,774
3.	Miscellaneous income		
4.	TOTAL (Lines 1 through 3)	212,446,902	136,818,724
5.	Benefit and loss related payments	2,410,691	1,047,534
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7.	Commissions, expenses paid and aggregate write-ins for deductions	46,417,070	62,216,572
8.	Dividends paid to policyholders		
9.	Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses)	24,139,699	4,922,661
10.	TOTAL (Lines 5 through 9)	72,967,460	68,186,767
11.	Net cash from operations (Line 4 minus Line 10)	139,479,443	68,631,957
Cash from Investments			
12.	Proceeds from investments sold, matured or repaid:		
12.1	Bonds	134,185,760	81,002,752
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		
12.8	TOTAL Investment proceeds (Lines 12.1 to 12.7)	134,185,760	81,002,752
13.	Cost of investments acquired (long-term only):		
13.1	Bonds	322,715,623	198,538,422
13.2	Stocks		
13.3	Mortgage loans		
13.4	Real estate		
13.5	Other invested assets		
13.6	Miscellaneous applications	0	
13.7	TOTAL Investments acquired (Lines 13.1 to 13.6)	322,715,623	198,538,422
14.	Net increase (decrease) in contract loans and premium notes		
15.	Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(188,529,863)	(117,535,670)
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	70,000,000	
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)	(5,227,118)	12,175,606
17.	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	64,772,882	12,175,606
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)	15,722,462	(36,728,107)
19.	Cash, cash equivalents and short-term investments:		
19.1	Beginning of year	22,824,717	59,552,824
19.2	End of year (Line 18 plus Line 19.1)	38,547,178	22,824,717

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

20.0001	.....	
20.0002	.....	
20.0003	.....	
20.0004	.....	

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

	1	2	3	4
Line of Business	Net Premiums Written Per Column 6, Part 1B	Unearned Premiums Dec. 31 Prior Year - per Column 3, Last Year's Part 1	Unearned Premiums Dec. 31 Current Year - per Column 5, Part 1A	Premiums Earned During Year (Columns 1 + 2 - 3)
1. Fire				
2. Allied lines				
3. Farmowners multiple peril				
4. Homeowners multiple peril				
5. Commercial multiple peril				
6. Mortgage guaranty	213,157,232	122,645,521	128,288,207	207,514,546
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 (group and individual)				
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				
32. Reinsurance-Nonproportional Assumed Liability				
33. Reinsurance-Nonproportional Assumed Financial Lines				
34. Aggregate write-ins for other lines of business				
35. TOTALS	213,157,232	122,645,521	128,288,207	207,514,546
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)				

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

	1 Amount Unearned (Running One Year or Less From Date of Policy) (a)	2 Amount Unearned (Running More Than One Year From Date of Policy) (a)	3 Earned But Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve For Unearned Premiums Columns 1 + 2 + 3 + 4
Line of Business					
1. Fire					
2. Allied lines					
3. Farmowners multiple peril					
4. Homeowners multiple peril					
5. Commercial multiple peril					
6. Mortgage guaranty	35,548,240	92,739,967			128,288,207
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 (group and individual)					
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					
32. Reinsurance-Nonproportional Assumed Liability					
33. Reinsurance-Nonproportional Assumed Financial Lines					
34. Aggregate write-ins for other lines of business					
35. TOTALS	35,548,240	92,739,967			128,288,207
36. Accrued retrospective premiums based on experience					
37. Earned but unbilled premiums					
38. Balance (Sum of Lines 35 through 37)					128,288,207
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)					

(a) State here basis of computation used in each case: Monthly policies - in month coverage is provided. Annual policies - monthly pro rata. More than one year - over policy life in relation to expiration of risk.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

Line of Business	1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written Columns 1+2+3-4-5
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire						
2. Allied lines						
3. Farmowners multiple peril						
4. Homeowners multiple peril						
5. Commercial multiple peril						
6. Mortgage guaranty	287,790,977			800,067	73,833,678	213,157,232
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 (group and individual)						
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	X X X					
32. Reinsurance-Nonproportional Assumed Liability	X X X					
33. Reinsurance-Nonproportional Assumed Financial Lines	X X X					
34. Aggregate write-ins for other lines of business						
35. TOTALS	287,790,977			800,067	73,833,678	213,157,232
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)						

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes No
 If yes, (1) The amount of such installment premiums \$.....0.
 (2) Amount at which such installment premiums would have been reported had they been recorded on an annualized basis \$.....0

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5 Net Losses Unpaid Current Year (Part 2A, Column 8)	6 Net Losses Unpaid Prior Year	7 Losses Incurred Current Year (Columns 4 + 5 - 6)	8 Percentage of Losses Incurred (Column 7, Part 2) to Premiums Earned (Column 4, Part 1)
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Columns 1 + 2 - 3)				
1. Fire								
2. Allied lines								
3. Farmowners multiple peril								
4. Homeowners multiple peril								
5. Commercial multiple peril								
6. Mortgage guaranty	3,126,616		715,925	2,410,691	9,603,281	6,562,661	5,451,311	2.63
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 (group and individual)								
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	X X X							
32. Reinsurance-Nonproportional Assumed Liability	X X X							
33. Reinsurance-Nonproportional Assumed Financial Lines	X X X							
34. Aggregate write-ins for other lines of business								
35. TOTALS	3,126,616		715,925	2,410,691	9,603,281	6,562,661	5,451,311	2.63
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)								

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses				Incurred But Not Reported			8 Net Losses Unpaid (Columns 4 + 5 + 6 - 7)	9 Net Unpaid Loss Adjustment Expenses
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable	4 Net Losses Excluding Incurred But Not Reported (Columns 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire									
2. Allied Lines									
3. Farmowners multiple peril									
4. Homeowners multiple peril									
5. Commercial multiple peril									
6. Mortgage guaranty	11,816,230		2,864,419	8,951,811	859,950		208,480	9,603,281	102,355
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 & health								(a)	
14. Credit accident & health (group & individual)								(a)	
15. Other accident & 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	X X X				X X X				
32. Reinsurance-Nonproportional Assumed Liability	X X X				X X X				
33. Reinsurance-Nonproportional Assumed Financial Lines	X X X				X X X				
34. Aggregate write-ins for other lines of business									
35. TOTALS	11,816,230		2,864,419	8,951,811	859,950		208,480	9,603,281	102,355
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)									

(a) Including \$.....0 for present value of life indemnity claims.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1 Direct	16,056			16,056
1.2 Reinsurance assumed				
1.3 Reinsurance ceded	3,917			3,917
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3)	12,139			12,139
2. Commission and brokerage:				
2.1 Direct, excluding contingent				
2.2 Reinsurance assumed, excluding contingent				
2.3 Reinsurance ceded, excluding contingent		14,230,746		14,230,746
2.4 Contingent - direct				
2.5 Contingent - reinsurance assumed				
2.6 Contingent - reinsurance ceded		42,845,878		42,845,878
2.7 Policy and membership fees				
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)		(57,076,624)		(57,076,624)
3. Allowances to manager and agents				
4. Advertising		1,094,061		1,094,061
5. Boards, bureaus and associations		1,797,003		1,797,003
6. Surveys and underwriting reports		99,333		99,333
7. Audit of assureds' records				
8. Salary and related items:				
8.1 Salaries		55,893,228		55,893,228
8.2 Payroll taxes		4,027,816		4,027,816
9. Employee relations and welfare		7,086,532		7,086,532
10. Insurance		849,770		849,770
11. Directors' fees				
12. Travel and travel items		2,979,468		2,979,468
13. Rent and rent items		2,037,319		2,037,319
14. Equipment		1,003,868		1,003,868
15. Cost or depreciation of EDP equipment and software		16,301,864		16,301,864
16. Printing and stationery		370,282		370,282
17. Postage, telephone and telegraph, exchange and express		547,189		547,189
18. Legal and auditing		210,157		210,157
19. TOTALS (Lines 3 to 18)		94,297,890		94,297,890
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$.....0		6,167,165		6,167,165
20.2 Insurance department licenses and fees		212,821		212,821
20.3 Gross guaranty association assessments				
20.4 All other (excluding federal and foreign income and real estate)		116,897		116,897
20.5 TOTAL taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)		6,496,883		6,496,883
21. Real estate expenses				
22. Real estate taxes		166,044		166,044
23. Reimbursements by uninsured plans				
24. Aggregate write-ins for miscellaneous expenses		17,750,591	785,021	18,535,612
25. TOTAL expenses incurred	12,139	61,634,784	785,021	(a) 62,431,944
26. Less unpaid expenses - current year	102,355	47,279		149,634
27. Add unpaid expenses - prior year	119,320	115,140		234,460
28. Amounts receivable relating to uninsured plans, prior year				
29. Amounts receivable relating to uninsured plans, current year				
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	29,104	61,702,645	785,021	62,516,770
DETAILS OF WRITE-INS				
2401. Professional Fees		17,317,275		17,317,275
2402. Employee Recruiting		356,999		356,999
2403. Investment Fees			785,021	785,021
2498. Summary of remaining write-ins for Line 24 from overflow page		76,317		76,317
2499. TOTALS (Lines 2401 through 2403 plus 2498) (Line 24 above)		17,750,591	785,021	18,535,612

(a) Includes management fees of \$.....0 to affiliates and \$.....0 to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a) 830,560	821,684
1.1 Bonds exempt from U.S. tax	(a) 936,389	889,548
1.2 Other bonds (unaffiliated)	(a) 18,862,401	20,303,216
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b)	
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)		
2.21 Common stocks of affiliates		
3. Mortgage loans	(c)	
4. Real estate	(d)	
5. Contract loans		
6. Cash, cash equivalents and short-term investments	(e) 469,587	521,165
7. Derivative instruments	(f)	
8. Other invested assets		
9. Aggregate write-ins for investment income		
10. TOTAL gross investment income	21,098,938	22,535,614
11. Investment expenses		(g) 785,021
12. Investment taxes, licenses and fees, excluding federal income taxes		(g)
13. Interest expense		(h) 12,751,886
14. Depreciation on real estate and other invested assets		(i)
15. Aggregate write-ins for deductions from investment income		
16. TOTAL Deductions (Lines 11 through 15)		13,536,907
17. Net Investment income (Line 10 minus Line 16)		8,998,707

DETAILS OF WRITE-INS

0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page		
0999. TOTALS (Lines 0901 through 0903 plus 0998) (Line 9 above)		
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		
1599. TOTALS (Lines 1501 through 1503 plus 1598) (Line 15 above)		

- (a) Includes \$ 380,716 accrual of discount less \$ 1,676,503 amortization of premium and less \$ 457,316 paid for accrued interest on purchases.
- (b) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued dividends on purchases.
- (c) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.
- (d) Includes \$ 0 for company's occupancy of its own buildings; and excludes \$ 0 interest on encumbrances.
- (e) Includes \$ 0 accrual of discount less \$ 0 amortization of premium and less \$ 0 paid for accrued interest on purchases.
- (f) Includes \$ 0 accrual of discount less \$ 0 amortization of premium.
- (g) Includes \$ 0 investment expenses and \$ 0 investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ 0 interest on surplus notes and \$ 0 interest on capital notes.
- (i) Includes \$ 0 depreciation on real estate and \$ 0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1	2	3	4	5
	Realized Gain (Loss) on Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds	138,383		138,383		
1.1 Bonds exempt from U.S. tax					
1.2 Other bonds (unaffiliated)	(134,589)		(134,589)	(1,049,813)	
1.3 Bonds of affiliates					
2.1 Preferred stocks (unaffiliated)					
2.11 Preferred stocks of affiliates					
2.2 Common stocks (unaffiliated)					
2.21 Common stocks of affiliates					
3. Mortgage loans					
4. Real estate					
5. Contract loans					
6. Cash, cash equivalents and short-term investments					
7. Derivative instruments					
8. Other invested assets					
9. Aggregate write-ins for capital gains (losses)					
10. TOTAL Capital gains (losses)	3,794		3,794	(1,049,813)	

DETAILS OF WRITE-INS

0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page					
0999. TOTALS (Lines 0901 through 0903 plus 0998) (Line 9 above)					

EXHIBIT OF NONADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)			
2. Stocks (Schedule D):			
2.1 Preferred stocks			
2.2 Common stocks			
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens			
3.2 Other than first liens			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income			
4.3 Properties held for sale			
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA)			
6. Contract loans			
7. Derivatives (Schedule DB)			
8. Other invested assets (Schedule BA)			
9. Receivables for securities			
10. Securities lending reinvested collateral assets (Schedule DL)			
11. Aggregate write-ins for invested assets	133,302	50,369	(82,933)
12. Subtotals, cash and invested assets (Lines 1 to 11)	133,302	50,369	(82,933)
13. Title plants (for Title insurers only)			
14. Invested income due and accrued			
15. Premium and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	22,897	10,355	(12,542)
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due			
15.3 Accrued retrospective premiums and contracts subject to redetermination			
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	14,253,564	1,949,056	(12,304,508)
19. Guaranty funds receivable or on deposit			
20. Electronic data processing equipment and software			
21. Furniture and equipment, including health care delivery assets			
22. Net adjustment in assets and liabilities due to foreign exchange rates			
23. Receivables from parent, subsidiaries and affiliates			
24. Health care 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)	14,409,763	2,009,780	(12,399,983)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
28. TOTAL (Lines 26 and 27)	14,409,763	2,009,780	(12,399,983)
DETAILS OF WRITE-INS			
1101. Prepaid Expenses	133,302	50,369	(82,933)
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)	133,302	50,369	(82,933)
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)			

Notes to Financial Statements

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:

	SSAP #	F/S Page	F/S Line #	2018	2017
Net Income/(Loss)					
(1) State basis (Page 4, Line 20, Columns 1 & 2)	XXX	XXX	XXX	\$ (20,362,918)	\$ (36,246,085)
(2) State Prescribed Practices that increase/(decrease) from NAIC SAP:					
Change in contingency reserves	00	4	5	(145,642,032)	(95,898,126)
(3) State Permitted Practices that are an increase/(decrease) from NAIC SAP:				—	—
(4) NAIC SAP (1 - 2 - 3 = 4)	XXX	XXX	XXX	<u>\$ 125,279,114</u>	<u>\$ 59,652,041</u>
 SURPLUS					
(5) State basis (Page 3, Line 37, Columns 1 & 2)	XXX	XXX	XXX	\$ 403,141,036	\$ 344,017,675
(6) State Prescribed Practices that increase/(decrease) from NAIC SAP:				—	—
(7) State Permitted Practices that are an increase/(decrease) from NAIC SAP:				—	—
(8) NAIC SAP (5 - 6 - 7 = 8)	XXX	XXX	XXX	<u>\$ 403,141,036</u>	<u>\$ 344,017,675</u>

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

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

C. Accounting Policy

Premiums for primary mortgage insurance policies may be paid in a single payment at origination (single premium), on a monthly installment basis (monthly premium) or on an annual installment basis (annual premium), with such election and payment type fixed at policy inception. Premiums written at origination for single premium policies are initially deferred as unearned premium reserve and amortized into earnings over the estimated policy life in accordance with the anticipated expiration of risk. Monthly premiums are recognized as revenue in the month billed and when the coverage is effective. Annual premiums are initially deferred and earned on a straight-line basis over the year of coverage. Premiums written on pool transactions are earned over the period that coverage is provided. Upon cancellation of a policy, all remaining non-refundable deferred and unearned premium is immediately earned, and any refundable premium is returned to the policyholder. Premiums returned to the policyholder are recorded as a reduction of written and unearned premiums in the current period.

The Company uses the following accounting policies:

- (1) Short-term investments are stated at amortized cost.
- (2) Bonds are stated at amortized cost using the effective interest method.
- (3) The Company owns no common stock.
- (4) The Company owns no preferred stock.
- (5) The Company owns no mortgage loans.

Notes to Financial Statements

- (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) The Company has no investments in subsidiaries or controlled and affiliated entities.
- (8) The Company has no investments in joint ventures, partnerships or limited liability companies.
- (9) The Company owns no derivative instruments.
- (10) The Company uses anticipated investment income as a factor in the premium deficiency calculation, in accordance with SSAP No. 53, *Property-Casualty Contracts - Premiums*.
- (11) The Company's practice is to establish insurance claim reserves only for loans in default. The Company does not consider a loan to be in default for claim reserve purposes until it receives notice from the servicer that a borrower has failed to make two regularly scheduled payments and is at least 60 days in default. Default is defined in NMIC's mortgage insurance policies as the failure by a borrower to pay when due an amount equal to the scheduled mortgage payment due under the terms of a loan or the failure by a borrower to pay all amounts due under a loan after the exercise of the due on sale clause of such loan. In addition to reserves on reported defaults, the Company establishes reserves for estimated claims incurred on loans that have been in default for at least 60 days that have not yet been reported to us by the servicers (this is often referred to as "incurred but not reported" or "IBNR").

Consistent with industry accounting practices, NMIC will not establish claim reserves for anticipated future claims on insured loans that are not currently in default.

The establishment of claim and IBNR reserves is subject to inherent uncertainty and requires significant judgment by management. Changes in claim reserves can materially affect the Company's net income or loss. The Company's ultimate liabilities may vary significantly from estimates.

- (12) The Company has not modified its capitalization policy from the prior period.
- (13) The Company does not have any pharmaceutical rebate receivables.

D. Going Concern

The Company has no substantial doubt about its ability to continue as a going concern.

2. Accounting Changes and Corrections of Errors

Statement of Cash Flow - Page 5 and Five-Year Historical Data - Page 17

On the Annual Statement for the year ended December 31, 2017, the Company reported the \$95,898,126 change in its Contingency Reserve balance as a component of line 16.6 - Other cash provided (applied) on the Statement of Cash Flow. This balance should have been reported on line 7 - Commissions, expenses paid and aggregate write-ins for deductions. The Statement of Cash Flow and the Five-Year Historical Data on the Annual Statement for the year ended December 31, 2018 reflects this correction on the following lines:

	Originally Reported on the 2017 Annual Statement	Adjusted amounts on the 2018 Annual Statement (For the Year Ended December 31, 2017)	Difference
Cash from Operations			
Line 7 - Commissions, expenses paid and aggregate write-ins for deductions	\$158,114,698	\$62,216,572	\$(95,898,126)
Line 11 - Net cash from operations (Line 4 minus Line 10)	\$(27,266,169)	\$68,631,957	\$95,898,126
Cash from Financing and Miscellaneous Sources			
Line 16.6 - Other cash provided (applied)	\$108,073,732	\$12,175,606	\$(95,898,126)
Line 17 - Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	\$108,073,732	\$12,175,606	\$(95,898,126)
Five-Year Historical Data - Page 17			
Line 27 - Net cash from operations	\$(27,266,169)	\$68,631,957	\$95,898,126

As the Company has not historically included the change in its Contingency Reserve balance as a component of Net cash from operations on its Statement of Cash Flows, the Company is reporting the following corrected balances on the Five-Year Historical Data on the Annual Statement for the year ended December 31, 2018 as follows:

Notes to Financial Statements

	For the Year Ended December 31, 2016	For the Year Ended December 31, 2015	For the Year Ended December 31, 2014
<i>Five-Year Historical Data - Page 17</i>			
Line 27 - Net cash from operations			
Adjusted amounts on the 2018 Annual Statement	\$63,049,698	\$31,444,766	\$(16,703,529)
Originally reported amounts on the 2017 Annual Statement	\$8,094,798	\$10,485,718	\$(22,908,219)
	<u>\$54,954,900</u>	<u>\$20,959,048</u>	<u>\$6,204,690</u>

Notes to Financial Statement

Footnote 5 - Investments

On the Annual Statement for the year ended December 31, 2017, the Company reported the information required on Footnote 5(D)(4) on its aggregate investment portfolio instead of its loan-backed securities only. Beginning with the Quarterly Statement as of June 30, 2018, the Company has been reporting the information on its portfolio of loan-backed securities only.

	Originally Reported on the 2017 Annual Statement (Aggregate Portfolio)	Adjusted amounts (Loan- backed securities only)	Difference
Footnote 5(D)(4)(a) - The aggregate amount of unrealized losses:			
Less than 12 Months	\$1,374,994	\$124,563	\$(1,250,431)
12 Months or Longer	\$1,786,570	\$286,773	\$(1,499,797)
Footnote 5(D)(4)(b) - The aggregate fair value of securities with unrealized losses:			
Less than 12 Months	\$186,934,500	\$33,935,956	\$(152,998,544)
12 Months or Longer	\$95,314,057	\$12,644,045	\$(82,670,012)

3. Business Combinations and Goodwill

A. Statutory Purchase Method

Not Applicable.

B. Statutory Merger

Not Applicable.

C. Impairment Loss

Not Applicable.

4. Discontinued Operations

A. Discontinued Operation Disposed of or Classified as Held for Sale

Not Applicable.

B. Change in Plan of Sale or Discontinued Operation

Not Applicable.

C. Nature of Any Significant Continuing Involvement with Discontinued Operations After Disposal

Not Applicable.

D. Equity Interest Retained in the Discontinued Operation After Disposal

Not applicable.

5. Investments

A. Mortgage Loans, Including Mezzanine Real Estate Loans

The Company does not have any mortgage loan investments.

B. Debt Restructuring

The Company does not have any debt restructuring investments.

Notes to Financial Statements

C. Reverse Mortgages

The Company does not have any reverse mortgage investments.

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 SSAP No.43R - *Loan-backed and Structured Securities* as adopted by the Wisconsin OCI.
- (2) The Company has not recognized any other-than-temporary impairments as of December 31, 2018.
- (3) The Company has not recognized any other-than-temporary impairments as of December 31, 2018.
- (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	\$	1,465,834
2. 12 Months or Longer	\$	444,699

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

1. Less than 12 Months	\$	53,343,994
2. 12 Months or Longer	\$	36,104,583

- (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 investment gains in the statements of operations in the period such determination is made. No other-than-temporary impairments were recognized for the years ended December 31, 2018 and December 31, 2017. As of December 31, 2018, the Company held no other-than-temporarily impaired securities.

E. Dollar Repurchase Agreements and/or Securities Lending Transactions

The Company does not have any repurchase agreements or securities lending transactions.

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing

None.

G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing

None.

H. Repurchase Agreements Transactions Accounted for as a Sale

None.

I. Reverse Repurchase Agreements Transactions Accounted for as a Sale

None.

J. Real Estate

The Company does not have investments in real estate.

K. Low-Income Housing Tax Credits (LIHTC)

The Company does not have investments in low income housing credits.

Notes to Financial Statements

L. Restricted Assets

Restricted Asset Category	Gross (Admitted & Nonadmitted) Restricted						
	Current Year					6	7
	1	2	3	4	5		
	Total General Account (G/A)	G/A Supporting Protected Cell Account Activity (a)	Total Protected Cell Account Restricted Assets	Protected Cell Account Assets Supporting G/A Activities (b)	Total (1 plus 3)	Total From Prior Year	Increase/(Decrease) (5 minus 6)
a. Subject to contractual obligation for which liability is not shown	\$ 1,414,490	\$ —	\$ —	\$ —	\$ 1,414,490	\$ —	\$ 1,414,490
b. Collateral held under security lending agreements	—	—	—	—	—	—	—
c. Subject to repurchase agreements	—	—	—	—	—	—	—
d. Subject to reverse repurchase agreements	—	—	—	—	—	—	—
e. Subject to dollar repurchase agreements	—	—	—	—	—	—	—
f. Subject to dollar reverse repurchase agreements	—	—	—	—	—	—	—
g. Placed under option contracts	—	—	—	—	—	—	—
h. Letter stock or securities restricted as to sale – excluding FHLB capital stock	—	—	—	—	—	—	—
i. FHLB capital stock	—	—	—	—	—	—	—
j. On deposit with states	5,224,600	—	—	—	5,224,600	6,951,464	(1,726,864)
k. On deposit with other regulatory bodies	—	—	—	—	—	—	—
l. Pledged as collateral to FHLB (including assets backing funding agreements)	—	—	—	—	—	—	—
m. Pledged as collateral not captured in other categories	—	—	—	—	—	—	—

Notes to Financial Statements

n. Other restricted assets	—	—	—	—	—	—
o. Total Restricted Assets	\$ 6,639,090	\$ —	\$ —	\$ —	\$ 6,639,090	\$ 6,951,464 (312,374)

(a) Subset of Column 1

(b) Subset of Column 3

Restricted Asset Category	Current Year			
	8	9	Percentage	
	Total Nonadmitted Restricted	Total Admitted Restricted	10 Gross (Admitted & Nonadmitted) Restricted to Total Assets (c)	11 Admitted Restricted to Total Admitted Assets (d)
a. Subject to contractual obligation for which liability is not shown	\$ —	\$ 1,414,490	0.15%	0.15%
b. Collateral held under security lending agreements	—	—	—%	—%
c. Subject to repurchase agreements	—	—	—%	—%
d. Subject to reverse repurchase agreements	—	—	—%	—%
e. Subject to dollar repurchase agreements	—	—	—%	—%
f. Subject to dollar reverse repurchase agreements	—	—	—%	—%
g. Placed under option contracts	—	—	—%	—%
h. Letter stock or securities restricted as to sale – excluding FHLB capital stock	—	—	—%	—%
i. FHLB capital stock	—	—	—%	—%
j. On deposit with states	—	5,224,600	0.55%	0.55%
k. On deposit with other regulatory bodies	—	—	—%	—%
l. Pledged as collateral to FHLB (including assets backing funding agreements)	—	—	—%	—%
m. Pledged as collateral not captured in other categories	—	—	—%	—%
n. Other restricted assets	—	—	—%	—%
o. Total Restricted Assets	—	6,639,090	0.70%	0.70%

(c) Column 5 divided by Asset Page, Column 1, Line 28

(d) Column 9 divided by Asset Page, Column 3, Line 28

Notes to Financial Statements

(2) Detail of Assets Pledged as Collateral Not Captured in Other Categories

The Company does not have assets pledged as collateral not captured in other categories.

(3) Detail of Other Restricted Assets (Contracts that Share Similar Characteristics, Such as Reinsurance and Derivatives, Are Reported in the Aggregate)

The Company does not have other restricted assets.

(4) Collateral Received and Reflected as Assets Within the Reporting Entity's Financial Statements

The Company did not receive collateral that's reflected as Assets within its Financial Statements.

M. Working Capital Finance Investments

The Company does not have working capital finance investments.

N. Offsetting and Netting of Assets and Liabilities

The Company does not have any offsetting derivative, repurchase and reverse repurchase, and securities borrowing and securities lending assets and liabilities.

O. Structured Notes

The Company does not have any structured notes.

P. 5* Securities

The Company does not have any 5* securities.

Q. Short Sales

The Company does not have any short sale transactions.

R. Prepayment Penalty and Acceleration Fees

	General Account	Protected Cell
(1) Number of CUSIPs	4	—
(2) Aggregate amount of Investment Income	\$182,499	—

6. Joint Ventures, Partnerships and Limited Liability Companies

A. The Company has no investments in Joint Ventures, Partnerships or Limited Liability Companies that exceed 10% of its admitted assets.

B. The Company did not recognize any impairment write down for its investments in Joint Ventures, Partnerships and Limited Liability Companies during the statement periods.

7. Investment Income

A. The bases, by category of investment income, for excluding (nonadmitting) any investment income due and accrued:

The Company does not admit any investment income due and accrued for amounts that are over 90 days past due.

B. The total amount excluded:

The Company did not exclude any investment income as of December 31, 2018 and December 31, 2017.

8. Derivative Instruments

A - H. Not applicable. The Company has no derivative instruments.

9. Income Taxes

Following the enactment of the Tax Cuts and Jobs Act ("TCJA") on December 22, 2017, the NAIC Statutory Accounting Principles (E) Working Group adopted Interpretation 18-01 ("INT 18-01") on February 8, 2018. INT 18-01 provided guidance on accounting for the tax effects of the TCJA including information related to determining reasonable estimates and recording provisional amounts. The Company completed its full assessment of the tax effects of the enactment of the TCJA as of December 31, 2018. The impact of the final assessment as compared to the provisional amount recorded at December 31, 2017 was immaterial.

The TCJA lowered the statutory U.S. federal corporate income tax rate to 21% from 35%. As a U.S. taxpayer, our 2018 income tax expense benefited from the 21% federal corporate income tax rate as compared to the 35% rate applicable for all prior years through December 31, 2017. Additionally, our 2017 tax expense reflected a one-time non-cash charge related to the re-measurement of net deferred tax assets in connection with the enactment of the TCJA.

Notes to Financial Statements

The Company does not have any foreign operations as of the periods ended December 31, 2017 and December 31, 2018 and therefore is not subject to the Repatriation Transition Tax (“RTT”) or Global Intangible Low-Taxed Income Tax (“GILTI”).

A. The amounts of gross deferred tax assets (“DTAs”) and deferred tax liabilities (“DTLs”) comprising net DTAs is shown below as well as admitted, nonadmitted and change in nonadmitted DTAs.

1.

	December 31, 2018			December 31, 2017			Change		
	(1) Ordinary	(2) Capital	(3) (Col 1 + 2) Total	(4) Ordinary	(5) Capital	(6) (Col 4 + 5) Total	(7) (Col 1 - 4) Ordinary	(8) (Col 2 - 5) Capital	(9) (Col 7 + 8) Total
(a) Gross deferred tax assets	\$ 66,729,350	\$ 381,351	\$ 67,110,701	\$ 43,985,298	\$ 91,722	\$ 44,077,020	\$ 22,744,052	\$ 289,629	\$ 23,033,681
(b) Statutory valuation allowance adjustments	—	—	—	—	—	—	—	—	—
(c) Adjusted gross deferred tax assets (1a - 1b)	66,729,350	381,351	67,110,701	43,985,298	91,722	44,077,020	22,744,052	289,629	23,033,681
(d) Deferred tax assets nonadmitted	13,872,214	381,351	14,253,565	1,857,334	91,722	1,949,056	12,014,880	289,629	12,304,509
(e) Subtotal net admitted deferred tax assets (1c - 1d)	52,857,136	—	52,857,136	42,127,964	—	42,127,964	10,729,172	—	10,729,172
(f) Deferred tax liabilities	295,846	—	295,846	198,240	—	198,240	97,606	—	97,606
(g) Net admitted deferred tax asset/(Net deferred tax liability) (1e - 1f)	\$ 52,561,290	\$ —	\$ 52,561,290	\$ 41,929,724	\$ —	\$ 41,929,724	\$ 10,631,566	\$ —	\$ 10,631,566

2. Admission Calculation Components

	December 31, 2018			December 31, 2017			Change		
	(1) Ordinary	(2) Capital	(3) (Col 1 + 2) Total	(4) Ordinary	(5) Capital	(6) (Col 4 + 5) Total	(7) (Col 1 - 4) Ordinary	(8) (Col 2 - 5) Capital	(9) (Col 7 + 8) Total
Admission calculation components SSAP No. 101									
(a) Federal income taxes paid in prior years recoverable through loss carrybacks	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
(b) Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation (the lesser of 2(b)1 and 2(b)2 below)	52,561,290	—	52,561,290	41,929,724	—	41,929,724	10,631,566	—	10,631,566
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	64,780,459	—	64,780,459	41,929,724	—	41,929,724	22,850,735	—	22,850,735
2. Adjusted gross deferred tax assets allowed per limitation threshold	52,561,290	—	52,561,290	41,929,724	—	41,929,724	10,631,566	—	10,631,566
(c) Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	295,846	—	295,846	198,240	—	198,240	97,606	—	97,606
(d) Deferred tax assets admitted as the result of application of SSAP No. 101 Total (2(a) + 2(b) + 2(c))	\$ 52,857,136	\$ —	\$ 52,857,136	\$ 42,127,964	\$ —	\$ 42,127,964	\$ 10,729,172	\$ —	\$ 10,729,172

3. Disclosure of ratios used for threshold limitation (for 2.b)

	December 31, 2018	December 31, 2017
(a) Ratio percentage used to determine recovery period and threshold limitation amount	264%	346%
(b) Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	\$ 52,561,290	\$ 45,327,199

Notes to Financial Statements

4. Impact of Tax Planning Strategies

December 31, 2018		December 31, 2017		Change	
(1)	(2)	(3)	(4)	(5)	(6)
Ordinary	Capital	Ordinary	Capital	(Col 1 - 3)	(Col 2 - 4)

(a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage

1. Adjusted gross DTAs amount from note 9A1(c)	\$ 66,729,350	\$ 381,351	\$ 43,985,298	\$ 91,722	\$ 22,744,052	\$ 289,629
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	91%	—%	86%	—	5%	—
3. Net admitted adjusted gross DTAs amount from note 9A1(e)	\$ 52,857,136	\$ —	\$ 42,127,964	\$ —	\$ 10,729,172	\$ —
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	90%	—%	90%	—	—%	—

(b) Does the Company's tax-planning strategies include the use of reinsurance?

Yes No

B. The Company does not have any temporary differences for which deferred tax liabilities are not recognized.

C. Current income taxes incurred consist of the following major components:

	2018	2017	Change
1. Current income tax			
(a) Federal	\$ 24,031,409	\$ 4,732,426	\$ 19,298,983
(b) Foreign	—	—	—
(c) Subtotal	24,031,409	4,732,426	19,298,983
(d) Federal income tax on net capital gains	108,290	190,235	(81,945)
(e) Utilization of capital loss carry-forwards	—	—	—
(f) Other	—	—	—
(g) Federal and foreign income taxes incurred	\$ 24,139,699	\$ 4,922,661	\$ 19,217,038

Notes to Financial Statements

	December 31, 2018	December 31, 2017	Change
2. Deferred tax assets			
(a) Ordinary:			
(1) Discounting of unpaid losses	\$ 76,649	\$ 27,351	\$ 49,298
(2) Unearned premium reserve	5,388,174	5,151,163	237,011
(3) Policyholder reserves	60,433,004	37,748,937	22,684,067
(4) Investment	—	—	—
(5) Deferred acquisition costs	—	—	—
(6) Policyholder dividends accrual	—	—	—
(7) Fixed assets	—	—	—
(8) Compensation and benefits accrual	—	—	—
(9) Pension accrual	—	—	—
(10) Receivables - nonadmitted	32,801	—	32,801
(11) Net operating loss carry-forward	—	—	—
(12) Tax credit carry-forward	—	—	—
(13) Other (including items < 5% of total ordinary tax assets)	798,722	1,057,847	(259,125)
(99) Subtotal	<u>66,729,350</u>	<u>43,985,298</u>	<u>22,744,052</u>
(b) Statutory valuation allowance adjustment	—	—	—
(c) Nonadmitted	<u>13,872,214</u>	<u>1,857,334</u>	<u>12,014,880</u>
(d) Admitted ordinary deferred tax assets (2a99 - 2b - 2c)	<u>52,857,136</u>	<u>42,127,964</u>	<u>10,729,172</u>
(e) Capital:			
(1) Investments	160,890	91,722	69,168
(2) Net capital loss carry-forward	—	—	—
(3) Real estate	—	—	—
(4) Other (including items <5% of total capital tax assets)	—	—	—
(5) Tax effect of unrealized losses	220,461	—	220,461
(99) Subtotal	<u>381,351</u>	<u>91,722</u>	<u>289,629</u>
(f) Statutory valuation allowance adjustment	—	—	—
(g) Nonadmitted	<u>381,351</u>	<u>91,722</u>	<u>289,629</u>
(h) Admitted capital deferred tax assets (2e99 - 2f - 2g)	—	—	—
(i) Admitted deferred tax assets (2d + 2h)	<u>52,857,136</u>	<u>42,127,964</u>	<u>10,729,172</u>
3. Deferred tax liabilities			
(a) Ordinary:			
(1) Investments	—	—	—
(2) Fixed assets	—	—	—
(3) Deferred and uncollected premium	—	—	—
(4) Policyholder reserves	—	—	—
(5) Other (including items <5% of total ordinary tax liabilities)	—	—	—
(6) Amortized discount	275,762	198,240	77,522
(7) Loss reserves (Rev. Proc. 2019-06)	20,084	—	20,084
(99) Subtotal	<u>295,846</u>	<u>198,240</u>	<u>97,606</u>
(b) Capital			
(1) Investments	—	—	—
(2) Real estate	—	—	—
(3) Other (including items <5% of total capital tax liabilities)	—	—	—
(99) Subtotal	<u>—</u>	<u>—</u>	<u>—</u>
(c) Deferred tax liabilities (3a99 + 3b99)	<u>\$ 295,846</u>	<u>\$ 198,240</u>	<u>\$ 97,606</u>
4. Net deferred tax assets/(liabilities) (2i - 3c)	<u>\$ 52,561,290</u>	<u>\$ 41,929,724</u>	<u>\$ 10,631,566</u>

Notes to Financial Statements

5. The change in net deferred income taxes is comprised of the following:

	December 31, 2018	December 31, 2017	Change
(a) Total deferred tax assets ¹	\$ 67,110,701	\$ 44,077,020	\$ 23,033,681
(b) Valuation allowance	—	—	—
(c) Total deferred tax liabilities	295,846	198,240	97,606
(d) Net deferred tax assets/(liabilities)	\$ 66,814,855	\$ 43,878,780	\$ 22,936,075
(e) Tax effect of unrealized gains/(losses)	(220,461)	—	(220,461)
(f) Change in net deferred income tax	\$ 66,594,394	\$ 43,878,780	\$ 22,715,614

¹ Prior period presentation has been updated to reflect gross deferred tax assets from note 9A1(a) compared to the reported subtotal net admitted deferred tax assets from note 9A1(e).

- D. The difference between income tax expense as computed at the federal statutory rates and the Company's actual income tax expense is primarily attributable to certain non-deductible differences and change in the nonadmitted deferred tax assets.

	For the Year Ended December 31, 2018	Effective Tax Rate
(a) Provision computed at statutory rate	\$ 942,463	21.00%
(1) Permanent items	523,054	11.65
(2) Change in valuation allowance	—	—
(3) Deferred only adjustment	—	—
(4) Change in nonadmitted assets	(32,801)	(0.73)
(5) Return to provision true-up	(8,631)	(0.19)
(6) Deferred - re-rate	—	—
(7) Deferred - re-rate - VA	—	—
(b) Total	\$ 1,424,085	31.73%
(1) Federal income taxes incurred	\$ 24,031,409	535.47%
(2) Federal income taxes incurred - capital gains (loss)	108,290	2.41
(3) Change in net deferred income taxes	(22,715,614)	(506.15)
(c) Total statutory income taxes	\$ 1,424,085	31.73%

- E. Net operating loss carry-forwards and paid taxes available for future recoupment

- The Company does not have federal or foreign net operating losses for the current and prior years available to offset future taxable income.
- Under the terms of the tax sharing agreement, the Company has not paid federal or foreign income taxes in the current and prior years that will be available for recoupment in the event of future net losses.
- The Company did not have any protective tax deposits under Section 6603 of the Internal Revenue Code.

- F. Consolidated federal income tax return

- The Company's federal income tax return is consolidated with the following entities:
NMI Holdings, Inc.
National Mortgage Reinsurance Inc One
NMI Services, Inc.
- The Company is a party to a tax sharing agreement with NMI Holdings Inc. ("NMI") and its subsidiaries, effective August 23, 2012, which was subsequently amended on September 1, 2016. Under the original and amended agreement, each of the parties agreed to file consolidated federal income tax returns for all tax years beginning in and subsequent to 2012, with NMI as the direct filer and tax payer. The tax liability of each subsidiary that is party to the agreement is limited to the amount of liability it would incur if it filed separate returns. Intercompany tax balances are settled according to the terms of the approved agreement.
- The Company calculated an Alternative Minimum Tax ("AMT") credit carry-forward of \$963,628 on its 2017 consolidated tax return. Pursuant to the Company's tax sharing agreement, the credit balance is held by NMI. The entire credit is recognized as a current-year tax recoverable as of December 31, 2018, and NMI expects that the credit will offset its tax liability on the 2018 tax return.

- G. Federal or foreign income tax loss contingencies

- The Company does not have any tax loss contingencies for which it is reasonably possible that the total liability will significantly increase within twelve months of the reporting date.

Notes to Financial Statements

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

A. Nature of Relationships

The Company, National Mortgage Reinsurance Inc One (“Re One”) and NMI Services, Inc. (“NMIS”) are wholly-owned by NMI Holdings, Inc., a Delaware corporation. On November 8, 2013, NMI completed an initial public offering and its common stock began trading on the NASDAQ under the symbol “NMIH.”

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

On April 18, 2018, the Company received a capital contribution of \$70 million in cash from its parent company, NMI. The Company recorded the contribution as paid-in and contributed surplus. NMI did not make any capital contributions to the Company in the year ended December 31, 2017.

C. Change in Terms of Intercompany Arrangements

There have been no changes in terms of Intercompany Agreements since December 31, 2017. *See Note 10 - F - Management, Service contracts and Cost Sharing Arrangements*

D. Amounts Due to or from Related Parties

As of December 31, 2018 and December 31, 2017, the Company reported the following amounts due to and due from related parties:

	December 31, 2018	December 31, 2017
Due to NMI Holdings Inc.	40,528,820	22,395,793
Due to National Mortgage Reinsurance Inc. One	10,920	106,846
Due to NMI Services, Inc.	14,495	21,945
Amounts Due to Related Parties	<u>40,554,235</u>	<u>22,524,584</u>

The Company settles intercompany tax balances under the terms of the tax sharing agreement with NMI, Re One and NMIS. *See Note 9 - Income Taxes.*

All remaining intercompany balances outstanding are settled within the terms of the cost allocation agreement with NMI, Re One and NMIS. The agreement requires that intercompany balances be settled no later than 60 days after each calendar quarter. *See Note 10 - F - Management, Service contracts, Cost Sharing Arrangements.*

E. Guarantees or Undertaking for Related Parties

The Company has no guarantees or undertakings for related parties.

F. Management, Service contracts, Cost Sharing Arrangements

The Company is party to a cost allocation agreement with NMI, Re One and NMIS, hereinafter collectively referred to as “Parties”, and singularly as “Party” or “Affiliate”. Each of the parties to the agreement may provide any of the following services to any other party under the agreement, including: general management, underwriting, customer service, claims processing, legal, accounting and actuarial services.

For third party goods and/or services purchased by a Party for an Affiliate, the allocation of costs shall be determined solely by the invoice from the third party. For third party goods and/or services purchased by a Party for more than one Affiliate (which may include the Party itself), the allocation of costs shall be determined by: (i) an invoice directly from the 3rd party providing the good and/or service, and (ii) an allocation of such costs developed using appropriate quantifiable measures supporting the goods received and/or services performed. For services provided solely by one or more Parties to one or more Affiliates (i.e., intercompany related services) the charges will be determined by direct employee costs including salaries, bonuses, incentives, benefits, payroll taxes and related out-of-pocket expenses actually incurred by such employees. In all three cases, all charges and fees for any goods or services provided to the Affiliates shall not exceed the actual costs incurred by the Parties. NMI is the principal employer of personnel among the parties and it is anticipated that most costs will be incurred by NMI and allocated to its insurance subsidiaries. Settlements are required no later than 60 days after each calendar quarter.

On March 10, 2017, NMI received approval from the State of Wisconsin to allocate the interest expense on its amended term loan due November 2019 (“2015 Term Loan”) to the Company, consistent with the benefits the Company received from the loan proceeds. On May 9, 2018, the State of Wisconsin extended its approval for NMI to allocate the interest expense for replacement financing to the 2015 Term Loan provided that the replacement financing is secured on better terms and a better interest rate than the 2015 Term loan. The approval also extended to a revolving credit facility of up to \$85 million.

On May 24, 2018, NMI entered into a credit agreement (“2018 Credit Agreement”), which provided for a \$150 million five-year senior secured term loan facility (“2018 Term Loan”) and a \$85 million three-year secured revolving credit facility (“2018 Revolving Credit Facility”). Proceeds from the 2018 Term Loan were used to repay in full the outstanding amount due under NMI’s 2015 Term Loan and to pay fees and expenses incurred in connection with the 2018 Credit Agreement. The 2018 Credit Agreement replaced the 2015 Term Loan and is secured on better terms and interest rate.

Notes to Financial Statements

Under its terms, the State of Wisconsin approval described in the preceding paragraph applies to the 2018 Credit Agreement.

G. Nature of Relationships that Could Affect Operating Results or Financial Position

All outstanding shares of the Company are owned by NMI.

H. Amount Deducted for Investment in Upstream Company

The Company does not own any shares of upstream intermediate or ultimate parent, either directly or indirectly, via a downstream subsidiary, controlled or affiliated entity.

I. Detail of Investments in Subsidiaries, Controlled, and Affiliated (“SCA”) Entities in Excess of 10% of Admitted Assets

The Company has no investments in SCA entities.

J. Write downs for Impairment of Investments in SCA entities

The Company has no investments in SCA entities.

K. Foreign Subsidiary Valued Using CARVM

The Company has no investments in foreign subsidiaries.

L. Downstream Holding Company Valued Using Look-Through Method

The Company has no investments in a downstream holding company.

M. All SCA Investments

The Company has no investments in SCA entities.

N. Investment in Insurance SCAs

The Company has no investments in Insurance SCA entities.

O. SCA Loss Tracking

Not applicable. The Company has no investments in SCA entities.

11. Debt

A. The Company has no debt obligations as of December 31, 2018.

B. FHLB (Federal Home Loan Bank) Agreements

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. Investment Policies

Not applicable.

C. Fair Value of Plan Assets

Not applicable.

D. Rate of Return Assumptions

Not applicable.

E. Defined contribution plans

The Company does not contribute to defined contribution pension and other defined contribution postretirement benefit plans

F. Multiemployer Plans

The Company does not contribute to multiemployer plans.

G. Consolidated/Holding Company Plans

Not applicable.

Notes to Financial Statements

H. Postemployment benefits and Compensated Absences

The Company does not provide postemployment benefits.

I. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17)

The Company does not provide postretirement benefits.

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

(1) Number of Shares and Par or Stated Value of Each Class

The Company has 63,250,000 shares of \$0.04 par value authorized common stock, all of which is issued and outstanding. The Company has no other classes of equity stock authorized, issued or outstanding.

(2) Dividend Rate, Liquidation value and Redemption Schedule of Preferred Stock

The Company has no preferred stock outstanding.

(3) Dividend Restrictions

The Company's ability to pay dividends to its parent is limited by state insurance laws of the State of Wisconsin and certain other states. Under Wisconsin law, the Company may pay dividends up to specified levels (i.e., "ordinary" dividends) with 30 days' prior notice to the Wisconsin OCI. Dividends that exceed ordinary dividends (i.e., "extraordinary" dividends) are subject to the Wisconsin OCI's prior approval. Under Wisconsin insurance laws, an ordinary dividend is defined as any payment or distribution that together with other dividends and distributions made within the preceding 12 months does not exceed the lesser of (i) 10% of the insurer's statutory policyholders' surplus as of the preceding December 31 or (ii) adjusted net income. Adjusted net income is calculated as the greater of (a) the net income, excluding capital gains, for the immediately preceding calendar year or (b) the aggregate net income, excluding capital gains, for the 3 immediately preceding calendar years, minus shareholder distributions made in the first two of three aforementioned calendar years. Dividends that exceed this amount are extraordinary and require prior approval of the Commissioner. Additionally, statutory minimum capital requirements may limit the amount of dividend that the Company may pay. The Company reported a statutory net loss for the twelve months ended December 31, 2018 and cannot pay any dividends to NMI through December 31, 2018 without the prior approval of the Wisconsin OCI.

California and New York prohibit 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.

The Company's ability to pay dividends may also be restricted pursuant to the Private Mortgage Insurer Eligibility Requirements ("PMIERS") as established by Freddie Mac and Fannie Mae ("GSE"). Under the PMIERS, mortgage insurers are required to maintain Available Assets in excess of Minimum Required Assets (as defined in section 703 of the PMIERS). Mortgage insurers that do not meet this capital requirement are prohibited to pay dividends without prior written approval of the GSE.

(4) Dates and Amounts of Dividends Paid

The Company did not declare or pay any dividends during the years ended December 31, 2018 and 2017. NMIC has never paid any dividends to NMI.

(5) Amount of Ordinary Dividends That May Be Paid

Due to the Wisconsin requirement that changes in contingency reserves be deducted from income, the Company had a net loss for the year ended December 31, 2018; accordingly, it could not declare or pay ordinary dividends. *See Item 3 - Dividend Restrictions above.*

(6) Restrictions of Unassigned Funds

None

(7) Mutual Surplus Advance

The Company is not a mutual or similarly organized company.

(8) Company Stock held for Special Purposes

The Company holds no stock for special purposes.

(9) Changes in Special Surplus Funds

The Company has no special surplus funds.

(10) Changes in Unassigned Funds

The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized losses is \$829,352 (net of capital gains tax of \$220,461), as of December 31, 2018.

Notes to Financial Statements

(11) Surplus Notes

The Company has not issued surplus notes.

(12) The Impact of any Restatement due to Prior Quasi-Reorganizations

Not applicable.

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

The Company recorded a quasi-reorganization effective March 31, 2013 to reclassify cumulative net losses generated prior to acquisition in the second quarter of 2012. There are no other quasi-reorganizations.

14. Liabilities, Contingencies and Assessments

A. Contingent Commitments

The Company has no contingent commitments.

B. Assessments

The Company has no assessments that could have a material financial effect.

C. Gain Contingencies

The Company has no gain contingencies.

D. Claims Related Extra Contractual Obligation and Bad Faith Stemming from Lawsuits

The Company has no claims related extra contractual obligations or bad faith losses stemming from lawsuits.

E. Product Warranties

The Company has no product warranties.

F. Joint and Several Liabilities

The Company has no joint and several liabilities.

G. All Other Contingencies

The Company has no material contingent liabilities other than those described below regarding the contingency reserve for mortgage guaranty insurance.

Mortgage guaranty insurers are required to establish a special contingency reserve from unassigned surplus, with annual contributions equal to the greater of (1) 50% of net earned premiums or (2) minimum policyholders' position divided by seven. The purpose of this reserve is to protect policyholders against the effects of adverse economic cycles. The contribution to contingency reserves for any period is released to unassigned funds after 120 months unless it is released prior to that time with the prior consent of the Wisconsin OCI.

Sec. 3.09 (14) of the Wisconsin Administrative Code ("Wisconsin Code") allows withdrawals from the reserve in any year to the extent that incurred claims and claim adjustment expenses exceed 35% of earned premiums. Additionally, in order to receive a tax benefit for the deduction of the additions to the statutory contingency reserve, the Company may purchase U.S. government issued tax and loss bonds in the amount equal to the tax benefit. These non-interest-bearing bonds are held in investments for maintaining the statutory liability for ten years or until such time as the contingency reserve is released back into surplus.

The company established contingency reserves in the amount of \$325,398,876 and \$179,756,843 as of December 31, 2018 and 2017, respectively. The contingency reserve calculation is based on 50% of gross premiums earned for the years ended December 31, 2018 and December 31, 2017. The Company did not have contingency reserve withdrawals for the years ended December 31, 2018 and December 31, 2017.

Per the Wisconsin Code, the Company records changes in the contingency reserve through the income statement as an underwriting expense, which differs from NAIC SAP. *See Note 1 - Item A - Accounting Practices* above.

As of December 31, 2018 and December 31, 2017, the Company had gross admitted assets of \$35,983,723 and \$25,168,971, respectively, related to premiums receivable due from policyholders. The Company routinely assesses the collectability of these receivables. Based upon Company experience, any potential uncollectible premiums receivable as of the end of the current year are not expected to exceed the nonadmitted amount, and therefore, no additional provision for uncollected amounts have been recorded. The potential for any additional loss is not expected to be material to the Company's financial condition.

Notes to Financial Statements

15. Leases

A. Lessee Operating Leases

The Company has no lease obligation. NMI entered into an office facility lease effective July 1, 2012 for a term of two years. In October 2013, NMI amended the facility's lease to (i) add 23,000 square feet of furnished office space, and (ii) extend the facility's lease period through October 31, 2017. In December 2016, NMI amended its lease to extend the term of the lease through March 2023. Under the cost allocation agreement, the Company was allocated rental expense of \$2,037,319 and \$2,187,099 related to leases in 2018 and 2017. See Note 10 - Information Concerning Parent, Subsidiaries and Other Related Parties - F - Management, Service contracts, Cost Sharing Arrangements for more information on the cost allocation agreement.

B. Lessor Leases

The Company has no lessor activity.

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

The Company has no financial instruments with off-balance sheet risk or financial instruments with concentration of credit risk.

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

A. Transfers of Receivables Reported as Sales

The Company had no transfers of receivables reported as sales.

B. Transfers and Servicing of Financial Assets

The Company had no transfer or servicing of financial assets.

C. Wash Sales

The Company had no wash sales involving transactions for securities with a NAIC designation of 3 or below, or unrated.

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

A. Administrative Services Only (ASO) Plans

Not applicable.

B. Administrative Services Contract (ASC) Plans

Not applicable.

C. Medicare or Similarly Structured Cost Based Reimbursement contract

Not applicable.

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

The Company does not operate under managing general agents / third party administrators.

20. Fair Value Measurements

A. Inputs Used for Assets and Liabilities at Fair Value

(1) Fair Value Measurements at Reporting Date

Description of each class of asset or liability	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Total
a. Assets at fair value					
Bonds					
Industrial and Misc	—	2,361,470	—	—	2,361,470
Total Bonds	—	2,361,470	—	—	2,361,470
Total Assets at Fair Value / NAV	—	2,361,470	—	—	2,361,470
b. Liabilities at fair value	—	—	—	—	—
Total liabilities at Fair Value / NAV	—	—	—	—	—

(2) Fair Value Measurements in Level 3 of the Fair Value Hierarchy

Not applicable.

Notes to Financial Statements

(3) Policy on transfers between levels of the Fair Value Hierarchy

The Company's policy is to recognize transfers between levels of the Fair Value Hierarchy at the end of the reporting period, consistent with the date of the determination of fair value.

(4) Valuation techniques and inputs used for Level 2 and Level 3 of the Fair Value Hierarchy

See Note 20 - C - Fair Values for All Financial Instruments by Levels 1, 2 and 3

(5) Fair Value Disclosures for Derivative Assets and Liabilities

Not applicable. The Company does not have any derivative assets and liabilities.

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 excluding those accounted for under the equity method (subsidiaries, joint ventures and ventures). The fair values are also categorized into the three- levels as described below.

Type of Financial Instrument	Fair Value	Admitted Value	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Financial instruments - assets							
Bonds	\$ 799,212,856	\$ 810,414,901	\$ 40,666,011	\$ 758,546,845	\$ —	\$ —	—
Preferred stocks	—	—	—	—	—	—	—
Common stocks	—	—	—	—	—	—	—
Mortgage loans	—	—	—	—	—	—	—
Cash, cash equivalents and short term investments	38,547,185	38,547,185	38,596,307	—	—	—	—
Long-term investments - Other	—	—	—	—	—	—	—
Total assets	\$ 837,809,163	\$ 848,962,086	\$ 79,262,318	\$ 758,546,845	\$ —	\$ —	—
Financial instruments - liabilities							
Total liabilities	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	—

There were no transfers between Level 1 and Level 2 of the fair value hierarchy during the twelve months ended December 31, 2018.

The following describes the valuation techniques used by the Company to determine the fair value of financial instruments held as of December 31, 2018 and December 31, 2017.

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 - Fair value measurements based on quoted prices in active markets that we have the ability to access for identical assets or liabilities. Market price data generally is obtained from exchange or dealer markets. The Company does not adjust the quoted price for such instruments.
- Level 2 - Fair value measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. Level 2 inputs include quoted prices for similar assets and liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, and inputs other than quoted prices that are observable for the asset or liability, such as interest rates and yield curves that are observable at commonly quoted intervals.
- Level 3 - Fair value measurements based on valuation techniques that use significant inputs that are unobservable. Both observable and unobservable inputs may be used to determine the fair values of positions classified in Level 3. The circumstances for using these measurements include those in which there is little, if any, market activity for the asset or liability. Therefore, we must make certain assumptions, which require significant management judgment or estimation about the inputs a hypothetical market participant would use to value that asset or liability.

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.

D. Not Practicable to Estimate Fair Values

Not Applicable.

Notes to Financial Statements

- E. Investments measured using the NAV practical expedient pursuant to SSAP No. 100R - Fair Value
Not Applicable.

21. Other Items

- A. Unusual or Infrequent Items

The Company has no Unusual or Infrequent Items.

- B. Troubled Debt Restructuring: Debtors

The Company has no troubled debt restructurings.

- C. Other Disclosures

In connection with securing state licenses, the Company has placed funds on deposit with certain states. As of December 31, 2018 and 2017, the total amount on deposit with all states was \$5,224,600 and \$6,951,464, respectively.

In connection with the 2018 Insurance Linked Notes Transaction on July 2018, the Company has placed funds on deposit with a custodian. As of December 31, 2018, the total amount on deposit with the custodian was \$1,414,490. For further information on the 2018 Insurance Linked Notes Transaction, *see Footnote 23 - Reinsurance, Excess of Loss Reinsurance.*

- D. Business Interruption Insurance Recoveries

The Company has no business interruption insurance recoveries.

- E. State Transferable and Non-transferable Tax Credits

The Company has no state transferable or non-transferable state tax credits.

- F. Subprime Mortgage Related Risk Exposure

The Company has no subprime mortgage related risk exposure.

- G. Insurance-Linked Securities (ILS) Contracts

None, but see discussion of the Excess of loss reinsurance agreement, *see Footnote 23 - Reinsurance, Excess of Loss Reinsurance*

22. Subsequent Events

The Company has performed subsequent event procedures through February 28, 2019 which is the date the statutory basis financial statements were available for issuance.

	<u>Current Year</u>	<u>Prior Year</u>
A. Did the reporting entity write accident and health insurance premium that is subject to Section 9010 of the federal Affordable Care Act (YES/NO?)	No	No
B. ACA fee assessment payable for the upcoming year	—	—
C. ACA fee assessment paid	—	—
D. Premium written subject to ACA 9010 assessment	—	—
E. Total Adjusted Capital before surplus adjustment (Five-Year Historical Line 28)	—	—
F. Total Adjusted Capital after surplus adjustment (Five-Year Historical Line 28 minus 22B above)	—	—
G. Authorized Control Level (Five-Year Historical Line 29)	—	—
H. Would reporting the ACA assessment as of December 31, 2018, have triggered an RBC action level (YES/NO?)	No	No

23. Reinsurance

Excess of loss reinsurance

2018 Insurance Linked Notes Transaction

In July 2018, NMIC entered into a reinsurance agreement with Oaktown Re II Ltd. (“Oaktown Re II”), a Bermuda domiciled special purpose reinsurer, that provides for up to \$264.5 million of aggregate excess-of-loss reinsurance coverage at inception for new delinquencies on an existing portfolio of mortgage insurance policies written between January 1, 2017 and May 31, 2018. For the reinsurance coverage period, NMIC will retain the first layer of \$125.3 million of aggregate losses and Oaktown Re II will then provide second layer coverage up to the outstanding reinsurance coverage amount. NMIC retains losses in excess of the outstanding reinsurance coverage amount. The outstanding reinsurance coverage amount decreases from \$264.5 million at inception over a ten-year period as the underlying covered mortgages

Notes to Financial Statements

are amortized or repaid, and/or the mortgage insurance coverage is canceled, and was \$264.5 million as of December 31, 2018. The outstanding reinsurance coverage amount will begin amortizing after an initial period in which a target level of credit enhancement is obtained and will cease amortizing if certain credit enhancement or delinquency thresholds are triggered.

Oaktown Re II financed the coverage by issuing mortgage insurance-linked notes in an aggregate amount of \$264.5 million to unaffiliated investors (“2018 Notes”). The 2018 Notes mature on July 25, 2028. All of the proceeds paid to Oaktown Re II from the sale of the 2018 Notes were deposited into a reinsurance trust to collateralize and fund the obligations of Oaktown Re II to NMIC under the reinsurance agreement. Funds in the reinsurance trust account are required to be invested in high credit quality money market funds at all times. The Company refers collectively to NMIC’s reinsurance agreement with Oaktown Re II and the issuance of the 2018 Notes by Oaktown Re II as the 2018 ILN Transaction, and the 2017 ILN Transaction (see below) and 2018 ILN Transaction as the ILN Transactions. Under the terms of the 2018 ILN Transaction, NMIC makes risk premium payments for the applicable outstanding reinsurance coverage amount and pays Oaktown Re II for anticipated operating expenses (capped at \$250 thousand per year). For the year ended December 31, 2018, NMIC ceded risk premiums of \$3.3 million and did not cede any losses to Oaktown Re II.

Under the 2018 ILN Transaction, NMIC holds an optional termination right if certain events occur, including, among others, a clean-up call if the outstanding reinsurance coverage amount amortizes to 10% or less of the reinsurance coverage amount at inception or if NMIC reasonably determines that changes to GSE or rating agency asset requirements would cause a material and adverse effect on the capital treatment afforded to NMIC under the agreement. In addition, there are certain events that will result in mandatory termination of the agreement, including NMIC’s failure to pay premiums or consent to reductions in the trust account to make principal payments to noteholders, among others.

Under the terms of the 2018 ILN Transaction, NMIC is required to maintain a certain level of restricted funds in a premium deposit account with the Bank of New York Mellon until the 2018 Notes have been redeemed in full. Cash Equivalents on the Company’s balance sheet include restricted cash of \$1.4 million as of December 31, 2018 in recognition of this obligation. The Company is not required to deposit additional funds into the premium deposit account and the restricted balance will decrease over time as the principal balance of the 2018 Notes declines.

2017 Insurance Linked Notes Transaction

In May 2017, NMIC entered into a reinsurance agreement with Oaktown Re Ltd. (“Oaktown Re”), a Bermuda domiciled special purpose reinsurer, that provides for up to \$211.3 million of aggregate excess-of-loss reinsurance coverage at inception for new delinquencies on an existing portfolio of mortgage insurance policies written from 2013 through December 31, 2016. For the reinsurance coverage period, NMIC will retain the first layer of \$126.8 million of aggregate losses, of which \$125.2 million remained as of December 31, 2018, and Oaktown Re will then provide second layer coverage up to the outstanding reinsurance coverage amount. NMIC will then retain losses in excess of the outstanding reinsurance coverage amount. The outstanding reinsurance coverage amount decreases from \$211.3 million at inception over a ten-year period as the underlying covered mortgages amortize and was \$131 million as of December 31, 2018. The outstanding reinsurance coverage amount will cease amortizing if certain credit enhancement or delinquency thresholds are triggered.

Oaktown Re financed the coverage by issuing mortgage insurance-linked notes in an aggregate amount of \$211.3 million to unaffiliated investors (“Notes”). The Notes mature on April 26, 2027. All of the proceeds paid to Oaktown Re from the sale of the Notes were deposited into a reinsurance trust to collateralize and fund the obligations of Oaktown Re to NMIC under the reinsurance agreement. At all times, funds in the reinsurance trust account are required to be invested in high credit quality money market funds. The Company refers collectively to NMIC’s reinsurance agreement with Oaktown Re and the issuance of the Notes by Oaktown Re as the 2017 ILN Transaction. Under the terms of the 2017 ILN Transaction, NMIC makes risk premium payments for the applicable outstanding reinsurance coverage amount and pays Oaktown Re for its anticipated operating expenses (capped at \$300 thousand per year). The Company ceded risk premiums of \$6.3 million and \$5.0 million and did not cede any losses to Oaktown Re for the years ended December 31, 2018 and December 31, 2017.

Under the 2017 ILN Transaction, NMIC holds an optional termination right if certain events occur, including, among others, a clean-up call if the outstanding reinsurance coverage amount amortizes to 10% or less of the reinsurance coverage amount at inception or if NMIC reasonably determines that changes to GSE or rating agency asset requirements would cause a material and adverse effect on the capital treatment afforded to NMIC under the agreement. In addition, there are certain events that will result in mandatory termination of the agreement, including NMIC’s failure to pay premiums or consent to reductions in the trust account to make principal payments to noteholders, among others.

Quota share reinsurance

2018 Quota Share Reinsurance Transaction

Effective January 1, 2018, the Company entered into a quota-share reinsurance transaction with a panel of third-party reinsurers (“2018 QSR Transaction”). Each of the third-party reinsurers has an insurer financial strength rating of A- or better by Standard and Poor’s Rating Services (S&P), A.M. Best or both. The GSEs and the Wisconsin Office of the Commissioner of Insurance (Wisconsin OCI) approved the 2018 QSR Transaction (subject to certain conditions), giving full capital credit under PMIERS and statutory accounting principles, respectively, for the risk ceded under the agreement. The credit that the Company receives under PMIERS is subject to periodic review by the GSEs.

Under the 2018 QSR Transaction, NMIC will cede 25% of its eligible policies written in 2018 and 20% of eligible policies written in 2019.

Notes to Financial Statements

The 2018 QSR Transaction is scheduled to terminate on December 31, 2029. However, NMIC has the option, based on certain conditions and subject to payment of a termination fee, to terminate the agreement as of December 31, 2022, or at the end of any calendar quarter thereafter, which would result in NMIC reassuming the related risk. There are also optional termination events.

2016 Quota Share Reinsurance Transaction

In September 2016, the Company entered into a quota-share reinsurance transaction with a panel of third-party reinsurers (“2016 QSR Transaction”). Each of the third-party reinsurers has an insurer financial strength rating of A- or better by Standard and Poor’s Rating Services (S&P), A.M. Best or both. The GSEs and the Wisconsin Office of the Commissioner of Insurance (Wisconsin OCI) approved the 2016 QSR Transaction (subject to certain conditions), giving full capital credit under PMIERS and statutory accounting principles, respectively, for the risk ceded under the agreement. The credit that the Company receives under PMIERS is subject to periodic review by the GSEs.

Under the 2016 QSR Transaction, NMIC ceded premiums related to:

- 25% of existing risk written on eligible policies as of August 31, 2016;
- 100% of our existing risk under our pool agreement with Fannie Mae; and
- 25% of risk on eligible policies written from September 1, 2016 through December 31, 2017.

The 2016 QSR Transaction is scheduled to terminate on December 31, 2027, except with respect to the ceded pool risk, which is scheduled to terminate on August 31, 2023. However, NMIC has the option, based on certain conditions and subject to a termination fee, to terminate the agreement as of December 31, 2020, or at the end of any calendar quarter thereafter, which would result in NMIC reassuming the related risk. There are also optional termination events.

For historical reasons, the Company cedes premiums and claims to Re One on an excess share basis for any primary or pool policy that provides coverage greater than 25% of any insured loan amount. The reinsurance provided by Re One is solely to comply with statutory risk limits that were in effect until January 10, 2019. The reinsurance agreement relating to primary MI policies was amended effective September 1, 2016, to reduce the risk ceded by NMIC to Re One, due to the inception of the 2016 QSR Transaction. The amendment was non-disapproved by the OCI, in a letter dated September 19, 2016. The agreement was amended on May 2017 to reflect the impact of the 2017 ILN Transaction. OCI non-disapproved the second amendment in a letter dated June 19, 2017

A. Unsecured Reinsurance Recoverables

The Company does not have an unsecured aggregate recoverable for losses, paid and unpaid including IBNR, loss adjustment expenses and unearned premium that exceeds 3% of the Company’s policyholder surplus.

B. Reinsurance Recoverables in Dispute

The Company does not have any reinsurance recoverables in dispute.

C. Reinsurance Assumed and Ceded

(1) The maximum amount of return commission that would have been due reinsurers if they or the Company had cancelled the reinsurance agreement as of December 31, 2018, with the return of unearned premium reserves is as follows:

Type of Financial Instrument	Assumed Reinsurance		Ceded Reinsurance		Net	
	(1) Premium Reserve	(2) Commission Equity	(3) Premium Reserve	(4) Commission Equity	(5) Premium Reserve	(6) Commission Equity
a. Affiliates	\$ —	\$ —	\$ 234,029	\$ 46,805	\$ (234,029)	\$ (46,805)
b. All Other	—	—	30,370,026	6,074,005	(30,370,026)	(6,074,005)
c. Total	\$ —	\$ —	\$ 30,604,055	\$ 6,120,810	\$ (30,604,055)	\$ (6,120,810)
d. Direct Unearned Premium Reserve				\$ 158,892,262		

D. Uncollectible Reinsurance

The Company has not written off any reinsurance as uncollectible.

E. Commutation of Ceded Reinsurance

The pool reinsurance agreement between the Company and Re One was terminated September 2016 because NMIC ceded 100% of pool risk under the 2016 QSR Transaction. If the 2016 QSR Transaction is early terminated (ie. before August 31, 20123), the pool reinsurance agreement with Re One will be automatically reinstated.

No losses or loss adjustment expenses were incurred as result of the restructuring, and no premiums were returned.

Notes to Financial Statements

F. Retroactive Reinsurance

The Company does not have retroactive reinsurance.

G. Reinsurance Accounted for as a Deposit

The Company does not have any reinsurance accounted for as a deposit.

H. Disclosures for the Transfer of Property and Casualty Run-off Agreements

The Company has not entered into any agreements qualified pursuant to SSAP No. 62R, Property and Casualty Reinsurance to receive P&C Run-off Accounting Treatment.

I. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

The Company does not have any reinsurance agreements with certified reinsurers.

J. Reinsurance Agreements Qualifying for Reinsurer Aggregation

The Company has not entered into any agreements pursuant to SSAP No. 62R, Property and Casualty Reinsurance covering asbestos and pollution liabilities.

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

A. Method Used to Estimate Accrued Retrospective Premium Adjustments

Not applicable.

B. Method Used to Record Retrospective Premium Adjustments

Not applicable.

C. Amount and Percent of Net Retrospective Premiums

Not applicable.

D. Medical Loss Ratio Rebates

Not applicable.

E. Calculation of Nonadmitted Accrued Retrospective Premiums

Not applicable.

F. Risk-Sharing Provisions of the Affordable Care Act

(1) Did the reporting entity write accident and health insurance premium that is subject to the Affordable Care Act risk-sharing provisions (YES/NO?)

No, the Company did not write accident and health insurance premium that is subject to the Affordable Care Act risk-sharing provisions.

25. Changes in Incurred Losses and Loss Adjustment Expenses

A. Changes in Incurred Losses and Loss Adjustment Expenses

The Company incurred claims and claim adjustment expenses (net of reinsurance) of \$9,705,636 and \$6,681,981 for the years ended December 31, 2018 and 2017, respectively. During 2018, the Company had a \$2,321,855 favorable prior year development for the provision for incurred claim and claim adjustment expenses attributable to insured events for prior years. Loss reserves remaining as of December 31, 2018 for defaults occurring (net of reinsurance) in prior years have been reduced to \$2,050,528, following re-estimation of unpaid claims and claim adjustment expenses. The net increase in loss reserves as of the end of the period is the result of current year defaults of \$7,785,305 offset by current year claims paid of \$130,197. Original loss reserve estimates will be increased or decreased as additional information becomes known regarding individual claims and as claims are settled.

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 based on past claim activity.

The following tables provide claim development data, by accident year, and a reconciliation to the reserve for insurance claims and claim expenses:

Notes to Financial Statements

Accident Year	Cumulative Incurred Claims and Allocated Claims Adjustment Expenses, net of Reinsurance ⁽¹⁾⁽³⁾						As of December 31, 2018	
	2013	2014	2015	2016	2017	2018	Total of IBNR	NODs ⁽²⁾
2013	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	—
2014		76	29	4	4	4	—	—
2015			626	602	671	689	—	2
2016				2,194	1,379	1,605	—	7
2017					5,936	3,439	—	134
2018						7,704	651	734
				Total		13,440	651	877

1) Amounts include case and IBNR reserves.

2) The number of NODs outstanding as of December 31, 2018 is the total number of loans in default over 60 days for which the Company have established reserves.

3) Prior period amounts have been recast to conform with Updated Schedule P instructions for the year ended 2018. Amounts previously reported in the 2017 Annual Statement included allocated loss adjustment expenses as defined in the 2017 Annual Statement instructions. Pursuant to the updated instructions, the prior period amounts reported in the 2018 Annual Statement only includes loss adjustment expenses related to the Defense and Cost category as defined in the 2018 Annual Statement instructions.

Accident Year	Cumulative Paid Claims and Allocated Claims Adjustment Expenses, Net of Reinsurance ⁽³⁾					
	2013	2014	2015	2016	2017	2018
2013	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
2014				4	4	4
2015			42	220	622	652
2016				155	774	1,429
2017					26	1,624
2018						128
				Total		3,837

Reconciliation of Disclosure of Incurred and Paid Claims Development to the Liability for Unpaid Claims and Claim Adjustment Expenses

(In Thousands)

Cumulative Incurred Claims and Allocated Claims Adjustment Expenses, net of Reinsurance	13,440
Cumulative Paid Claims and Allocated Claims Adjustment Expenses, net of Reinsurance	3,837
Liabilities for unpaid claims and allocated claims adjustment expenses, net of reinsurance	9,603
Reinsurance recoverable on unpaid claims	—
Unallocated claims adjustment expenses	102
Total gross liability for unpaid claims and claim adjustment expenses	9,705

The following table shows, on average, the percentage of claims and allocated claims adjustment expenses paid over the years after a claim is incurred.

Claims duration disclosure	Average annual percentage payout of incurred claims and allocated claims adjustment expenses by age, net of reinsurance					
	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6
	4%	38%	94%	97%	100%	—%

B. Information about Significant Changes in Methodologies and Assumptions

Not applicable.

26. Intercompany Pooling Arrangements

A - G Not applicable. The Company has no intercompany pooling arrangements.

27. Structured Settlements

A - B Not applicable. The Company had no structured settlements.

28. Health Care Receivables

A - B Not applicable. The Company has no health care receivables.

29. Participating Policies

The Company has no participating policies.

Notes to Financial Statements

30. Premium Deficiency Reserves

The Company has no premium deficiency reserves for the years ended December 31, 2018 and 2017. The Company performs a premium deficiency calculation each fiscal quarter using best estimate assumptions as of the testing date. The Company uses anticipated investment income as a factor in the premium deficiency calculation, in accordance with SSAP No. 53, *Property-Casualty Contracts - Premiums*.

1. Liability carried for premium deficiency reserves	\$	—
2. Date of the most recent evaluation of this liability		December 31, 2018
3. Was anticipated investment income utilized in the calculation?		Yes

31. High Deductibles

A - B Not applicable. The Company has no reserve credit recorded for high deductibles on unpaid claims.

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

A - C Not applicable. The Company does not discount reserves for insurance claims and claims expenses.

33. Asbestos/Environmental Reserves

A - F Not applicable. The Company has no known potential exposure to asbestos or environmental claims.

34. Subscriber Savings Accounts

The Company is not a reciprocal insurance company.

35. Multiple Peril Crop Insurance

The Company does not offer multiple peril crop insurance.

36. Financial Guaranty Insurance

A - B Not applicable. The Company is a monoline mortgage guaranty reinsurer and does not engage in the business of financial guaranty insurance.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 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?
If yes, complete Schedule Y, Parts 1, 1A and 2. Yes[X] No[]
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes[X] No[] N/A[]
- 1.3 State Regulating? Wisconsin
- 1.4 Is the reporting entity publicly traded or a member of a publicly traded group? Yes[X] No[]
- 1.5 If the response to 1.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group. 0001547903
- 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: 12/31/2016
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2016
- 3.2 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. 12/31/2016
- 3.3 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). 03/28/2018
- 3.4 By what department or departments?
Wisconsin Office of the Commissioner of Insurance
- 3.5 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]
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes[X] No[] N/A[]
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11 sales of new business? Yes[] No[X]
- 4.12 renewals? Yes[] No[X]
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21 sales of new business? Yes[] No[X]
- 4.22 renewals? Yes[] No[X]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?
If yes, complete and file the merger history data file with the NAIC. Yes[] No[X]
- 5.2 If yes, provide the name of the 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

- 6.1 Has the 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]
- 6.2 If yes, give full information:
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes[] No[X]
- 7.2 If yes, 0.000%
- 7.21 State the percentage of foreign control
- 7.22 State the nationality(s) of the foreign person(s) or entity(s); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(s) (e.g., individual, corporation, government, manager or attorney-in-fact).

1 Nationality	2 Type of Entity

- 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 the names and locations (city and state of the main office) of any affiliates regulated by a federal financial 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
		No	No	No	No

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
BDO USA, LLC, One Bush Street, Suite 1700, San Francisco, CA 94104
- 10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes[] No[X]
- 10.2 If response to 10.1 is yes, provide information related to this exemption:
- 10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation? Yes[] No[X]
- 10.4 If response to 10.3 is yes, provide information related to this exemption:
- 10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes[X] No[] N/A[]
- 10.6 If the response to 10.5 is no or n/a please explain:
11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
Marc Oberholtzer, FCAS, MAAA, PricewaterhouseCoopers LLP, 2001 Market Street, Two Commerce Square Philadelphia, PA 19103, consulting actuary

GENERAL INTERROGATORIES (Continued)

- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [] No [X]
- 12.11 Name of real estate holding company
- 12.12 Number of parcels involved
- 12.13 Total book/adjusted carrying value \$ 0
- 12.2 If yes, provide explanation \$ 0
13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
- 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No [] N/A [X]
- 13.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No [] N/A [X]
- 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] N/A [X]
- 14.1 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.
- 14.11 If the response to 14.1 is no, please explain:
- 14.2 Has the code of ethics for senior managers been amended? Yes [] No [X]
- 14.21 If the response to 14.2 is yes, provide information related to amendment(s).
- 14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [] No [X]
- 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).
- 15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes [] No [X]
- 15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

1 American Bankers Association (ABA) Routing Number	2 Issuing or Confirming Bank Name	3 Circumstances That Can Trigger the Letter of Credit	4 Amount
.....

BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the Board of Directors or a subordinate committee thereof? Yes [X] No []
17. Does the reporting entity keep a complete permanent record of the proceedings of its Board of Directors and all subordinate committees thereof? Yes [X] No []
18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person? Yes [X] No []

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [] No [X]
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.11 To directors or other officers \$ 0
- 20.12 To stockholders not officers \$ 0
- 20.13 Trustees, supreme or grand (Fraternal only) \$ 0
- 20.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.21 To directors or other officers \$ 0
- 20.22 To stockholders not officers \$ 0
- 20.23 Trustees, supreme or grand (Fraternal only) \$ 0
- 21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes [] No [X]
- 21.2 If yes, state the amount thereof at December 31 of the current year:
- 21.21 Rented from others \$ 0
- 21.22 Borrowed from others \$ 0
- 21.23 Leased from others \$ 0
- 21.24 Other \$ 0
- 22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes [] No [X]
- 22.2 If answer is yes:
- 22.21 Amount paid as losses or risk adjustment \$ 0
- 22.22 Amount paid as expenses \$ 0
- 22.23 Other amounts paid \$ 0
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [] No [X]
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ 0

INVESTMENT

- 24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03) Yes [X] No []
- 24.02 If no, give full and complete information, relating thereto
- 24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)
- None
- 24.04 Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes [] No [] N/A [X]
- 24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. \$ 0
- 24.06 If answer to 24.04 is no, report amount of collateral for other programs. \$ 0
- 24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes [] No [] N/A [X]
- 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [] No [] N/A [X]
- 24.09 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending? Yes [] No [] N/A [X]

GENERAL INTERROGATORIES (Continued)

- 24.10 For the reporting entity's security lending program, state the amount of the following as of December 31 of the current year:
- 24.101 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. \$ 0
 - 24.102 Total book/adjusted carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. \$ 0
 - 24.103 Total payable for securities lending reported on the liability page. \$ 0

- 25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03). Yes[X] No[]

- 25.2 If yes, state the amount thereof at December 31 of the current year:
- 25.21 Subject to repurchase agreements \$ 0
 - 25.22 Subject to reverse repurchase agreements \$ 0
 - 25.23 Subject to dollar repurchase agreements \$ 0
 - 25.24 Subject to reverse dollar repurchase agreements \$ 0
 - 25.25 Placed under option agreements \$ 0
 - 25.26 Letter stock or securities restricted as to sale - excluding FHLB Capital Stock \$ 0
 - 25.27 FHLB Capital Stock \$ 0
 - 25.28 On deposit with states \$ 5,303,225
 - 25.29 On deposit with other regulatory bodies \$ 0
 - 25.30 Pledged as collateral - excluding collateral pledged to an FHLB \$ 0
 - 25.31 Pledged as collateral to FHLB - including assets backing funding agreements \$ 0
 - 25.32 Other \$ 0

25.3 For category (25.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount

- 26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes[] No[X]
 26.2 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.

- 27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes[] No[X]
 27.2 If yes, state the amount thereof at December 31 of the current year. \$ 0

28. 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 I, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes[X] No[]

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

1 Name of Custodian(s)	2 Custodian's Address
Wells Fargo Bank, N.A.	600 California Street, San Francisco, CA 94108
The Bank of New York Mellon	385 Rifle Camp Road, 3rd Floor, Woodland Park, NJ 07424

28.02 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)

- 28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? Yes[] No[X]
 28.04 If yes, give full and complete information relating thereto:

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

28.05 Investment management - Identify all investment advisors, investment managers, broker/dealers, including individuals that have the authority to make investment decisions on behalf of the reporting entity. For assets that are managed internally by employees of the reporting entity, note as such. [" that have access to the investment accounts"; " handle securities"]

1 Name of Firm or Individual	2 Affiliation
First Republic Security Co., LLC	U
Wells Capital Management Incorporated	U

- 28.0597 For those firms/individuals listed in the table for Question 28.05, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's assets? Yes[X] No[]
 28.0598 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 28.05, does the total assets under management aggregate to more than 50% of the reporting entity's assets? Yes[X] No[]
 28.06 For those firms or individuals listed in the table for 28.05 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

GENERAL INTERROGATORIES (Continued)

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
105108	First Republic Securities Co., LLC	5493000IMDFZDQYB2Q11	SEC	NO
108559	First Republic Investment Management, Inc.	549300D5KLHOKLMLG887	SEC	NO
104973	Wells Capital Management Incorporated	549300B3H21002L85I90	SEC	DS

29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D - Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5 (b)(1)])?

Yes [] No [X]

29.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
29.2999 Total		

29.3 For each mutual fund listed in the table above, complete the following schedule:

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
.....

30. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds	840,113,280	828,960,357	(11,152,923)
30.2 Preferred stocks			
30.3 Totals	840,113,280	828,960,357	(11,152,923)

30.4 Describe the sources or methods utilized in determining the fair values:
The Company has obtained the fair values from Interactive Data at December 31, 2018.

31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D?

Yes[X] No []

31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source?

Yes[X] No [] N/A []

31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:
Not Applicable

32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed?

Yes[X] No []

32.2 If no, list exceptions:

33. By self-designation 5GI securities, the reporting entity is certifying the following elements for each self-designated 5GI security:
- Documentation necessary to permit a full credit analysis of the security does not exist or an NAIC CRP credit rating for an FE or PL security is not available.
 - Issuer or obligor is current on all contracted interest and principal payments.
 - The insurer has an actual expectation of ultimate payment of all contracted interest and principal.

Has the reporting-entity self-designated 5GI securities?

Yes [] No [X]

34. By self-designating PLGI securities, the reporting entity is certifying the following elements of each self-designated PLGI security:

- The security was purchased prior to January 1, 2018.
- The reporting entity is holding capital commensurate with the NAIC Designation reported for the security
- The NAIC Designation was derived from the credit rating assigned by an NAIC CRP in its legal capacity as an NRSRO which is shown on a current private letter rating held by the insurer and available for examination by state insurance regulators.
- The reporting entity is not permitted to share this credit rating of the PL security with the SVO.

Has the reporting entity self-designated PLGI securities?

Yes [] No [X]

OTHER

35.1 Amount of payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus, if any?

\$ 779,939

35.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to Trade Associations, Service Organizations and Statistical or Rating Bureaus during the period covered by this statement.

1 Name	2 Amount Paid
USMI	397,160

36.1 Amount of payments for legal expenses, if any?

\$ 701,038

GENERAL INTERROGATORIES (Continued)

36.2 List the name of the firm and the amount paid if any such payments represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
Little Mendelson, P.C.	247,489
Wachtell, Lipton, Rosen & Katz	270,061

37.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or department of government, if any? \$..... 197,500

37.2 List the name of firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
The OB-C Group, LLC	197,500

GENERAL INTERROGATORIES (Continued)

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

- 1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes [] No[X]
- 1.2 If yes, indicate premium earned on U.S. business only. \$ 0
- 1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? \$ 0
 - 1.31 Reason for excluding:
Not Applicable
- 1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. \$ 0
- 1.5 Indicate total incurred claims on all Medicare Supplement insurance. \$ 0
- 1.6 Individual policies
 - Most current three years:
 - 1.61 Total premium earned \$ 0
 - 1.62 Total incurred claims \$ 0
 - 1.63 Number of covered lives 0
 - All years prior to most current three years:
 - 1.64 Total premium earned \$ 0
 - 1.65 Total incurred claims \$ 0
 - 1.66 Number of covered lives 0
- 1.7 Group policies
 - Most current three years:
 - 1.71 Total premium earned \$ 0
 - 1.72 Total incurred claims \$ 0
 - 1.73 Number of covered lives 0
 - All years prior to most current three years:
 - 1.74 Total premium earned \$ 0
 - 1.75 Total incurred claims \$ 0
 - 1.76 Number of covered lives 0

2. Health Test

	1 Current Year	2 Prior Year
2.1 Premium Numerator .....	.....	.....
2.2 Premium Denominator	207,514,546	137,126,636
2.3 Premium Ratio (2.1 / 2.2) .....	.....	.....
2.4 Reserve Numerator .....	.....	.....
2.5 Reserve Denominator	137,993,843	129,327,502
2.6 Reserve Ratio (2.4 / 2.5) .....	.....	.....

- 3.1 Does the reporting entity issue both participating and non-participating policies? Yes [] No[X]
- 3.2 If yes, state the amount of calendar year premiums written on:
 - 3.21 Participating policies \$ 0
 - 3.22 Non-participating policies \$ 0
- 4. For Mutual reporting entities and Reciprocal Exchanges only:
 - 4.1 Does the reporting entity issue assessable policies? Yes [] No [] N/A[X]
 - 4.2 Does the reporting entity issue non-assessable policies? Yes [] No [] N/A[X]
 - 4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders? 0.000%
 - 4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. \$ 0
- 5. For Reciprocal Exchanges Only:
 - 5.1 Does the exchange appoint local agents? Yes [] No [] N/A[X]
 - 5.2 If yes, is the commission paid:
 - 5.21 Out of Attorney's-in-fact compensation Yes [] No [] N/A[X]
 - 5.22 As a direct expense of the exchange Yes [] No [] N/A[X]
 - 5.3 What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact? Yes [] No [] N/A[X]
 - 5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions been deferred? Yes [] No [] N/A[X]
 - 5.5 If yes, give full information:
- 6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss:
The Company does not write workers' compensation business.
- 6.2 Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process:
The Company writes mortgage guaranty insurance on mortgages issued to residential borrowers throughout the United States. Loss exposures on individual mortgage loans are driven by loan, borrower and economic factors. Losses are bounded by specified coverage percentage on each issued loan. Stress scenarios are performed by management using proprietary models, taking past and projected economic factors into consideration.
- 6.3 What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss:
The Company is a monoline mortgage guaranty insurer for mortgages issued to United States residential borrowers. Loss exposures are on individual mortgage loans and are governed by the coverage percentage on the loan. The Company is required to establish and maintain a contingency reserve to be used for excessive losses. In addition, the Company has entered into quote share and excess-of-loss reinsurance agreements that will significantly reduce net losses in the event of an economic downturn.
- 6.4 Does the reporting entity carry catastrophic reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence? Yes [] No[X]
- 6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to uninsured catastrophic loss
See responses 6.2 and 6.3 above.
- 7.1 Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)? Yes[X] No []
- 7.2 If yes, indicate the number of reinsurance contracts containing such provisions. 2
- 7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)? Yes [] No[X] N/A []
- 8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured? Yes [] No[X]
- 8.2 If yes, give full information.

GENERAL INTERROGATORIES (Continued)

- 9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:
 (a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;
 (b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;
 (c) Aggregate stop loss reinsurance coverage;
 (d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;
 (e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or
 (f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity. Yes[X] No[]
- 9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:
 (a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or
 (b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract. Yes[] No[X]
- 9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:
 (a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income.
 (b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and
 (c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.
- 9.4 Except for transactions meeting the requirements of paragraph 31 of SSAP No. 62R, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:
 (a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or
 (b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP? Yes[] No[X]
- 9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (section D) why the contract(s) is treated differently for GAAP and SAP.
- 9.6 The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:
 (a) The entity does not utilize reinsurance; or Yes[] No[X]
 (b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or Yes[] No[X]
 (c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement. Yes[] No[X]
10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes[] No[] N/A[X]
- 11.1 Has the reporting entity guaranteed policies issued by any other entity and now in force? Yes[] No[X]
 11.2 If yes, give full information:
- 12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:
 12.11 Unpaid losses \$ 0
 12.12 Unpaid underwriting expenses (including loss adjustment expenses) \$ 0
- 12.2 Of the amount on Line 15.3, Page 2, state the amount that is secured by letters of credit, collateral and other funds. \$ 0
- 12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes[] No[] N/A[X]
- 12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
 12.41 From 0.000%
 12.42 To 0.000%
- 12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? Yes[] No[X]
- 12.6 If yes, state the amount thereof at December 31 of current year:
 12.61 Letters of Credit \$ 0
 12.62 Collateral and other funds \$ 0
- 13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): \$ 375,000
 13.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes[] No[X]
 13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount. 0
- 14.1 Is the company a cedant in a multiple cedant reinsurance contract? Yes[] No[X]
 14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants
 14.3 If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts? Yes[] No[] N/A[X]
 14.4 If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements? Yes[] No[] N/A[X]
 14.5 If the answer to 14.4 is no, please explain
 Not Applicable
- 15.1 Has the reporting entity guaranteed any financed premium accounts? Yes[] No[X]
 15.2 If yes, give full information:
- 16.1 Does the reporting entity write any warranty business? Yes[] No[X]
 If yes, disclose the following information for each of the following types of warranty coverage:

	1 Direct Losses Incurred	2 Direct Losses Unpaid	3 Direct Written Premium	4 Direct Premium Unearned	5 Direct Premium Earned
16.11 Home					
16.12 Products					
16.13 Automobile					
16.14 Other *					

* Disclose type of coverage:

GENERAL INTERROGATORIES (Continued)

- | | |
|---|--------------|
| <p>17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F - Part 3 that is exempt from the statutory provision for unauthorized reinsurance?
 Incurred but not reported losses on contracts in force prior to July 1, 1984 and not subsequently renewed are exempt from the statutory provision for unauthorized reinsurance. Provide the following information for this exemption.</p> | Yes[] No[X] |
| 17.11 Gross amount of unauthorized reinsurance in Schedule F - Part 3 exempt from the statutory provision for unauthorized reinsurance | \$ 0 |
| 17.12 Unfunded portion of Interrogatory 17.11 | \$ 0 |
| 17.13 Paid losses and loss adjustment expenses portion of Interrogatory 17.11 | \$ 0 |
| 17.14 Case reserves portion of Interrogatory 17.11 | \$ 0 |
| 17.15 Incurred but not reported portion of Interrogatory 17.11 | \$ 0 |
| 17.16 Unearned premium portion of Interrogatory 17.11 | \$ 0 |
| 17.17 Contingent commission portion of Interrogatory 17.11 | \$ 0 |
| 18.1 Do you act as a custodian for health savings accounts? | Yes[] No[X] |
| 18.2 If yes, please provide the amount of custodial funds held as of the reporting date: | \$ 0 |
| 18.3 Do you act as an administrator for health savings accounts? | Yes[] No[X] |
| 18.4 If yes, please provide the balance of the funds administered as of the reporting date: | \$ 0 |
| 19. Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states? | Yes[X] No[] |
| 19.1 If no, does the reporting entity assume reinsurance business that covers risks residing in at least one state other than the state of domicile of the reporting entity? | Yes[] No[X] |

FIVE - YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e., 17.6

	1 2018	2 2017	3 2016	4 2015	5 2014
Gross Premiums Written (Page 8, Part 1B, Columns 1, 2 & 3)					
1. Liability Lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)					
2. Property Lines (Lines 1, 2, 9, 12, 21, & 26)					
3. Property and Liability Combined Lines (Lines 3, 4, 5, 8, 22 & 27)					
4. All Other Lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	287,790,977	202,585,844	177,962,229	114,210,694	34,028,777
5. Nonproportional Reinsurance Lines (Lines 31, 32, & 33)					
6. TOTAL (Line 35)	287,790,977	202,585,844	177,962,229	114,210,694	34,028,777
Net Premiums Written (Page 8, Part 1B, Column 6)					
7. Liability Lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)					
8. Property Lines (Lines 1, 2, 9, 12, 21 & 26)					
9. Property and Liability Combined Lines (Lines 3, 4, 5, 8, 22 & 27)					
10. All Other Lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	213,157,232	145,058,822	129,819,260	103,907,204	31,254,422
11. Non-proportional Reinsurance Lines (Lines 31, 32 & 33)					
12. TOTAL (Line 35)	213,157,232	145,058,822	129,819,260	103,907,204	31,254,422
Statement of Income (Page 4)					
13. Net underwriting gain or (loss) (Line 8)	(5,225,720)	(32,953,869)	(39,884,291)	(55,258,634)	(49,885,853)
14. Net investment gain or (loss) (Line 11)	8,894,211	1,440,210	12,132,935	4,952,038	2,694,596
15. TOTAL other income (Line 15)					
16. Dividends to policyholders (Line 17)					
17. Federal and foreign income taxes incurred (Line 19)	24,031,409	4,732,426	746,913		
18. Net income (Line 20)	(20,362,918)	(36,246,085)	(28,498,269)	(50,306,596)	(47,191,257)
Balance Sheet Lines (Pages 2 and 3)					
19. TOTAL admitted assets excluding protected cell business (Page 2, Line 26, Col. 3)	942,794,437	717,815,260	634,838,622	487,699,415	261,907,635
20. Premiums and considerations (Page 2, Column 3)					
20.1 In course of collection (Line 15.1)	35,983,723	25,168,971	13,720,689	5,140,173	1,048,105
20.2 Deferred and not yet due (Line 15.2)					
20.3 Accrued retrospective premiums (Line 15.3)					
21. TOTAL liabilities excluding protected cell business (Page 3, Line 26)	539,653,401	373,797,585	247,801,192	120,809,360	38,789,337
22. Losses (Page 3, Line 1)	9,603,281	6,562,661	2,421,360	609,241	76,330
23. Loss adjustment expenses (Page 3, Line 3)	102,355	119,320	58,563		
24. Unearned premiums (Page 3, Line 9)	128,288,207	122,645,521	114,713,335	82,172,000	20,182,892
25. Capital paid up (Page 3, Lines 30 & 31)	2,530,000	2,530,000	2,530,000	2,530,000	2,530,000
26. Surplus as regards policyholders (Page 3, Line 37)	403,141,036	344,017,675	387,037,430	366,890,055	223,118,299
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	139,479,443	68,631,957	63,049,698	31,444,766	(16,703,529)
Risk-Based Capital Analysis					
28. TOTAL adjusted capital					
29. Authorized control level risk-based capital					
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Column 3)					
(Item divided by Page 2, Line 12, Column 3) x 100.0					
30. Bonds (Line 1)	95.5	96.5	89.5	92.7	74.8
31. Stocks (Lines 2.1 & 2.2)					
32. Mortgage loans on real estate (Lines 3.1 and 3.2)					
33. Real estate (Lines 4.1, 4.2 & 4.3)					
34. Cash, cash equivalents and short-term investments (Line 5)	4.5	3.5	10.5	7.3	25.2
35. Contract loans (Line 6)					
36. Derivatives (Line 7)					
37. Other invested assets (Line 8)					
38. Receivables for securities (Line 9)				0.0	
39. Securities lending reinvested collateral assets (Line 10)					
40. Aggregate write-ins for invested assets (Line 11)					
41. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
42. Affiliated bonds, (Schedule D, Summary, Line 12, Column 1)					
43. Affiliated preferred stocks (Schedule D, Summary, Line 18, Column 1)					
44. Affiliated common stocks (Schedule D, Summary, Line 24, Column 1)					
45. Affiliated short-term investments (subtotals included in Schedule DA Verification, Column 5, Line 10)					
46. Affiliated mortgage loans on real estate					
47. All other affiliated					
48. TOTAL of above Lines 42 to 47					
49. TOTAL investment in parent included in Lines 42 to 47 above					
50. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Column 1, Line 37 x 100.0)					

FIVE - YEAR HISTORICAL DATA (Continued)

	1 2018	2 2017	3 2016	4 2015	5 2014
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains or (Losses) (Line 24)	(829,352)				
52. Dividends to stockholders (Line 35)					
53. Change in surplus as regards policyholders for the year (Line 38)	59,123,361	(43,019,755)	20,147,375	143,771,756	42,808,424
Gross Losses Paid (Page 9, Part 2, Columns 1 and 2)					
54. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)					
55. Property lines (Lines 1, 2, 9, 12, 21 & 26)					
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22, & 27)					
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34)	3,126,616	1,247,842	360,403	53,906	
58. Nonproportional reinsurance lines (Lines 31, 32 & 33)					
59. TOTAL (Line 35)	3,126,616	1,247,842	360,403	53,906	
Net Losses Paid (Page 9, Part 2, Column 4)					
60. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)					
61. Property lines (Lines 1, 2, 9, 12, 21 & 26)					
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22, & 27)					
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30, & 34)	2,410,691	1,047,533	333,123	45,520	
64. Nonproportional reinsurance lines (Lines 31, 32 & 33)					
65. TOTAL (Line 35)	2,410,691	1,047,533	333,123	45,520	
Operating Percentages (Page 4)					
(Item divided by Page 4, Line 1) x 100.0					
66. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2)	2.6	3.8	2.2	1.4	0.6
68. Loss expenses incurred (Line 3)	0.0	0.1	0.1		
69. Other underwriting expenses incurred (Line 4)	29.7	50.3	82.2	180.4	451.4
70. Net underwriting gain (loss) (Line 8)	(2.5)	(24.0)	(41.0)	(131.8)	(402.0)
Other Percentages					
71. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Column 6, Line 35 x 100.0)	97.2	113.6	104.0	93.0	199.1
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	2.6	3.8	2.3	1.4	0.6
73. Net premiums written to policyholders' surplus (Page 8, Part 1B, Column 6, Line 35 divided by Page 3, Line 37, Column 1 x 100.0)	52.9	42.2	33.5	28.3	14.0
One Year Loss Development (\$000 omitted)					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2 - Summary, Line 12, Column 11)	(2,252)	(733)	(49)	(47)	
75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 74 above divided by Page 4, Line 21, Column 1 x 100.0)	(0.7)	(0.2)	0.0	0.0	
Two Year Loss Development (\$000 omitted)					
76. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Column 12)	(501)	26	(72)		
77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 76 above divided by Page 4, Line 21, Column 2 x 100.0)	(0.1)	0.0	0.0		

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3 - Accounting Changes and Correction of Errors? Yes[] No[] N/A[X]

If no, please explain:

EXHIBIT OF PREMIUMS AND LOSSES

(Statutory Page 14)



NAIC Group Code: 4760

BUSINESS IN THE STATE OF GRAND TOTAL DURING THE YEAR

NAIC Company Code: 13695

19 Grand Total

Line of Business	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies not Taken		3 Dividends Paid or Credited to Policyholders on Direct Business	4 Direct Unearned Premium Reserves	5 Direct Losses Paid (deducting salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Direct Defense and Cost Containment Expense Paid	9 Direct Defense and Cost Containment Expense Incurred	10 Direct Defense and Cost Containment Expense Unpaid	11 Commissions and Brokerage Expenses	12 Taxes, Licenses and Fees
	1 Direct Premiums Written	2 Direct Premiums Earned										
1. Fire												
2.1 Allied lines												
2.2 Multiple peril crop												
2.3 Federal flood												
2.4 Private crop												
2.5 Private flood												
3. Farmowners multiple peril												
4. Homeowners multiple peril												
5.1 Commercial multiple peril (non - liability portion)												
5.2 Commercial multiple peril (liability portion)												
6. Mortgage guaranty	287,790,977	292,064,497		158,892,263	3,126,616	7,198,590	12,676,180					4,264,550
8. Ocean marine												
9. Inland marine												
10. Financial guaranty												
11. Medical professional liability												
12. Earthquake												
13. Group accident and health (b)												
14. Credit A & H (group and individual)												
15.1 Collectively renewable A & H (b)												
15.2 Non-cancelable A & H (b)												
15.3 Guaranteed renewable A & H (b)												
15.4 Non-renewable for stated reasons only (b)												
15.5 Other accident only												
15.6 Medicare Title XVIII exempt from state taxes or fees												
15.7 All other A & H (b)												
15.8 Federal Employees Health Benefits Plan premium												
16. Workers' compensation												
17.1 Other liability - occurrence												
17.2 Other Liability - claims-made												
17.3 Excess Workers' Compensation												
18. Products liability												
19.1 Private passenger auto no-fault (personal injury protection)												
19.2 Other private passenger auto liability												
19.3 Commercial auto no-fault (personal injury protection)												
19.4 Other commercial auto liability												
21.1 Private passenger auto physical damage												
21.2 Commercial auto physical damage												
22. Aircraft (all perils)												
23. Fidelity												
24. Surety												
26. Burglary and theft												
27. Boiler and machinery												
28. Credit												
30. Warranty												
34. Aggregate write-ins for other lines of business												
35. TOTALS (a)	287,790,977	292,064,497		158,892,263	3,126,616	7,198,590	12,676,180					4,264,550
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)												

(a) Finance and service charges not included in Lines 1 to 35 \$.....0
 (b) For health business on indicated lines report: Number of persons insured under PPO managed care products0 and number of persons insured under indemnity only products0.

20 Schedule F Part 1 Assumed Reinsurance NONE

21 Schedule F Part 2 Reinsurance Effected NONE

SCHEDULE F - PART 3

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)

1	2	3	4	5	6	Reinsurance Recoverable On									16	Reinsurance Payable		19	20	
						7	8	9	10	11	12	13	14	15		17	18			
ID Number	NAIC Company Code	Name of Reinsurer	Domiciliary Jurisdiction	Special Code	Reinsurance Premiums Ceded	Paid Losses	Paid LAE	Known Case Loss Reserves	Known Case LAE Reserves	IBNR Loss Reserves	IBNR LAE Reserves	Unearned Premiums	Contingent Commissions	Columns 7 thru 14 Totals	Amount in Dispute Included in Column 15	Ceded Balances Payable	Other Amounts Due to Reinsurers	Net Amount Recoverable From Reinsurers Cols. 15 - [17 + 18]	Funds Held By Company Under Reinsurance Treaties	
Authorized - Affiliates - U.S. Non-Pool - Other																				
27-1439373	13758	NATIONAL MORTGAGE REINS INC ONE	WI		800			97	1	7		234		339		169		170		
0399999 Total - Authorized - Affiliates - U.S. Non-Pool - Other					800		97	1	7		234		339		169		170			
0499999 Total - Authorized - Affiliates - U.S. Non-Pool - Total					800		97	1	7		234		339		169		170			
0899999 Total - Authorized - Affiliates					800		97	1	7		234		339		169		170			
Authorized - Other U.S. Unaffiliated Insurers																				
51-0434766	20370	AXIS REINS CO	NY		3,209			138	2	10		1,519		1,669		210		1,459	1,356	
22-2005057	26921	EVEREST REINS CO	DE		4,049			149	2	11		1,519		1,681		287		1,394	1,356	
13-6108721	26433	HARCO NATL INS CO	IL		10,156			461	5	34		5,163		5,663		645		5,018	4,609	
06-1481194	10829	MARKEL GLOBAL REINS CO	DE		840			11		1				12		77		(65)		
37-0915434	13056	RLI INS CO	IL		420			5						5		38		(33)		
13-5616275	19453	TRANSATLANTIC REINS CO	NY		840			11		1				12		77		(65)		
0999999 Total - Authorized - Other U.S. Unaffiliated Insurers					19,514		775	9	57		8,201		9,042		1,334		7,708		7,321	
Authorized - Other Non-U.S. Insurers																				
AA-3190339	00000	RENAISSANCE REINS LTD	BMU		19,256			830	10	61		9,110		10,011		1,260		8,751	8,134	
1299999 Total - Authorized - Other Non-U.S. Insurers					19,256		830	10	61		9,110		10,011		1,260		8,751		8,134	
1499999 Total - Authorized					39,570		1,702	20	125		17,545		19,392		2,763		16,629		15,455	
1999999 Total - Unauthorized - Affiliates - Other (Non-U.S.) - Captive																				
2099999 Total - Unauthorized - Affiliates - Other (Non-U.S.) - Other																				
2199999 Total - Unauthorized - Affiliates - Other (Non-U.S.) - Total																				
2299999 Total - Unauthorized - Affiliates																				
Unauthorized - Other Non-U.S. Insurers																				
AA-3770280	00000	Greenlight Reins Ltd	CYM		10,210			481	6	35		5,467		5,989		633		5,356	4,880	
AA-3191190	00000	Hamilton Re Ltd	BMU		2,369			127	1	9		1,519		1,656		133		1,523	1,356	
AA-3191179	00000	Third Point Reins Co Ltd	BMU		11,233			484	6	35		5,315		5,840		735		5,105	4,745	
AA-3191335	00000	Oaktown Re Ltd	BMU		6,323											63		(63)		
AA-1120337	00000	Aspen Ins UK Ltd	GBR		1,605			69	1	5		759		834		105		729	678	
AA-3191371	00000	Oaktown Re II Ltd	BMU		3,323											76		(76)		
2699999 Total - Unauthorized - Other Non-U.S. Insurers					35,063		1,161	14	84		13,060		14,319		1,745		12,574		11,659	
2899999 Total - Unauthorized					35,063		1,161	14	84		13,060		14,319		1,745		12,574		11,659	
4399999 Total - Authorized, Unauthorized and Certified					74,633		2,863	34	209		30,605		33,711		4,508		29,203		27,114	
9999999 Totals					74,633		2,863	34	209		30,605		33,711		4,508		29,203		27,114	

SCHEDULE F - PART 3 (continued)
Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)
(Credit Risk)

23

ID Number from Col 1	Name of Reinsurer from Col 3	Collateral				25 Total Funds Held, Payables & Collateral	26 Net Recoverable Net of Funds Held & Collateral	27 Applicable Sch. F Penalty Col. 78)	Ceded Reinsurance Credit Risk								35 Credit Risk on Collateralized Recoverables (Col. 32 * Factor Applicable to Reinsurer Designation Equivalent in Col. 34)	36 Credit Risk on Uncollateralized Recoverables (Col. 33 * Factor Applicable to Reinsurer Designation Equivalent in Col. 34)
		21 Multiple Beneficiary Trusts	22 Letters of Credit	23 Issuing or Confirming Bank Reference Number	24 Single Beneficiary Trusts & Other Allowable Collateral				28 Total Amount Recoverable from Reinsurers Less Penalty (Col. 15 - 27)	29 Stressed Recoverable (Col. 28 * 120%)	30 Reinsurance Payable & Funds Held (Cols. 17+ 18+20;but not in excess of Col. 29)	31 Stressed Net Recoverable (Cols. 29-30)	32 Total Collateral (Cols. 21 + 22 + 24, not in Excess of Col. 31)	33 Stressed Net Recoverable Net of Collateral Offsets (Cols. 31-32)	34 Reinsurer Designation Equivalent			
Authorized - Affiliates - U.S. Non-Pool - Other																		
27-1439373	NATIONAL MORTGAGE REINS INC ONE			0000	169	170												
0399999 Total - Authorized - Affiliates - U.S. Non-Pool - Other				X X X	169	170		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		
0499999 Total - Authorized - Affiliates - U.S. Non-Pool - Total				X X X	169	170		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		
0899999 Total - Authorized - Affiliates				X X X	169	170								X X X				
Authorized - Other U.S. Unaffiliated Insurers																		
51-0434766	AXIS REINS CO			0000	1,566	103		1,669	2,003	1,566	437		437	2		18		
22-2005057	EVEREST REINS CO			0000	1,643	38		1,681	2,017	1,643	374		374	2		15		
13-6108721	HARCO NATL INS CO			0000	5,254	409		5,663	6,796	5,254	1,542		1,542	4		82		
06-1481194	MARKEL GLOBAL REINS CO			0000	12			12	14	14				4				
37-0915434	RLI INS CO			0000	5			5	6	6				2				
13-5616275	TRANSATLANTIC REINS CO			0000	12			12	14	14				2				
0999999 Total - Authorized - Other U.S. Unaffiliated Insurers				X X X	8,492	550		9,042	10,850	8,498	2,353		2,353	X X X		115		
Authorized - Other Non-U.S. Insurers																		
AA-3190339	RENAISSANCE REINS LTD			0000	9,394	617		10,011	12,013	9,394	2,619		2,619	2		107		
1299999 Total - Authorized - Other Non-U.S. Insurers				X X X	9,394	617		10,011	12,013	9,394	2,619		2,619	X X X		107		
1499999 Total - Authorized				X X X	18,055	1,337		19,053	22,864	17,892	4,972		4,972	X X X		222		
1999999 Total - Unauthorized - Affiliates - Other (Non-U.S.) - Captive				X X X										X X X				
2099999 Total - Unauthorized - Affiliates - Other (Non-U.S.) - Other				X X X										X X X				
2199999 Total - Unauthorized - Affiliates - Other (Non-U.S.) - Total				X X X										X X X				
2299999 Total - Unauthorized - Affiliates				X X X										X X X				
Unauthorized - Other Non-U.S. Insurers																		
AA-3770280	Greenlight Reins Ltd			0000	25,342	5,989		5,989	7,187	5,513	1,674		1,674	4		84		
AA-3191190	Hamilton Re Ltd			0000	2,512	1,656		1,656	1,987	1,489	498		498	4		25		
AA-3191179	Third Point Reins Co Ltd			0000	12,381	5,840		5,840	7,008	5,480	1,528		1,528	4		76		
AA-3191335	Oaktown Re Ltd			0000										6				
AA-1120337	Aspen Ins UK Ltd			0000	2,050	834		834	1,001	783	218		218	3		10		
AA-3191371	Oaktown Re II Ltd			0000										6				
2699999 Total - Unauthorized - Other Non-U.S. Insurers				X X X	42,285	14,319		14,319	17,183	13,265	3,918		3,918	X X X		195		
2899999 Total - Unauthorized				X X X	42,285	14,319		14,319	17,183	13,265	3,918		3,918	X X X		195		
4399999 Total - Authorized, Unauthorized and Certified				X X X	42,285	32,374	1,337	33,372	40,046	31,157	8,890		4,972	X X X		222		
9999999 Totals				X X X	42,285	32,374	1,337	33,372	40,046	31,157	8,890		4,972	X X X		222		

SCHEDULE F - PART 3 (continued)
Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)
(Aging of Ceded Reinsurance)

ID Number from Col 1	Name of Reinsurer from Col 3	Reinsurance Recoverable on Paid Losses and Paid Loss Adjustment Expenses						44 Total Recoverable on Paid Losses & LAE Amounts in Dispute Included in Col. 43	45 Recoverable on Paid Losses & LAE Over 90 Days Past Due Amounts in Dispute Included in Cols. 40 & 41	46 Total Recoverable on Paid Losses & LAE Amounts Not in Dispute (Cols. 43-44)	47 Recoverable on Paid Losses & LAE Over 90 Days Past Due Amounts Not in Dispute (Cols. 40 + 41 - 45)	48 Amounts Received Prior 90 Days	49 Percentage Overdue Col. 42/ Col. 43	50 Percentage of Amounts More Than 90 Days Overdue Not in Dispute (Col. 47/(Cols. 46 + 48))	51 Percentage More Than 120 Days Overdue (Col. 41/ Col. 43)	52 Is the Amount in Col. 50 Less Than 20%? (Yes or No)	53 Amounts in Col. 47 for Reinsurers with Values Less Than 20% in Col. 50	
		37	Overdue															43 Total Due Cols. 37+42 (In total should equal Cols. 7 + 8)
		Current	38 1 to 29 Days	39 30-90 Days	40 91-120 Days	41 Over 120 Days	42 Total Overdue Cols. 38+ 39+40+41											
Authorized - Affiliates - U.S. Non-Pool - Other																		
27-1439373	NATIONAL MORTGAGE REINS INC ONE															Yes		
0399999 Total - Authorized - Affiliates - U.S. Non-Pool - Other																X X X		
0499999 Total - Authorized - Affiliates - U.S. Non-Pool - Total																X X X		
0899999 Total - Authorized - Affiliates																X X X		
Authorized - Other U.S. Unaffiliated Insurers																		
51-0434766	AXIS REINS CO															Yes		
22-2005057	EVEREST REINS CO															Yes		
13-6108721	HARCO NATL INS CO															Yes		
06-1481194	MARKEL GLOBAL REINS CO															Yes		
37-0915434	RLI INS CO															Yes		
13-5616275	TRANSATLANTIC REINS CO															Yes		
0999999 Total - Authorized - Other U.S. Unaffiliated Insurers																X X X		
Authorized - Other Non-U.S. Insurers																		
AA-3190339	RENAISSANCE REINS LTD															Yes		
1299999 Total - Authorized - Other Non-U.S. Insurers																X X X		
1499999 Total - Authorized																X X X		
1999999 Total - Unauthorized - Affiliates - Other (Non-U.S.) - Captive																X X X		
2099999 Total - Unauthorized - Affiliates - Other (Non-U.S.) - Other																X X X		
2199999 Total - Unauthorized - Affiliates - Other (Non-U.S.) - Total																X X X		
2299999 Total - Unauthorized - Affiliates																X X X		
Unauthorized - Other Non-U.S. Insurers																		
AA-3770280	Greenlight Reins Ltd															Yes		
AA-3191190	Hamilton Re Ltd															Yes		
AA-3191179	Third Point Reins Co Ltd															Yes		
AA-3191335	Oaktown Re Ltd															Yes		
AA-1120337	Aspen Ins UK Ltd															Yes		
AA-3191371	Oaktown Re II Ltd															Yes		
2699999 Total - Unauthorized - Other Non-U.S. Insurers																X X X		
2899999 Total - Unauthorized																X X X		
4399999 Total - Authorized, Unauthorized and Certified																X X X		
9999999 Totals																X X X		

SCHEDULE F - PART 3 (continued)

Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)

(Provision for Reinsurance for Certified Reinsurers)

ID Number from Col 1	Name of Reinsurer from Col 3	Provision for Certified Reinsurance													69 Provision for Overdue Reinsurance Ceded to Certified Reinsurers (Greater of [Col. 62+Col. 65] or Col.68; not to Exceed Col. 63)		
		54 Certified Reinsurer Rating (1 through 6)	55 Effective Date of Certified Reinsurer Rating	56 Percent Collateral Required for Full Credit (0% through 100%)	57 Catastrophe Recoverables Qualifying for Collateral Deferral	58 Net Recoverables Subject to Collateral Requirements for Full Credit (Col. 19- Col. 57)	59 Dollar Amount of Collateral Required (Col. 56 * Col. 58)	60 Percent of Collateral Provided for Net Recoverables Subject to Collateral Requirements ((Col. 20 + Col. 21 + Col. 22 + Col.24) / Col. 58)	61 Percent Credit Allowed on Net Recoverables Subject to Collateral Requirements (Col. 60 / Col. 56, not to exceed 100%)	62 20% of Recoverable on Paid Losses & LAE Over 90 Days past Due Amounts in Dispute (Col. 45 * 20%)	63 Amount of Credit Allowed for Net Recoverables (Col. 57 + [Col. 58 * Col. 61])	64 Provision for Reinsurance with Certified Reinsurers Due to Collateral Deficiency (Col. 19- Col. 63)	65 20% of Recoverable on Paid Losses & LAE Over 90 Days past Due Amounts Not in Dispute (Col. 47 * 20%)	Complete if Col. 52 = "No"; Otherwise Enter 0		66 Total Collateral Provided (Col. 20 + Col. 21 + Col. 22 + Col.24 not to Exceed Col. 63)	67 Net Unsecured Recoverable for Which Credit is Allowed (Col. 63 -Col. 66)	68 20% of Amount in Col. 67
Authorized - Affiliates - U.S. Non-Pool - Other																	
27-1439373	NATIONAL MORTGAGE REINS INC ONE																
0399999 Total - Authorized - Affiliates - U.S. Non-Pool - Other		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
0499999 Total - Authorized - Affiliates - U.S. Non-Pool - Total		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
0899999 Total - Authorized - Affiliates		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
Authorized - Other U.S. Unaffiliated Insurers																	
51-0434766	AXIS REINS CO																
22-2005057	EVEREST REINS CO																
13-6108721	HARCO NATL INS CO																
06-1481194	MARKEL GLOBAL REINS CO																
37-0915434	RLI INS CO																
13-5616275	TRANSATLANTIC REINS CO																
0999999 Total - Authorized - Other U.S. Unaffiliated Insurers		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
Authorized - Other Non-U.S. Insurers																	
AA-3190339	RENAISSANCE REINS LTD																
1299999 Total - Authorized - Other Non-U.S. Insurers		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
1499999 Total - Authorized		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
1999999 Total - Unauthorized - Affiliates - Other (Non-U.S.) - Captive		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
2099999 Total - Unauthorized - Affiliates - Other (Non-U.S.) - Other		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
2199999 Total - Unauthorized - Affiliates - Other (Non-U.S.) - Total		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
2299999 Total - Unauthorized - Affiliates		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
Unauthorized - Other Non-U.S. Insurers																	
AA-3770280	Greenlight Reins Ltd																
AA-3191190	Hamilton Re Ltd																
AA-3191179	Third Point Reins Co Ltd																
AA-3191335	Oaktown Re Ltd																
AA-1120337	Aspen Ins UK Ltd																
AA-3191371	Oaktown Re II Ltd																
2699999 Total - Unauthorized - Other Non-U.S. Insurers		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
2899999 Total - Unauthorized		XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
4399999 Total - Authorized, Unauthorized and Certified		XXX	XXX	XXX				XXX	XXX								
9999999 Totals		XXX	XXX	XXX				XXX	XXX								

SCHEDULE F - PART 3 (continued)
Ceded Reinsurance as of December 31, Current Year (\$000 Omitted)
(Total Provision for Reinsurance)

ID Number from Col 1	Name of Reinsurer from Col 3	70 20% of Recoverable on Paid Losses & LAE Over 90 Days past Due Amounts Not in Dispute (Col. 47*20%)	Provision for Unauthorized Reinsurance		Provision for Overdue Authorized Reinsurance		Total Provision for Reinsurance			
			71 Provision for Reinsurance with Unauthorized Reinsurers Due to Collateral Deficiency (Col. 26)	72 Provision for Overdue Reinsurance from Unauthorized Reinsurers and Amounts in Dispute (Col. 70 + 20% of the Amount in Col. 16)	73 Complete if Col. 52= "Yes"; Otherwise Enter 0 20% of Recoverable on Paid Losses & LAE Over 90 Days past Due Amounts Not in Dispute + 20% of Amounts in Dispute ([Col. 47 * 20%] + [Col. 45 * 20%])	74 Complete if Col. 52 = "No"; Otherwise Enter 0 Greater of 20% of Net Recoverable Net of Funds Held & Collateral, or 20% of Recoverable on Paid Losses & LAE Over 90 Days Past Due (Greater of Col 26*20% or [Cols. 40+41] *20%)	75 Provision for Amounts Ceded to Authorized Reinsurers (Cols. 73+ 74)	76 Provision for Amounts Ceded to Unauthorized Reinsurers (Cols. 71 + 72 Not in Excess of Col. 15)	77 Provision for Amounts Ceded to Certified Reinsurers (Cols. 64 + 69)	78 Total Provision for Reinsurance (Cols. 75 + 76 + 77)
Authorized - Affiliates - U.S. Non-Pool - Other										
..... 27-1439373	NATIONAL MORTGAGE REINS INC ONE									
0399999 Total - Authorized - Affiliates - U.S. Non-Pool - Other .....			..... X X X .....	..... X X X .....				..... X X X .....	..... X X X	
0499999 Total - Authorized - Affiliates - U.S. Non-Pool - Total .....			..... X X X .....	..... X X X .....				..... X X X .....	..... X X X	
0899999 Total - Authorized - Affiliates .....			..... X X X .....	..... X X X .....				..... X X X .....	..... X X X	
Authorized - Other U.S. Unaffiliated Insurers										
..... 51-0434766	AXIS REINS CO									
..... 22-2005057	EVEREST REINS CO									
..... 13-6108721	HARCO NATL INS CO									
..... 06-1481194	MARKEL GLOBAL REINS CO									
..... 37-0915434	RLI INS CO									
..... 13-5616275	TRANSATLANTIC REINS CO									
0999999 Total - Authorized - Other U.S. Unaffiliated Insurers .....			..... X X X .....	..... X X X .....				..... X X X .....	..... X X X	
Authorized - Other Non-U.S. Insurers										
..... AA-3190339	RENAISSANCE REINS LTD									
1299999 Total - Authorized - Other Non-U.S. Insurers .....			..... X X X .....	..... X X X .....				..... X X X .....	..... X X X	
1499999 Total - Authorized .....			..... X X X .....	..... X X X .....				..... X X X .....	..... X X X	
1999999 Total - Unauthorized - Affiliates - Other (Non-U.S.) - Captive .....					..... X X X .....	..... X X X .....	..... X X X .....	..... X X X .....	..... X X X	
2099999 Total - Unauthorized - Affiliates - Other (Non-U.S.) - Other .....					..... X X X .....	..... X X X .....	..... X X X .....	..... X X X .....	..... X X X	
2199999 Total - Unauthorized - Affiliates - Other (Non-U.S.) - Total .....					..... X X X .....	..... X X X .....	..... X X X .....	..... X X X .....	..... X X X	
2299999 Total - Unauthorized - Affiliates .....					..... X X X .....	..... X X X .....	..... X X X .....	..... X X X .....	..... X X X	
Unauthorized - Other Non-U.S. Insurers										
..... AA-3770280	Greenlight Reins Ltd									
..... AA-3191190	Hamilton Re Ltd									
..... AA-3191179	Third Point Reins Co Ltd									
..... AA-3191335	Oaktown Re Ltd									
..... AA-1120337	Aspen Ins UK Ltd									
..... AA-3191371	Oaktown Re II Ltd									
2699999 Total - Unauthorized - Other Non-U.S. Insurers .....					..... X X X .....	..... X X X .....	..... X X X .....	..... X X X .....	..... X X X	
2899999 Total - Unauthorized .....					..... X X X .....	..... X X X .....	..... X X X .....	..... X X X .....	..... X X X	
4399999 Total - Authorized, Unauthorized and Certified										
9999999 Totals										

SCHEDULE F - PART 4

Issuing or Confirming Banks for Letters of Credit from Schedule F, Part 3 (\$000 Omitted)

Issuing or Confirming Bank Reference Number Used in Col. 23 of Sch F Part 3	Letter of Credit Code	American Bankers Association (ABA) Routing Number	Issuing or Confirming Bank Name	Letter of Credit Amount
<div style="border: 1px solid black; padding: 10px; display: inline-block;"> N O N E </div>				
9999999 Total				

SCHEDULE F PART 5

Interrogatories for Schedule F, Part 3 (000 Omitted)

A. Report the five largest provisional commission rates included in the cedant's reinsurance treaties. The commission rate to be reported is by contract with ceded premium in excess of \$50,000:

	1	2	3
	Name of Reinsurer	Commission Rate	Ceded Premium
1)
2)
3)
4)
5)

B. Report the five largest reinsurance recoverables reported in Schedule F, Part 3, Column 15, due from any one reinsurer (based on the total recoverables, Schedule F, Part 3, Line 9999999, Column 15), the amount of ceded premium, and indicate whether the recoverables are due from an affiliated insurer.

	1	2	3	4
	Name of Reinsurer	Total Recoverables	Ceded Premiums	Affiliated
1)	RENAISSANCE REINS LTD	10,011	19,256	Yes[] No[X] ...
2)	GREENLIGHT REINS LTD	5,988	10,210	Yes[] No[X] ...
3)	THIRD POINT REINS CO LTD	5,840	11,233	Yes[] No[X] ...
4)	HARCO NATL INS CO	5,662	10,156	Yes[] No[X] ...
5)	EVEREST REINSURANCE CO	1,680	4,049	Yes[] No[X] ...

NOTE: Disclosure of the five largest provisional commission rates should exclude mandatory pools and joint underwriting associations.

SCHEDULE F - PART 6

Restatement of Balance Sheet to Identify Net Credit for Reinsurance

	1 As Reported (Net of Ceded)	2 Restatement Adjustments	3 Restated (Gross of Ceded)
ASSETS (Page 2, Column 3)			
1. Cash and invested assets (Line 12)	848,962,086	37,634,821	886,596,907
2. Premiums and considerations (Line 15)	35,983,723		35,983,723
3. Reinsurance recoverable on loss and loss adjustment expense payments (Line 16.1)			
4. Funds held by or deposited with reinsured companies (Line 16.2)			
5. Other assets	57,848,628		57,848,628
6. Net amount recoverable from reinsurers		(39,677,287)	(39,677,287)
7. Protected cell assets (Line 27)			
8. TOTALS (Line 28)	942,794,437	(2,042,466)	940,751,971
LIABILITIES (Page 3)			
9. Losses and loss adjustment expenses (Lines 1 through 3)	9,705,636	3,000,884	12,706,520
10. Taxes, expenses, and other obligations (Lines 4 through 8)	45,279		45,279
11. Unearned premiums (Line 9)	128,288,207	30,370,026	158,658,233
12. Advance premiums (Line 10)	477		477
13. Dividends declared and unpaid (Line 11.1 and 11.2)			
14. Ceded reinsurance premiums payable (net of ceding commissions) (Line 12)	4,508,349	(4,508,349)	
15. Funds held by company under reinsurance treaties (Line 13)	27,113,509	(27,113,509)	
16. Amounts withheld or retained by company for account of others (Line 14)			
17. Provision for reinsurance (Line 16)			
18. Other liabilities	369,991,944	(3,791,518)	366,200,426
19. TOTAL Liabilities excluding protected cell business (Line 26)	539,653,401	(2,042,466)	537,610,935
20. Protected cell liabilities (Line 27)			
21. Surplus as regards policyholders (Line 37)	403,141,036	X X X	403,141,036
22. TOTALS (Line 38)	942,794,437	(2,042,466)	940,751,971

Note: Is the restatement of this exhibit the result of grossing up balances ceded to affiliates under 100 percent reinsurance or pooling arrangements? Yes No

If yes, give full explanation:

30 Schedule H Part 1 A & H Exhibit NONE

31 Schedule H Parts 2, 3 & 4 - A & H Exh Cont NONE

32 Schedule H Part 5 Health Claims NONE

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES

SCHEDULE P - PART 1 - SUMMARY

(\$000 omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported - Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1-2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	X X X	X X X	X X X									X X X
2. 2009												X X X
3. 2010												X X X
4. 2011												X X X
5. 2012												X X X
6. 2013	2,095	130	1,965									X X X
7. 2014	13,407	997	12,410	4							4	X X X
8. 2015	45,506	3,588	41,918	713	61				11	1	662	X X X
9. 2016	115,830	18,552	97,278	1,755	326				35	4	1,460	X X X
10. 2017	192,326	55,199	137,127	2,146	522				27	6	1,645	X X X
11. 2018	292,064	84,550	207,514	171	43				2	1	129	X X X
12. Totals	X X X	X X X	X X X	4,789	952				75	12	3,900	X X X

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1. Prior												X X X	
2. 2009												X X X	
3. 2010												X X X	
4. 2011												X X X	
5. 2012												X X X	
6. 2013												X X X	
7. 2014												X X X	
8. 2015	44	7									37	X X X	
9. 2016	224	47							2		179	X X X	
10. 2017	2,395	580							28	7	1,836	X X X	
11. 2018	9,152	2,230	860	208					106	26	7,654	X X X	
12. Totals	11,815	2,864	860	208					136	33	9,706	X X X	

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1. Prior	X X X	X X X	X X X	X X X	X X X	X X X			X X X		
2. 2009											
3. 2010											
4. 2011											
5. 2012											
6. 2013											
7. 2014	4		4	0.0		0.0					
8. 2015	768	69	699	1.7	1.9	1.7				37	
9. 2016	2,016	377	1,639	1.7	2.0	1.7				177	2
10. 2017	4,596	1,115	3,481	2.4	2.0	2.5				1,815	21
11. 2018	10,291	2,508	7,783	3.5	3.0	3.8				7,574	80
12. Totals	X X X	X X X	X X X	X X X	X X X	X X X			X X X	9,603	103

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements which will reconcile Part 1 with Parts 2 and 4.

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1	2	3	4	5	6	7	8	9	10	11	12
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	One Year	Two Year
1. Prior												
2. 2009												
3. 2010	XXX											
4. 2011	XXX	XXX										
5. 2012	XXX	XXX	XXX									
6. 2013	XXX	XXX	XXX	XXX								
7. 2014	XXX	XXX	XXX	XXX	XXX	76	29	4	4	4		
8. 2015	XXX	XXX	XXX	XXX	XXX	XXX	626	602	671	689	18	87
9. 2016	XXX	XXX	XXX	XXX	XXX	XXX	2,194	1,379	1,606	227	(588)	
10. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,936	3,439	(2,497)	XXX	XXX
11. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,702	XXX	XXX	XXX
12. TOTALS											(2,252)	(501)

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018		
1. Prior	000										XXX	XXX
2. 2009											XXX	XXX
3. 2010	XXX										XXX	XXX
4. 2011	XXX	XXX									XXX	XXX
5. 2012	XXX	XXX	XXX								XXX	XXX
6. 2013	XXX	XXX	XXX	XXX							XXX	XXX
7. 2014	XXX	XXX	XXX	XXX	XXX		4	4	4	4	XXX	XXX
8. 2015	XXX	XXX	XXX	XXX	XXX	XXX	42	220	622	652	XXX	XXX
9. 2016	XXX	XXX	XXX	XXX	XXX	XXX	XXX	155	774	1,429	XXX	XXX
10. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	26	1,624	XXX	XXX	XXX
11. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	128	XXX	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1	2	3	4	5	6	7	8	9	10
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
1. Prior										
2. 2009										
3. 2010	XXX									
4. 2011	XXX	XXX								
5. 2012	XXX	XXX	XXX							
6. 2013	XXX	XXX	XXX	XXX						
7. 2014	XXX	XXX	XXX	XXX	XXX	3				
8. 2015	XXX	XXX	XXX	XXX	XXX	XXX	47			
9. 2016	XXX	XXX	XXX	XXX	XXX	XXX	XXX	184		
10. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	470	
11. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	652

35	Schedule P - Part 1A - Homeowners/Farmowners	NONE
36	Schedule P - Part 1B - Private Passenger Auto Liability/Medical	NONE
37	Schedule P - Part 1C - Comm. Auto/Truck Liability/Medical	NONE
38	Schedule P - Part 1D - Workers' Compensation (Excl. Excess Workers' Comp.)	NONE
39	Schedule P - Part 1E - Commercial Multiple Peril	NONE
40	Schedule P - Part 1F Sn 1 - Medical Professional Liability - Occurrence	NONE
41	Schedule P - Part 1F Sn 2 - Medical Professional Liability - Claims-Made	NONE
42	Schedule P - Part 1G - Special Liab. (Ocn Mar., Aircraft, Boiler & Mchnry)	NONE
43	Schedule P - Part 1H Sn 1 - Other Liability - Occurrence	NONE
44	Schedule P - Part 1H Sn 2 - Other Liability - Claims-Made	NONE
45	Schedule P - Part 1I - Special Property (Fire, Ald. Lines, Inld Mar.)	NONE
46	Schedule P - Part 1J - Auto Physical Damage	NONE
47	Schedule P - Part 1K - Fidelity/Surety	NONE
48	Schedule P - Part 1L - Other (Incl. Credit, Accident and Health)	NONE
49	Schedule P - Part 1M - International	NONE
50	Schedule P - Part 1N - Reins. Nonproportional Assumed Property	NONE
51	Schedule P - Part 1O - Reins. Nonproportional Assumed Liability	NONE
52	Schedule P - Part 1P - Reins. Nonproportional Assumed Financial Lines	NONE
53	Schedule P - Part 1R Sn 1 - Products Liability - Occurrence	NONE
54	Schedule P - Part 1R Sn 2 - Products Liability - Claims-Made	NONE

SCHEDULE P - PART 1S FINANCIAL GUARANTY/MORTGAGE GUARANTY

(\$000 omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments								12 Number of Claims Reported - Direct and Assumed
	1 Direct and Assumed	2 Ceded	3 Net (Columns 1-2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received	11 Total Net Paid (Columns 4 - 5 + 6 - 7 + 8 - 9)	
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior ...	... X X X ...	... X X X ...	... X X X ...	2,472	387			46	5		2,126	... X X X ...
2. 2017 ...	... 192,326 ...	... 55,199 ...	... 137,127 ...	2,146	522			27	6		1,645	... X X X ...
3. 2018 ...	... 292,064 ...	... 84,550 ...	... 207,514 ...	171	43			2	1		129	... X X X ...
4. Totals ...	... X X X ...	... X X X ...	... X X X ...	4,789	952			75	12		3,900	... X X X ...

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR						
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded	21 Direct and Assumed	22 Ceded			
1. Prior ...	268	54							2			216	
2. 2017 ...	2,395	580							28	7		1,836	
3. 2018 ...	9,152	2,230	860	208					106	26		7,654	
4. Totals ...	11,815	2,864	860	208					136	33		9,706	

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1. Prior ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...			... X X X ...	214	2
2. 2017 ...	... 4,596 ...	... 1,115 ...	... 3,481 ...	2.4	2.0	2.5				1,815	21
3. 2018 ...	... 10,291 ...	... 2,508 ...	... 7,783 ...	3.5	3.0	3.8				7,574	80
4. Totals ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...	... X X X ...			... X X X ...	9,603	103

56	Schedule P - Part 1T - Warranty	NONE
57	Schedule P - Part 2A - Homeowners/Farmowners	NONE
57	Schedule P - Part 2B - Private Passenger Auto Liability/Medical	NONE
57	Schedule P - Part 2C - Comm. Auto/Truck Liability/Medical	NONE
57	Schedule P - Part 2D - Workers' Compensation (Excl. Excess Workers' Comp.)	NONE
57	Schedule P - Part 2E - Commercial Multiple Peril	NONE
58	Schedule P - Part 2F Sn 1 - Medical Professional Liability - Occurrence	NONE
58	Schedule P - Part 2F Sn 2 - Medical Professional Liability - Claims-Made	NONE
58	Schedule P - Part 2G - Special Liab. (Ocn Mar., Aircraft, Boiler & Mchnry)	NONE
58	Schedule P - Part 2H Sn 1 - Other Liability - Occurrence	NONE
58	Schedule P - Part 2H Sn 2 - Other Liability - Claims-Made	NONE
59	Schedule P - Part 2I - Special Property (Fire, Ald. Lines, Inld Mar.)	NONE
59	Schedule P - Part 2J - Auto Physical Damage	NONE
59	Schedule P - Part 2K - Fidelity/Surety	NONE
59	Schedule P - Part 2L - Other (Incl. Credit, Accident and Health)	NONE
59	Schedule P - Part 2M - International	NONE
60	Schedule P - Part 2N - Reins. Nonproportional Assumed Property	NONE
60	Schedule P - Part 2O - Reins. Nonproportional Assumed Liability	NONE
60	Schedule P - Part 2P - Reins. Nonproportional Assumed Financial Lines	NONE

SCHEDULE P - PART 2R - SECTION 1
PRODUCTS LIABILITY - OCCURRENCE

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT			
	1	2	3	4	5	6	7	8	9	10	11	12		
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	One Year	Two Year		
1. Prior														
2. 2009														
3. 2010	XXX													
4. 2011	XXX	XXX												
5. 2012	XXX	XXX	XXX											
6. 2013	XXX	XXX	XXX	XXX	NONE									
7. 2014	XXX	XXX	XXX	XXX										
8. 2015	XXX	XXX	XXX	XXX										
9. 2016	XXX	XXX	XXX	XXX	XXX	XXX	XXX							
10. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX		
11. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX		
12. TOTALS														

SCHEDULE P - PART 2R - SECTION 2
PRODUCTS LIABILITY - CLAIMS-MADE

1. Prior														
2. 2009														
3. 2010	XXX													
4. 2011	XXX	XXX												
5. 2012	XXX	XXX	XXX											
6. 2013	XXX	XXX	XXX	XXX	NONE									
7. 2014	XXX	XXX	XXX	XXX										
8. 2015	XXX	XXX	XXX	XXX										
9. 2016	XXX	XXX	XXX	XXX	XXX	XXX	XXX							
10. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX		
11. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX		
12. TOTALS														

SCHEDULE P - PART 2S
FINANCIAL GUARANTY/MORTGAGE GUARANTY

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,800	2,054	2,299	245	(501)
2. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,936	3,439	(2,497)	XXX
3. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,702	XXX	XXX
4. TOTALS											(2,252)	(501)

SCHEDULE P - PART 2T
WARRANTY

1. Prior	XXX	XXX	XXX	XXX	NONE									
2. 2017	XXX	XXX	XXX	XXX				XXX	XXX					XXX
3. 2018	XXX	XXX	XXX	XXX				XXX	XXX	XXX	XXX		XXX	XXX
4. TOTALS														

62	Schedule P - Part 3A - Homeowners/Farmowners	NONE
62	Schedule P - Part 3B - Private Passenger Auto Liability/Medical	NONE
62	Schedule P - Part 3C - Comm. Auto/Truck Liability/Medical	NONE
62	Schedule P - Part 3D - Workers' Compensation (Excl. Excess Workers' Comp.)	NONE
62	Schedule P - Part 3E - Commercial Multiple Peril	NONE
63	Schedule P - Part 3F Sn 1 - Medical Professional Liability - Occurrence	NONE
63	Schedule P - Part 3F Sn 2 - Medical Professional Liability - Claims-Made	NONE
63	Schedule P - Part 3G - Special Liab. (Ocn Mar., Aircraft, Boiler & Mchnry)	NONE
63	Schedule P - Part 3H Sn 1 - Other Liability - Occurrence	NONE
63	Schedule P - Part 3H Sn 2 - Other Liability - Claims-Made	NONE
64	Schedule P - Part 3I - Special Property (Fire, Ald. Lines, Inld Mar.)	NONE
64	Schedule P - Part 3J - Auto Physical Damage	NONE
64	Schedule P - Part 3K - Fidelity/Surety	NONE
64	Schedule P - Part 3L - Other (Incl. Credit, Accident and Health)	NONE
64	Schedule P - Part 3M - International	NONE
65	Schedule P - Part 3N - Reins. Nonproportional Assumed Property	NONE
65	Schedule P - Part 3O - Reins. Nonproportional Assumed Liability	NONE
65	Schedule P - Part 3P - Reins. Nonproportional Assumed Financial Lines	NONE

SCHEDULE P - PART 3R SECTION 1
PRODUCTS LIABILITY - OCCURRENCE

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11 Number of Claims Closed With Loss Payment	12 Number of Claims Closed Without Loss Payment	
	1 2009	2 2010	3 2011	4 2012	5 2013	6 2014	7 2015	8 2016	9 2017	10 2018			
1. Prior	000												
2. 2009													
3. 2010	XXX												
4. 2011	XXX	XXX											
5. 2012	XXX	XXX	XXX										
6. 2013	XXX	XXX	XXX	XXX									
7. 2014	XXX	XXX	XXX	XXX	XXX								
8. 2015	XXX	XXX	XXX	XXX	XXX	XXX							
9. 2016	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
11. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			

SCHEDULE P - PART 3R SECTION 2
PRODUCTS LIABILITY - CLAIMS MADE

1. Prior	000												
2. 2009													
3. 2010	XXX												
4. 2011	XXX	XXX											
5. 2012	XXX	XXX	XXX										
6. 2013	XXX	XXX	XXX	XXX									
7. 2014	XXX	XXX	XXX	XXX	XXX								
8. 2015	XXX	XXX	XXX	XXX	XXX	XXX							
9. 2016	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
11. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			

SCHEDULE P - PART 3S
FINANCIAL GUARANTY/MORTGAGE GUARANTY

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	000		2,085	XXX	XXX
2. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	26	1,624	XXX	XXX
3. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	128	XXX	XXX

SCHEDULE P - PART 3T
WARRANTY

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	000				
2. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
3. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			

67	Schedule P - Part 4A - Homeowners/Farmowners	NONE
67	Schedule P - Part 4B - Private Passenger Auto Liability/Medical	NONE
67	Schedule P - Part 4C - Comm. Auto/Truck Liability/Medical	NONE
67	Schedule P - Part 4D - Workers' Compensation (Excl. Excess Workers' Comp.	NONE
67	Schedule P - Part 4E - Commercial Multiple Peril	NONE
68	Schedule P - Part 4F Sn 1 - Medical Professional Liability - Occurrence	NONE
68	Schedule P - Part 4F Sn 2 - Medical Professional Liability - Claims-Made	NONE
68	Schedule P - Part 4G - Special Liab. (Ocn Mar., Aircraft, Boiler & Mchnry)	NONE
68	Schedule P - Part 4H Sn 1 - Other Liability - Occurrence	NONE
68	Schedule P - Part 4H Sn 2 - Other Liability - Claims-Made	NONE
69	Schedule P - Part 4I - Special Property (Fire, Ald. Lines, Inld Mar.)	NONE
69	Schedule P - Part 4J - Auto Physical Damage	NONE
69	Schedule P - Part 4K - Fidelity/Surety	NONE
69	Schedule P - Part 4L - Other (Incl. Credit, Accident and Health)	NONE
69	Schedule P - Part 4M - International	NONE
70	Schedule P - Part 4N - Reins. Nonproportional Assumed Property	NONE
70	Schedule P - Part 4O - Reins. Nonproportional Assumed Liability	NONE
70	Schedule P - Part 4P - Reins. Nonproportional Assumed Financial Lines	NONE

SCHEDULE P - PART 4R - SECTION 1
PRODUCTS LIABILITY - OCCURRENCE

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 2009	2 2010	3 2011	4 2012	5 2013	6 2014	7 2015	8 2016	9 2017	10 2018
1. Prior										
2. 2009										
3. 2010	XXX									
4. 2011	XXX	XXX								
5. 2012	XXX	XXX	XXX							
6. 2013	XXX	XXX	XXX	XXX						
7. 2014	XXX	XXX	XXX	XXX	XXX					
8. 2015	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2016	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 4R - SECTION 2
PRODUCTS LIABILITY - CLAIMS MADE

1. Prior										
2. 2009										
3. 2010	XXX									
4. 2011	XXX	XXX								
5. 2012	XXX	XXX	XXX							
6. 2013	XXX	XXX	XXX	XXX						
7. 2014	XXX	XXX	XXX	XXX	XXX					
8. 2015	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2016	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 4S
FINANCIAL GUARANTY/MORTGAGE GUARANTY

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	184		
2. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	470	
3. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	652

SCHEDULE P - PART 4T
WARRANTY

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
2. 2017	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
3. 2018	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

72	Schedule P - Part 5A - Homeowners/Farmowners - Sn 1	NONE
72	Schedule P - Part 5A - Homeowners/Farmowners - Sn 2	NONE
72	Schedule P - Part 5A - Homeowners/Farmowners - Sn 3	NONE
73	Schedule P - Part 5B - Private Passenger Auto Liability/Medical - Sn 1	NONE
73	Schedule P - Part 5B - Private Passenger Auto Liability/Medical - Sn 2	NONE
73	Schedule P - Part 5B - Private Passenger Auto Liability/Medical - Sn 3	NONE
74	Schedule P - Part 5C - Comm. Auto/Truck Liability/Medical - Sn 1	NONE
74	Schedule P - Part 5C - Comm. Auto/Truck Liability/Medical - Sn 2	NONE
74	Schedule P - Part 5C - Comm. Auto/Truck Liability/Medical - Sn 3	NONE
75	Schedule P - Part 5D - Workers' Compen. (Excl. Excess Workers' Comp.) -Sn 1	NONE
75	Schedule P - Part 5D - Workers' Compen. (Excl. Excess Workers' Comp.) -Sn 2	NONE
75	Schedule P - Part 5D - Workers' Compen. (Excl. Excess Workers' Comp.) -Sn 3	NONE
76	Schedule P - Part 5E - Commercial Multiple Peril - Sn 1	NONE
76	Schedule P - Part 5E - Commercial Multiple Peril - Sn 2	NONE
76	Schedule P - Part 5E - Commercial Multiple Peril - Sn 3	NONE
77	Schedule P - Part 5F - Medical Professional Liability - Occurrence - Sn 1A	NONE
77	Schedule P - Part 5F - Medical Professional Liability - Occurrence - Sn 2A	NONE
77	Schedule P - Part 5F - Medical Professional Liability - Occurrence - Sn 3A	NONE
78	Schedule P - Part 5F - Medical Professional Liability - Claims-Made - Sn 1B	NONE
78	Schedule P - Part 5F - Medical Professional Liability - Claims-Made - Sn 2B	NONE
78	Schedule P - Part 5F - Medical Professional Liability - Claims-Made - Sn 3B	NONE
79	Schedule P - Part 5H - Other Liability - Occurrence - Sn 1A	NONE
79	Schedule P - Part 5H - Other Liability - Occurrence - Sn 2A	NONE
79	Schedule P - Part 5H - Other Liability - Occurrence - Sn 3A	NONE
80	Schedule P - Part 5H - Other Liability - Claims-Made - Sn 1B	NONE
80	Schedule P - Part 5H - Other Liability - Claims-Made - Sn 2B	NONE
80	Schedule P - Part 5H - Other Liability - Claims-Made - Sn 3B	NONE
81	Schedule P - Part 5R - Products Liability - Occurrence - Sn 1A	NONE
81	Schedule P - Part 5R - Products Liability - Occurrence - Sn 2A	NONE
81	Schedule P - Part 5R - Products Liability - Occurrence - Sn 3A	NONE
82	Schedule P - Part 5R - Products Liability - Claims-Made - Sn 1B	NONE
82	Schedule P - Part 5R - Products Liability - Claims-Made - Sn 2B	NONE
82	Schedule P - Part 5R - Products Liability - Claims-Made - Sn 3B	NONE
83	Schedule P - Part 5T - Warranty - Sn 1	NONE
83	Schedule P - Part 5T - Warranty - Sn 2	NONE
83	Schedule P - Part 5T - Warranty - Sn 3	NONE
84	Schedule P - Part 6C - Comm. Auto/Truck Liability/Medical - Sn 1	NONE
84	Schedule P - Part 6C - Comm. Auto/Truck Liability/Medical - Sn 2	NONE
84	Schedule P - Part 6D - Workers' Comp. (Excl. Excess Workers' Comp.) - Sn 1	NONE
84	Schedule P - Part 6D - Workers' Comp. (Excl. Excess Workers' Comp.) - Sn 2	NONE
85	Schedule P - Part 6E - Commercial Multiple Peril - Sn 1	NONE
85	Schedule P - Part 6E - Commercial Multiple Peril - Sn 2	NONE
85	Schedule P - Part 6H - Other Liability - Occurrence - Sn 1A	NONE
85	Schedule P - Part 6H - Other Liability - Occurrence - Sn 2A	NONE
86	Schedule P - Part 6H - Other Liability - Claims-Made - Sn 1B	NONE
86	Schedule P - Part 6H - Other Liability - Claims-Made - Sn 2B	NONE
86	Schedule P - Part 6M - International - Sn 1	NONE
86	Schedule P - Part 6M - International - Sn 2	NONE
87	Schedule P - Part 6N - Reins. Nonproportional Assumed Property - Sn 1	NONE
87	Schedule P - Part 6N - Reins. Nonproportional Assumed Property - Sn 2	NONE
87	Schedule P - Part 6O - Reins. Nonproportional Assumed Liability - Sn 1	NONE
87	Schedule P - Part 6O - Reins. Nonproportional Assumed Liability - Sn 2	NONE
88	Schedule P - Part 6R - Products Liability - Occurrence - Sn 1A	NONE
88	Schedule P - Part 6R - Products Liability - Occurrence - Sn 2A	NONE
88	Schedule P - Part 6R - Products Liability - Claims-Made - Sn 1B	NONE
88	Schedule P - Part 6R - Products Liability - Claims-Made - Sn 2B	NONE
89	Schedule P - Part 7A - Primary Loss Sensitive Contracts - Sn 1	NONE
89	Schedule P - Part 7A - Primary Loss Sensitive Contracts - Sn 2	NONE
89	Schedule P - Part 7A - Primary Loss Sensitive Contracts - Sn 3	NONE
90	Schedule P - Part 7A - Primary Loss Sensitive Contracts - Sn 4	NONE
90	Schedule P - Part 7A - Primary Loss Sensitive Contracts - Sn 5	NONE
91	Schedule P - Part 7B - Reinsurance Loss Sensitive Contracts - Sn 1	NONE
91	Schedule P - Part 7B - Reinsurance Loss Sensitive Contracts - Sn 2	NONE
91	Schedule P - Part 7B - Reinsurance Loss Sensitive Contracts - Sn 3	NONE

92 Schedule P - Part 7B - Reinsurance Loss Sensitive Contracts - Sn 4 NONE

92 Schedule P - Part 7B - Reinsurance Loss Sensitive Contracts - Sn 5 NONE

92 Schedule P - Part 7B - Reinsurance Loss Sensitive Contracts - Sn 6 NONE

92 Schedule P - Part 7B - Reinsurance Loss Sensitive Contracts - Sn 7 NONE

SCHEDULE P INTERROGATORIES

1. The following questions relate to yet-to-be-issued Extended Reporting Endorsements (EREs) arising from Death, Disability, or Retirement (DDR) provisions in Medical Professional Liability Claims Made insurance policies, EREs provided for reasons other than DDR are not to be included.
- 1.1 Does the company issue Medical Professional Liability Claims-Made insurance policies that provide tail (also known as an extended reporting endorsement, or "ERE") benefits in the event of Death, Disability, or Retirement (DDR) at a reduced charge or at no additional cost? If the answer to question 1.1 is "no", leave the following questions blank. If the answer to question 1.1 is "yes", please answer the following questions:
- 1.2 What is the total amount of the reserve for that provision (DDR Reserve), as reported, explicitly or not, elsewhere in this statement (in dollars)?
- 1.3 Does the company report any DDR reserve as Unearned Premium Reserve per SSAP #65?
- 1.4 Does the company report any DDR reserve as loss or loss adjustment expense reserve?
- 1.5 If the company reports DDR reserve as Unearned Premium Reserve, does that amount match the figure on the Underwriting and Investment Exhibit, Part 1A - Recapitulation of all Premiums (Page 7) Column 2, Lines 11.1 plus 11.2?
- 1.6 If the company reports DDR reserve as loss or loss adjustment expense reserve, please complete the following table corresponding to where these reserves are reported in Schedule P:

Yes[] No[X] 0
 Yes[] No[] N/A[X]
 Yes[] No[] N/A[X]
 Yes[] No[] N/A[X]

Years in which premiums were earned and losses were incurred	DDR Reserve Included in Schedule P, Part 1F, Medical Professional Liability Column 24: Total Net Losses and Expenses Unpaid	
	1	2
	Section 1: Occurrence	Section 2: Claims-Made
1.601 Prior		
1.602 2009		
1.603 2010		
1.604 2011		
1.605 2012		
1.606 2013		
1.607 2014		
1.608 2015		
1.609 2016		
1.610 2017		
1.611 2018		
1.612 TOTALS		

2. The definition of allocated loss adjustment expenses (ALAE) and, therefore, unallocated loss adjustment expenses (ULAE) was changed effective January 1, 1998. This change in definition applies to both paid and unpaid expenses. Are these expenses (now reported as "Defense and Cost Containment" and "Adjusting and Other") reported in compliance with these definitions in this statement?
3. The Adjusting and Other expense payments and reserves should be allocated to the years in which the losses were incurred based on the number of claims reported, closed and outstanding in those years. When allocating Adjusting and Other expense between companies in a group or a pool, the Adjusting and Other expense should be allocated in the same percentage used for the loss amounts and the claim counts. For reinsurers, Adjusting and Other expense assumed should be reported according to the reinsurance contract. For Adjusting and Other expense incurred by reinsurers, or in those situations where suitable claim count information is not available, Adjusting and Other expense should be allocated by a reasonable method determined by the company and described in Interrogatory 7, below. Are they so reported in this Statement?
4. Do any lines in Schedule P include reserves that are reported gross of any discount to present value of future payments, and that are reported net of such discounts on page 10?
 If Yes, proper disclosure must be made in the Notes to Financial Statements, as specified in the Instructions. Also, the discounts must be reported in Schedule P - Part 1, Columns 32 and 33.
 Schedule P must be completed gross of non-tabular discounting. Work papers relating to discount calculations must be available for examination upon request.
 Discounting is allowed only if expressly permitted by the state insurance department to which this Annual Statement is being filed.

Yes[X] No[]
 Yes[X] No[]
 Yes[] No[X]

5. What were the net premiums in force at the end of the year for: (in thousands of dollars)

5.1 Fidelity \$ 0
 5.2 Surety \$ 0

6. Claim count information is reported per claim or per claimant (Indicate which).

6.1 per claim ✓
 6.2 per claimant

If not the same in all years, explain in Interrogatory 7.

- 7.1 The information provided in Schedule P will be used by many persons to estimate the adequacy of the current loss and expense reserves, among other things. Are there any especially significant events, coverage, retention or accounting changes that have occurred that must be considered when making such analyses?
- 7.2 An extended statement may be attached.

Yes[X] No[]

The decrease in the ending default inventory at December 31, 2018 compared to December 31, 2017 primarily relates to cure activity on defaults on insured loans in areas impacted by natural disasters in 2018 (specifically Hurricanes Harvey and Irma, and the California wildfires) and, to a lesser extent, cure activity on the Company's non-disaster related NOD population. The impact of this cure activity was partially offset by an increase in new defaults tied to the growth in the number of policies in force and the aging of the Company's earlier book years.

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN ALLOCATED BY STATES AND TERRITORIES

	1	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4	5	6	7	8	9
		2	3							Dividends Paid or Credited to Policyholders on Direct Business	Direct Losses Paid (Deducting Salvage)	Direct Losses Incurred	Direct Losses Unpaid	Finance and Service Charges Not Included in Premiums	Direct Premium Written for Federal Purchasing Groups (Included in Column 2)
States, Etc.	Active Status (a)	Direct Premiums Written	Direct Premiums Earned						
1. Alabama (AL)	L	1,592,595	1,836,575		7,099	52,852	74,487		
2. Alaska (AK)	L	188,384	176,847						
3. Arizona (AZ)	L	16,226,285	15,786,825		120,683	397,126	525,404		
4. Arkansas (AR)	L	1,092,736	1,152,018		31,346	66,314	87,532		
5. California (CA)	L	35,979,304	36,576,997		159,877	583,470	1,319,113		
6. Colorado (CO)	L	8,697,563	8,963,084		27,458	198,939	277,883		
7. Connecticut (CT)	L	1,864,774	2,010,432			135,037	248,841		
8. Delaware (DE)	L	814,619	843,818			40,065	40,065		
9. District of Columbia (DC)	L	4,179,685	4,251,458			50,453	50,453		
10. Florida (FL)	L	14,388,162	14,317,683		7,590	149,248	868,219		
11. Georgia (GA)	L	6,807,235	7,095,809		35,640	198,653	227,164		
12. Hawaii (HI)	L	1,420,682	1,194,254						
13. Idaho (ID)	L	3,220,262	3,180,728			(4,614)	21,840		
14. Illinois (IL)	L	9,374,065	9,747,782		145,674	584,017	805,127		
15. Indiana (IN)	L	5,112,207	5,261,011		67,289	209,379	217,484		
16. Iowa (IA)	L	1,596,349	1,626,422		9,961	84,201	143,087		
17. Kansas (KS)	L	1,597,322	1,799,620		115,703	(2,681)	83,993		
18. Kentucky (KY)	L	1,042,858	1,230,495		47,359	39,696	21,636		
19. Louisiana (LA)	L	1,803,647	1,998,422		145,596	3,145	73,791		
20. Maine (ME)	L	682,992	646,737			14,064	39,697		
21. Maryland (MD)	L	7,214,617	7,561,217			212,683	287,730		
22. Massachusetts (MA)	L	5,411,228	5,133,764			74,658	179,025		
23. Michigan (MI)	L	19,157,012	19,557,366		980,274	883,566	1,669,334		
24. Minnesota (MN)	L	9,499,110	9,182,778		23,385	100,365	214,710		
25. Mississippi (MS)	L	648,208	692,049			22,566	64,289		
26. Missouri (MO)	L	4,514,426	4,873,556		80,424	67,263	96,832		
27. Montana (MT)	L	1,060,976	1,113,450			18,590	37,488		
28. Nebraska (NE)	L	1,974,123	1,893,534		83,189	23,856	17,978		
29. Nevada (NV)	L	6,049,897	5,925,792		2,377	201,821	268,840		
30. New Hampshire (NH)	L	1,649,536	1,649,896			58,400	72,689		
31. New Jersey (NJ)	L	7,032,979	7,258,150		31,404	418,690	674,233		
32. New Mexico (NM)	L	1,037,390	1,109,450		20,355	34,512	74,557		
33. New York (NY)	L	7,122,201	6,505,389		15,751	314,969	563,048		
34. North Carolina (NC)	L	7,041,488	7,359,388		227,088	211,100	225,934		
35. North Dakota (ND)	L	264,177	277,018						
36. Ohio (OH)	L	7,974,153	8,273,274		36,040	162,732	311,708		
37. Oklahoma (OK)	L	875,881	993,596			17,493	80,984		
38. Oregon (OR)	L	4,796,945	4,722,021			31,798	121,788		
39. Pennsylvania (PA)	L	9,029,035	9,409,145		85,175	156,284	309,548		
40. Rhode Island (RI)	L	518,261	554,093			9,701	43,047		
41. South Carolina (SC)	L	4,206,869	4,246,906		72,081	131,119	182,576		
42. South Dakota (SD)	L	947,450	902,534		25,161	50,313	34,457		
43. Tennessee (TN)	L	3,808,224	3,842,793		51,449	43,802	124,539		
44. Texas (TX)	L	25,469,107	25,132,535		305,087	608,688	1,144,405		
45. Utah (UT)	L	8,275,227	8,429,567			52,457	167,430		
46. Vermont (VT)	L	206,698	213,343						
47. Virginia (VA)	L	9,213,366	10,541,274		63,668	225,928	238,148		
48. Washington (WA)	L	8,751,290	8,342,632			41,155	53,958		
49. West Virginia (WV)	L	612,726	752,953		38,261	1,316	39,492		
50. Wisconsin (WI)	L	5,242,544	5,387,849		64,172	198,123	196,833		
51. Wyoming (WY)	L	504,107	530,168			25,278	54,764		
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)	X X X								
59. TOTALS	X X X	287,790,977	292,064,497		3,126,616	7,198,590	12,676,180		
DETAILS OF WRITE-INS									
58001. write-in description 1 for line 580	X X X								
58002. write-in description 2 for line 580	X X X								
58003. write-in description 3 for line 580	X X X								
58998. Summary of remaining write-ins for Line 58 from overflow page	X X X								
58999. TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	X X X								

(a) Active Status Counts:

L Licensed or Chartered - Licensed insurance carrier or domiciled RRG

E Eligible - Reporting entities eligible or approved to write surplus lines in the state (other than their state of domicile See DSLI)

D Domestic Surplus Lines Insurer (DSLII) Reporting entities authorized to write surplus lines in the state of domicile.

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R Registered - Non-domiciled RRGs

Q Qualified - Qualified or accredited reinsurer

N None of the above Not allowed to write business in the state

6

Explanation of basis of allocation of premiums by states, etc.: Premiums paid by the borrower are allocated by state based on the location of the insured property. Premiums paid by the lender are allocated based on the location of the insured.

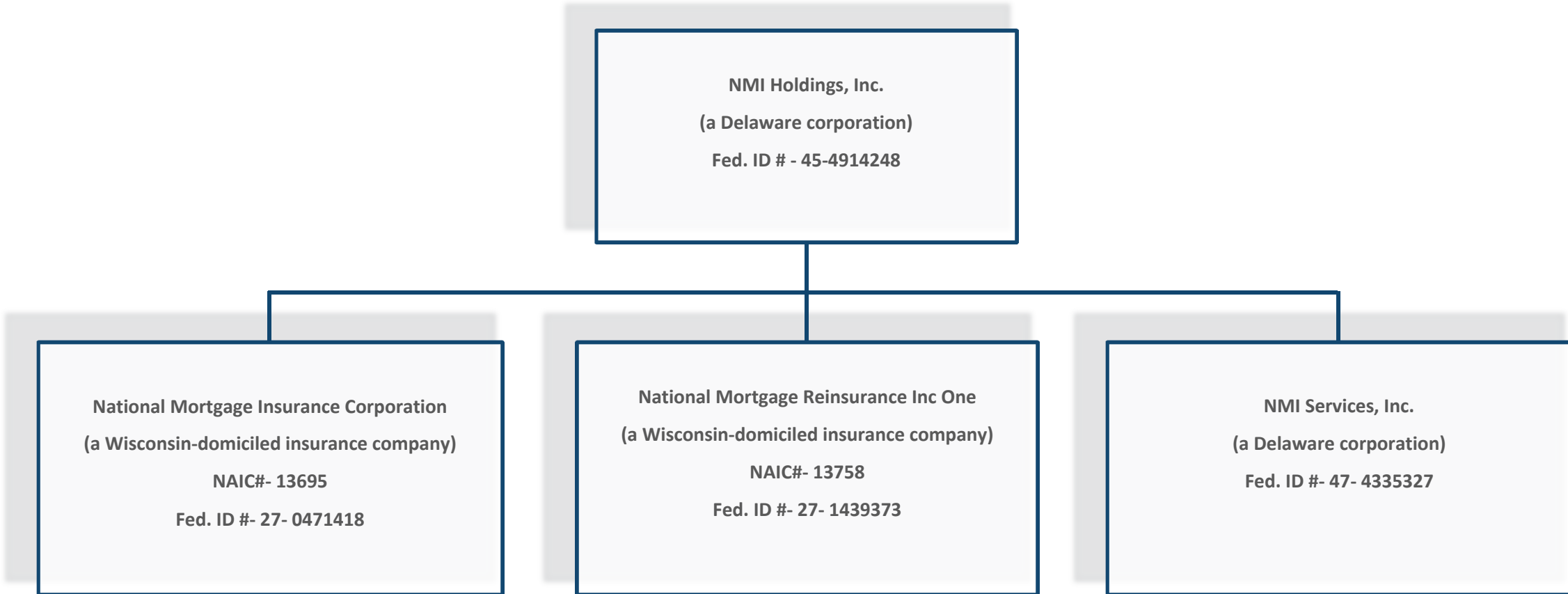
SCHEDULE T - PART 2
INTERSTATE COMPACT - EXHIBIT OF PREMIUMS WRITTEN
ALLOCATED BY STATES AND TERRITORIES

Direct Business only						
States, Etc.	1 Life (Group and Individual)	2 Annuities (Group and Individual)	3 Disability Income (Group and Individual)	4 Long-Term Care (Group and Individual)	5 Deposit-Type Contracts	6 Totals
1. Alabama (AL)						
2. Alaska (AK)						
3. Arizona (AZ)						
4. Arkansas (AR)						
5. California (CA)						
6. Colorado (CO)						
7. Connecticut (CT)						
8. Delaware (DE)						
9. District of Columbia (DC)						
10. Florida (FL)						
11. Georgia (GA)						
12. Hawaii (HI)						
13. Idaho (ID)						
14. Illinois (IL)						
15. Indiana (IN)						
16. Iowa (IA)						
17. Kansas (KS)						
18. Kentucky (KY)						
19. Louisiana (LA)						
20. Maine (ME)						
21. Maryland (MD)						
22. Massachusetts (MA)						
23. Michigan (MI)						
24. Minnesota (MN)						
25. Mississippi (MS)						
26. Missouri (MO)						
27. Montana (MT)						
28. Nebraska (NE)						
29. Nevada (NV)						
30. New Hampshire (NH)						
31. New Jersey (NJ)						
32. New Mexico (NM)						
33. New York (NY)						
34. North Carolina (NC)						
35. North Dakota (ND)						
36. Ohio (OH)						
37. Oklahoma (OK)						
38. Oregon (OR)						
39. Pennsylvania (PA)						
40. Rhode Island (RI)						
41. South Carolina (SC)						
42. South Dakota (SD)						
43. Tennessee (TN)						
44. Texas (TX)						
45. Utah (UT)						
46. Vermont (VT)						
47. Virginia (VA)						
48. Washington (WA)						
49. West Virginia (WV)						
50. Wisconsin (WI)						
51. Wyoming (WY)						
52. American Samoa (AS)						
53. Guam (GU)						
54. Puerto Rico (PR)						
55. U.S. Virgin Islands (VI)						
56. Northern Mariana Islands (MP)						
57. Canada (CAN)						
58. Aggregate other alien (OT)						
59. TOTALS						

NONE

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

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SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Group Code	Group Name	NAIC Company Code	ID Number	FEDERAL RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity / Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies) / Person(s)	Is an SCA Filing Required? (Y/N)	*
.....	.....	00000	45-4914248	.....	0001547903	NASDAQ Global Market	NMI Holdings, Inc.	DE	UDP					N	
4760	NMI Holdings Grp	13695	27-0471418	.....	.....	.....	National Mortgage Insurance Corporation	WI	RE	NMI Holdings, Inc.	Ownership	100.0	NMI Holdings, Inc.	N	
4760	NMI Holdings Grp	13758	27-1439373	.....	.....	.....	National Mortgage Reinsurance Inc One	WI	IA	NMI Holdings, Inc.	Ownership	100.0	NMI Holdings, Inc.	N	
4760	NMI Holdings Grp	00000	47-4335327	.....	.....	.....	NMI Services, Inc	DE	NIA	NMI Holdings, Inc.	Ownership	100.0	NMI Holdings, Inc.	N	

Asterisk	Explanation
0000001
0000002

SCHEDULE Y

PART 2 - SUMMARY OF INSURER'S TRANSACTIONS WITH ANY AFFILIATES

1	2	3	4	5	6	7	8	9	10	11	12	13
NAIC Company Code	ID Number	Names of Insurers and Parent, Subsidiaries or Affiliates	Shareholder Dividends	Capital Contributions	Purchases, Sales or Exchanges of Loans, Securities, Real Estate, Mortgage Loans or Other Investments	Income/(Disburse- ments) Incurred in Connection with Guarantees or Undertakings for the Benefit of any Affiliate(s)	Management Agreements and Service Contracts	Income/ (Disbursements) Incurred Under Reinsurance Agreements	*	Any Other Material Activity not in the Ordinary Course of the Insurer's Business	Totals	Reinsurance Recoverable/ (Payable) on Losses and/or Reserve Credit Taken/ (Liability)
.....	45-4914248 ..	NMI HOLDINGS INC. ....	.....	(70,500,000)	.....	(124,331,207)	.....	.....	.....	.....	(194,831,207)	.....
13695 ..	27-0471418 ..	NATIONAL MORTGAGE INS CORP .....	.....	70,000,000	.....	123,638,792	.....	.....	.....	.....	193,638,792	.....
13758 ..	27-1439373 ..	NATIONAL MORTGAGE REINS INC ONE .....	.....	.....	.....	216,230	.....	.....	.....	.....	216,230	234,029
.....	47-4335327 ..	NMI Services, Inc. ....	.....	500,000	.....	476,185	.....	.....	.....	.....	976,185	.....
9999999 Control Totals .....		.....	.....	.....	.....	.....	.....	.....	X X X	.....	.....	234,029

Schedule Y Part 2 Explanation:

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

Response

The following supplemental reports are required to be filed as part of your statement filing unless specifically waived by the domiciliary state. However, in the event that your domiciliary state waives the filing requirement, your response of WAIVED 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.

MARCH FILING

- | | |
|--|-----------------|
| 1. Will an actuarial opinion be filed by March 1? | Yes |
| 2. Will the Supplemental Compensation Exhibit be filed with the state of domicile by March 1? | Yes |
| 3. Will the confidential Risk-based Capital Report be filed with the NAIC by March 1? | See Explanation |
| 4. Will the confidential Risk-based Capital Report be filed with the state of domicile, if required, by March 1? | See Explanation |

APRIL FILING

- | | |
|--|-----|
| 5. Will the Insurance Expense Exhibit be filed with the state of domicile and the NAIC by April 1? | Yes |
| 6. Will Management's Discussion and Analysis be filed by April 1? | Yes |
| 7. Will the Supplemental Investment Risk Interrogatories be filed by April 1? | Yes |

MAY FILING

- | | |
|---|-----|
| 8. Will this company be included in a combined annual statement that is filed with the NAIC by May 1? | Yes |
|---|-----|

JUNE FILING

- | | |
|---|-----|
| 9. Will an audited financial report be filed by June 1? | Yes |
| 10. Will Accountants Letter of Qualifications be filed with the state of domicile and electronically with the NAIC by June 1? | Yes |

AUGUST FILING

- | | |
|---|-----|
| 11. Will the regulator-only (non-public) Communication of Internal Control Related Matters Noted in Audit be filed with the state of domicile and electronically with the NAIC (as a regulator-only non-public document) by August 1? | Yes |
|---|-----|

The following supplemental reports are required to be filed as part of your statement filing if your company is engaged in the type of business covered by the supplement. 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 it is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

MARCH FILING

- | | |
|--|-----|
| 12. Will Schedule SIS (Stockholder Information Supplement) be filed with the state of domicile by March 1? | No |
| 13. Will the Financial Guaranty Insurance Exhibit be filed by March 1? | No |
| 14. Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domicile and the NAIC by March 1? | No |
| 15. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed by March 1? | No |
| 16. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC by March 1? | No |
| 17. Will the Premiums Attributed to Protected Cells Exhibit be filed by March 1? | No |
| 18. Will the Reinsurance Summary Supplemental Filing for General Interrogatory 9 be filed with the state of domicile and the NAIC by March 1? | Yes |
| 19. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC by March 1? | No |
| 20. Will the Confidential Actuarial Opinion Summary be filed with the state of domicile, if required, by March 15 (or the date otherwise specified)? | Yes |
| 21. Will the Reinsurance Attestation Supplement be filed with the state of domicile and the NAIC by March 1? | Yes |
| 22. Will the Exceptions to the Reinsurance Attestation Supplement be filed with the state of domicile by March 1? | Yes |
| 23. Will the Bail Bond Supplement be filed with the state of domicile and the NAIC by March 1? | No |
| 24. Will the Director and Officer Insurance Coverage Supplement be filed with the state of domicile and the NAIC by March 1? | No |
| 25. Will an approval from the reporting entity's state of domicile for relief related to the five-year rotation requirement for lead audit partner be filed electronically with the NAIC by March 1? | No |
| 26. Will an approval from the reporting entity's state of domicile for relief related to the one-year cooling off period for independent CPA be filed electronically with the NAIC by March 1? | No |
| 27. Will an approval from the reporting entity's state of domicile for relief related to the Requirements for Audit Committees be filed electronically with the NAIC by March 1? | No |
| 28. Will the Supplemental Schedule for Reinsurance Counterparty Reporting Exception - Asbestos and Pollution contracts be filed with the state of domicile and the NAIC by March 1? | No |

APRIL FILING

- | | |
|---|----|
| 29. Will the Credit Insurance Experience Exhibit be filed with the state of domicile and the NAIC by April 1? | No |
| 30. Will the Long-term Care Experience Reporting Forms be filed with the state of domicile and the NAIC by April 1? | No |
| 31. Will the Accident and Health Policy Experience Exhibit be filed by April 1? | No |
| 32. Will the Supplemental Health Care Exhibit (Parts 1, 2 and 3) be filed with the state of domicile and the NAIC by April 1? | No |
| 33. Will the regulator only (non-public) Supplemental Health Care Exhibit's Expense Allocation Report be filed with the state of domicile and the NAIC by April 1? | No |
| 34. Will the Cybersecurity and Identity Theft Insurance Coverage Supplement be filed with the state of domicile and the NAIC by April 1? | No |
| 35. Will the Life, Health & Annuity Guaranty Association Model Act Assessment Base Reconciliation Exhibit be filed with the state of domicile and the NAIC by April 1? | No |
| 36. Will the Adjustments to the Life, Health & Annuity Guaranty Association Model Act Assessment Base Reconciliation Exhibit (if required) be filed with the state of domicile and the NAIC by April 1? | No |

AUGUST FILING

- | | |
|--|----|
| 37. Will Management's Report of Internal Control Over Financial Reporting be filed with the state of domicile by August 1? | No |
|--|----|

Explanations:

3. As a mortgage guaranty insurance company, NMIC is not subject to risk-based capital requirements.
4. As a mortgage guaranty insurance company, NMIC is not subject to risk-based capital requirements.

Bar Codes:

Schedule SIS



Financial Guaranty Insurance Exhibit



Medicare Supplement Insurance Experience Exhibit



Supplement A to Schedule T



SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES (continued)

Trusteed Surplus Statement



Premiums Attributed to Protected Cells Exhibit



Medicare Part D Coverage Supplement



Bail Bond Supplement



Director and Officer Supplement



Approval for Relief related to five-year rotation for lead Audit Partner



Approval for Relief related to one-year cooling off period for inde. CPA



Approval for Relief related to Require. for Audit Committees



Reinsurance Counterparty Reporting Exception



Credit Insurance Exhibit



LTC Supplemental Interrogatories



Accident and Health Policy Experience Exhibit



Supplemental Health Care Exhibit



Supplemental Health Care Exhibit's Expense Allocation Report



Cybersecurity and Identity Theft Insurance Coverage Supplement



LHA Guaranty Association Reconciliation



LHA Guaranty Association Adjustment Exhibit



Management's Report of Internal Control over Financial Reporting



OVERFLOW PAGE FOR WRITE-INS

STATEMENT OF INCOME

	1 Current Year	2 Prior Year
0597. Summary of remaining write-ins for Line 5 (Lines 0504 through 0596)		
1497. Summary of remaining write-ins for Line 14 (Lines 1404 through 1496)		
3704.		
3797. Summary of remaining write-ins for Line 37 (Lines 3704 through 3796)		

UNDERWRITING AND INVESTMENT EXHIBIT
PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
2404. Miscellaneous Expense		15,787		15,787
2405. Charitable Contributions		60,530		60,530
2497. Summary of remaining write-ins for Line 24 (Lines 2404 through 2496)		76,317		76,317

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement			
	1	2	3	4	5	6
	Amount	Percentage	Amount	Securities Lending Reinvested Collateral Amount	Total (Col. 3 + 4) Amount	Percentage
1. Bonds:						
1.1 U.S. treasury securities	41,389,624	4.875	41,389,624		41,389,624	4.875
1.2 U.S. government agency obligations (excluding mortgage-backed securities):						
1.21 Issued by U.S. government agencies						
1.22 Issued by U.S. government sponsored agencies						
1.3 Non-U.S. government (including Canada, excluding mortgage-backed securities)						
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:						
1.41 States, territories and possessions general obligations	18,746,832	2.208	18,746,832		18,746,832	2.208
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations	18,202,710	2.144	18,202,710		18,202,710	2.144
1.43 Revenue and assessment obligations	53,809,642	6.338	53,809,642		53,809,642	6.338
1.44 Industrial development and similar obligations						
1.5 Mortgage-backed securities (includes residential and commercial MBS):						
1.51 Pass-through securities:						
1.511 Issued or Guaranteed by GNMA						
1.512 Issued or Guaranteed by FNMA and FHLMC						
1.513 All other						
1.52 CMOs and REMICs:						
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA						
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521						
1.523 All other						
2. Other debt and other fixed income securities (excluding short term):						
2.1 Unaffiliated domestic securities (includes credit tenant loans and hybrid securities)	639,133,710	75.285	639,133,710		639,133,710	75.284
2.2 Unaffiliated Non-U.S. securities (including Canada)	39,131,384	4.609	39,131,384		39,131,384	4.609
2.3 Affiliated securities						
3. Equity interests:						
3.1 Investments in mutual funds						
3.2 Preferred stocks:						
3.21 Affiliated						
3.22 Unaffiliated						
3.3 Publicly traded equity securities (excluding preferred stocks):						
3.31 Affiliated						
3.32 Unaffiliated						
3.4 Other equity securities:						
3.41 Affiliated						
3.42 Unaffiliated						
3.5 Other equity interests including tangible personal property under lease:						
3.51 Affiliated						
3.52 Unaffiliated						
4. Mortgage loans:						
4.1 Construction and land development						
4.2 Agricultural						
4.3 Single family residential properties						
4.4 Multifamily residential properties						
4.5 Commercial loans						
4.6 Mezzanine real estate loans						
5. Real estate investments:						
5.1 Property occupied by company						
5.2 Property held for production of income (including \$.....0 of property acquired in satisfaction of debt)						
5.3 Property held for sale (including \$.....0 property acquired in satisfaction of debt)						
6. Contract loans						
7. Derivatives						
8. Receivables for securities						
9. Securities Lending (Line 10, Asset Page reinvested collateral)				X X X	X X X	X X X
10. Cash, cash equivalents and short-term investments	38,541,185	4.540	38,547,185		38,547,185	4.541
11. Other invested assets	1,000	0.000	1,000		1,000	0.000
12. TOTAL Invested assets	848,956,087	100.000	848,962,087		848,962,087	100.000

SCHEDULE A - VERIFICATION BETWEEN YEARS

Real Estate

1. Book/adjusted carrying value, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition (Part 2, Column 6)		
2.2 Additional investment made after acquisition (Part 2, Column 9)		
3. Current year change in encumbrances:		
3.1 TOTALS, Part 1, Column 13		
3.2 TOTALS, Part 3, Column 11		
4. TOTAL gain (loss) on disposals, Part 3, Column 18		
5. Deduct amounts received on disposals, Part 3, Column 15		
6. TOTAL foreign exchange change in book/adjusted	NONE	
6.1 TOTALS, Part 1, Column 15		
6.2 TOTALS, Part 3, Column 13		
7. Deduct current year's other-than-temporary impairment recognized:		
7.1 TOTALS, Part 1, Column 12		
7.2 TOTALS, Part 3, Column 10		
8. Deduct current year's depreciation:		
8.1 TOTALS, Part 1, Column 11		
8.2 TOTALS, Part 3, Column 9		
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 (Lines 9 minus 10)		

SCHEDULE B - VERIFICATION BETWEEN YEARS

Mortgage Loans

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 (Part 2, Column 7)		
2.2 Additional investment made after acquisition (Part 2, Column 8)		
3. Capitalized deferred interest and other:		
3.1 TOTALS, Part 1, Column 12		
3.2 TOTALS, Part 3, Column 11		
4. Accrual of discount		
5. Unrealized valuation increase (decrease):		
5.1 TOTALS, Part 1, Column 9		
5.2 TOTALS, Part 3, Column 8		
6. TOTAL gain (loss) on disposals, Part 3, Column 18		
7. Deduct amounts received on disposals, Part 3, Column 15	NONE	
8. Deduct amortization of premium and mortgage interest		
9. TOTAL foreign exchange change in book value/recorded interest		
9.1 TOTALS, Part 1, Column 13		
9.2 TOTALS, Part 3, Column 13		
10. Deduct current year's other-than-temporary impairment recognized:		
10.1 TOTALS, Part 1, Column 11		
10.2 TOTALS, Part 3, Column 10		
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 (Lines 11 plus 12)		
14. Deduct total nonadmitted amounts		
15. Statement value of mortgages owned at end of current period (Line 13 minus Line 14)		

SCHEDULE BA - VERIFICATION BETWEEN YEARS

Other Long-Term Invested Assets

1. Book/adjusted carrying value, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition (Part 2, Column 8)		
2.2 Additional investment made after acquisition (Part 2, Column 9)		
3. Capitalized deferred interest and other:		
3.1 TOTALS, Part 1, Column 16		
3.2 TOTALS, Part 3, Column 12		
4. Accrual of discount		
5. Unrealized valuation increase (decrease):		
5.1 TOTALS, Part 1, Column 13		
5.2 TOTALS, Part 3, Column 9		
6. TOTAL gain (loss) on disposals, Part 3, Column 19	NONE	
7. Deduct amounts received on disposals, Part 3, Column 18		
8. Deduct amortization of premium and depreciation		
9. TOTAL foreign exchange change in book/adjusted carrying value:		
9.1 TOTALS, Part 1, Column 17		
9.2 TOTALS, Part 3, Column 14		
10. Deduct current year's other-than-temporary impairment recognized:		
10.1 TOTALS, Part 1, Column 15		
10.2 TOTALS, Part 3, Column 11		
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)		

SCHEDULE D - VERIFICATION BETWEEN YEARS

Bonds and Stocks

1. Book/adjusted carrying value, December 31 of prior year		624,044,348
2. Cost of bonds and stocks acquired, Part 3, Column 7		322,715,623
3. Accrual of Discount		380,721
4. Unrealized valuation increase (decrease):		
4.1 Part 1, Column 12	(1,049,813)	
4.2 Part 2, Section 1, Column 15		
4.3 Part 2, Section 2, Column 13		
4.4 Part 4, Column 11		(1,049,813)
5. TOTAL gain (loss) on disposals, Part 4, Column 19		3,793
6. Deduction consideration for bonds and stocks disposed of, Part 4, Column 7		134,185,760
7. Deduct amortization of premium		1,676,503
8. TOTAL foreign exchange change in book/adjusted carrying value:		
8.1 Part 1, Column 15		
8.2 Part 2, Section 1, Column 19		
8.3 Part 2, Section 2, Column 16		
8.4 Part 4, Column 15		
9. Deduct current year's other-than-temporary impairment recognized:		
9.1 Part 1, Column 14		
9.2 Part 2, Section 1, Column 17		
9.3 Part 2, Section 2, Column 14		
9.4 Part 4, Column 13		
10. Total investment income recognized as a result of prepayment penalties and/or acceleration fees, Notes 5R, Line 5R(2)		182,499
11. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 + 5 - 6 - 7 + 8 - 9 + 10)		810,414,908
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)		810,414,908

SCHEDULE D - SUMMARY BY COUNTRY

Long-Term Bonds and Stocks OWNED December 31 of Current Year

Description		1 Book/Adjusted Carrying Value	2 Fair Value	3 Actual Cost	4 Par Value of Bonds
BONDS					
Governments (Including all obligations guaranteed by governments)	1. United States	41,390,624	40,309,771	41,385,110	41,611,000
	2. Canada				
	3. Other Countries				
	4. TOTALS	41,390,624	40,309,771	41,385,110	41,611,000
U.S. States, Territories and Possessions (Direct and guaranteed)	5. TOTALS	18,746,832	18,557,124	18,884,715	18,385,000
U.S. Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	6. TOTALS	18,202,710	18,142,266	18,898,498	16,530,000
U.S. Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	7. TOTALS	53,809,643	53,309,655	54,207,526	52,615,000
Industrial and Miscellaneous, SVO Identified Funds, Bank Loans and Hybrid Securities (unaffiliated)	8. United States	639,133,715	630,671,335	642,087,256	638,718,813
	9. Canada	3,166,008	3,073,560	3,166,008	3,166,008
	10. Other Countries	35,965,376	35,149,146	36,009,568	35,877,860
	11. TOTALS	678,265,099	668,894,041	681,262,832	677,762,681
Parent, Subsidiaries and Affiliates	12. TOTALS				
	13. TOTAL Bonds	810,414,908	799,212,857	814,638,681	806,903,681
PREFERRED STOCKS					
Industrial and Miscellaneous (unaffiliated)	14. United States				
	15. Canada				
	16. Other Countries				
	17. TOTALS				
Parent, Subsidiaries and Affiliates	18. TOTALS				
	19. TOTAL Preferred Stocks				
COMMON STOCKS					
Industrial and Miscellaneous (unaffiliated)	20. United States				
	21. Canada				
	22. Other Countries				
	23. TOTALS				
Parent, Subsidiaries and Affiliates	24. TOTALS				
	25. TOTAL Common Stocks				
	26. TOTAL Stocks				
	27. TOTAL Bonds and Stocks	810,414,908	799,212,857	814,638,681	

SCHEDULE D - PART 1A - SECTION 1

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

	1	2	3	4	5	6	7	8	9	10	11	12
NAIC Designation	1 Year or Less	Over 1 Year Through 5 Years	Over 5 Years Through 10 Years	Over 10 Years Through 20 Years	Over 20 Years	No Maturity Date	Total Current Year	Column 7 as a % of Line 11.7	Total From Column 7 Prior Year	% From Column 8 Prior Year	Total Publicly Traded	Total Privately Placed (a)
1. U.S. Governments												
1.1 NAIC 1	12,099,999	18,968,291	22,312,343			X X X	53,380,633	6.35	54,172,565	8.61	53,380,633	
1.2 NAIC 2						X X X						
1.3 NAIC 3						X X X						
1.4 NAIC 4						X X X						
1.5 NAIC 5						X X X						
1.6 NAIC 6						X X X						
1.7 TOTALS	12,099,999	18,968,291	22,312,343			X X X	53,380,633	6.35	54,172,565	8.61	53,380,633	
2. All Other Governments												
2.1 NAIC 1						X X X						
2.2 NAIC 2						X X X						
2.3 NAIC 3						X X X						
2.4 NAIC 4						X X X						
2.5 NAIC 5						X X X						
2.6 NAIC 6						X X X						
2.7 TOTALS						X X X						
3. U.S. States, Territories and Possessions, etc., Guaranteed												
3.1 NAIC 1		14,361,832	4,385,000			X X X	18,746,832	2.23	13,748,199	2.18	18,746,832	
3.2 NAIC 2						X X X						
3.3 NAIC 3						X X X						
3.4 NAIC 4						X X X						
3.5 NAIC 5						X X X						
3.6 NAIC 6						X X X						
3.7 TOTALS		14,361,832	4,385,000			X X X	18,746,832	2.23	13,748,199	2.18	18,746,832	
4. U.S. Political Subdivisions of States, Territories & Possessions, Guaranteed												
4.1 NAIC 1		7,316,795	9,607,547	1,278,368		X X X	18,202,710	2.17	18,596,635	2.96	18,202,710	
4.2 NAIC 2						X X X						
4.3 NAIC 3						X X X						
4.4 NAIC 4						X X X						
4.5 NAIC 5						X X X						
4.6 NAIC 6						X X X						
4.7 TOTALS		7,316,795	9,607,547	1,278,368		X X X	18,202,710	2.17	18,596,635	2.96	18,202,710	
5. U.S. Special Revenue & Special Assessment Obligations etc., Non-Guaranteed												
5.1 NAIC 1	500,944	33,416,601	13,391,370	2,720,926	3,779,801	X X X	53,809,642	6.41	57,371,581	9.12	53,809,642	
5.2 NAIC 2						X X X			1,733,190	0.28		
5.3 NAIC 3						X X X						
5.4 NAIC 4						X X X						
5.5 NAIC 5						X X X						
5.6 NAIC 6						X X X						
5.7 TOTALS	500,944	33,416,601	13,391,370	2,720,926	3,779,801	X X X	53,809,642	6.41	59,104,771	9.39	53,809,642	

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SCHEDULE D - PART 1A - SECTION 1 (Continued)

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

	1	2	3	4	5	6	7	8	9	10	11	12
NAIC Designation	1 Year or Less	Over 1 Year Through 5 Years	Over 5 Years Through 10 Years	Over 10 Years Through 20 Years	Over 20 Years	No Maturity Date	Total Current Year	Column 7 as a % of Line 11.7	Total From Column 7 Prior Year	% From Column 8 Prior Year	Total Publicly Traded	Total Privately Placed (a)
6. Industrial and Miscellaneous (unaffiliated)												
6.1 NAIC 1	56,917,877	279,274,908	194,780,670	13,419,580	2,682,035	X X X	547,075,070	65.12	380,890,517	60.53	365,521,003	181,554,067
6.2 NAIC 2	4,668,319	62,623,938	72,650,166	720,727		X X X	140,663,150	16.74	93,973,375	14.93	121,896,703	18,766,447
6.3 NAIC 3	216,706	1,010,586	646,588	400,765	86,825	X X X	2,361,470	0.28	2,919,107	0.46		2,361,470
6.4 NAIC 4						X X X						
6.5 NAIC 5						X X X						
6.6 NAIC 6						X X X						
6.7 TOTALS	61,802,902	342,909,432	268,077,424	14,541,072	2,768,860	X X X	690,099,690	82.14	477,782,999	75.93	487,417,706	202,681,984
7. Hybrid Securities												
7.1 NAIC 1						X X X						
7.2 NAIC 2		2,100,000			3,773,778	X X X	5,873,778	0.70	5,873,768	0.93	5,873,778	
7.3 NAIC 3						X X X						
7.4 NAIC 4						X X X						
7.5 NAIC 5						X X X						
7.6 NAIC 6						X X X						
7.7 TOTALS		2,100,000			3,773,778	X X X	5,873,778	0.70	5,873,768	0.93	5,873,778	
8. Parent, Subsidiaries and Affiliates												
8.1 NAIC 1						X X X						
8.2 NAIC 2						X X X						
8.3 NAIC 3						X X X						
8.4 NAIC 4						X X X						
8.5 NAIC 5						X X X						
8.6 NAIC 6						X X X						
8.7 TOTALS						X X X						
9. SVO Identified Funds												
9.1 NAIC 1	X X X	X X X	X X X	X X X	X X X							
9.2 NAIC 2	X X X	X X X	X X X	X X X	X X X							
9.3 NAIC 3	X X X	X X X	X X X	X X X	X X X							
9.4 NAIC 4	X X X	X X X	X X X	X X X	X X X							
9.5 NAIC 5	X X X	X X X	X X X	X X X	X X X							
9.6 NAIC 6	X X X	X X X	X X X	X X X	X X X							
9.7 TOTALS	X X X	X X X	X X X	X X X	X X X							
10. Bank Loans												
10.1 NAIC 1						X X X			X X X	X X X		
10.2 NAIC 2						X X X			X X X	X X X		
10.3 NAIC 3						X X X			X X X	X X X		
10.4 NAIC 4						X X X			X X X	X X X		
10.5 NAIC 5						X X X			X X X	X X X		
10.6 NAIC 6						X X X			X X X	X X X		
10.7 TOTALS						X X X			X X X	X X X		

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SCHEDULE D - PART 1A - SECTION 1 (Continued)

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values By Major Types of Issues and NAIC Designations

NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Column 7 as a % of Line 11.7	9 Total From Column 7 Prior Year	10 % From Column 8 Prior Year	11 Total Publicly Traded	12 Total Privately Placed (a)
11. Total Bonds Current Year												
11.1 NAIC 1	(d) 69,518,820	353,338,427	244,476,930	17,418,874	6,461,836		691,214,887	82.28	X X X	X X X	509,660,820	181,554,067
11.2 NAIC 2	(d) 4,668,319	64,723,938	72,650,166	720,727	3,773,778		146,536,928	17.44	X X X	X X X	127,770,481	18,766,447
11.3 NAIC 3	(d) 216,706	1,010,586	646,588	400,765	86,825		2,361,470	0.28	X X X	X X X		2,361,470
11.4 NAIC 4	(d)								X X X	X X X		
11.5 NAIC 5	(d)						(c)		X X X	X X X		
11.6 NAIC 6	(d)						(c)		X X X	X X X		
11.7 TOTALS	74,403,845	419,072,951	317,773,684	18,540,366	10,322,439		(b) 840,113,285	100.00	X X X	X X X	637,431,301	202,681,984
11.8 Line 11.7 as a % of Column 7	8.86	49.88	37.83	2.21	1.23		100.00		X X X	X X X	75.87	24.13
12. Total Bonds Prior Year												
12.1 NAIC 1	83,814,468	188,338,031	237,216,591	5,583,145	9,827,262		X X X	X X X	524,779,497	83.39	407,458,542	117,320,955
12.2 NAIC 2	4,750,028	20,084,890	72,433,466	538,181	3,773,768		X X X	X X X	101,580,333	16.14	84,466,711	17,113,621
12.3 NAIC 3	340,397	1,137,372	1,014,211	427,127			X X X	X X X	2,919,107	0.46	2,919,107	
12.4 NAIC 4							X X X	X X X				
12.5 NAIC 5							X X X	X X X	(c)			
12.6 NAIC 6							X X X	X X X	(c)			
12.7 TOTALS	88,904,893	209,560,293	310,664,268	6,548,453	13,601,030		X X X	X X X	(b) 629,278,937	100.00	494,844,360	134,434,576
12.8 Line 12.7 as a % of Col. 9	14.13	33.30	49.37	1.04	2.16		X X X	X X X	100.00		78.64	21.36
13. Total Publicly Traded Bonds												
13.1 NAIC 1	53,518,181	247,242,545	196,256,093	8,312,217	4,331,784		509,660,820	60.67	407,458,542	64.75	509,660,820	X X X
13.2 NAIC 2	3,638,885	57,437,955	62,430,960	488,903	3,773,778		127,770,481	15.21	84,466,711	13.42	127,770,481	X X X
13.3 NAIC 3									2,919,107	0.46		X X X
13.4 NAIC 4												X X X
13.5 NAIC 5												X X X
13.6 NAIC 6												X X X
13.7 TOTALS	57,157,066	304,680,500	258,687,053	8,801,120	8,105,562		637,431,301	75.87	494,844,360	78.64	637,431,301	X X X
13.8 Line 13.7 as a % of Col. 7	8.97	47.80	40.58	1.38	1.27		100.00		X X X	X X X	100.00	X X X
13.9 Line 13.7 as a % of Line 11.7, Col. 7, Section 11	6.80	36.27	30.79	1.05	0.96		75.87		X X X	X X X	75.87	X X X
14. Total Privately Placed Bonds												
14.1 NAIC 1	16,000,639	106,095,882	48,220,838	9,106,657	2,130,052		181,554,068	21.61	117,320,955	18.64	X X X	181,554,068
14.2 NAIC 2	1,029,434	7,285,983	10,219,205	231,824			18,766,446	2.23	17,113,621	2.72	X X X	18,766,446
14.3 NAIC 3	216,706	1,010,586	646,588	400,765	86,825		2,361,470	0.28			X X X	2,361,470
14.4 NAIC 4											X X X	
14.5 NAIC 5											X X X	
14.6 NAIC 6											X X X	
14.7 TOTALS	17,246,779	114,392,451	59,086,631	9,739,246	2,216,877		202,681,984	24.13	134,434,576	21.36	X X X	202,681,984
14.8 Line 14.7 as a % of Col. 7	8.51	56.44	29.15	4.81	1.09		100.00		X X X	X X X	X X X	100.00
14.9 Line 14.7 as a % of Line 11.7, Col. 7, Section 11	2.05	13.62	7.03	1.16	0.26		24.13		X X X	X X X	X X X	24.13

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(a) Includes \$.....201,681,982 freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.
 (b) Includes \$.....0 current year of bonds with Z designations, \$.....0 prior year of bonds with Z designations, \$.....0 prior year of bonds with Z* designations. The letter "Z" means the NAIC designation was not assigned by the Securities Valuation Office (SVO) at the date of the statement. "Z*" means the SVO could not evaluate the obligation because valuation procedures for the security class is under regulatory review.
 (c) Includes \$.....0 current year of bonds with 5GI designations, \$.....0 prior year of bonds with 5* or 5GI designations and \$.....0 current year, \$.....0 prior year of bonds with 6* designations. "5GI" means the NAIC designation was assigned by the SVO in reliance on the insurer's certification that the issuer is current in all principal and interest payments. "6*" means the NAIC designation was assigned by the SVO due to inadequate certification of principal and interest payments.
 (d) Includes the following amount of short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$.....29,698,378; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0.

SCHEDULE D - PART 1A - SECTION 2

Maturity Distribution of All Bonds Owned December 31, At Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type		1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Column 7 as a % of Line 11.7	9 Total From Column 7 Prior Year	10 % From Column 8 Prior Year	11 Total Publicly Traded	12 Total Privately Placed
1.	U.S. Governments												
1.1	Issuer Obligations	12,099,999	18,968,291	22,312,343			X X X	53,380,633	6.35	54,172,565	8.61	53,380,633	
1.2	Residential Mortgage-Backed Securities						X X X						
1.3	Commercial Mortgage-Backed Securities						X X X						
1.4	Other Loan-Backed and Structured Securities						X X X						
1.5	TOTALS	12,099,999	18,968,291	22,312,343			X X X	53,380,633	6.35	54,172,565	8.61	53,380,633	
2.	All Other Governments												
2.1	Issuer Obligations						X X X						
2.2	Residential Mortgage-Backed Securities						X X X						
2.3	Commercial Mortgage-Backed Securities						X X X						
2.4	Other Loan-Backed and Structured Securities						X X X						
2.5	TOTALS						X X X						
3.	U.S. States, Territories and Possessions, Guaranteed												
3.1	Issuer Obligations		14,361,832	4,385,000			X X X	18,746,832	2.23	13,748,199	2.18	18,746,832	
3.2	Residential Mortgage-Backed Securities						X X X						
3.3	Commercial Mortgage-Backed Securities						X X X						
3.4	Other Loan-Backed and Structured Securities						X X X						
3.5	TOTALS		14,361,832	4,385,000			X X X	18,746,832	2.23	13,748,199	2.18	18,746,832	
4.	U.S. Political Subdivisions of States, Territories and Possessions, Guaranteed												
4.1	Issuer Obligations		7,316,795	9,607,547	1,278,368		X X X	18,202,710	2.17	18,596,635	2.96	18,202,710	
4.2	Residential Mortgage-Backed Securities						X X X						
4.3	Commercial Mortgage-Backed Securities						X X X						
4.4	Other Loan-Backed and Structured Securities						X X X						
4.5	TOTALS		7,316,795	9,607,547	1,278,368		X X X	18,202,710	2.17	18,596,635	2.96	18,202,710	
5.	U.S. Special Revenue & Special Assessment Obligations, etc., Non-Guaranteed												
5.1	Issuer Obligations	500,944	33,416,601	13,391,370	2,720,926	3,779,801	X X X	53,809,642	6.41	59,104,771	9.39	53,809,642	
5.2	Residential Mortgage-Backed Securities						X X X						
5.3	Commercial Mortgage-Backed Securities						X X X						
5.4	Other Loan-Backed and Structured Securities						X X X						
5.5	TOTALS	500,944	33,416,601	13,391,370	2,720,926	3,779,801	X X X	53,809,642	6.41	59,104,771	9.39	53,809,642	
6.	Industrial and Miscellaneous												
6.1	Issuer Obligations	29,367,572	229,942,527	234,794,652	5,547,861		X X X	499,652,612	59.47	365,951,517	58.15	419,493,455	80,159,157
6.2	Residential Mortgage-Backed Securities						X X X			4,999,542	0.79		
6.3	Commercial Mortgage-Backed Securities						X X X			9,620,028	1.53		
6.4	Other Loan-Backed and Structured Securities	32,435,330	112,966,904	33,282,772	8,993,216	2,768,856	X X X	190,447,078	22.67	97,211,913	15.45	67,924,250	122,522,828
6.5	TOTALS	61,802,902	342,909,431	268,077,424	14,541,077	2,768,856	X X X	690,099,690	82.14	477,783,000	75.93	487,417,705	202,681,985
7.	Hybrid Securities												
7.1	Issuer Obligations		2,100,000			3,773,778	X X X	5,873,778	0.70	5,873,768	0.93	5,873,778	
7.2	Residential Mortgage-Backed Securities						X X X						
7.3	Commercial Mortgage-Backed Securities						X X X						
7.4	Other Loan-Backed and Structured Securities						X X X						
7.5	TOTALS		2,100,000			3,773,778	X X X	5,873,778	0.70	5,873,768	0.93	5,873,778	
8.	Parent, Subsidiaries and Affiliates												
8.1	Issuer Obligations						X X X						
8.2	Residential Mortgage-Backed Securities						X X X						
8.3	Commercial Mortgage-Backed Securities						X X X						
8.4	Other Loan-Backed and Structured Securities						X X X						
8.5	TOTALS						X X X						

SCHEDULE D - PART 1A - SECTION 2 (Continued)

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 No Maturity Date	7 Total Current Year	8 Column 7 as a % of Line 11.7	9 Total From Column 7 Prior Year	10 % From Column 8 Prior Year	11 Total Publicly Traded	12 Total Privately Placed
Distribution by Type												
9. SVO Identified Funds												
9.1 Exchange Traded Funds - as Identified by the SVO	X X X	X X X	X X X	X X X	X X X							
9.2 Bond Mutual Funds - as Identified by the SVO	X X X	X X X	X X X	X X X	X X X							
9.3 TOTALS	X X X	X X X	X X X	X X X	X X X							
10. Bank Loans												
10.1 Bank Loans - Issued						X X X			X X X	X X X		
10.2 Bank Loans - Acquired						X X X			X X X	X X X		
10.3 TOTALS						X X X			X X X	X X X		
11. Total Bonds Current Year												
11.1 Issuer Obligations	41,968,515	306,106,046	284,490,912	9,547,155	7,553,579	X X X	649,666,207	77.33	X X X	X X X	569,507,050	80,159,157
11.2 Residential Mortgage-Backed Securities						X X X			X X X	X X X		
11.3 Commercial Mortgage-Backed Securities						X X X			X X X	X X X		
11.4 Other Loan-Backed and Structured Securities	32,435,330	112,966,904	33,282,772	8,993,216	2,768,856	X X X	190,447,078	22.67	X X X	X X X	67,924,250	122,522,828
11.5 SVO Identified Funds	X X X	X X X	X X X	X X X	X X X				X X X	X X X		
11.6 Bank Loans						X X X			X X X	X X X		
11.7 TOTALS	74,403,845	419,072,950	317,773,684	18,540,371	10,322,435		840,113,285	100.00	X X X	X X X	637,431,300	202,681,985
11.8 Line 11.7 as a % of Col. 7	8.86	49.88	37.83	2.21	1.23		100.00	X X X	X X X	X X X	75.87	24.13
12. Total Bonds Prior Year												
12.1 Issuer Obligations	58,955,239	155,696,360	291,202,458	3,949,961	7,643,437	X X X	X X X	X X X	517,447,455	82.23	452,374,972	65,072,483
12.2 Residential Mortgage-Backed Securities	954,449	4,045,093				X X X	X X X	X X X	4,999,542	0.79		4,999,542
12.3 Commercial Mortgage-Backed Securities	3,000,000	1,188,977				X X X	X X X	X X X	9,620,029	1.53	3,000,000	6,620,028
12.4 Other Loan-Backed and Structured Securities	25,995,205	48,629,864	19,461,810	2,598,493	526,541	X X X	X X X	X X X	97,211,913	15.45	39,469,390	57,742,523
12.5 SVO Identified Funds	X X X	X X X	X X X	X X X	X X X				X X X	X X X		
12.6 Bank Loans	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
12.7 TOTALS	88,904,893	209,560,294	310,664,268	6,548,454	13,601,030		X X X	X X X	629,278,939	100.00	494,844,362	134,434,576
12.8 Line 12.7 as a % of Col. 9	14.13	33.30	49.37	1.04	2.16		X X X	X X X	100.00	X X X	78.64	21.36
13. Total Publicly Traded Bonds												
13.1 Issuer Obligations	41,968,515	262,647,578	250,343,160	6,994,216	7,553,582	X X X	569,507,051	67.79	452,374,972	71.89	569,507,051	X X X
13.2 Residential Mortgage-Backed Securities						X X X						X X X
13.3 Commercial Mortgage-Backed Securities						X X X			3,000,000	0.48		X X X
13.4 Other Loan-Backed and Structured Securities	15,188,551	42,032,921	8,343,894	1,806,904	551,979	X X X	67,924,249	8.09	39,469,390	6.27	67,924,249	X X X
13.5 SVO Identified Funds	X X X	X X X	X X X	X X X	X X X							X X X
13.6 Bank Loans						X X X			X X X	X X X		X X X
13.7 TOTALS	57,157,066	304,680,499	258,687,054	8,801,120	8,105,561		637,431,300	75.87	494,844,362	78.64	637,431,300	X X X
13.8 Line 13.7 as a % of Col. 7	8.97	47.80	40.58	1.38	1.27		100.00	X X X	X X X	X X X	100.00	X X X
13.9 Line 13.7 as a % of Line 11.7, Col. 7, Section 11	6.80	36.27	30.79	1.05	0.96		75.87	X X X	X X X	X X X	75.87	X X X
14. Total Privately Placed Bonds												
14.1 Issuer Obligations		43,458,467	34,147,753	2,552,933		X X X	80,159,153	9.54	65,072,483	10.34	X X X	80,159,153
14.2 Residential Mortgage-Backed Securities						X X X			4,999,542	0.79	X X X	
14.3 Commercial Mortgage-Backed Securities						X X X			6,620,028	1.05	X X X	
14.4 Other Loan-Backed and Structured Securities	17,246,779	70,933,983	24,938,878	7,186,312	2,216,880	X X X	122,522,832	14.58	57,742,523	9.18	X X X	122,522,832
14.5 SVO Identified Funds	X X X	X X X	X X X	X X X	X X X							X X X
14.6 Bank Loans						X X X			X X X	X X X	X X X	
14.7 TOTALS	17,246,779	114,392,450	59,086,631	9,739,245	2,216,880		202,681,985	24.13	134,434,576	21.36	X X X	202,681,985
14.8 Line 14.7 as a % of Col. 7	8.51	56.44	29.15	4.81	1.09		100.00	X X X	X X X	X X X	X X X	100.00
14.9 Line 14.7 as a % of Line 11.7, Col. 7, Section 11	2.05	13.62	7.03	1.16	0.26		24.13	X X X	X X X	X X X	X X X	24.13

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SCHEDULE DA - VERIFICATION BETWEEN YEARS

Short-Term Investments

	1	2	3	4	5
	Total	Bonds	Mortgage Loans	Other Short-term Investment Assets (a)	Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, December 31 of prior year	5,234,589	5,234,589			
2. Cost of short-term investments acquired	1,490,608	1,490,608			
3. Accrual of discount					
4. Unrealized valuation increase (decrease)					
5. TOTAL gain (loss) on disposals					
6. Deduct consideration received on disposals	6,725,197	6,725,197			
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)					
11. Deduct total nonadmitted amounts					
12. Statement value at end of current period (Line 10 minus Line 11)					

(a) Indicate the category of such assets, for example, joint ventures, transportation equipment: 0

SI11 Schedule DB Part A Verification NONE

SI11 Schedule DB Part B Verification NONE

SI12 Schedule DB Part C Sn 1 - Rep. (Syn Asset) Transactions NONE

SI13 Schedule DB Part C Sn 2 - Rep. (Syn Asset) Transactions NONE

SI14 Schedule DB Verification NONE

SCHEDULE E - PART 2 - VERIFICATION BETWEEN YEARS (Cash Equivalents)

	1	2	3	4
	Total	Bonds	Money Market Mutual Funds	Other (a)
1. Book/adjusted carrying value, December 31 of prior year	11,036,309		11,036,309	
2. Cost of cash equivalents acquired	520,480,573	129,779,956	390,700,617	
3. Accrual of discount				
4. Unrealized valuation increase (decrease)				
5. TOTAL gain (loss) on disposals				
6. Deduct consideration received on disposals	497,324,369	100,081,578	397,242,791	
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)	34,192,513	29,698,378	4,494,135	
11. Deduct total nonadmitted amounts				
12. Statement value at end of current period (Lines 10 minus 11)	34,192,513	29,698,378	4,494,135	

(a) Indicate the category of such investments, for example, joint ventures, transportation equipment:

E01 Schedule A - Part 1 Real Estate Owned NONE

E02 Schedule A - Part 2 Real Estate Acquired NONE

E03 Schedule A - Part 3 Real Estate Disposed NONE

E04 Schedule B Part 1 - Mortgage Loans Owned NONE

E05 Schedule B Part 2 - Mortgage Loans Acquired NONE

E06 Schedule B Part 3 - Mortgage Loans Disposed NONE

E07 Schedule BA Part 1 - Long-Term Invested Assets Owned NONE

E08 Schedule BA Part 2 - Long-Term Invested Assets Acquired NONE

E09 Schedule BA Part 3 - Long-Term Invested Assets Disposed NONE

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value					Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22	
CUSIP Identification	Description	Code	F O R E I G N	Bond CHAR	NAIC Designation and Administrative Symbol	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of Interest	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Stated Contractual Maturity Date	
U.S. Governments - Issuer Obligations																						
201824208	U. S. MORTGAGE GUARANTY INSURANCE	@			1	1,000		100.0000	1,000	1,000							N/A			08/31/2018	08/31/2028	
9128284L1	U.S. TREASURY NOTES 2.750% 4/30/	SD			1	2,317,356		101.0270	2,348,885	2,318,210		854			2.750	2.822	AO	10,951	31,969	06/01/2018	04/30/2023	
912828C24	UNITED STATES TREAS NTS	SD			1	109,678		109.8570	109,843	109,989		67			1.500	1.562	FA	1,386	825	03/19/2014	02/28/2019	
912828G38	UNITED STATES TREAS NTS				1	7,610,177		98.2770	7,365,861	7,495,000		(11,525)			2.250	2.074	MN	21,895	168,638	12/15/2015	11/15/2024	
912828J27	UNITED STATES TREAS NTS				1	804,721		96.7310	793,194	820,000		1,590			2.000	2.226	FA	6,195	16,400	12/15/2015	02/15/2025	
912828R69	UNITED STATES TREAS NTS				1	10,095,898		96.3400	9,634,000	10,000,000		(13,519)			1.625	1.479	MN	14,286	162,500	06/23/2016	05/31/2023	
912828T91	UNITED STATES TREAS NTS				1	3,897,656		95.9810	3,839,240	4,000,000		3,927,441			1.625	2.021	AO	11,133	65,000	11/16/2016	10/31/2023	
912828U24	UNITED STATES TREAS NTS				1	8,837,695		95.4570	8,591,130	9,000,000		8,864,655			2.000	2.209	MN	23,370	180,000	06/27/2017	11/15/2026	
912828V98	UNITED STATES TREAS NTS	SD			1	5,061,571		97.1020	4,961,912	5,110,000		5,069,706			2.250	2.357	FA	43,428	114,975	12/01/2017	02/15/2027	
912828VB3	UNITED STATES TREAS NTS	SD			1	2,649,357		96.8980	2,664,706	2,750,000		2,660,564			1.750	2.541	MN	30,311		06/01/2018	05/15/2023	
0199999	Subtotal - U.S. Governments - Issuer Obligations					41,385,109	XXX	40,309,771	41,611,000	41,390,623		22,865			XXX	XXX	XXX	162,955	740,307	XXX	XXX	
0599999	Subtotal - U.S. Governments					41,385,109	XXX	40,309,771	41,611,000	41,390,623		22,865			XXX	XXX	XXX	162,955	740,307	XXX	XXX	
U.S. States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations																						
20772KER6	CONNECTICUT ST				1FE	2,023,060		100.8340	2,016,680	2,000,000		(3,656)			3.750	3.162	MS	22,500		09/01/2018	09/15/2020	
20772KES4	CONNECTICUT ST				1FE	3,057,780		102.6080	3,078,240	3,000,000		(6,035)			4.000	3.328	MS	36,000		09/01/2018	09/15/2021	
419792KF2	HAWAII ST			1	1FE	3,000,000		98.1010	2,943,030	3,000,000		3,051,000			2.074	2.074	AO	15,555	62,220	04/01/2016	10/01/2022	
419792KG0	HAWAII ST			1	1FE	3,500,000		98.0980	3,433,430	3,500,000		3,500,000			2.255	2.255	AO	19,731	78,925	04/01/2016	10/01/2023	
419792KH8	HAWAII ST			1	1FE	4,385,000		98.0620	4,300,019	4,385,000		4,385,000			2.402	2.402	AO	26,332	105,328	04/01/2016	10/01/2024	
97705MEP6	WISCONSIN ST FOR ISSUES DTD PR				1FE	2,918,875		111.4290	2,785,725	2,500,000		(2,790,683)			5.000	1.845	MN	20,833	125,000	03/20/2017	11/01/2022	
1199999	Subtotal - U.S. States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations					18,884,715	XXX	18,557,124	18,385,000	18,746,832		(82,206)			XXX	XXX	XXX	140,951	371,473	XXX	XXX	
1799999	Subtotal - U.S. States, Territories and Possessions (Direct and Guaranteed)					18,884,715	XXX	18,557,124	18,385,000	18,746,832		(82,206)			XXX	XXX	XXX	140,951	371,473	XXX	XXX	
U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations																						
3038208L1	FAIRFAX CNTY VA			2	1FE	3,468,335		108.3050	3,265,396	3,015,000		(95,051)			5.000	1.660	AO	37,688	150,750	01/20/2017	10/01/2027	
442403JL6	HOUSTON TEX INDPT SCH DIST				1FE	2,000,000		99.1000	1,982,000	2,000,000		2,000,000			1.450	1.450	JD	2,417	29,000	05/26/2017	06/01/2035	
445047EQ2	HUMBLE TEX INDPT SCH DIST				1FE	3,590,040		116.2510	3,487,530	3,000,000		(68,793)			5.000	2.314	FA	56,667	150,000	01/20/2017	02/15/2025	
49474FNY2	KING CNTY WASH				1FE	2,479,940		118.0700	2,361,400	2,000,000		(53,784)			5.000	1.893	JD	8,333	100,000	07/11/2017	12/01/2025	
602366WQ5	MILWAUKEE WIS				1FE	2,786,243		103.7670	2,609,740	2,515,000		(93,450)			5.000	1.195	AO	31,438	125,750	05/10/2017	04/01/2020	
6122218B0	MONTCLAIR TWP N J				1FE	1,071,230		103.4830	1,034,830	1,000,000		(1,049,733)			3.000	1.389	MS	10,000	30,667	08/02/2017	03/01/2022	
64966LQ03	NEW YORK N Y			2	1FE	3,502,710		113.3790	3,401,370	3,000,000		(67,592)			5.000	2.405	MS	50,000	150,000	02/10/2017	03/01/2026	
1899999	Subtotal - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed) - Issuer Obligations					18,898,498	XXX	18,142,266	16,530,000	18,202,710		(393,926)			XXX	XXX	XXX	196,543	736,167	XXX	XXX	
2499999	Subtotal - U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)					18,898,498	XXX	18,142,266	16,530,000	18,202,710		(393,926)			XXX	XXX	XXX	196,543	736,167	XXX	XXX	
U.S. Special Revenue, Special Assessment - Issuer Obligations																						
01026CAC5	ALABAMA ECONOMIC SETTLEMENT AU			1	1FE	3,595,000		99.2010	3,566,276	3,595,000		3,595,000			3.163	3.163	MS	33,481	120,115	12/02/2016	09/15/2025	
011420MG8	ALABAMA TEX CMNTY COLLEGE DIST R				1FE	2,063,720		100.6920	2,013,840	2,000,000		(2,729)			3.000	2.779	MN	10,000	60,000	01/19/2017	11/01/2046	
05922KYF0	BALTIMORE MD PROJ REV				1FE	887,423		116.5960	874,470	750,000		(858,539)			5.000	2.568	JJ	18,750	37,500	01/27/2017	07/01/2025	
072024UL4	BAY AREA TOLL AUTH CALIF TOLL			2	1FE	1,450,000		100.1850	1,452,683	1,450,000		1,450,000			2.100	2.100	AO	7,613	30,450	02/15/2017	04/01/2045	
13034ASU5	CALIFORNIA INFRASTRUCTURE & EC			2	1FE	2,000,000		100.1750	2,003,500	2,000,000		2,000,000			2.327	2.324	MON	3,812	37,798	03/17/2017	04/01/2038	
13067WCE0	CALIFORNIA ST DEPT WTR RES CEN				2	2,000,000		99.8880	1,997,760	2,000,000		2,000,000			2.000	2.000	MON	3,430	35,098	08/01/2017	12/01/2035	
20774YJ99	CONNECTICUT ST HEALTH & EDL FA				1FE	878,769		92.4400	831,960	900,000		879,791			2.122	1.222	JJ	9,000	18,000	06/08/2017	07/01/2042	
24917DAE3	DENVER COLO CITY & CNTY DEDICA				1FE	1,000,000		99.1050	991,050	1,000,000		1,000,000			2.000	2.168	FA	9,033	21,680	03/24/2016	08/01/2020	
24917DAF0	DENVER COLO CITY & CNTY DEDICA				1FE	1,275,000		99.1360	1,263,984	1,275,000		1,275,000			2.368	2.368	FA	12,580	30,192	03/24/2016	08/01/2021	
45203HZ62	ILLINOIS FIN AUTH REV			2	1FE	1,233,730		118.0000	1,180,000	1,000,000		(1,196,255)			5.000	1.953	JD	4,167	50,000	07/25/2017	12/01/2026	
45204ETF5	ILLINOIS FIN AUTH REV				1FE	2,000,000		98.8670	1,977,340	2,000,000		2,000,000			1.750	1.750	MN	4,472	35,000	04/26/2017	11/15/2042	
528835Z95	LEWISVILLE TEX WTR & SWR REV				1FE	625,242		101.3750	608,250	600,000		(609,408)			3.000	1.585	FA	6,800	18,000	01/24/2017	02/15/2020	
544587C30	LOS ANGELES CALIF MUN IMPR COR			1	1FE	2,000,000		100.4880	2,009,760	2,000,000		2,000,000			3.146	3.146	MN	10,487	62,920	11/04/2015	11/01/2020	
57419RB53	MARYLAND ST CMNTY DEV ADMIN DE				1FE	700,000		98.4210	688,947	700,000		700,000			1.745	1.745	MS	4,072	12,215	08/25/2016	03/01/2020	
57419RB61	MARYLAND ST CMNTY DEV ADMIN DE				1FE	640,000		97.9870	627,117	640,000		640,000			1.845	1.845	MS	3,936	11,808	08/25/2016	09/01/2020	
57419RB95	MARYLAND ST CMNTY DEV ADMIN DE				1FE	1,105,000		97.1000	1,072,955	1,105,000		1,105,000			2.150	2.150	MS	7,919	23,758	08/25/2016	03/01/2022	
57419RC29	MARYLAND ST CMNTY DEV ADMIN DE				1FE	1,000,000		96.6780	966,780	1,000,000		1,000,000			2.200	2.200	MS	7,333	22,000	08/25/2016	09/01/2022	
57563RNY1	MASSACHUSETTS EDL FING AUTH ED				1FE	1,075,000		103.9250	1,039,250	1,000,000		(1,046,701)			4.000	2.073	JJ	20,000	42,000	06/02/2017	07/01/2021	
57563RPG8	MASSACHUSETTS EDL FING AUTH ED				1FE	1,500,000		101.1200	1,516,800	1,500,000		1,500,000			3.478	3.478	JJ	28,694		06/01/2018	07/01/2021	
57563RPH6	MASSACHUSETTS EDL FING AUTH ED				1FE	2,000,000		101.5680	2,031,360	2,000,000		2,000,000			3.612	3.612	JJ	39,732		06/01/2018	07/01/2022	
57587AWD6	MASSACHUSETTS ST HSG FIN AGY H			2	1FE	1,000,000		99.1800	991,800	1,000,000		1,000,000			1.500							

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	F O R E I G N	Bond CHAR	NAIC Designation and Administrative Symbol	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of Interest	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Stated Contractual Maturity Date
67766WXB3	OHIO ST WTR DEV AUTH WTR POLLU			2	1FE	2,635,626	118.2110	2,482,431	2,100,000	2,551,195		(60,980)			5.000	1.695	JD	8,750	105,000	08/11/2017	06/01/2026
88213ADQ5	TEXAS A & M UNIV REV				1FE	2,500,000	97.8910	2,447,275	2,500,000	2,500,000					2.396	2.396	MN	7,654	59,900	03/23/2016	05/15/2023
88213ADR3	TEXAS A & M UNIV REV				1FE	2,000,000	97.7410	1,954,820	2,000,000	2,000,000					2.566	2.566	MN	6,558	51,320	03/23/2016	05/15/2024
913366HU7	UNIV CALIF REGTS MED CTR POOLE			1	1FE	1,000,000	98.1330	981,330	1,000,000	1,000,000					1.420	1.420	MN	1,814	14,200	08/11/2016	05/15/2020
913366HW3	UNIV CALIF REGTS MED CTR POOLE			1	1FE	1,260,000	96.6380	1,217,639	1,260,000	1,260,000					1.887	1.887	MN	3,038	23,776	08/11/2016	05/15/2022
91412GTF2	UNIVERSITY CALIF REVS FOR PREV			1	1FE	3,212,310	103.4060	3,102,180	3,000,000	3,139,184		(23,648)			3.789	2.852	MN	14,525	113,670	10/23/2015	05/15/2024
2599999	Subtotal - U.S. Special Revenue, Special Assessment - Issuer Obligations					54,207,526	X X X	53,309,655	52,615,000	53,809,643		(220,087)			X X X	X X X	X X X	421,196	1,371,539	X X X	X X X
3199999	Subtotal - U.S. Special Revenue, Special Assessment					54,207,526	X X X	53,309,655	52,615,000	53,809,643		(220,087)			X X X	X X X	X X X	421,196	1,371,539	X X X	X X X
Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations																					
65557CAY9	NORDEA BK AB MTN 144A		C		1FE	1,997,300	98.6370	1,972,740	2,000,000	1,997,476		176			3.750	3.780	FA	25,208		08/22/2018	08/30/2023
65557CAZ6	NORDEA BK AB MTN 144A		C		1FE	3,000,000	98.9010	2,967,030	3,000,000	3,000,000					3.647	3.647	FMAN	9,420	24,960	08/22/2018	08/30/2023
75625QAD1	RECKITT BENCKISER TREAS SVCS 144A		C	1.2	1FE	5,993,520	94.5120	5,670,720	6,000,000	5,994,827		862			2.750	2.767	JD	2,292	165,000	06/21/2017	06/26/2024
00287YAQ2	ABBVIE INC			1.2	2FE	3,498,866	95.9190	3,361,961	3,505,000	3,500,851		569			3.600	3.621	MN	16,474	126,180	05/05/2015	05/14/2025
00440EAU1	ACE INA HLDG INC			1.2	1FE	2,796,472	99.1530	2,776,284	2,800,000	2,797,982		490			2.875	2.895	MN	12,969	80,500	10/27/2015	11/03/2022
00507UAS0	ACTAVIS FUNDING SCS		C	1.2	2FE	1,295,385	97.6220	1,269,086	1,300,000	1,296,941		429			3.800	3.843	MS	14,546	49,400	03/03/2015	03/15/2025
00912XBE3	AIR LEASE CORP			1	2FE	3,971,600	98.4090	3,936,360	4,000,000	3,974,076		2,476			3.500	3.728	JJ	40,444		09/10/2018	01/15/2022
023135AZ9	AMAZON COM INC			1.2	1FE	997,410	97.1960	971,960	1,000,000	997,878		342			2.800	2.841	FA	10,033	28,000	08/15/2017	08/22/2024
023135BN5	AMAZON COM INC			2	1FE	4,407,000	109.8490	4,393,960	4,000,000	4,375,032		(31,968)			2.500	3.607	JD	16,178	208,000	05/07/2018	12/03/2025
0258M0EJ4	AMERICAN EXPRESS CR CORP MTNBE			2	1FE	2,500,000	99.9960	2,499,900	2,500,000	2,500,000					2.912	2.917	FMAN	11,897	58,613	04/27/2017	05/03/2019
03076CAD8	AMERIPRISE FINL INC			1	1FE	590,535	102.0100	520,251	510,000	521,709		(23,364)			7.300	2.571	JD	310	37,230	12/23/2015	06/28/2019
03076CAE6	AMERIPRISE FINL INC			1	1FE	3,711,622	102.5430	3,276,249	3,195,000	3,305,980		(89,660)			5.300	2.362	MS	49,860	169,335	12/23/2015	03/15/2020
03076CAF3	AMERIPRISE FINL INC			1	1FE	3,690,610	102.8620	3,621,826	3,500,000	3,621,826		(23,173)			4.000	3.210	AO	29,556	140,000	12/07/2015	10/15/2023
032654AJ4	ANALOG DEVICES INC			1.2	2FE	2,993,100	98.1340	2,944,020	3,000,000	2,994,938		622			3.900	3.928	JD	5,200	117,000	12/03/2015	12/15/2025
032654AN5	ANALOG DEVICES INC			1.2	2FE	1,987,320	95.7110	1,914,220	2,000,000	1,989,603		1,116			3.500	3.576	JD	5,056	70,000	11/30/2016	12/05/2026
035242AL0	ANHEUSER BUSCH INBEV FIN INC			1.2	2FE	4,607,471	97.2350	4,497,119	4,625,000	4,614,347		2,395			3.300	3.361	FA	63,594	152,625	01/13/2016	02/01/2023
035242AP1	ANHEUSER BUSCH INBEV FIN INC			1.2	2FE	6,097,480	94.2630	5,655,780	6,000,000	6,072,833		(9,502)			3.650	3.452	FA	91,250	219,000	04/28/2016	02/01/2026
037833CG3	APPLE INC			1.2	1FE	3,998,240	98.7570	3,950,280	4,000,000	3,998,684		235			3.000	3.007	FA	47,333	120,000	02/02/2017	02/09/2024
037833CR9	APPLE INC			1.2	1FE	2,000,000	96.5080	1,930,160	2,000,000	2,000,000					3.200	3.200	MN	8,889	64,000	05/04/2017	05/11/2027
00206RCN0	AT&T INC			1.2	2FE	7,454,801	94.1650	7,156,540	7,600,000	7,496,604		14,028			3.400	3.643	MN	33,018	258,400	12/15/2015	05/15/2025
00206RGL0	AT&T INC			1.2	2FE	3,875,440	96.1580	3,846,320	4,000,000	3,882,447		7,007			4.100	4.496	FA	61,956	82,000	04/26/2018	02/15/2028
06051GFT1	BANK AMER CORP			2	1FE	3,998,680	98.9520	3,958,080	4,000,000	3,999,506		265			2.625	2.632	AO	21,000	105,000	10/14/2015	10/19/2020
06051GGL7	BANK AMER CORP			1.2	1FE	2,751,921	95.9270	2,590,029	2,700,000	2,746,011		(4,699)			3.705	3.467	AO	18,618	100,035	09/26/2017	04/24/2028
06051GGT0	BANK AMER CORP			1.2	1FE	1,993,980	94.8190	1,896,380	2,000,000	1,994,838		677			3.093	3.136	AO	15,465	64,094	09/22/2017	10/01/2025
06051GHL6	BANK AMER CORP			1.2	1FE	3,997,920	99.7620	3,990,480	4,000,000	3,998,011		91			3.864	3.874	JJ	67,835		09/19/2018	07/23/2024
06406HCS6	BANK NEW YORK MTN BK ENT			2	1FE	2,068,940	100.2050	2,004,100	2,000,000	2,044,751		(8,116)			3.650	3.164	FA	29,808	73,000	12/03/2015	02/04/2024
06406HDF3	BANK NEW YORK MTN BK ENT			2	1FE	1,998,700	98.8370	1,976,740	2,000,000	1,999,488		259			2.450	2.464	MN	4,628	49,000	11/19/2015	11/27/2020
07330MAB3	BB&T BRH BKG & TR CO GLOBAL BK			2	1FE	2,022,920	98.0280	1,960,560	2,000,000	2,016,508		(2,179)			3.625	3.484	MS	21,146	72,500	12/14/2015	09/16/2025
07330NAJ4	BB&T BRH BKG & TR CO GLOBAL BK			2	1FE	2,539,375	99.1890	2,479,725	2,500,000	2,516,887		(7,485)			2.850	2.528	AO	17,813	71,250	12/01/2015	04/01/2021
084670BR8	BERKSHIRE HATHAWAY INC DTD 03/15/1			2	1FE	4,986,400	98.1680	4,908,400	5,000,000	4,991,534		1,871			2.750	2.793	MS	40,486	137,500	03/08/2016	03/15/2023
084659AK7	BERKSHIRE HATHAWAY ENERGY CO			1.2	1FE	2,924,850	97.7740	2,933,220	3,000,000	2,925,665		815			2.800	3.463	JJ	38,733		12/14/2018	01/15/2023
09247XAL5	BLACKROCK INC SR NT 3.5%24			1	1FE	4,133,600	101.0830	4,043,320	4,000,000	4,088,077		(15,363)			3.500	3.040	MS	40,056	140,000	12/11/2015	03/18/2024
09256BAJ6	BLACKSTONE HLDGS FIN L L C 144A			1.2	1FE	1,195,104	94.1830	1,130,196	1,200,000	1,195,640		425			3.150	3.198	AO	9,345	37,800	09/25/2017	10/02/2027
097023BW4	BOEING CO			1.2	1FE	3,953,760	98.2630	3,930,520	4,000,000	3,961,180		7,420			2.800	3.050	MS	37,333	58,489	02/21/2018	03/01/2023
10922NAC7	BRIGHTHOUSE FINL INC			1.2	2FE	4,995,850	84.4970	4,224,850	5,000,000	4,996,394		356			3.700	3.710	JD	4,625	185,000	06/15/2017	06/22/2027
MAXSAFE08	BUSINESS CD			1		356,240	100.0000	356,240	356,240	356,240					1.900	1.891	MAT	1,706		10/01/2018	09/30/2019
14040HBY0	CAPITAL ONE FINL CORP			2	2FE	3,996,480	99.9530	3,998,120	4,000,000	3,997,243		763			3.450	3.481	AO	23,383	69,000	04/26/2018	04/30/2021
14149YBH0	CARDINAL HEALTH INC			1.2	2FE	2,500,000	93.9060	2,347,650	2,500,000	2,500,000					3.079	3.079	JD	3,421	76,975	06/01/2017	06/15/2024
141781AZ7	CARGILL INC			1	1FE	3,032,310	99.9730	2,999,190	3,000,000	3,016,190		(5,313)			3.250	3.052	MN	12,458	97,500	11/13/2015	11/15/2021
14913Q2M0	CATERPILLAR FINL SVCS MTNS BE			1	1FE	3,000,000	98.0940	2,942,820	3,000,000	3,000,000					3.126	3.168	FMAN	12,244	43,185	05/09/2018	05/15/2023
14913QZP3	CATERPILLAR FINL SVCS MTNS BE			1	1FE	2,000,00															

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	Code	F O R E I G N	Bond CHAR	NAIC Desig- nation and Admin- istrative Symbol	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other- Than- Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of Interest	When Paid	Admitted Amount Due and Accrued	Amount Received During Year	Acquired	Stated Contractual Maturity Date
24422EUJ6	DEERE JOHN CAP CORP MTNS BE				1FE	2,000,000		99.0020	2,000,000	2,000,000					3.027	3.069	MJSD	3,700	13,079	09/05/2018	09/10/2021
25470DAQ2	DISCOVERY COMMUNICATIONS LLC			1.2	2FE	2,247,165		95.6740	2,250,000	2,247,797		483			2.950	2.975	MS	18,622	66,191	09/07/2017	03/20/2023
268317AS3	EDF S A 144A		C	1.2	1FE	3,470,425		96.3890	3,500,000	3,478,802		2,699			3.625	3.727	AO	27,490	126,875	10/07/2015	10/13/2025
29273RBD0	ENERGY TRANSFER PRTRNRS L P			1.2	2FE	3,541,130		93.8550	3,805,000	3,612,354		24,669			4.050	5.048	MS	45,375	154,103	12/15/2015	03/15/2025
29364DAV2	ENTERGY ARK INC			1.2	1FE	4,996,600		102.0460	5,000,000	4,996,780		180			4.000	4.008	JD	16,667	111,111	05/08/2018	06/01/2028
31677QB0M	FIFTH THIRD BK CN OHIO MTN BE			2	1FE	4,000,000		101.3400	4,000,000	4,000,000					3.950	3.950	JJ	68,028		07/23/2018	07/28/2025
33938EAS6	FLEXTRONICS INTL LTD		C	1	2FE	3,195,480		100.0490	3,000,000	3,134,156		(29,506)			5.000	3.818	FA	56,667	150,000	11/17/2016	02/15/2023
345397XZ1	FORD MOTOR CREDIT CO LLC			1	2FE	4,650,000		90.3980	4,650,000	4,650,000					3.096	3.096	MN	22,794	143,964	04/29/2016	05/04/2023
369550BA5	GENERAL DYNAMICS CORP			1	1FE	2,491,150		100.0690	2,500,000	2,493,940		2,790			2.875	3.058	MN	9,983	35,938	05/08/2018	05/11/2020
36962GW75	GENERAL ELEC CAP CORP MTN BE			2	2FE	1,575,000		80.5060	1,750,000	1,647,805		12,399			2.962	3.879	FMAN	8,062	41,563	02/01/2013	05/05/2026
36966TJA1	GENERAL ELECTRIC CAPITAL CORP			2	2FE	1,515,000		90.5950	1,500,000	1,512,777		(2,077)			3.436	3.270	JAJO	11,168	44,604	12/13/2017	04/15/2023
000000000	GENERAL MLS INC			1.2	2FE	2,497,575		98.4140	2,460,350	2,497,800		225			4.000	4.016	AO	20,556	50,000	04/03/2018	04/17/2025
370334CG7	GENERAL MLS INC			2	2FE	1,978,780		97.9920	2,000,000	1,979,956		1,176			4.200	4.332	AO	17,267	42,000	04/26/2018	04/17/2028
375558BF9	GILEAD SCIENCES INC			1.2	1FE	2,242,957		98.0200	2,205,450	2,244,883		613			3.600	3.686	MS	27,375	82,125	12/15/2015	03/01/2026
375558BM4	GILEAD SCIENCES INC			1.2	1FE	2,249,415		93.0980	2,250,000	2,249,528		50			2.950	2.953	MS	22,125	66,375	09/15/2016	03/01/2027
377372AL1	GLAXOSMITHKLINE CAP INC			1	1FE	3,981,240		100.3810	4,000,000	3,983,461		2,221			3.375	3.478	MN	17,250	67,500	05/10/2018	05/15/2023
38141GVM3	GOLDMAN SACHS GROUP INC			1	1FE	4,170,600		98.6770	4,000,000	4,112,377		(19,550)			4.000	3.403	MS	52,444	160,000	12/01/2015	03/03/2024
38148LAC0	GOLDMAN SACHS GROUP INC			2	1FE	3,265,409		94.7910	3,300,000	3,275,717		3,496			3.500	3.637	JJ	50,692	115,500	12/15/2015	01/23/2025
40139LAA1	GUARDIAN LIFE GLBL FDG 144A			1	1FE	3,994,720		97.4510	4,000,000	3,997,493		1,045			2.000	2.028	AO	14,444	80,000	04/19/2016	04/26/2021
454889AS5	INDIANA MICH PWR CO			2	1FE	2,990,550		100.5640	3,000,000	2,991,072		522			3.850	3.888	MN	14,758	61,921	04/30/2018	05/15/2028
458140AR1	INTEL CORP			1	1FE	3,075,870		100.1050	3,000,000	3,042,534		(11,180)			3.100	2.682	JJ	39,267	93,000	12/08/2015	07/29/2022
458140AS9	INTEL CORP			1.2	1FE	1,548,990		100.8730	1,500,000	1,534,682		(4,853)			3.700	3.292	JJ	23,433	55,500	12/14/2015	07/29/2025
458140AX8	INTEL CORP			1.2	1FE	1,495,020		97.1170	1,500,000	1,495,735		439			3.150	3.189	MN	6,563	47,250	05/08/2017	05/11/2027
458140BA7	INTEL CORP			1	1FE	2,000,000		99.6620	2,000,000	2,000,000					2.695	2.728	FMAN	7,619	41,869	05/08/2017	05/11/2020
45866FAC8	INTERCONTINENTAL EXCHANGE INC			1.2	1FE	3,316,282		98.8930	3,320,000	3,318,523		740			2.750	2.774	JD	7,608	91,300	11/19/2015	12/01/2020
45866FAD6	INTERCONTINENTAL EXCHANGE INC			1.2	1FE	2,538,850		99.5850	2,500,000	2,527,979		(3,657)			3.750	3.560	JD	7,813	93,750	12/01/2015	12/01/2025
48125LRN4	JP MORGAN CHASE BANK			2	1FE	2,000,260		99.5960	2,000,000	2,000,201		(59)			3.086	3.081	AO	11,144	30,860	04/24/2018	04/26/2021
46647PAC0	JP MORGAN CHASE BANK NA			1	1FE	4,000,000		99.5190	4,000,000	4,000,000					3.317	3.357	MJSD	8,428	105,810	03/02/2017	03/09/2021
46625HJE1	JP MORGAN CHASE & CO			2	1FE	2,035,200		99.2060	2,000,000	2,020,138		(5,036)			3.250	2.963	MS	17,694	65,000	12/01/2015	09/23/2022
46625HNX4	JP MORGAN CHASE & CO			2	1FE	2,747,168		98.8880	2,750,000	2,748,926		567			2.550	2.572	AO	12,077	70,125	10/22/2015	10/29/2020
49456BAF8	KINDER MORGAN INC DEL			1	2FE	1,593,568		99.2110	1,600,000	1,595,737		565			4.300	4.348	JD	5,733	68,800	11/24/2014	06/01/2025
55608JAJ7	MACQUARIE GRP LTD SR MTN 144A		C	2	1FE	6,000,000		97.8720	6,000,000	6,000,000					3.727	3.729	FMAN	19,604	184,935	11/20/2017	11/28/2023
585055BS4	MEDTRONIC INC			1	1FE	2,377,008		99.6050	2,400,000	2,385,134		2,101			3.500	3.612	MS	24,733	84,000	12/01/2014	03/15/2025
59156RBO0	METLIFE INC			1.2	1FE	1,499,880		98.6900	1,500,000	1,499,913		11			3.600	3.601	MN	7,200	54,000	11/09/2015	11/13/2025
594918BJ2	MICROSOFT CORP			1.2	1FE	4,026,240		98.9050	4,000,000	4,018,727		(2,529)			3.125	3.046	MN	20,139	125,000	12/08/2015	11/03/2025
594918BX1	MICROSOFT CORP			1.2	1FE	2,978,160		99.0570	3,000,000	2,983,688		2,920			2.875	2.991	FA	34,740	86,250	01/30/2017	02/06/2024
61744YAG3	MORGAN STANLEY			2	1FE	3,050,820		98.5100	3,000,000	3,044,586		(6,234)			3.811	3.493	FMAN	17,151	77,118	04/24/2018	05/08/2024
61744YAJ7	MORGAN STANLEY			2	1FE	6,051,100		98.5960	6,000,000	6,038,905		(10,365)			3.399	3.180	JAJO	40,222	174,960	12/21/2017	07/22/2022
637432NF8	NATIONAL RURAL UTILS COOP FIN			1.2	1FE	3,991,920		98.5550	4,000,000	3,996,944		1,612			2.300	2.343	MN	15,333	92,000	10/20/2015	11/01/2020
638671AJ6	NATIONWIDE MUT INS CO 144 A			1.2	1FE	3,930,000		99.5010	4,000,000	3,954,165		8,484			5.068	5.293	MJSD	9,009	179,030	12/08/2015	12/15/2024
66989HAN8	NOVARTIS CAPITAL CORP			1.2	1FE	4,955,450		96.8270	5,000,000	4,962,569		3,838			3.100	3.203	MN	18,944	155,000	02/14/2017	05/17/2027
67021CAK3	NSTAR ELEC CO			1.2	1FE	3,483,165		97.1080	3,500,000	3,487,855		1,550			3.250	3.307	MN	14,535	113,750	11/13/2015	11/15/2025
67080LAA3	NUVEEN LLC 144A			1.2	1FE	3,479,105		103.0430	3,500,000	3,479,451		346			4.000	4.073	JJ	26,833		10/17/2018	11/01/2028
677050AC0	OGLETHORPE PWR CORP 144A			1	1FE	6,835,200		114.5670	6,000,000	6,807,823		(27,377)			6.191	4.284	JJ	185,730		08/27/2018	01/01/2031
68389XC8	ORACLE CORP			1.2	1FE	5,821,635		95.6950	5,900,000	5,872,905		16,259			2.950	3.293	MN	22,579	176,705	12/15/2015	05/15/2025
68389XBN4	ORACLE CORP			1.2	1FE	998,890		96.4480	1,000,000	999,000		96			3.250	3.263	MN	4,153	33,042	11/07/2017	11/15/2027
69371RP34	PACCAR FINL CORP SR MTNS BK EN			1	1FE	3,000,000		100.0280	3,000,000	3,000,000					2.875	2.912	FMAN	12,411	40,615	05/07/2018	05/10/2021
709599BB9	PENSKE TRUCK LEASING CO 144A			1.2	2FE	3,991,840		99.2500	4,000,000	3,992,675		835			3.900	3.940	MON	65,000	35,100	05/07/2018	02/01/2024
718172BU2	PHILIP MORRIS INTL INC			1.2	1FE	4,950,100		94.2070	5,000,000	4,968,143		6,875			2.125	2.279	MN	15,052	106,250	04/28/2016	05/10/2023
69353REK0	PNC BK N A PITTSBURGH PA			2	1FE	2,442,350		96.2200	2,500,000	2,459,607		5,850			2.950	3.242</					

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes			6 NAIC Desig- nation and Admin- istrative Symbol	7 Actual Cost	Fair Value		10 Par Value	11 Book/ Adjusted Carrying Value	Change in Book Adjusted Carrying Value				Interest					Dates	
		3 Code	4 F O R E I G N	5 Bond CHAR			8 Rate Used to Obtain Fair Value	9 Fair Value			12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amortization)/ Accretion	14 Current Year's Other- Than- Temporary Impairment Recognized	15 Total Foreign Exchange Change in B./A.C.V.	16 Rate of	17 Effective Rate of Interest	18 When Paid	19 Admitted Amount Due and Accrued	20 Amount Received During Year	21 Acquired	22 Stated Contractual Maturity Date
808513AD7	SCHWAB CHARLES CORP NEW			1	1FE	1,615,984	102,2020	1,461,489	1,430,000	1,478,694		(30,374)		4.450	2.215	JJ	28,105	63,635	12/15/2015	07/22/2020	
808513AU9	SCHWAB CHARLES CORP NEW			1,2	1FE	1,988,840	95,8340	1,916,680	2,000,000	1,989,766		926		3.200	3.266	JJ	27,733	40,533	01/12/2018	01/25/2028	
834423AA3	SOLVAY FIN AMER LLC 144 A			1,2	2FE	3,499,510	99,9460	3,498,110	3,500,000	3,499,802		98		3.400	3.403	JD	9,256	119,000	11/30/2015	12/03/2020	
784710AB1	SSM HEALTH CARE CORP			2	1FE	1,987,500	100,9170	2,018,340	2,000,000	1,987,690		190		3.688	3.841	JD	6,147		12/04/2018	06/01/2023	
857477AL7	STATE STR CORP			1	1FE	2,031,403	98,2630	2,004,565	2,040,000	2,034,966		1,056		3.100	3.161	MN	8,081	63,240	12/15/2015	05/15/2023	
87246YAC0	TIAA ASSET MGMT FIN CO LLC 144 A			1	1FE	1,988,183	101,8590	2,006,622	1,970,000	1,982,563		(1,877)		4.125	4.001	MN	13,544	81,263	11/17/2015	11/01/2024	
887317AW5	TIME WARNER INC			1,2	2FE	3,129,300	94,7120	2,841,360	3,000,000	3,094,311		(13,409)		3.600	3.047	JJ	49,800	108,000	04/28/2016	07/15/2025	
872540AP4	TJX COS INC NEW			1,2	1FE	2,420,400	97,1050	2,427,625	2,500,000	2,451,412		10,256		2.500	2.977	MN	7,986	62,500	11/18/2015	05/15/2023	
89236TEK7	TOYOTA MOTOR CREDIT CORP			1	1FE	5,000,000	99,7930	4,989,650	5,000,000	5,000,000				2.514	2.551	JAJ0	28,984	84,182	01/08/2018	01/10/2020	
89566EAG3	TRI-STATE GENERATION & TRANSMIS			1,2	1FE	4,969,450	99,5080	4,975,400	5,000,000	4,972,235		2,785		3.700	3.807	MN	30,833	92,500	05/02/2018	11/01/2024	
91159JAA4	U S BANCORP MTN SUB NTS BE			2	1FE	2,358,978	98,6390	2,312,098	2,344,000	2,352,259		(2,243)		2.950	2.842	JJ	31,885	69,148	12/01/2015	07/15/2022	
91159HM5	U S BANCORP MTNS BK ENT			2	1FE	1,998,460	94,6890	1,893,780	2,000,000	1,998,828		140		3.100	3.109	AO	11,022	62,000	04/21/2016	04/27/2026	
902674XK1	UBS AG LONDON BRH 144A		C	2	1FE	982,830	98,1310	981,310	1,000,000	987,567		4,737		2.450	3.123	JD	2,042	24,568	03/27/2018	12/01/2020	
904764AY3	UNILEVER CAP CORP			1,2	1FE	2,953,830	95,4640	2,863,920	3,000,000	2,960,558		4,086		2.900	3.080	MN	13,533	87,000	05/02/2017	05/05/2027	
913017DD8	UNITED TECHNOLOGIES CORP			1,2	2FE	3,976,960	99,2260	3,969,040	4,000,000	3,977,784		824		3.950	4.046	FA	59,250		09/19/2018	08/16/2025	
91324PCB6	UNITEDHEALTH GROUP INC			1	1FE	3,259,672	99,7300	3,271,144	3,280,000	3,278,911		5,225		1.625	1.787	MS	15,694	53,300	12/23/2015	03/15/2019	
91324PDB5	UNITEDHEALTH GROUP INC			1	1FE	2,000,000	99,2300	1,984,600	2,000,000	2,000,000				2.506	2.543	JAJ0	10,861	40,036	10/18/2017	10/15/2020	
91324PDM1	UNITEDHEALTH GROUP INC			1	1FE	2,992,530	100,6400	3,019,200	3,000,000	2,992,596		66		3.500	3.553	FA	4,083		12/13/2018	02/15/2024	
90331HNQ2	US BANK ASSN CINCINNATI OH MTN			1	1FE	3,000,000	99,6170	2,988,510	3,000,000	3,000,000				2.828	2.868	JAJ0	15,790	40,690	05/07/2018	04/26/2021	
92345YAB2	VERISK ANALYTICS INC			1	2FE	3,217,913	100,0350	3,001,050	3,000,000	3,002,343		(58,995)		4.875	2.865	JJ	67,438	146,250	12/23/2015	01/15/2019	
92343VBY9	VERIZON COMMUNICATIONS INC			1,2	2FE	1,330,097	102,1460	1,294,190	1,267,000	1,320,576		(9,520)		4.150	3.220	MS	15,482	52,581	01/12/2018	03/15/2024	
92343VCN2	VERIZON COMMUNICATIONS INC			1,2	2FE	3,738,713	99,4980	3,731,175	3,750,000	3,745,156		1,613		3.000	3.048	MN	18,750	112,500	10/22/2014	11/01/2021	
92826CAC6	VISA INC			1,2	1FE	3,994,440	98,7450	3,949,800	4,000,000	3,996,733		771		2.800	2.822	JD	5,289	112,000	12/09/2015	12/14/2022	
92826CAD4	VISA INC			1,2	1FE	2,097,840	98,2690	1,965,380	2,000,000	2,072,288		(9,765)		3.150	2.560	JD	2,975	63,000	04/29/2016	12/14/2025	
931142DX8	WAL-MART STORES INC			1	1FE	2,000,000	99,8610	1,997,220	2,000,000	2,000,000				2.378	2.408	JAJ0	11,098	37,797	10/11/2017	10/09/2019	
931427AF5	WALGREENS BOOTS ALLIANCE INC			1	2FE	4,188,534	99,5400	4,180,680	4,200,000	4,194,977		1,634		3.300	3.344	MN	16,555	138,600	11/06/2014	11/18/2021	
931142EJ8	WALMART INC			1	1FE	1,999,900	100,7110	2,014,220	2,000,000	1,999,917		17		3.125	3.127	JD	1,389	30,556	06/20/2018	06/23/2021	
959802AX7	WESTERN UN CO			1,2	2FE	4,253,613	100,6180	4,276,265	4,250,000	4,253,360		(252)		4.250	4.230	JD	11,038	89,309	08/21/2018	06/09/2023	
961214DT7	WESTPAC BKG CORP		C	1	1FE	2,000,000	98,9040	1,978,080	2,000,000	2,000,000				3.341	3.333	JAJ0	13,383	43,694	12/04/2017	01/11/2023	
976656BP2	WISCONSIN ELEC PWR CO SR GLBL DB6			1	1FE	3,673,710	119,1960	3,575,880	3,000,000	3,630,103		(43,607)		6.500	3.823	JD	16,250	195,000	03/15/2018	06/01/2028	
82620KAE3	SIEMENS FIN NV 144A		C	1	1FE	3,797,232	98,0000	3,724,000	3,800,000	3,798,234		243		3.250	3.258	MN	11,664	123,500	12/15/2015	05/27/2025	
3299999	Subtotal - Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations					483,530,717	X X X	472,813,564	480,062,240	481,944,242		(446,089)		X X X	X X X	X X X	3,645,647	12,273,595	X X X	X X X	
Industrial & Miscellaneous (Unaffiliated) - Other Loan-Backed and Structured Securities																					
009088AA3	AIR CANADA 2015-2 144 A		C	4	1FE	3,166,008	97,0800	3,073,560	3,166,008	3,166,008				3.750	3.750	JD	5,277	120,353	12/01/2015	06/15/2029	
03065MAF4	AMERICREDIT AUTO RECV 2015-4			4	1FE	1,499,721	99,8140	1,497,210	1,500,000	1,499,958		71		2.880	2.884	MON	2,760	43,200	11/03/2015	07/08/2021	
03027WAK8	AMT 181 A			4	1FE	2,000,000	99,8880	1,997,760	2,000,000	2,000,000				3.652	3.652	MON	3,043	51,940	03/27/2018	03/16/2048	
05353TAA6	AVANT LOANS FDG TR 2018-B- 144A			4	1FE	1,099,359	99,8540	1,097,801	1,099,406	1,099,360		2		3.420	3.423	MON	1,671	6,396	10/10/2018	01/18/2022	
05377RCV4	AVIS BUD RENTAL FDG 2017-2			4	1FE	1,457,930	98,3220	1,474,830	1,500,000	1,460,325		2,395		3.330	3.406	MON	1,526	12,488	09/27/2018	03/20/2024	
05377RCZ5	AVIS BUDGET RENTAL CAR FUNDING (AE			4	1FE	1,999,955	100,8990	2,017,980	2,000,000	1,999,955				4.000	4.001	MON	2,444	51,111	04/24/2018	09/20/2024	
05377RCY8	AVIS BUDGET RENTAL FDG 2018-1			4	1FE	3,304,182	101,3370	3,349,188	3,305,000	3,304,274		92		3.700	3.705	MON	3,736	78,127	04/24/2018	09/20/2024	
05352PAA5	AVNT 18A A 144A			4	1FE	2,977,129	99,8160	2,971,726	2,977,204	2,976,417		(713)		3.090	3.097	MON	511	55,937	05/22/2018	06/15/2021	
12189PAK8	BURLINGTON NORTH SF 2001-2			4	1FE	860,503	100,9000	752,100	752,100	770,830		(9,822)		6.462	2.980	JJ	22,210	60,146	04/24/2013	01/15/2021	
13975NAF0	CAPITAL AUTO RECV ABN 2016-1			4	1FE	3,999,912	100,1410	4,005,640	4,000,000	3,999,979		23		3.340	3.341	MON	4,082	133,600	03/09/2016	05/20/2021	
14041NFL0	CAPITAL ONE CC TR 2017-2			4	1FE	5,829,000	100,0000	5,800,000	5,800,000	5,822,500		(5,988)		2.865	2.744	MON	7,799	138,399	12/14/2017	01/15/2025	
20268MAA4	CBSLT 18BGS A1 144A			4	1FE	3,083,064	100,0980	3,086,250	3,083,229	3,083,060		(5)		3.560	3.561	MON	1,829	43,261	07/26/2018	09/25/2045	
165183AV6	CHESAPEAKE FDG II LLC 2017-3 144A			4	1FE	1,939,944	98,7140	1,915,052	1,940,000	1,939,969		18		2.780	2.781	MON	2,397	53,932	08/01/2017	08/15/2029	
165183AX2	CHESAPEAKE FDG II LLC 2017-3 144A			4	1AM	2,964,844	99,4940	2,984,820	3,000,000	2,974,079		9,236		3.380	3.846	MON	4,507	67,600	04/27/2018	08/15/2029	
165183BE3	CHESAPEAKE FDG II LLC 2017-4 144A			4	1AM	2,696,719	99,0600	2,724,150	2,750,000	2,708,774		12,055		3.260	3.951	MON	3,984	59,767	04/27/2018	11/15/2029	
125634AN5	CLI FDG V LLC 2014-1 144A			4	1FE	1,723,413	98,4810	1,722,329	1,748,895	1,724,308		895		3.290	3.868	MON	2,078	39,069	04/20/2018	06/18/2029	
19260MAA4	COINSTAR FDG LLC 2017-144A			4	2AM	2,142,375	101,1040	2,166,027	2,142,375	2,142,375				5.216	5.216	JAJ0	20,487	111,958	05/04/2017	04/25/2047	
20826JAA6	CONNS RECV FDG LLC 144A			4	2AM	1,704,577	100,0170	1,704,935	1,704,645	1,704,536		(41)		3.250	3.253	MON	2,462	21,705	08/09/2018	07/17/2023	
21051AAA9	CONSUMER LN BD CR TR 2017-P1 144A			4	1FE	482,921	99,7190	481,579	482,936	482,886		(35)		2.420	2.426	MON	519	13,266	09/15/2017	09/15/2023	
21052NAA0	CONSUMER LOAN UNDERLYING BOND CLUB			4	1FE	4,465,261	99,6630	4,450,223	4,465,271	4,465,261				3.470	3.470	MON	1,722	34,259	09/18/2018	10/15/2025	
22822RBB5	CROWN CASTLE TOWERS 2015-1-2 144 A			4	1FE	1,183,992	98,3370	1,180,044	1,200,000	1,191,353		2,377		3.222	3.449	MON	1,718	38,664	12/01/2015	05/15/2042	
24704AAF3	DELL EQUIP FIN TR 2018-1 144A			4	1FE	3,999,352	100,2540	4,010,160	4,000,000												

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

E10.4

1 CUSIP Identification	2 Description	Codes			6 NAIC Designation and Administrative Symbol	7 Actual Cost	Fair Value		10 Par Value	11 Book/ Adjusted Carrying Value	Change in Book Adjusted Carrying Value				Interest					Dates	
		3 Code	4 F O R E I G N	5 Bond CHAR			8 Rate Used to Obtain Fair Value	9 Fair Value			12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amortization)/ Accretion	14 Current Year's Other- Than- Temporary Impairment Recognized	15 Total Foreign Exchange Change in B./A.C.V.	16 Rate of	17 Effective Rate of Interest	18 When Paid	19 Admitted Amount Due and Accrued	20 Amount Received During Year	21 Acquired	22 Stated Contractual Maturity Date
42806DBQ1	HERTZ FIN II 2018-1 144A			4	1FE	5,424,407	99,1640	5,379,647	5,425,000	5,363,526		(60,882)		3,290	3,584	MON	2,975	164,105	01/17/2018	02/25/2024	
26208LAC2	HONK 181 A2			4	2AM	2,985,000	101,7980	3,038,670	2,985,000	2,985,000				4,739	4,739	JAJO	27,899	69,331	04/17/2018	04/20/2048	
518887AB0	LAUREL RD PRIME SL TR 2017 144A			4	1FE	7,800,934	98,4990	7,902,392	8,022,814	7,799,353		(1,581)		2,770	3,360	MON	3,704	56,570	09/26/2018	08/25/2042	
543190AA0	LONGTRAIN LEASING III 2015-3 144A			4	1FE	1,068,548	98,7230	1,061,576	1,075,308	1,070,210		849		2,980	3,163	MON	1,424	34,064	12/23/2015	01/15/2045	
57109GAA2	MARLETTE FDG TR 2018-4 144A			4	1FE	2,925,286	100,2260	2,932,129	2,925,518	2,925,287				3,710	3,712	MON	4,824	9,584	11/06/2018	12/15/2028	
61946FAA3	MOSAIC SOLAR LNS- 144A			4	1FE	3,502,856	101,2140	3,545,564	3,503,037	3,502,864		8		4,010	4,012	MON	4,292	95,215	04/11/2018	06/22/2043	
63940QAC7	NAVIENT PRIV ED LN TR 2018-B 144A			5	1FE	3,000,000	99,4460	2,983,380	3,000,000	3,000,000				2,783	2,823	MON	3,710	49,482	05/15/2018	12/15/2059	
65341KBD7	NEXTGEAR FLRPLN OWN TR 2018-2-144A			4	1FE	5,998,580	100,7990	6,047,940	6,000,000	5,998,744		164		3,690	3,704	MON	9,840	35,055	10/09/2018	10/16/2023	
68269CAA4	OMFIT 182 A			4	1FE	4,599,012	101,3010	4,659,846	4,600,000	4,599,238		226		3,570	3,577	MON	7,755	120,884	03/12/2018	03/14/2033	
68269CAB2	OMFIT 182 B			4	1FE	1,599,971	101,1470	1,618,352	1,600,000	1,599,978		7		3,890	3,891	MON	2,939	45,816	03/12/2018	03/14/2033	
68235RAC8	ONDECK ASSET SEC TR II 2018-1 144A			4	1FE	2,999,912	100,1170	3,003,510	3,000,000	2,999,943		32		3,500	3,501	MON	4,083	70,000	04/10/2018	04/18/2022	
68268EAA1	ONEMAIN FINL ISSUE TR 2015-1 144A			4	1FE	1,502,763	99,9190	1,499,438	1,500,653	1,504,784		2,840		3,190	3,037	MON	1,729	54,957	12/23/2015	03/18/2026	
70466WAA7	PEACHTREE CORNERS FDG TR 144A			1	2AM	4,464,635	97,0020	4,365,090	4,500,000	4,466,737		1,658		3,976	4,114	FA	67,592	99,400	09/06/2018	02/15/2025	
69333PCN3	PFSCF 18A A			4	1FE	3,000,000	99,9280	2,997,840	3,000,000	3,000,000				2,856	2,899	MON	7,405	61,432	02/06/2018	02/15/2022	
80284QAF8	SANTANDER DRIVE AUTO 2015-5			4	1FE	1,014,261	99,8950	1,013,322	1,014,387	1,014,378		26		2,740	2,744	MON	1,235	30,309	10/15/2015	12/15/2021	
80285TAE4	SANTANDER DRIVE AUTO 2018-1			4	1FE	9,924,295	99,4050	9,865,946	9,925,000	9,924,613		318		2,630	2,634	MON	11,601	232,750	01/18/2018	07/15/2022	
80285AAN5	SANTANDER RETAIL AUTO 2017-A 144A			4	1FE	4,999,518	99,3230	4,966,150	5,000,000	4,999,723		181		2,960	2,964	MON	4,522	148,000	11/14/2017	11/21/2022	
83405QAA7	SOFI CONSUMER LN PRGRM 2017-6 144A			4	1FE	907,699	99,4820	903,345	908,049	907,217		(475)		2,200	2,230	MON	333	21,906	11/07/2017	11/25/2026	
78471WAD7	SOFI CONSUMER LN PRGRM 2018-2 144A			4	2AM	1,995,419	100,6670	2,013,340	2,000,000	1,996,179		760		4,250	4,310	MON	1,417	59,500	04/10/2018	04/26/2027	
83406HAC2	SOFI CONSUMER LN PRGRM 2018-4 144A			4	1FE	1,999,654	101,5050	2,030,100	2,000,000	1,999,666		12		4,170	4,174	MON	1,390	10,657	11/05/2018	11/26/2027	
78490DAB0	SOFI PRFSSNAL LN PRGRM 144A 2018-C			4	1FE	7,346,432	100,5680	7,391,748	7,350,000	7,346,555		124		3,590	3,596	MON	4,398	98,949	08/07/2018	01/25/2048	
83401LAB0	SOFI PRFSSNAL LN PRGRM 2015-A 144A			4	1FE	422,698	99,0160	421,202	425,388	420,622		(717)		2,420	2,898	MON	172	10,720	12/23/2015	03/25/2030	
78470NAB2	SOFI PRFSSNAL LN PRGRM 2015-D 144A			4	1FE	1,172,333	98,3380	1,158,723	1,178,307	1,170,033		(926)		2,720	2,902	MON	534	32,959	11/13/2015	10/25/2036	
83404KAD5	SOFI PRFSSNAL LN PRGRM 2017-E 144A			4	1FE	994,131	99,6890	996,890	1,000,000	994,963		527		3,490	3,555	MON	582	34,900	10/06/2017	11/26/2040	
84474YAA4	SOUTHWEST AIRLINES 2007-1			4	1FE	2,855,358	105,0800	2,647,890	2,519,880	2,654,053		(67,398)		6,150	3,563	FA	64,572	154,973	12/23/2015	02/01/2024	
86212VAF1	STORE MSTR FDG I-VII 2018-1			4	1FE	998,739	100,2500	1,001,664	999,167	998,746		7		4,400	4,405	MON	1,343	7,086	10/12/2018	10/20/2048	
87407PAP5	TAL ADVANTAGE V LLC 2014-2 144 A			4	1FE	745,792	99,2080	751,928	757,931	752,691		1,597		3,330	3,699	MON	771	25,677	11/12/2015	05/20/2039	
89679HAA3	TRITON CONTAIN FIN VI 2017-1 144A			4	1FE	3,411,010	98,6530	3,365,678	3,411,633	3,411,122		71		3,520	3,524	MON	3,669	121,198	06/07/2017	06/20/2042	
89679HAJ4	TRITON CONTAIN FIN VI 2018-144A			4	1FE	4,091,563	100,4650	4,112,158	4,093,125	4,091,687		124		3,950	3,959	MON	4,940	120,905	05/04/2018	03/20/2043	
90932QAA4	UNITED AIRLINES PT CERT 2014-2			4	1FE	3,499,283	97,7370	3,369,551	3,447,569	3,482,874		(6,303)		3,750	3,429	MS	42,376	131,463	11/30/2015	03/03/2028	
90931LAA6	UNITED AIRLINES PT CERT 2016-1			4	1FE	2,368,078	96,2960	2,280,365	2,368,078	2,368,078				3,100	3,100	JJ	35,482	75,428	06/06/2016	01/07/2030	
90346WAA1	US AIRWAYS PT TRUST 2013-1			4	1FE	3,632,147	100,7230	3,617,709	3,591,740	3,618,758		(5,022)		3,950	3,701	MN	18,128	141,874	11/30/2015	05/15/2027	
92347XAA4	VERIZON OWNER TR 2016-1 144A			4	1FE	1,232,008	99,5110	1,226,190	1,232,216	1,232,117				1,420	1,428	MON	535	18,429	07/12/2016	01/20/2021	
92887MAB2	Volvo Financial Equipment Master O			4	1FE	5,000,000	101,0510	5,052,550	5,000,000	5,000,000				2,602	2,639	MON	6,142	51,928	07/24/2018	07/15/2021	
92887MAA4	VOLVO FINL EQUIP LLC 2017-A 144A			4	1FE	1,000,000	100,2120	1,002,120	1,000,000	1,000,000				1,764	1,789	MON	833	24,798	11/03/2017	11/15/2022	
95058XAB4	WENDYS FDG LLC 2015-1			4	2AM	2,889,369	99,9340	2,884,148	2,886,053	2,888,895		(351)		4,080	4,058	MJSD	5,233	118,054	09/21/2016	06/15/2045	
95058XAC2	WENDYS FDG LLC 2015-1 144A			4	2AM	962,511	100,1370	968,825	967,500	964,142		542		4,497	4,577	MJSD	1,934	43,620	01/22/2016	06/15/2045	
96328DAU8	WHEELS SPV 2 LLC 2016-1 144A			4	1FE	1,999,958	99,2140	1,984,280	2,000,000	1,999,992		13		1,870	1,871	MON	1,143	37,400	08/02/2016	05/20/2025	
3599999	Subtotal - Industrial & Miscellaneous (Unaffiliated) - Other Loan-Backed and Structured Securities					191,858,366		190,353,478	191,800,441	190,447,080		(1,049,813)						514,986	4,607,827		
3899999	Subtotal - Industrial & Miscellaneous (Unaffiliated)					675,389,083		663,167,042	671,862,681	672,391,322		(1,049,813)						4,160,633	16,881,422		
Hybrid Securities - Issuer Obligations																					
404280AT6	HSBC HLDGS PLC				2FE	3,773,750	96,0000	3,648,000	3,800,000	3,773,778		10		6,375	6,420	MS	80,750	242,250	12/15/2015	03/01/2099	
902973AY2	US BANCORP DEL				2FE	2,100,000	99,0000	2,079,000	2,100,000	2,100,000				5,125	5,125	JJ	49,627	107,625	11/16/2015	01/15/2021	
4299999	Subtotal - Hybrid Securities - Issuer Obligations					5,873,750		5,727,000	5,900,000	5,873,778		10						130,377	349,875		
4899999	Subtotal - Hybrid Securities					5,873,750		5,727,000	5,900,000	5,873,778		10						130,377	349,875		
7799999	Subtotals - Issuer Obligations					622,780,315		608,859,380	615,103,240	619,967,828		(1,119,433)						4,697,669	15,842,956		
8099999	Subtotals - Other Loan-Backed and Structured Securities					191,858,366		190,353,478	191,800,441	190,447,080		(1,049,813)						514,986	4,607,827		
8399999	Grand Total - Bonds					814,638,681		799,212,858	806,903,681	810,414,908		(1,049,813)						5,212,655	20,450,783		

E11 Schedule D - Part 2 Sn 1 Prfrd Stocks Owned NONE

E12 Schedule D - Part 2 Sn 2 Common Stocks Owned NONE

SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks ACQUIRED During Current Year

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
Bonds - U.S. Governments								
201824208	U. S. MORTGAGE GUARANTY INSURANCE		08/31/2018	DIRECT	X X X	1,000	1,000	
9128284L1	U.S. TREASURY NOTES 2.750% 4/30/		06/01/2018	FIRST REPUBLIC BANK	X X X	2,317,356	2,325,000	2,978
912828VB3	UNITED STATES TREAS NTS		06/01/2018	U.S BANK	X X X	2,649,357	2,750,000	1,962
059999 Subtotal - Bonds - U.S. Governments						4,967,713	5,076,000	4,940
Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed)								
20772KER6	CONNECTICUT ST		09/01/2018	SIEBERT BRANDFORD SHANK & CO	X X X	2,023,060	2,000,000	
20772KES4	CONNECTICUT ST		09/01/2018	SIEBERT BRANDFORD SHANK & CO	X X X	3,057,780	3,000,000	
179999 Subtotal - Bonds - U.S. States, Territories and Possessions (Direct and Guaranteed)						5,080,840	5,000,000	
Bonds - U.S. Special Revenue, Special Assessment								
57563RPG8	MASSACHUSETTS EDL FING AUTH ED		06/01/2018	RBC DAIN RAUSCHER INC	X X X	1,500,000	1,500,000	
57563RPH6	MASSACHUSETTS EDL FING AUTH ED		06/01/2018	RBC DAIN RAUSCHER INC	X X X	2,000,000	2,000,000	
59333P3L0	MIAMI-DADE CNTY FLA AVIATION R		08/16/2018	CHASE SECURITIES	X X X	2,290,000	2,290,000	
319999 Subtotal - Bonds - U.S. Special Revenue, Special Assessment						5,790,000	5,790,000	
Bonds - Industrial and Miscellaneous (Unaffiliated)								
65557CAY9	NORDEA BK AB MTN 144A	C	08/22/2018	GOLDMAN SACHS & COMPANY	X X X	1,997,300	2,000,000	
65557CAZ6	NORDEA BK AB MTN 144A	C	08/22/2018	GOLDMAN SACHS & COMPANY	X X X	3,000,000	3,000,000	
00912XBE3	AIR LEASE CORP		09/10/2018	CHASE SECURITIES	X X X	3,971,600	4,000,000	
023135BN5	AMAZON COM INC		05/07/2018	MORGAN STANLEY & CO.	X X X	4,407,000	4,000,000	82,622
03027WAK8	AMT 181 A		03/27/2018	BARCLAYS CAPITAL INC	X X X	2,000,000	2,000,000	
00206RGL0	AT&T INC		04/26/2018	RBC DAIN RAUSCHER INC	X X X	3,875,440	4,000,000	34,167
05353TAA6	AVANT LOANS FDG TR 2018-B- 144A		10/10/2018	CREDIT SUISSE SECURITIES (USA)	X X X	1,222,948	1,223,000	
05377RCV4	AVIS BUD RENTAL FDG 2017-2		09/27/2018	GOLDMAN SACHS & COMPANY	X X X	1,457,930	1,500,000	1,526
05377RCZ5	AVIS BUDGET RENTAL CAR FUNDING (AE		04/24/2018	BANK OF AMERICA SEC LLC	X X X	1,999,955	2,000,000	
05377RCY8	AVIS BUDGET RENTAL FDG 2018-1		04/24/2018	BANK OF AMERICA SEC LLC	X X X	3,304,182	3,305,000	
05352PAA5	AVNT 18A A 144A		05/22/2018	WELLS FARGO	X X X	5,999,850	6,000,000	
06051GHL6	BANK AMER CORP		09/19/2018	BNP PARIBAS	X X X	3,997,920	4,000,000	24,901
084659AK7	BERKSHIRE HATHAWAY ENERGY CO		12/14/2018	GOLDMAN SACHS & COMPANY	X X X	2,924,850	3,000,000	35,700
097023BW4	BOEING CO		02/21/2018	GOLDMAN SACHS	X X X	3,953,760	4,000,000	
MAXSAFE08	BUSINESS CD		10/01/2018	DIRECT	X X X	356,240	356,240	
14040HBY0	CAPITAL ONE FINL CORP		04/26/2018	MORGAN STANLEY & CO	X X X	3,996,480	4,000,000	
14913Q2M0	CATERPILLAR FINL SVCS MTNS BE		05/09/2018	BANK OF AMERICA SEC LLC	X X X	3,000,000	3,000,000	
14913Q2P3	CATERPILLAR FINL SVCS MTNS BE		09/04/2018	CHASE SECURITIES	X X X	2,000,000	2,000,000	
20268MAA4	CBSLT 18BGS A1 144A		07/26/2018	WELLS FARGO	X X X	3,299,824	3,300,000	
151020BB9	CELGENE CORP		02/08/2018	CITIGROUP GLOBAL MARKETS INC.	X X X	2,989,680	3,000,000	
165183AX2	CHESAPEAKE FDG II LLC 2017-3- 144A		04/27/2018	CREDIT SUISSE SECURITIES (USA)	X X X	2,964,844	3,000,000	4,507
165183BE3	CHESAPEAKE FDG II LLC 2017-4- 144A		04/27/2018	CREDIT SUISSE SECURITIES (USA)	X X X	2,696,719	2,750,000	3,984
125634AN5	CLI FDG V LLC 2014-1 144A		04/20/2018	CREDIT SUISSE SECURITIES (USA)	X X X	1,995,073	2,024,571	370
20030NCR0	COMCAST CORP NEW		10/02/2018	BANK OF AMERICA SEC LLC	X X X	6,999,580	7,000,000	
20826JAA6	CONNRS RECV FDG LLC 144A		08/09/2018	CREDIT SUISSE SECURITIES (USA)	X X X	3,239,870	3,240,000	
21052NAA0	CONSUMER LOAN UNDERLYING BOND CLUB		09/18/2018	CHASE SECURITIES	X X X	4,999,989	5,000,000	
126650CV0	CVS HEALTH CORP		03/06/2018	GOLDMAN SACHS	X X X	8,919,360	9,000,000	
24422EUJ6	DEERE JOHN CAP CORP MTNS BE		09/05/2018	GOLDMAN SACHS & COMPANY	X X X	2,000,000	2,000,000	
24704AAF3	DELL EQUIP FIN TR 2018-1 144A		06/12/2018	BARCLAYS CAPITAL INC	X X X	3,999,352	4,000,000	
29364DAV2	ENTERGY ARK INC		05/08/2018	BARCLAYS CAPITAL INC	X X X	4,996,600	5,000,000	
31677QBM0	FIFTH THIRD BK CIN OHIO MTN BE		07/23/2018	MORGAN STANLEY & CO.	X X X	4,000,000	4,000,000	
369550BA5	GENERAL DYNAMICS CORP		05/08/2018	BANK OF AMERICA SEC LLC	X X X	2,491,150	2,500,000	
370334CF9	GENERAL MLS INC		04/03/2018	GOLDMAN SACHS & COMPANY	X X X	2,497,575	2,500,000	
370334CG7	GENERAL MLS INC		04/26/2018	BNP PARIBAS	X X X	1,978,780	2,000,000	3,033
377372AL1	GLAXOSMITHKLINE CAP INC		05/10/2018	CHASE SECURITIES INC	X X X	3,981,240	4,000,000	

E13

SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks ACQUIRED During Current Year

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends
38218GAA0	GOODGREEN 2018- 144A		04/20/2018	NOMURA SEC INTL	X X X	3,999,587	4,000,000	
41284LAA2	HARLEY MARINE FING LLC 2018-1 144A		07/23/2018	GUGGENHEIM CAPITAL MARKETS	X X X	3,462,725	3,471,350	2,717
42806DBG3	HERTZ FIN II 2017-2 144A		06/08/2018	BANK OF AMERICA SEC LLC	X X X	5,881,875	6,000,000	7,128
42806DBQ1	HERTZ FIN II 2018-1 144A		01/17/2018	BANC OF AMERICA SECURITIES LLC	X X X	5,424,407	5,425,000	
26208LAC2	HONK 181 A2		04/17/2018	BARCLAYS CAPITAL INC	X X X	3,000,000	3,000,000	
454889AS5	INDIANA MICH PWR CO		04/30/2018	CREDIT SUISSE SECURITIES (USA)	X X X	2,990,550	3,000,000	
48125LRN4	JP MORGAN CHASE BANK		04/24/2018	CHASE SECURITIES INC	X X X	2,000,260	2,000,000	
518887AB0	LAUREL RD PRIME SL TR 2017 144A		09/26/2018	BANK OF AMERICA SEC LLC	X X X	8,235,056	8,469,284	1,955
57109GAA2	MARLETTE FDG TR 2018-4 144A		11/06/2018	GOLDMAN SACHS & COMPANY	X X X	2,999,762	3,000,000	
61744YAG3	MORGAN STANLEY		04/24/2018	RBC DAIN RAUSCHER INC	X X X	3,050,820	3,000,000	19,319
61946FAA3	MOSAIC SOLAR LNS- 144A		04/11/2018	DEUTSCHE BANK SECURITIES	X X X	3,999,794	4,000,000	
63940QAC7	NAVIENT PRIV ED LN TR 2018-B 144A		05/15/2018	CHASE SECURITIES	X X X	3,000,000	3,000,000	
65341KBD7	NEXTGEAR FLRPLN OWN TR 2018-2-144A		10/09/2018	RBC DAIN RAUSCHER INC	X X X	5,998,580	6,000,000	
67080LAA3	NUVEEN LLC 144A		10/17/2018	CHASE SECURITIES	X X X	3,479,105	3,500,000	
677050AC0	OGLETHORPE PWR CORP 144A		08/27/2018	ROBERT W. BAIRD	X X X	6,835,200	6,000,000	59,158
68269CAA4	OMFIT 182 A		03/12/2018	CITIGROUP GLOBAL MARKETS INC.	X X X	4,599,012	4,600,000	
68269CAB2	OMFIT 182 B		03/12/2018	CITIGROUP GLOBAL MARKETS INC.	X X X	1,599,971	1,600,000	
68235RAC8	ONDECK ASSET SEC TR II 2018-1 144A		04/10/2018	DEUTSCHE BANK SECURITIES	X X X	2,999,912	3,000,000	
69371RP34	PACCAR FINL CORP SR MTNS BK EN		05/07/2018	BANK OF AMERICA SEC LLC	X X X	3,000,000	3,000,000	
70466WAA7	PEACHTREE CORNERS FDG TR 144A		09/06/2018	BARCLAYS CAPITAL INC	X X X	1,966,860	2,000,000	5,522
709599BB9	PENSKE TRUCK LEASING CO 144A		05/07/2018	BANK OF AMERICA SEC LLC	X X X	3,991,840	4,000,000	
69335PCN3	PFSFC 18A A		02/06/2018	CHASE SECURITIES	X X X	3,000,000	3,000,000	
69353RFK9	PNC BK N A PITTSBURGH PA SR GLBL F		01/17/2018	CHASE SECURITIES INC	X X X	3,000,000	3,000,000	
743315AV5	PROGRESSIVE CORP OHIO		10/18/2018	GOLDMAN SACHS & COMPANY	X X X	2,994,840	3,000,000	
74368CAE4	PROTECTIVE LIFE GLOBL FUND 144A		04/26/2018	MORGAN STANLEY & CO	X X X	1,918,620	2,000,000	5,109
74456QBW5	PUBLIC SVC ELEC GAS CO MTN BE		09/05/2018	MITSUBISHI SECURITIES	X X X	3,992,920	4,000,000	
747525AT0	QUALCOMM INC		04/26/2018	MORGAN STANLEY & CO	X X X	939,340	1,000,000	12,889
75951AAJ7	RELIANCE STD LIFE GLOB FDG II 144A		09/12/2018	CREDIT SUISSE SECURITIES (USA)	X X X	7,995,680	8,000,000	
80285TAE4	SANTANDER DRIVE AUTO 2018-1		01/18/2018	RBC DAIN RAUSCHER INC	X X X	9,924,295	9,925,000	
808513AU9	SCHWAB CHARLES CORP NEW		01/12/2018	MORGAN STANLEY & CO.	X X X	1,988,840	2,000,000	7,111
78471WAD7	SOFI CONSUMER LN PRGRM 2018-2 144A		04/10/2018	CHASE SECURITIES	X X X	1,995,419	2,000,000	
83406HAC2	SOFI CONSUMER LN PRGRM 2018-4 144A		11/05/2018	MIZHUO SECURITIES USA	X X X	1,999,654	2,000,000	
78490DAB0	SOFI PRFSSNAL LN PRGRM 144A 2018-C		08/07/2018	DEUTSCHE BANK SECURITIES	X X X	7,346,432	7,350,000	
784710AB1	SSM HEALTH CARE CORP		12/04/2018	CHASE SECURITIES	X X X	1,987,500	2,000,000	2,049
86212VAF1	STORE MSTR FDG I-VII 2018-1		10/12/2018	CREDIT SUISSE SECURITIES (USA)	X X X	999,572	1,000,000	
89236TEK7	TOYOTA MOTOR CREDIT CORP		01/08/2018	BANC OF AMERICA SECURITIES LLC	X X X	5,000,000	5,000,000	
89566EAG3	TRI-STATE GENERATION & TRANSMIS		05/02/2018	STIFEL NICOLAUS & CO	X X X	4,969,450	5,000,000	1,542
89679HAJ4	TRITON CONTAIN FIN VI 2018-144A		05/04/2018	VARIOUS	X X X	4,419,778	4,421,458	832
902674XK1	UBS AG LONDON BRH 144A	C	03/27/2018	MITSUBISHI SECURITIES	X X X	982,830	1,000,000	8,099
913017DD8	UNITED TECHNOLOGIES CORP		09/19/2018	GOLDMAN SACHS & COMPANY	X X X	3,976,960	4,000,000	15,361
91324PDM1	UNITEDHEALTH GROUP INC		12/13/2018	CHASE SECURITIES	X X X	2,992,530	3,000,000	
90331HNQ2	US BANK ASSN CINCINNATI OH MTN		05/07/2018	US BANKCORP	X X X	3,000,000	3,000,000	
92343VBY9	VERIZON COMMUNICATIONS INC		01/12/2018	BARCLAYS CAPITAL INC	X X X	1,330,097	1,267,000	17,819
92887MAB2	Volvo Financial Equipment Master O		07/24/2018	WELLS FARGO	X X X	5,000,000	5,000,000	
931142EJ8	WALMART INC		06/20/2018	CITIGROUP	X X X	1,999,900	2,000,000	
959802AX7	WESTERN UN CO		08/21/2018	VARIOUS	X X X	4,253,613	4,250,000	36,125
976656BP2	WISCONSIN ELEC PWR CO SR GLBL DB6		03/15/2018	WELLS FARGO	X X X	3,673,710	3,000,000	58,500
3899999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					291,712,387	290,977,903	452,045
8399997	Subtotal - Bonds - Part 3					307,550,940	306,843,903	456,985
8399998	Summary item from Part 5 for Bonds					15,164,683	15,250,000	331
8399999	Subtotal - Bonds					322,715,623	322,093,903	457,316
9999999	Totals					322,715,623	X X X	457,316

SCHEDULE D - PART 4

Showing All Long-Term Bonds and Stocks SOLD, REDEEMED, or Otherwise DISPOSED OF During Current Year

E4.1

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21
										11	12	13	14	15						
CUSIP Identification	Description	For e i g n	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 (Amortization/ Accretion)	Current Year's Other-Than- Temporary Impairment Recognized	Total Change in B./A.C.V. (Cols. 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
42771LAB8	HERO FDG 2017-2 144A	C	12/20/2018	PRINCIPAL RECEIPT	X X X	171,016	171,338	171,315	171,315				(299)		171,016				3,221	09/20/2048
26208LAC2	HONK 181 A2		10/20/2018	PRINCIPAL RECEIPT	X X X	15,000	15,000	15,000							15,000				85	04/20/2048
40428HPH9	HSBC USA INC NEW		01/16/2018	MATURITY	X X X	3,550,000	3,550,000	3,562,487	3,550,116		(116)		(116)		3,550,000				28,844	01/16/2018
45685EAE6	ING U S INC		02/15/2018	MATURITY	X X X	2,739,000	2,739,000	2,768,006	2,742,848		(3,848)		(3,848)		2,739,000				39,716	02/15/2018
49327M2A1	KEYBANK NATIONAL ASSOCIATION		02/01/2018	MATURITY	X X X	1,750,000	1,750,000	1,748,320	1,749,971		29		29		1,750,000				14,438	02/01/2018
51888TAB0	LAUREL RD PRIME SL TR 2017 144A		12/25/2018	PRINCIPAL RECEIPT	X X X	446,470	446,470	434,122			12,348		12,348		446,470				1,200	08/25/2042
543190AA0	LONGTRAIN LEASING III 2015-3 144A		12/15/2018	PRINCIPAL RECEIPT	X X X	184,247	184,247	183,089	183,228		1,019		1,019		184,247				2,780	01/15/2045
57109GAA2	MARLETTE FDG TR 2018-4 144A		12/15/2018	PRINCIPAL RECEIPT	X X X	74,482	74,482	74,476			6		6		74,482					12/15/2028
585055BA3	MEDTRONIC INC		04/01/2018	MATURITY	X X X	2,000,000	2,000,000	1,997,000	1,999,846		154		154		2,000,000				13,750	04/01/2018
59217GAY5	METROPOLITAN LIFE GLOBAL FDG I 144		01/10/2018	MATURITY	X X X	1,700,000	1,700,000	1,690,718	1,699,951		49		49		1,700,000				12,750	01/10/2018
61946FAA3	MOSAIC SOLAR LNS- 144A		12/20/2018	PRINCIPAL RECEIPT	X X X	496,963	496,963	496,937			26		26		496,963				4,780	06/22/2043
68268EAA1	ONEMAIN FINL ISSUE TR 2015-1 144A		12/18/2018	PRINCIPAL RECEIPT	X X X	6,219,347	6,219,347	6,228,089	6,224,692		(5,346)		(5,346)		6,219,347				97,085	03/18/2026
68267JAA1	ONEMAIN FINL ISSUE TR 2015-2 144A		10/18/2018	PRINCIPAL RECEIPT	X X X	603,596	603,596	599,570	598,005		5,591		5,591		603,596				6,027	07/18/2025
74153WBZ1	PRICOA GLBL FDG I MTN 144A		05/29/2018	MATURITY	X X X	1,950,000	1,950,000	1,948,499	1,949,872		128		128		1,950,000				15,600	05/29/2018
80284QAF8	SANTANDER DRIVE AUTO 2015-5		12/15/2018	PRINCIPAL RECEIPT	X X X	1,785,613	1,785,613	1,785,391	1,785,552		61		61		1,785,613				31,413	12/15/2021
828807CM7	SIMON PPTY GROUP LP 144A		01/03/2018	CALLED @ 100.00000000	X X X	2,000,000	2,000,000	2,001,200	2,000,021		(21)		(21)		2,000,000				12,667	02/01/2018
78447CAB6	SLM PRIV ED LN TR 2012-D 144A		03/15/2018	PRINCIPAL RECEIPT	X X X	682,447	682,447	719,872	684,235		(1,788)		(1,788)		682,447				4,195	02/15/2046
78443CAZ7	SLM PRIVATE ST LN TR 2003-C		03/15/2018	PRINCIPAL RECEIPT	X X X	68,515	68,515	67,498	67,087		1,427		1,427		68,515				339	09/15/2020
83405QAA7	SOFI CONSUMER LN PRGRM 2017-6 144A		12/25/2018	PRINCIPAL RECEIPT	X X X	1,926,741	1,926,741	1,926,000	1,925,984		757		757		1,926,741				19,166	11/25/2026
83401LAB0	SOFI PRFSSNAL LN PRGRM 2015-A 144A		12/25/2018	PRINCIPAL RECEIPT	X X X	280,999	280,999	279,451	278,667		2,332		2,332		280,999				2,715	03/25/2030
78470NAB2	SOFI PRFSSNAL LN PRGRM 2015-D 144A		12/25/2018	PRINCIPAL RECEIPT	X X X	469,669	469,669	467,288	466,740		2,929		2,929		469,669				5,372	10/25/2036
84474YAA4	SOUTHWEST AIRLINES 2007-1		08/01/2018	PRINCIPAL RECEIPT	X X X	446,403	446,403	505,834	482,112		(35,709)		(35,709)		446,403				20,980	02/01/2024
86212VAF1	STORE MSTR FDG I-VII 2018-1		12/20/2018	PRINCIPAL RECEIPT	X X X	833	833	833							833				1	10/20/2048
87407PAP5	TAL ADVANTAGE V LLC 2014-2 144 A		12/20/2018	PRINCIPAL RECEIPT	X X X	173,621	173,621	170,840	172,055		1,566		1,566		173,621				3,227	05/20/2039
89679HAA3	TRITON CONTAIN FIN VI 2017-1 144A		12/20/2018	PRINCIPAL RECEIPT	X X X	397,677	397,677	397,605	397,609		68		68		397,677				6,509	06/20/2042
89679HAJ4	TRITON CONTAIN FIN VI 2018-144A		12/20/2018	PRINCIPAL RECEIPT	X X X	328,333	328,333	328,215			118		118		328,333				4,417	03/20/2043
90352JAB9	UBS GROUP FDG SWITZ AG 144A	C	08/13/2018	UBS SECURITIES	X X X	3,493,674	3,450,000	3,450,000	3,450,000						3,450,000		43,674	43,674	78,671	05/23/2023
90932QAA4	UNITED AIRLINES PT CERT 2014-2		09/03/2018	PRINCIPAL RECEIPT	X X X	232,613	232,613	236,102	235,420		(2,807)		(2,807)		232,613				4,361	03/03/2028
90931LAA6	UNITED AIRLINES PT CERT 2016-1		07/07/2018	PRINCIPAL RECEIPT	X X X	131,922	131,922	131,922	131,922						131,922				1,050	01/07/2030
90346WAA1	US AIRWAYS PT TRUST 2013-1		11/15/2018	PRINCIPAL RECEIPT	X X X	271,693	271,693	274,750	274,117		(2,424)		(2,424)		271,693				7,867	05/15/2027
92347XAA4	VERIZON OWNER TR 2016-1 144A		12/20/2018	PRINCIPAL RECEIPT	X X X	1,267,784	1,267,784	1,267,571	1,267,677		107		107		1,267,784				13,954	01/20/2021
931142DF7	WAL-MART STORES INC		04/11/2018	MATURITY	X X X	3,500,000	3,500,000	3,496,780	3,499,817		183		183		3,500,000				19,688	04/11/2018
95058XAB4	WENDYS FDG LLC 2015-1		12/15/2018	PRINCIPAL RECEIPT	X X X	29,830	29,830	29,861	29,860		(30)		(30)		29,830				458	06/15/2045
95058XAC2	WENDYS FDG LLC 2015-1 144A		12/15/2018	PRINCIPAL RECEIPT	X X X	10,000	10,000	9,948	9,960		40		40		10,000				169	06/15/2045
3899999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					93,083,732	92,914,191	93,932,672	85,637,998		(35,785)		(35,785)		93,214,586		(313,353)	(313,353)	1,450,058	X X X
8399997	Subtotal - Bonds - Part 4					118,840,002	118,084,191	119,780,272	111,283,094		(62,994)		(62,994)		118,832,473		(174,970)	(174,970)	1,769,519	X X X
8399998	Summary Item from Part 5 for Bonds					15,345,758	15,250,000	15,164,683			2,312		2,312		15,166,995		178,763	178,763	162,163	X X X
8399999	Subtotal - Bonds					134,185,760	133,334,191	134,944,955	111,283,094		(60,682)		(60,682)		133,999,468		3,793	3,793	1,931,682	X X X
9999999	Totals					134,185,760	X X X	134,944,955	111,283,094		(60,682)		(60,682)		133,999,468		3,793	3,793	1,931,682	X X X

SCHEDULE D - PART 5

Showing All Long-Term Bonds and Stocks ACQUIRED During Year and Fully DISPOSED OF During Current Year

1 CUSIP Identifi- cation	2 Description	3 F O R E I G N Date Acquired	4 Date Acquired	5 Name of Vendor	6 Disposal Date	7 Name of Purchaser	8 Par Value (Bonds) or Number of Shares (Stock)	9 Actual Cost	10 Consider- ation	11 Book/ Adjusted Carrying Value at Disposal	Change in Book/Adjusted Carrying Value					17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Interest and Dividends Received During Year	21 Paid for Accrued Interest and Dividends	
											12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amortization)/ Accretion	14 Current Year's Other-Than- Temporary Impairment Recognized	15 Total Change in B./A.C.V. (Col. 12+ 13-14)	16 Total Foreign Exchange Change in B./A.C.V.						
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
035240AL4 ...	ANHEUSER-BUSCH INBEV			DEUTSCHE BANK		HSBC SECURITIES															
171232AP6 ...	WLDW INC CHUBB CORP		03/20/2018 01/12/2018	SECURITIES WELLS FARGO	08/14/2018 04/06/2018	INC. CALLED @ 100.0000000	3,000,000	2,976,480	3,004,620	2,977,240		760		760			27,380	27,380	44,000		
209111FP3 ...	CONSOLIDATED EDISON CO N Y INC		05/07/2018	BANK OF AMERICA SEC LLC	08/13/2018	BANC OF AMERICA SECURITIES LLC	3,000,000	2,988,750	3,000,000	2,988,768		18		18			11,232	11,232	26,478	331	
369550BG2 ...	GENERAL DYNAMICS CORP		05/08/2018	BANK OF AMERICA SEC LLC	08/13/2018	CHASE SECURITIES INC	2,750,000	2,749,533	2,793,203	2,749,543		10		10			43,660	43,660	27,576		
74456QBU9 ...	PUBLIC SVC ELEC GAS CO MTN BE		05/02/2018	MIZHUO SECURITIES USA	08/14/2018	GOLDMAN SACHS	3,000,000	2,963,220	3,016,470	2,964,432		1,212		1,212			52,038	52,038	27,417		
3899999 Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)							15,250,000	15,164,683	15,345,758	15,166,995		2,312		2,312			178,763	178,763	162,163	331	
8399998 Subtotal - Bonds							15,250,000	15,164,683	15,345,758	15,166,995		2,312		2,312			178,763	178,763	162,163	331	
9999999 Totals								15,164,683	15,345,758	15,166,995		2,312		2,312			178,763	178,763	162,163	331	

SCHEDULE D - PART 6 - SECTION 1

Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

1 CUSIP Identification	2 Description Name of Subsidiary, Controlled or Affiliated Company	3 Foreign	4 NAIC Company Code	5 ID Number	6 NAIC Valuation Method	7 Do Insurer's Assets Include Intangible Assets connected with Holding of Such Company's Stock?	8 Total Amount of Such Intangible Assets	9 Book/Adjusted Carrying Value	10 Nonadmitted Amount	Stock of Such Company Owned by Insurer on Statement Date	
										11 Number of Shares	12 % of Outstanding
N O N E											
1999999 Total - Preferred and Common Stocks										X X X	X X X

1. Amount of insurer's capital and surplus from the prior period's statutory statement reduced by any admitted EDP, goodwill and net deferred tax assets included therein: \$.....0.
 2. Total amount of intangible assets nonadmitted \$.....0.

SCHEDULE D - PART 6 - SECTION 2

1 CUSIP Identification	2 Name of Lower-Tier Company	3 Name of Company Listed in Section 1 Which Controls Lower-Tier Company	4 Total Amount of Intangible Assets Included in Amount Shown in Column 8, Section 1	Stock in Lower-Tier Company Owned Indirectly by Insurer on Statement Date	
				5 Number of Shares	6 % of Outstanding
N O N E					
0399999 Total - Preferred and Common Stocks				X X X	X X X

SCHEDULE DA - PART 1

Showing all SHORT-TERM INVESTMENTS Owned December 31 of Current Year

1 Description	Codes		4 Date Acquired	5 Name of Vendor	6 Maturity Date	7 Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value				12 Par Value	13 Actual Cost	Interest						20 Paid For Accrued Interest	
	2 Code	3 For- eign					8 Unrealized Valuation Increase/ (Decrease)	9 Current Year's (Amortization)/ Accretion	10 Current Year's Other-Than- Temporary Impairment Recognized	11 Total Foreign Exchange Change in B./A.C.V.			14 Amount Due and Accrued Dec. 31 of Current Year on Bond Not in Default	15 Non-Admitted Due and Accrued	16 Rate of	17 Effective Rate of	18 When Paid	19 Amount Received During Year		
8399999 Total Bonds																				
9199999 Total Short-Term Investments										X X X				X X X		X X X		X X X		

E18 Schedule DB - Part A Sn 1 Opt/Cap/Floor/Collars/Swaps/Forwards Open NONE

E19 Schedule DB - Part A Sn 2 Opt/Cap/Floor/Collars/Swaps/Forwards Term. NONE

E20 Schedule DB - Part B Sn 1 Future Contracts Open NONE

E21 Schedule DB - Part B Sn 2 Future Contracts Terminated NONE

E22 Schedule DB - Part D Sn 1 Counterparty Exposure for Derivative Instruments . NONE

E23 Schedule DB - Part D Sn 2 - Collateral Pledged By Reporting Entity NONE

E23 Schedule DB - Part D Sn 2 - Collateral Pledged To Reporting Entity NONE

E24 Schedule DL - Part 1 - Securities Lending Collateral Assets NONE

E25 Schedule DL - Part 2 - Securities Lending Collateral Assets NONE

SCHEDULE E - PART 1 - CASH

1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Year	5 Amount of Interest Accrued December 31 of Current Year	6 Balance	7 *
open depositories						
First Republic Bank	San Francisco, CA				960,650	X X X
Wells Fargo Bank	San Francisco, CA				309,235	X X X
First Republic Bank	San Francisco, CA				3,084,780	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
0199999 Totals - Open Depositories		X X X			4,354,665	X X X
suspended depositories						
.....						
.....						
.....						
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
0299999 Totals - Suspended Depositories		X X X				X X X
0399999 Total Cash On Deposit		X X X			4,354,665	X X X
0499999 Cash in Company's Office		X X X	X X X	X X X		X X X
0599999 Total Cash		X X X			4,354,665	X X X

TOTALS OF DEPOSITORY BALANCES ON THE LAST DAY OF EACH MONTH DURING THE CURRENT YEAR

1. January	4,729,647	4. April	11,169,523	7. July	4,345,474	10. October	7,765,574
2. February	5,090,913	5. May	3,229,155	8. August	5,794,830	11. November	5,920,319
3. March	9,400,019	6. June	5,841,329	9. September	8,586,376	12. December	4,354,672

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned December 31 of Current Year

1 CUSIP	2 Description	3 Code	4 Date Acquired	5 Rate of Interest	6 Maturity Date	7 Book/Adjusted Carrying Value	8 Amount of Interest Due & Accrued	9 Amount Received During Year	
Bonds - U.S. Governments - Issuer Obligations									
	UNITED STATES TREAS BILLS		12/24/2018	0.000	01/08/2019	11,990,010	5,326		
0199999	Subtotal - Bonds - U.S. Governments - Issuer Obligations						11,990,010	5,326	
0599999	Subtotal - Bonds - U.S. Governments						11,990,010	5,326	
Bonds - Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations									
	METLIFE SHORT TERM FDG LLC DIS 0%		11/28/2018	0.000	01/22/2019	4,383,176	10,385		
	NEXTERA ENERGY CAP HLDGS INC 0% DI		11/29/2018	0.000	01/14/2019	3,985,430	10,528		
	WHITE PLAINS CAP CO LLC 0% DISC CP		11/28/2018	0.000	01/08/2019	996,982	2,501		
	WHITE PLAINS CAP CO LLC 0% DISC CP		11/28/2018	0.000	01/08/2019	996,325	3,046		
	APPLE INC 0% DISC-CP 09/01/2019		11/27/2018	0.000	01/09/2019	1,415,192	3,098		
	CRC FDG LLC 0% DISC CP 17/01/2019		11/30/2018	0.000	01/17/2019	3,986,880	8,737		
	COCA COLA CO 0% DISC CP 09/01/2019		11/27/2018	0.000	01/09/2019	1,695,438	3,711		
	COCA COLA Disc C/P		11/29/2018	0.000	01/30/2019	248,945	560		
3299999	Subtotal - Bonds - Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations						17,708,368	42,566	
3899999	Subtotal - Bonds - Industrial & Miscellaneous (Unaffiliated)						17,708,368	42,566	
6599999	Subtotal - Bonds - Bank Loans								
7799999	Subtotal - Bonds - Issuer Obligations						29,698,378	47,892	
8399999	Subtotal - Bonds						29,698,378	47,892	
Exempt Money Market Mutual Funds - as Identified by SVO									
09248U551	BLACKROCK LIQUIDITY FDS		12/01/2018	0.000	X X X	1,414,490		12,522	
233809300	DAILY MONEY FD		12/31/2018	0.000	X X X			7	
31846V419	FIRST AMERN FDS INC		12/31/2018	0.000	X X X	1		364	
94975H296	WELLS FARGO FDS TR	SD	12/31/2018	0.000	X X X	25,085		362	
8599999	Subtotal - Exempt Money Market Mutual Funds - as Identified by SVO						1,439,576		13,255
All Other Money Market Mutual Funds									
177366200	CITIZENSSELECT FDS		12/03/2018	0.000	X X X	2		934	
269999280	EAGLE BANK SWEEP TIER 1 FRB		12/01/2018	0.000	X X X	47,894		202	
8AMMF0416	US BANK MONEY MARKET (MMDA) IT&C		12/01/2018	0.000	X X X	6,672		878	
993086123	WFB INST BANK DEPOSIT ACCOUNT		07/11/2018	0.000	X X X			103,544	
996085254	DREYFUS CASH MGMT FUND		06/01/2018	0.000	X X X			336	
999999998	FIRST REPUBLIC BANK MONEY MARKET		06/01/2018	0.000	X X X			868	
VP4520012	WELLS FARGO 100% TREASURY MONEY MA		12/28/2018	0.000	X X X	2,999,991	18,686	131,661	
8699999	Subtotal - All Other Money Market Mutual Funds						3,054,559	18,686	238,423
8899999	Total Cash Equivalents						34,192,513	66,578	251,678

SCHEDULE E - PART 3 - SPECIAL DEPOSITS

	States, Etc.	1 Type of Deposit	2 Purpose of Deposit	Deposits For		All Other Special Deposits	
				the Benefit of All Policyholders		5	6
				3 Book/Adjusted Carrying Value	4 Fair Value	Book/Adjusted Carrying Value	Fair Value
1.	Alabama (AL)						
2.	Alaska (AK)						
3.	Arizona (AZ)						
4.	Arkansas (AR)						
5.	California (CA)						
6.	Colorado (CO)						
7.	Connecticut (CT)						
8.	Delaware (DE)						
9.	District of Columbia (DC)						
10.	Florida (FL)						
11.	Georgia (GA)	B	State Deposit			25,000	25,000
12.	Hawaii (HI)						
13.	Idaho (ID)						
14.	Illinois (IL)						
15.	Indiana (IN)						
16.	Iowa (IA)						
17.	Kansas (KS)						
18.	Kentucky (KY)						
19.	Louisiana (LA)						
20.	Maine (ME)						
21.	Maryland (MD)						
22.	Massachusetts (MA)	B	State Deposit			124,571	126,284
23.	Michigan (MI)						
24.	Minnesota (MN)						
25.	Mississippi (MS)						
26.	Missouri (MO)						
27.	Montana (MT)						
28.	Nebraska (NE)						
29.	Nevada (NV)	B	State Deposit			200,508	202,055
30.	New Hampshire (NH)	B	State Deposit			548,111	555,650
31.	New Jersey (NJ)						
32.	New Mexico (NM)	B	State Deposit			235,408	233,096
33.	New York (NY)						
34.	North Carolina (NC)	B	State Deposit			224,227	227,311
35.	North Dakota (ND)						
36.	Ohio (OH)						
37.	Oklahoma (OK)						
38.	Oregon (OR)	B	State Deposit			548,111	555,650
39.	Pennsylvania (PA)						
40.	Rhode Island (RI)						
41.	South Carolina (SC)						
42.	South Dakota (SD)						
43.	Tennessee (TN)						
44.	Texas (TX)						
45.	Utah (UT)						
46.	Vermont (VT)						
47.	Virginia (VA)	B	State Deposit			548,111	555,650
48.	Washington (WA)						
49.	West Virginia (WV)						
50.	Wisconsin (WI)	B	State Deposit	2,660,564	2,664,706		
51.	Wyoming (WY)	B	State Deposit			109,989	109,843
52.	American Samoa (AS)						
53.	Guam (GU)						
54.	Puerto Rico (PR)						
55.	U.S. Virgin Islands (VI)						
56.	Northern Mariana Islands (MP)						
57.	Canada (CAN)						
58.	Aggregate Alien and Other (OT)	X X X	X X X				
59.	TOTAL	X X X	X X X	2,660,564	2,664,706	2,564,036	2,590,539

DETAILS OF WRITE-INS							
5801.							
5802.							
5803.							
5898.	Summary of remaining write-ins for Line 58 from overflow page	X X X	X X X				
5899.	TOTALS (Lines 5801 through 5803 plus 5898) (Line 58 above)	X X X	X X X				

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