

ANNUAL STATEMENT

OF THE

LIBERTY LIFE ASSURANCE COMPANY OF BOSTON

PARTICIPATING

of _____

in the state of _____

TO THE

Insurance Department

OF THE

STATE OF MASSACHUSSETS

**FOR THE YEAR ENDED
December 31, 2005**

LIFE AND ACCIDENT AND HEALTH

2005



65315200520200100

ANNUAL STATEMENT

For the Year Ended December 31, 2005
OF THE CONDITION AND AFFAIRS OF THE

Liberty Life Assurance Company of Boston

NAIC Group Code

0111

0111

NAIC Company Code

65315

Employer's ID Number

04-6076039

(Current Period)

(Prior Period)

Organized under the Laws of

Massachusetts

, State of Domicile or Port of Entry

Massachusetts

Country of Domicile

United States

Incorporated/Organized:

September 17, 1963

Commenced Business:

January 15, 1964

Statutory Home Office:

175 Berkeley Street

Boston, MA

02117

Main Administrative Office:

175 Berkeley Street

Boston, MA

02117

617-357-9500

Mail Address:

100 Liberty Way

Dover, NH

03820

Primary Location of Books and Records:

100 Liberty Way

Dover, NH

03820

603-749-2600

Internet Website Address:

www.LibertyMutual.com

Statutory Statement Contact:

Andre Josephat Laurion

603-749-2600

36222

Andre.Laurion@LibertyMutual.com

603-742-1352

(E-Mail Address)

(Fax Number)

Policyowner Relations Contact:

100 Liberty Way

Dover, NH

03820

603-749-2600

33045

OFFICERS

Name	Title
1. Edmund Francis Kelly	Chairman of the Board President and CEO
2. Jean Marie Scarrow	Chief Operating Officer - Group
3. Stephen Michael Batza	Chief Operating Officer - Individual
4. Dexter Robert Legg	Secretary
5. Laurance Henry Soyer Yahia	Treasurer

Vice-Presidents

Name	Title	Name	Title
James Paul Condryn, III	Vice-President	Anthony Alexander Fontanes	Vice-President
Dennis James Langwell #	Vice-President	Gary Jay Ostrow	Vice-President

DIRECTORS OR TRUSTEES

Stephen Michael Batza	James Paul Condryn, III	Anthony Alexander Fontanes	Edmund Francis Kelly
Dennis James Langwell #	Christopher Charles Mansfield	Jean Marie Scarrow	

State of Massachusetts
County of Suffolk ss

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

(Signature)	(Signature)	(Signature)
Edmund Francis Kelly	Dexter Robert Legg	Laurance Henry Soyer Yahia
(Printed Name)	(Printed Name)	(Printed Name)
1.	2.	3.
Chairman of the Board President and CEO	Secretary	Treasurer
(Title)	(Title)	(Title)

Subscribed and sworn to before me this

day of

, 2006

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	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1. Bonds (Schedule D)	5,621,302,325		5,621,302,325	5,115,485,641
2. Stocks (Schedule D):				
2.1 Preferred stocks	1,000,003		1,000,003	1,041,107
2.2 Common stocks	474,157		474,157	1,200,596
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 (\$ 37,958,018 , Schedule E-Part 1), cash equivalents (\$ 35,638,614 Schedule E-Part 2) and short-term investments (\$ 295,637,184 , Schedule DA)	369,233,816		369,233,816	333,237,646
6. Contract loans (including \$ 0 premium notes)	81,303,846		81,303,846	76,583,743
7. Other invested assets (Schedule BA)	227,564,929		227,564,929	190,720,936
8. Receivables for securities	10,316,982		10,316,982	1,283,583
9. Aggregate write-ins for invested assets				
10. Subtotals, cash and invested assets (Lines 1 to 9)	6,311,196,058		6,311,196,058	5,719,553,252
11. Title plants less \$ 0 charged off (for Title insurers only)				
12. Investment income due and accrued	69,544,608		69,544,608	65,381,317
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection	17,455,428	840,878	16,614,550	23,895,718
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ 0 earned but unbilled premiums)	31,611,858		31,611,858	29,124,735
13.3 Accrued retrospective premiums				
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers	2,559,557		2,559,557	5,217,987
14.2 Funds held by or deposited with reinsured companies				
14.3 Other amounts receivable under reinsurance contracts	840,423		840,423	671,705
15. Amounts receivable relating to uninsured plans	2,993,396		2,993,396	3,238,592
16.1 Current federal and foreign income tax recoverable and interest thereon				
16.2 Net deferred tax asset	85,041,355	71,837,500	13,203,855	14,489,755
17. Guaranty funds receivable or on deposit				
18. Electronic data processing equipment and software				
19. Furniture and equipment, including health care delivery assets (\$ 0)				
20. Net adjustment in assets and liabilities due to foreign exchange rates				
21. Receivables from parent, subsidiaries and affiliates	4,264,939		4,264,939	203,487
22. Health care (\$ 0) and other amounts receivable				
23. Aggregate write-ins for other than invested assets	6,428,031	3,203,520	3,224,511	3,663,706
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23)	6,531,935,653	75,881,898	6,456,053,755	5,865,440,254
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts	2,570,079,317		2,570,079,317	2,362,990,107
26. Total (Lines 24 and 25)	9,102,014,970	75,881,898	9,026,133,072	8,228,430,361

DETAILS OF WRITE-INS				
0901.				
0902.				
0903.				
0998. Summary of remaining write-ins for Line 09 from overflow page				
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 09 above)				
2301. Fixed assets	3,203,520	3,203,520		
2302. Amounts due from Separate Accounts	1,846,900		1,846,900	1,337,136
2303. Accounts receivable	1,377,611		1,377,611	2,326,570
2398. Summary of remaining write-ins for Line 23 from overflow page				
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)	6,428,031	3,203,520	3,224,511	3,663,706

LIABILITIES, SURPLUS AND OTHER FUNDS			1	2
			Current Year	Prior Year
1.	Aggregate reserve for life contracts \$ 4,030,776,844 (Exhibit 5, Line 9999999) less \$ 0 included in Line 6.3 (including \$ 0 Modco Reserve)		4,030,776,843	3,638,995,234
2.	Aggregate reserve for accident and health contracts (Exhibit 6, Line 17, Col. 1)(including \$ 0 Modco Reserve)		765,799,835	722,672,776
3.	Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1)(including \$ 0 Modco Reserve)		880,847,099	878,131,625
4.	Contract claims:			
4.1	Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11)		28,583,804	25,918,737
4.2	Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11)		11,177,896	11,241,385
5.	Policyholders' dividends \$ 85,813 and coupons \$ 0 due and unpaid (Exhibit 4, Line 10)		85,813	98,228
6.	Provision for policyholders' dividends and coupons payable in following calendar year-estimated amounts:			
6.1	Dividends apportioned for payment (including \$ 0 Modco)		11,147,052	11,384,779
6.2	Dividends not yet apportioned (including \$ 0 Modco)			
6.3	Coupons and similar benefits (including \$ 0 Modco)			
7.	Amount provisionally held for deferred dividend policies not included in Line 6			
8.	Premiums and annuity considerations for life and accident and health contracts received in advance less \$ 0 discount; including \$ 96,871 accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of Lines 4 and 14)		459,955	370,683
9.	Contract liabilities not included elsewhere:			
9.1	Surrender values on canceled contracts			
9.2	Provision for experience rating refunds, including \$ 0 accident and health experience rating refunds		9,093,468	6,614,066
9.3	Other amounts payable on reinsurance, including \$ 0 assumed and \$ 0 ceded			
9.4	Interest Maintenance Reserve (IMR, Line 6)		21,017,464	17,261,379
10.	Commissions to agents due or accrued-life and annuity contracts \$ 1,123,427 accident and health \$ 306,784 and deposit-type contract funds \$ 0		1,430,211	1,040,949
11.	Commissions and expense allowances payable on reinsurance assumed			16,000
12.	General expenses due or accrued (Exhibit 2, Line 12, Col. 6)		39,202,948	35,956,043
13.	Transfers to Separate Accounts due or accrued (net)(including \$ 0 accrued for expense allowances recognized in reserves, net of reinsured allowances)		(3,265,312)	
14.	Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5)		2,942,834	(3,114,740)
15.1	Current federal and foreign income taxes, including \$ 1,424,272 on realized capital gains (losses)		4,594,425	19,431,688
15.2	Net deferred tax liability			
16.	Unearned investment income		642,915	625,466
17.	Amounts withheld or retained by company as agent or trustee			
18.	Amounts held for agents' account, including \$ 0 agents' credit balances			
19.	Remittances and items not allocated		19,160,927	27,966,614
20.	Net adjustment in assets and liabilities due to foreign exchange rates			
21.	Liability for benefits for employees and agents if not included above			
22.	Borrowed money \$ 0 and interest thereon \$ 0			30,890,171
23.	Dividends to stockholders declared and unpaid			
24.	Miscellaneous liabilities:			
24.1	Asset valuation reserve (AVR, Line 16, Col. 7)		52,181,597	40,918,585
24.2	Reinsurance in unauthorized companies			381,746
24.3	Funds held under reinsurance treaties with unauthorized reinsurers			
24.4	Payable to parent, subsidiaries and affiliates			(6,423,539)
24.5	Drafts outstanding		7,786,583	5,950,470
24.6	Liability for amounts held under uninsured accident and health plans			
24.7	Funds held under coinsurance			
24.8	Payable for securities			
24.9	Capital notes \$ 0 and interest thereon \$ 0			
25.	Aggregate write-ins for liabilities		140,702,836	96,492,482
26.	Total liabilities excluding Separate Accounts business (Lines 1 to 25)		6,024,369,193	5,562,820,827
27.	From Separate Accounts statement		2,570,079,317	2,362,990,107
28.	Total liabilities (Lines 26 and 27)		8,594,448,510	7,925,810,934
29.	Common capital stock		2,500,000	2,500,000
30.	Preferred capital stock			
31.	Aggregate write-ins for other than special surplus funds			
32.	Surplus notes			
33.	Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1)		416,500,000	316,500,000
34.	Aggregate write-ins for special surplus funds		750,000	750,000
35.	Unassigned funds (surplus)		11,934,562	(17,130,573)
36.	Less treasury stock, at cost:			
36.1	0 shares common (value included in Line 29 \$ 0)			
36.2	0 shares preferred (value included in Line 30 \$ 0)			
37.	Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36)(including \$ 0 in Separate Accounts Statement)		429,184,562	300,119,427
38.	Totals of Lines 29, 30 and 37 (Page 4, Line 55)		431,684,562	302,619,427
39.	Totals of Lines 28 and 38 (Page 2, Line 26, Col. 3)		9,026,133,072	8,228,430,361

DETAILS OF WRITE-INS				
2501.	Securities loaned - cash collateral		87,879,872	64,760,041
2502.	Qualified claims account - Internal Revenue Service Code 419		31,348,000	17,547,000
2503.	Accounts payable		11,111,565	2,432,191
2598.	Summary of remaining write-ins for Line 25 from overflow page		10,363,399	11,753,250
2599.	Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)		140,702,836	96,492,482
3101.				
3102.				
3103.				
3198.	Summary of remaining write-ins for Line 31 from overflow page			
3199.	Totals (Lines 3101 through 3103 plus 3198) (Line 31 above)			
3401.	Contingency reserve for Separate Accounts		750,000	750,000
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)		750,000	750,000

SUMMARY OF OPERATIONS			1	2
(Excluding Unrealized Capital Gains and Losses)			Current Year	Prior Year
1.	Premiums and annuity considerations for life and accident and health contracts (Exhibit 1, Part 1, Line 20.4, Col. 1, less Col. 11)		805,411,274	439,901,329
2.	Considerations for supplementary contracts with life contingencies			586
3.	Net investment income (Exhibit of Net Investment Income, Line 17)		373,448,046	348,468,019
4.	Amortization of Interest Maintenance Reserve (IMR Line 5)		3,418,358	1,916,960
5.	Separate Accounts net gain from operations excluding unrealized gains or losses			
6.	Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1)		8,558,620	(6,448,738)
7.	Reserve adjustments on reinsurance ceded			
8.	Miscellaneous Income:			
8.1	Income from fees associated with investment management, administration and contract guarantees from Separate Accounts		6,516,396	2,597,291
8.2	Charges and fees for deposit-type contracts			
8.3	Aggregate write-ins for miscellaneous income		1,807,672	1,205,869
9.	Totals (Lines 1 to 8.3)		1,199,160,366	787,641,316
10.	Death benefits		100,763,191	99,493,627
11.	Matured endowments (excluding guaranteed annual pure endowments)			
12.	Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8)		133,906,179	125,401,570
13.	Disability benefits and benefits under accident and health contracts		207,068,027	11,686,148
14.	Coupons, guaranteed annual pure endowments and similar benefits			
15.	Surrender benefits and withdrawals for life contracts		56,292,585	43,685,136
16.	Group conversions			
17.	Interest and adjustments on contract or deposit-type contract funds		53,012,118	53,209,208
18.	Payments on supplementary contracts with life contingencies		270,948	402,868
19.	Increase in aggregate reserves for life and accident and health contracts		434,574,351	344,080,146
20.	Totals (Lines 10 to 19)		985,887,399	677,958,703
21.	Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)(Exhibit 1, Part 2, Line 31, Col. 1)		19,960,448	16,258,611
22.	Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1)			16,000
23.	General insurance expenses (Exhibit 2, Line 10, Columns 1, 2, 3 and 4)		112,867,499	101,206,079
24.	Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3)		19,663,943	15,553,760
25.	Increase in loading on deferred and uncollected premiums		(194,794)	1,059,535
26.	Net transfers to or (from) Separate Accounts net of reinsurance		(11,407,017)	(5,568,726)
27.	Aggregate write-ins for deductions		4,064,748	3,914,121
28.	Totals (Lines 20 to 27)		1,130,842,226	810,398,083
29.	Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)		68,318,140	(22,756,767)
30.	Dividends to policyholders		10,839,452	11,103,596
31.	Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)		57,478,688	(33,860,363)
32.	Federal and foreign income taxes incurred (excluding tax on capital gains)		24,940,611	(10,378,686)
33.	Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)		32,538,077	(23,481,677)
34.	Net realized capital gains (losses)(excluding gains (losses) transferred to the IMR) less capital gains tax of \$ 7,680,697 (excluding taxes of \$ 3,863,160 transferred to the IMR)		5,950,920	3,152,001
35.	Net income (Line 33 plus Line 34)		38,488,997	(20,329,676)
CAPITAL AND SURPLUS ACCOUNT				
36.	Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2)		302,619,427	145,046,111
37.	Net income (Line 35)		38,488,997	(20,329,676)
38.	Change in net unrealized capital gains (losses)		3,386,976	1,788,989
39.	Change in net unrealized foreign exchange capital gain (loss)			
40.	Change in net deferred income tax		8,497,300	2,321,551
41.	Change in nonadmitted assets and related items		(10,426,863)	(1,809,126)
42.	Change in liability for reinsurance in unauthorized companies		381,746	247,683
43.	Change in reserve on account of change in valuation basis, (increase) or decrease (Exhibit 5A, Line 9999999, Col. 4)			
44.	Change in asset valuation reserve		(11,263,020)	(12,354,917)
45.	Change in treasury stock (Page 3, Lines 36.1 and 36.2 Col. 2 minus Col. 1)			
46.	Surplus (contributed to) withdrawn from Separate Accounts during period			
47.	Other changes in surplus in Separate Accounts statement			
48.	Change in surplus notes			
49.	Cumulative effect of changes in accounting principles			
50.	Capital changes:			
50.1	Paid in			
50.2	Transferred from surplus (Stock Dividend)			
50.3	Transferred to surplus			
51.	Surplus adjustment:			
51.1	Paid in		100,000,000	185,000,000
51.2	Transferred to capital (Stock Dividend)			
51.3	Transferred from capital			
51.4	Change in surplus as a result of reinsurance			
52.	Dividends to stockholders			
53.	Aggregate write-ins for gains and losses in surplus			2,708,812
54.	Net change in capital and surplus for the year (Lines 37 through 53)		129,065,136	157,573,316
55.	Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38)		431,684,563	302,619,427

DETAILS OF WRITE-INS				
08.301.	Miscellaneous income		1,265,856	974,359
08.302.	Other administration fees		323,088	24,903
08.303.	Surrender charges		236,123	280,865
08.398.	Summary of remaining write-ins for Line 8.3 from overflow page		(17,395)	(74,258)
08.399.	Totals (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)		1,807,672	1,205,869
2701.	Increase(Decrease) in provision for experience rating refunds		2,479,402	3,085,129
2702.	Miscellaneous expense		1,549,819	777,603
2703.	Performance guarantee expense		35,527	51,389
2798.	Summary of remaining write-ins for Line 27 from overflow page			
2799.	Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)		4,064,748	3,914,121
5301.	Correction of prior years errors			2,708,812
5302.				
5303.				
5398.	Summary of remaining write-ins for Line 53 from overflow page			
5399.	Totals (Lines 5301 through 5303 plus 5398) (Line 53 above)			2,708,812

CASH FLOW		
Cash from Operations		
	1	2
	Current Year	Prior Year
1. Premiums collected net of reinsurance	810,109,740	433,014,455
2. Net investment income	342,704,076	319,199,228
3. Miscellaneous income	16,713,968	10,626,665
4. Total (Lines 1 through 3)	1,169,527,784	762,840,348
5. Benefit and loss related payments	495,125,445	270,774,027
6. Net transfers to Separate, Segregated Accounts and Protected Cell Accounts	(11,407,017)	(5,568,726)
7. Commissions, expenses paid and aggregate write-ins for deductions	145,154,964	127,832,332
8. Dividends paid to policyholders	11,089,594	11,736,088
9. Federal and foreign income taxes paid (recovered) \$ 0 net of tax on capital gains (losses)	47,458,570	10,563,325
10. Total (Lines 5 through 9)	687,421,556	415,337,046
11. Net cash from operations (Line 4 minus Line 10)	482,106,228	347,503,302
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	646,863,633	827,744,851
12.2 Stocks	1,991,214	4,283,763
12.3 Mortgage loans		
12.4 Real estate		
12.5 Other invested assets	46,416,356	24,956,117
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)	695,271,203	856,984,731
13. Cost of investments acquired (long-term only):		
13.1 Bonds	1,113,773,004	1,159,328,630
13.2 Stocks	680,033	1,695,539
13.3 Mortgage loans		
13.4 Real estate		
13.5 Other invested assets	69,422,916	75,407,954
13.6 Miscellaneous applications		
13.7 Total investments acquired (Lines 13.1 to 13.6)	1,183,875,953	1,236,432,123
14. Net increase (decrease) in contract loans and premium notes	4,720,103	5,342,956
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(493,324,853)	(384,790,348)
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	100,000,000	185,000,000
16.3 Borrowed funds		
16.4 Net deposits on deposit-type contracts and other insurance liabilities	(48,325,876)	(46,382,743)
16.5 Dividends to stockholders		
16.6 Other cash provided (applied)	(4,459,329)	59,244,021
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	47,214,795	197,861,278
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)	35,996,170	160,574,232
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	333,237,646	172,663,414
19.2 End of year (Line 18 plus Line 19.1)	369,233,816	333,237,646

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

20.0001.		
20.0002.		
20.0003.		

Annual Statement for the year 2005 of the **Liberty Life Assurance Company of Boston**

ANALYSIS OF OPERATIONS BY LINES OF BUSINESS (Gain and Loss Exhibit) (Excluding Capital Gains and Losses)

	1	2	Ordinary			6	Group		Accident and Health			12
			3	4	5		7	8	9	10	11	
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance (a)	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business
1. Premiums and annuity considerations for life and accident and health contracts	805,411,274		227,162,273	202,803,271			109,191,689	30,250	266,749,544		(525,753)	
2. Considerations for supplementary contracts with life contingencies												
3. Net investment income	373,448,046		90,898,732	175,414,201	178,436		28,245,889	25,970,198	52,715,856		24,734	
4. Amortization of Interest Maintenance Reserve (IMR)	3,418,358		149,120	1,936,962	1,799		102,946	1,154,572	72,533		426	
5. Separate Accounts net gain from operations excluding unrealized gains or losses												
6. Commissions and expense allowances on reinsurance ceded	8,558,620		8,544,289				9,663				4,668	
7. Reserve adjustments on reinsurance ceded												
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from Separate Accounts	6,516,396			89,434				6,426,962				
8.2 Charges and fees for deposit-type contracts												
8.3 Aggregate write-ins for miscellaneous income	1,807,671		330,507	693,719			475,899		307,546			
9. Totals (Lines 1 to 8.3)	1,199,160,365		327,084,921	380,937,587	180,235		138,026,086	33,581,982	319,845,479		(495,925)	
10. Death benefits	100,763,191		28,187,688				72,575,503					
11. Matured endowments (excluding guaranteed annual pure endowments)												
12. Annuity benefits	133,906,179			103,062,570				30,843,609				
13. Disability benefits and benefits under accident and health contracts	207,068,027								207,007,244		60,783	
14. Coupons, guaranteed annual pure endowments and similar benefits												
15. Surrender benefits and withdrawals for life contracts	56,292,585		27,723,040	6,840,540			10,523,015	11,205,990				
16. Group conversions			(257,077)				257,077					
17. Interest and adjustments on contract or deposit-type contract funds	53,012,118		869,310	50,865,282	122,444		701,673	453,409				
18. Payments on supplementary contracts with life contingencies	270,948				244,713			26,235				
19. Increase in aggregate reserves for life and accident and health contracts	434,574,351		193,557,173	189,803,206	(127,731)		15,937,487	(7,722,843)	43,154,790		(27,731)	
20. Totals (Lines 10 to 19)	985,887,399		250,080,134	350,571,598	239,426		99,994,755	34,806,400	250,162,034		33,052	
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)	19,960,448		7,177,166	7,828,750			3,001,499	31,533	1,921,500			
22. Commissions and expense allowances on reinsurance assumed												
23. General insurance expenses	112,867,499		48,525,757	4,509,278	12,244		16,783,742	4,666,055	38,351,826		18,597	
24. Insurance taxes, licenses and fees, excluding federal income taxes	19,663,943		6,890,503	460,948	257		2,988,443	70,158	9,253,530		104	
25. Increase in loading on deferred and uncollected premiums	(194,794)		109,394	(4)			(304,184)					
26. Net transfers to or (from) Separate Accounts net of reinsurance	(11,407,017)		1,727,347	(75,697)				(13,058,667)				
27. Aggregate write-ins for deductions	4,064,748		(22,095)	350,603			3,518,098	87,652	130,490			
28. Totals (Lines 20 to 27)	1,130,842,226		314,488,206	363,645,476	251,927		125,982,353	26,603,131	299,819,380		51,753	
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	68,318,139		12,596,715	17,292,111	(71,692)		12,043,733	6,978,851	20,026,099		(547,678)	
30. Dividends to policyholders	10,839,452		10,839,800	(348)								
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	57,478,687		1,756,915	17,292,459	(71,692)		12,043,733	6,978,851	20,026,099		(547,678)	
32. Federal income taxes incurred (excluding tax on capital gains)	24,940,611		2,576,559	9,137,090	(27,582)		3,383,008	2,281,784	7,598,596		(8,844)	
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	32,538,076		(819,644)	8,155,369	(44,110)		8,660,725	4,697,067	12,427,503		(538,834)	
DETAILS OF WRITE-INS												
08.301. Miscellaneous income	1,265,855		116,682	365,728			475,899		307,546			
08.302. Other administration fees	323,088		31,323	291,765								
08.303. Surrender charges	236,123		199,897	36,226								
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	(17,395)		(17,395)									
08.399. Total (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above)	1,807,671		330,507	693,719			475,899		307,546			
2701. Increase(Decrease) in provision for experience rating refunds	2,479,402						2,479,402					
2702. Miscellaneous expense	1,549,819		(22,095)	350,603			1,038,696	87,652	94,963			
2703. Performance guarantee expense	35,527								35,527			
2798. Summary of remaining write-ins for Line 27 from overflow page												
2799. Total (Lines 2701 through 2703 plus 2798) (Line 27 above)	4,064,748		(22,095)	350,603			3,518,098	87,652	130,490			

(a) Includes the following amounts for FEGLI/SGLI: Line 1 0 Line 10 0 Line 16 0 Line 23 0 Line 24 0

ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR

	1	2	Ordinary			6	Group	
			3	4	5		7	8
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance	Annuities
Involving Life or Disability Contingencies (Reserves)								
(Net of Reinsurance Ceded)								
1. Reserve December 31, prior year	3,638,995,234		1,445,450,170	1,501,657,138	2,091,043		409,300,317	280,496,566
2. Tabular net premiums or considerations	510,439,466		212,834,368	194,691,140			102,913,958	
3. Present value of disability claims incurred	(1,793,793)		1,196,194		X X X		(2,989,987)	
4. Tabular interest	213,067,657		65,957,118	104,475,374	139,313		18,903,555	23,592,297
5. Tabular less actual reserve released	(12,148,183)		(1,153,423)	(6,219,445)	8,819		(4,560,706)	(223,428)
6. Increase in reserve on account of change in valuation basis								
7. Other increases (net)								
8. Totals (Lines 1 to 7)	4,348,560,381		1,724,284,427	1,794,604,207	2,239,175		523,567,137	303,865,435
9. Tabular cost	123,693,619		42,488,933		X X X		81,204,686	
10. Reserves released by death	21,063,682		14,286,005	X X X	X X X		6,777,677	X X X
11. Reserves released by other terminations (net)	38,849,110		28,502,140				10,346,970	
12. Annuity, supplementary contract, and disability payments involving life contingencies	134,177,127			103,062,570	270,948			30,843,609
13. Net transfers to or (from) Separate Accounts								
14. Total deductions (Lines 9 to 13)	317,783,538		85,277,078	103,062,570	270,948		98,329,333	30,843,609
15. Reserve December 31, current year	4,030,776,843		1,639,007,349	1,691,541,637	1,968,227		425,237,804	273,021,826

EXHIBIT OF NET INVESTMENT INCOME

	1	2
	Collected During Year	Earned During Year
1. U.S. Government bonds	(a) 12,148,824	11,824,405
1.1 Bonds exempt from U.S. tax	(a)	
1.2 Other bonds (unaffiliated)	(a) 341,276,133	345,150,424
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b) 78,000	78,000
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)	5,143	5,143
2.21 Common stocks of affiliates		
3. Mortgage loans	(c)	213,576
4. Real estate	(d)	
5. Contract loans	4,470,489	4,513,384
6. Cash, cash equivalents and short-term investments	(e) 7,519,841	8,092,900
7. Derivative instruments	(f)	
8. Other invested assets	7,732,671	7,732,671
9. Aggregate write-ins for investment income	2,061,182	2,061,182
10. Total gross investment income	375,292,283	379,671,685
11. Investment expenses		(g) 2,195,968
12. Investment taxes, licenses and fees, excluding federal income taxes		(g) 2,970,650
13. Interest expense		(h) 1,057,021
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)		6,223,639
17. Net investment income (Line 10 minus Line 16)		373,448,046
DETAILS OF WRITE-INS		
0901. Miscellaneous investment income	2,061,182	2,061,182
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)	2,061,182	2,061,182
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 \$ 37,023,377 accrual of discount less \$ 7,942,265 amortization of premium and less \$ 7,605,923 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
	Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Increases (Decreases) by Adjustment	Total
1. U.S. Government bonds	1,042,771			1,042,771
1.1 Bonds exempt from U.S. tax				
1.2 Other bonds (unaffiliated)	9,994,831	(2,528,253)		7,466,578
1.3 Bonds of affiliates				
2.1 Preferred stocks (unaffiliated)		(41,104)		(41,104)
2.11 Preferred stocks of affiliates				
2.2 Common stocks (unaffiliated)	784,032	(12,557)	22,510	793,985
2.21 Common stocks of affiliates			(209,243)	(209,243)
3. Mortgage loans				
4. Real estate				
5. Contract loans				
6. Cash, cash equivalents and short-term investments				
7. Derivative instruments				
8. Other invested assets	13,139,236	(2,982,788)	3,573,709	13,730,157
9. Aggregate write-ins for capital gains (losses)	1,409,893			1,409,893
10. Total capital gains (losses)	26,370,763	(5,564,702)	3,386,976	24,193,037
DETAILS OF WRITE-INS				
0901. Miscellaneous capital gains	1,409,893			1,409,893
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)	1,409,893			1,409,893

EXHIBIT 1 - PART 1 - PREMIUMS AND ANNUITY CONSIDERATIONS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

	1	2	Ordinary		5	Group		Accident and Health			11
			3	4		6	7	8	9	10	
	Total	Industrial Life	Life Insurance	Individual Annuities	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business
FIRST YEAR (other than single)											
1. Uncollected	(326,332)		(182,852)			(13,480)				(130,000)	
2. Deferred and accrued	4,541,975		4,541,975								
3. Deferred, accrued and uncollected:											
3.1 Direct	4,915,345		4,915,345								
3.2 Reinsurance assumed											
3.3 Reinsurance ceded	699,702		556,222			13,480				130,000	
3.4 Net (Line 1 + Line 2)	4,215,643		4,359,123			(13,480)				(130,000)	
4. Advance	18,850		18,850								
5. Line 3.4 - Line 4	4,196,793		4,340,273			(13,480)				(130,000)	
6. Collected during year:											
6.1 Direct	68,115,081		16,600,994			12,587,452		38,806,547		120,088	
6.2 Reinsurance assumed											
6.3 Reinsurance ceded	5,231,292		5,050,607			60,082				120,603	
6.4 Net	62,883,789		11,550,387			12,527,370		38,806,547		(515)	
7. Line 5 + Line 6.4	67,080,582		15,890,660			12,513,890		38,806,547		(130,515)	
8. Prior year (uncollected + deferred and accrued - advance)	3,902,618		3,967,618							(65,000)	
9. First year premiums and considerations:											
9.1 Direct	68,599,231		17,085,144			12,587,452		38,806,547		120,088	
9.2 Reinsurance assumed											
9.3 Reinsurance ceded	5,421,267		5,162,102			73,562				185,603	
9.4 Net (Line 7 - Line 8)	63,177,964		11,923,042			12,513,890		38,806,547		(65,515)	
SINGLE											
10. Single premiums and considerations:											
10.1 Direct	372,244,970		131,406,244	210,537,304		30,271,172	30,250				
10.2 Reinsurance assumed											
10.3 Reinsurance ceded	8,565,078		551,127	7,734,745		279,206					
10.4 Net	363,679,892		130,855,117	202,802,559		29,991,966	30,250				
RENEWAL											
11. Uncollected	23,157,854		1,967,032			1,721,612		19,469,210			
12. Deferred and accrued	27,069,883		27,069,739	144							
13. Deferred, accrued and uncollected:											
13.1 Direct	55,836,971		30,479,465	144		5,003,637		20,353,725			
13.2 Reinsurance assumed	(1)							(1)			
13.3 Reinsurance ceded	5,609,234		1,442,694			3,282,026		884,514			
13.4 Net (Line 11 + Line 12)	50,227,736		29,036,771	144		1,721,611		19,469,210			
14. Advance	441,105		320,549			23,685		96,871			
15. Line 13.4 - Line 14	49,786,631		28,716,222	144		1,697,926		19,372,339			
16. Collected during year:											
16.1 Direct	421,659,232		101,347,485	738		88,140,187		232,144,074		26,748	
16.2 Reinsurance assumed	127,766		127,766								
16.3 Reinsurance ceded	38,240,939		18,224,051			15,176,434		4,353,468		486,986	
16.4 Net	383,546,059		83,251,200	738		72,963,753		227,790,606		(460,238)	
17. Line 15 + Line 16.4	433,332,690		111,967,422	882		74,661,679		247,162,945		(460,238)	
18. Prior year (uncollected + deferred and accrued - advance)	54,779,273		27,583,309	170		7,975,846		19,219,948			
19. Renewal premiums and considerations:											
19.1 Direct	417,071,898		102,638,025	712		82,316,285		232,090,128		26,748	
19.2 Reinsurance assumed	(451,290)		127,766			(579,055)		(1)			
19.3 Reinsurance ceded	38,067,190		18,381,677			15,051,397		4,147,130		486,986	
19.4 Net (Line 17 - Line 18)	378,553,418		84,384,114	712		66,685,833		227,942,997		(460,238)	
TOTAL											
20. Total premiums and annuity considerations:											
20.1 Direct	857,916,099		251,129,413	210,538,016		125,174,909	30,250	270,896,675		146,836	
20.2 Reinsurance assumed	(451,290)		127,766			(579,055)		(1)			
20.3 Reinsurance ceded	52,053,535		24,094,906	7,734,745		15,404,165		4,147,130		672,589	
20.4 Net (Lines 9.4 + 10.4 + 19.4)	805,411,274		227,162,273	202,803,271		109,191,689	30,250	266,749,544		(525,753)	

EXHIBIT 1 - PART 2 - DIVIDENDS AND COUPONS APPLIED, REINSURANCE COMMISSIONS
AND EXPENSE ALLOWANCES AND COMMISSIONS INCURRED (Direct Business Only)

	1	2	Ordinary		5	Group		Accident and Health			11
			3	4		6	7	8	9	10	
	Total	Industrial Life	Life Insurance	Individual Annuities	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business
DIVIDENDS AND COUPONS APPLIED (included in Part 1)											
21. To pay renewal premiums	824,733		824,733								
22. All other	9,467,591		9,467,591								
REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED											
23. First year (other than single):											
23.1 Reinsurance ceded											
23.2 Reinsurance assumed											
23.3 Net ceded less assumed											
24. Single:											
24.1 Reinsurance ceded											
24.2 Reinsurance assumed											
24.3 Net ceded less assumed											
25. Renewal:											
25.1 Reinsurance ceded	8,558,620		8,544,289			9,663				4,668	
25.2 Reinsurance assumed											
25.3 Net ceded less assumed	8,558,620		8,544,289			9,663				4,668	
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6)	8,558,620		8,544,289			9,663				4,668	
26.2 Reinsurance assumed (Page 6, Line 22)											
26.3 Net ceded less assumed	8,558,620		8,544,289			9,663				4,668	
COMMISSIONS INCURRED (direct business only)											
27. First year (other than single)	260,452		260,452								
28. Single	16,947,782		6,887,272	7,828,750		2,200,227	31,533				
29. Renewal	2,752,215		29,443			801,272		1,921,500			
30. Deposit-type contract funds											
31. Totals (to agree with Page 6, Line 21)	19,960,449		7,177,167	7,828,750		3,001,499	31,533	1,921,500			

EXHIBIT 2 - GENERAL EXPENSES

	Insurance				5	6
	1	Accident and Health		4		
		2 Cost Containment	3			
	Life		All Other	All Other Lines of Business	Investment	Total
1. Rent	1,746,100		2,134,122		109,798	3,990,020
2. Salaries and wages	25,415,206		31,063,029		1,537,178	58,015,413
3.11 Contributions for benefit plans for employees	3,796,912		4,640,670		65,879	8,503,461
3.12 Contributions for benefit plans for agents						
3.21 Payments to employees under non-funded benefit plans						
3.22 Payments to agents under non-funded benefit plans						
3.31 Other employee welfare	917,694		1,121,627			2,039,321
3.32 Other agent welfare						
4.1 Legal fees and expenses	1,866,904		2,281,771			4,148,675
4.2 Medical examination fees	75,555	92,346				167,901
4.3 Inspection report fees	1,140,096	1,393,450				2,533,546
4.4 Fees of public accountants and consulting actuaries	312,975		382,525		219,779	915,279
4.5 Expense of investigation and settlement of policy claims	155,215	189,708				344,923
5.1 Traveling expenses	1,811,864		2,214,500		10,798	4,037,162
5.2 Advertising	685,664		838,033			1,523,697
5.3 Postage, express, telegraph and telephone	2,885,396		3,526,596		153,718	6,565,710
5.4 Printing and stationery	275,603		336,848		43,919	656,370
5.5 Cost or depreciation of furniture and equipment	1,159,703		1,417,415		54,899	2,632,017
5.6 Rental of equipment	25,908		31,666			57,574
5.7 Cost or depreciation of EDP equipment and software						
6.1 Books and periodicals	15,957		19,504			35,461
6.2 Bureau and association fees	144,722		176,883			321,605
6.3 Insurance, except on real estate	345,429		422,192			767,621
6.4 Miscellaneous losses						
6.5 Collection and bank service charges	2,022,635		2,472,110			4,494,745
6.6 Sundry general expenses	9,513,437	382,140	11,245,394			21,140,971
6.7 Group service and administration fees						
6.8 Reimbursements by uninsured accident and health plans			(30,971,499)			(30,971,499)
7.1 Agency expense allowance						
7.2 Agents' balances charged off (less \$ 0 recovered)						
7.3 Agency conferences other than local meetings						
9.1 Real estate expenses						
9.2 Investment expenses not included elsewhere						
9.3 Aggregate write-ins for expenses	20,184,100		2,959,394			23,143,494
10. General expenses incurred	74,497,075	2,057,644	36,312,780		2,195,968	(a) 115,063,467
11. General expenses unpaid December 31, prior year	10,646,829		25,309,215			35,956,044
12. General expenses unpaid December 31, current year	12,530,981		26,671,967			39,202,948
13. Amounts receivable relating to uninsured accident and health plans, prior year			3,238,592			3,238,592
14. Amounts receivable relating to uninsured accident and health plans, current year			2,993,396			2,993,396
15. General expenses paid during year (Lines 10 + 11 - 12 - 13 + 14)	72,612,923	2,057,644	34,704,832		2,195,968	111,571,367

DETAILS OF WRITE-INS						
09.301 Reimbursement of sales expense	18,025,966					18,025,966
09.302 Other expenses	1,075,961		1,087,760			2,163,721
09.303 Other professional fees	1,035,724		1,814,862			2,850,586
09.398 Summary of remaining write-ins for Line 9.3 from overflow page	46,449		56,772			103,221
09.399 Totals(Lines 09.301 through 09.303 + 09.398) (Line 9.3 above)	20,184,100		2,959,394			23,143,494

(a) Includes management fees of \$ 0 to affiliates and \$ 4,494,745 to non-affiliates.

EXHIBIT 3 - TAXES, LICENSES AND FEES (EXCLUDING FEDERAL INCOME TAXES)

		Insurance			4	5
		1	2	3		
		Life	Accident and Health	All Other Lines of Business		
					Investment	Total
1.	Real estate taxes					
2.	State insurance department licenses and fees	402,725	472,791			875,516
3.	State taxes on premiums	8,397,813	5,869,339			14,267,152
4.	Other state taxes, incl. \$ 0 for employee benefits	245,893	480,336		2,970,650	3,696,879
5.	U.S. Social Security taxes	1,172,176	2,289,767			3,461,943
6.	All other taxes	191,702	141,401			333,103
7.	Taxes, licenses and fees incurred	10,410,309	9,253,634		2,970,650	22,634,593
8.	Taxes, licenses and fees unpaid December 31, prior year	(1,599,661)	(1,162,002)		(353,067)	(3,114,730)
9.	Taxes, licenses and fees unpaid December 31, current year	1,072,666	594,912		1,275,255	2,942,833
10.	Taxes, licenses and fees paid during year (Lines 7 + 8 - 9)	7,737,982	7,496,720		1,342,328	16,577,030

EXHIBIT 4 - DIVIDENDS OR REFUNDS

	1	2
	Life	Accident and Health
1. Applied to pay renewal premiums	824,733	
2. Applied to shorten the endowment or premium-paying period		
3. Applied to provide paid-up additions	9,467,591	
4. Applied to provide paid-up annuities		
5. Total Lines 1 through 4	10,292,324	
6. Paid-in cash	354,900	
7. Left on deposit	316,529	
8. Aggregate write-ins for dividend or refund options	125,841	
9. Total Lines 5 through 8	11,089,594	
10. Amount due and unpaid	85,813	
11. Provision for dividends or refunds payable in the following calendar year	11,147,052	
12. Terminal dividends		
13. Provision for deferred dividend contracts		
14. Amount provisionally held for deferred dividend contracts not included in Line 13		
15. Total Lines 10 through 14	11,232,865	
16. Total from prior year	11,483,007	
17. Total dividends or refunds (Lines 9 + 15 - 16)	10,839,452	

DETAILS OF WRITE-INS			
0801. Dividends applied to loan		125,841	
0802.			
0803.			
0898. Summary of remaining write-ins for Line 8 from overflow page			
0899. Totals (Lines 0801 through 0803 + 0898) (Line 8 above)		125,841	

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
LIFE INSURANCE:					
0100001.1958 CSO 2 1/2% CRVM 1973-1984	35,859,076		35,859,076		
0100002.1958 CSO 2 1/2% CRVM GRADED TO NET LEVEL - 15 YEAR	1,497,819		1,497,819		
0100003.1958 CSO 2 1/2% NET LEVEL 1964-1988	95,803,419		95,803,419		
0100004.1958 CSO 2 1/2% PRELIM TERM 1964-1981	190,491		190,491		
0100005.1958 CET 2 1/2% NET LEVEL 1964-1981	2,489,065		2,489,065		
0100006.1958 CSO 4 1/2% NET LEVEL 1980-1988	287,374		287,374		
0100007.1/2 ANNUAL EXTRA PREMIUM 1964-2005	961,090		961,090		
0100008.1958 CSO 4% NET LEVEL 1981-1988	36,070,692		36,070,692		
0100009.1958 CSO 4% CRVM 1981-1988	57,450,882		57,450,882		
0100010.1958 CSO 4% PRELIM TERM 1981-1988	1,347,987		1,347,987		
0100011.1958 CET 4% NET LEVEL 1981-1988	713,959		713,959		
0100012.1958 CSO 3 1/2% NET LEVEL 1981-1988	529,960		92,476		437,484
0100013.1958 CSO 3% NET LEVEL 1982-1988	8,814		8,814		
0100014.1960 CSG 4 1/2%	61,114				61,114
0100015.1960 CSG 2 1/2% WITH 1959 ADB	2,294,132				2,294,132
0100016.1958 CSO 4% JOINT CRVM 1984-1988	8,205,668		8,205,668		
0100017.1958 CSO 4% JOINT NET LEVEL 1984-1988	4,089,426		4,089,426		
0100018.1958 CSO 4 1/2% CRVM 1985-1988	25,305,400		25,305,400		
0100019.1958 CET 4% JOINT NET LEVEL 1984-1988	52,120		52,120		
0100020.1958 CSO 3 1/2% JOINT NET LEVEL 1984-1988	34,677		34,677		
0100021.150% 1980 CSO 6 1/2% NET LEVEL 1987-1988	4,314,255		4,314,255		
0100022.1980 CSO 5 1/2% 1987-2003	45,322		45,322		
0100023.1980 CSO 4 1/2% NET LEVEL 1988-2005	18,600,775		18,600,775		
0100024.1980 CSO 4 1/2% CRVM 1989-2005	1,729,558,760		1,343,077,710		386,481,050
0100025.1980 CET 4 1/2% NET LEVEL 1989-2005	568,496		568,496		
0100026.1980 CSO 4 1/2% JOINT NET LEVEL 1988-2005	5,679,623		5,679,623		
0100027.1980 CSO 4 1/2% JOINT CRVM 1989-2005	19,522,799		19,522,799		
0100028.1980 CET 4 1/2% JOINT NET LEVEL 1996-2005	68,135		68,135		
0100029.1980 CSO 4 3/4% CRVM 1994	595,052		595,052		
0100030.1980 CSO 4 3/4% JOINT CRVM 1994	13,340		13,340		
0199997. Totals (Gross)	2,052,219,722		1,662,945,942		389,273,780
0199998. Reinsurance ceded	54,816,192		52,321,819		2,494,373
0199999. Totals (Net)	1,997,403,530		1,610,624,123		386,779,407
ANNUITIES					
(excluding supplementary contracts with life contingencies):					
0200001.1937 SA 3 % NL - SB 3 YRS DEFER 1975-1978	71,226	X X X	71,226	X X X	
0200002.1937 SA 2 1/2 % NL -SB 3 YRS DEFER 1975-78	70,442	X X X	70,442	X X X	
0200003.1971 GAM 6.00% IMMED & DEFER 1970-1984	411,888	X X X		X X X	411,888
0200004.1971 GAM 7 1/2 % IMMED & DEFER 1984	20,647,435	X X X		X X X	20,647,435
0200005.1971 GAM 7 3/4 % IMMED & DEFER 1983	12,165,455	X X X		X X X	12,165,455
0200006.1971 GAM 9 3/4 % IMMED & DEFER 1983-1984	27,762,216	X X X		X X X	27,762,216
0200007.1971 GAM 10 3/4 % IMMED & DEFER 1983 1984	9,891,296	X X X		X X X	9,891,296
0200008.1971 GAM 11 1/4 % IMMED & DEFER 1983 1984	18,639,930	X X X		X X X	18,639,930
0200009.1971 IAM 7.50%/20/7.50% IMMED & DEFER 1980-1982	12,140,859	X X X	12,140,859	X X X	
0200010.1971 IAM 11.56%/20/7.75% IMMED & DEFER 1983	26,376,825	X X X	26,376,825	X X X	
0200011.CARVM 3.5% DEFERRED 1979-1980	1,114,150	X X X	1,114,150	X X X	
0200012.CARVM 4.50% DEFERRED 2005	14,396,987	X X X	14,396,987	X X X	
0200013.CARVM 4.75% DEFERRED 2004	12,522,529	X X X	12,522,529	X X X	
0200014.CARVM 5.00% DEFERRED 2003	1,796,439	X X X	1,796,439	X X X	
0200015.CARVM 5.25% DEFERRED 1998-1999	1,453,642	X X X	1,453,642	X X X	
0200016.CARVM 5.5% DEFERRED 1994 1996-1997 2001-2002	7,547,336	X X X	7,547,336	X X X	
0200017.CARVM 5.75% DEFERRED 1993 2000	4,861,689	X X X	4,861,689	X X X	
0200018.CARVM 6.00% DEFERRED 1995	818,025	X X X	818,025	X X X	
0200019.CARVM 6.25% DEFERRED 1992	6,339,793	X X X	6,339,793	X X X	
0200020.CARVM 6.50% DEFERRED 1987 1990	1,886,986	X X X	1,886,986	X X X	
0200021.CARVM 6.75% DEFERRED 1991	2,344,008	X X X	2,344,008	X X X	
0200022.CARVM 7.00% DEFERRED 1988-1989	1,805,881	X X X	1,805,881	X X X	
0200023.CARVM 7.25% DEFERRED 1986	1,423,151	X X X	1,423,151	X X X	
0200024.CARVM 8.50% DEFERRED 1984-1985	5,350,408	X X X	5,350,408	X X X	
0200025.CARVM 8.75% DEFERRED 1983	3,346,337	X X X	3,346,337	X X X	
0200026.CARVM 9.00% DEFERRED 1981	589,829	X X X	589,829	X X X	
0200027.CARVM 10.00% DEFERRED 1982	3,759,214	X X X	3,759,214	X X X	
0200028.1983 A 5.20%/20/4.75% IMMED & DEFERRED 2003	148,149,466	X X X	148,149,466	X X X	
0200029.1983 A 5.33%/20/4.50% IMMED & DEFERRED 2004	91,179,144	X X X	91,179,144	X X X	
0200030.1983 A 5.3749%/20/4.25% IMMED & DEFERRED 2005	113,581,970	X X X	113,581,970	X X X	
0200031.1983 A 6.45%/20/4.75% IMMED & DEFERRED 1998	86,132,177	X X X	86,132,177	X X X	
0200032.1983 A 6.47%/20/5.00% IMMED & DEFERRED 2002	227,704,860	X X X	227,704,860	X X X	
0200033.1983 A 6.48%/20/4.75% IMMED & DEFERRED 1999	151,030,172	X X X	151,030,172	X X X	
0200034.1983 A 6.72%/20/5.00% IMMED & DEFERRED 1994	20,721,590	X X X	20,721,590	X X X	
0200035.1983 A 6.96%/20/5.25% IMMED & DEFERRED 1997	83,433,541	X X X	83,433,541	X X X	
0200036.1983 A 6.97%/20/5.00% IMMED & DEFERRED 1996	45,575,485	X X X	45,575,485	X X X	
0200037.1983 A 7.0173%/20/5.00% IMMED & DEFER 2001	182,759,026	X X X	182,759,026	X X X	
0200038.1983 A 7.26%/20/5.25% IMMED & DEFERRED 1993	12,314,179	X X X	12,314,179	X X X	
0200039.1983 A 7.2586%/20/5.25% IMMED & DEFER 2000	174,425,556	X X X	174,425,556	X X X	
0200040.1983 A 7.51%/20/5.50% IMMED & DEFERRED 1995	50,784,425	X X X	50,784,425	X X X	
0200041.1983 A 8.04%/20/5.75% IMMED & DEFERRED 1992	11,133,184	X X X	11,133,184	X X X	
0200042.1983 A 8.32%/20/6.00% IMMED & DEFERRED 1987	5,218,598	X X X	5,218,598	X X X	
0200043.1983 A 8.50%/20/6.00% IMMED & DEFERRED 1991	7,461,197	X X X	7,461,197	X X X	
0200044.1983 A 8.55%/20/6.00% IMMED & DEFERRED 1990	11,948,797	X X X	11,948,797	X X X	
0200045.1983 A 9.08%/20/6.25% IMMED & DEFERRED 1989	5,631,597	X X X	5,631,597	X X X	
0200046.1983 A 9.12%/20/6.25% IMMED & DEFERRED 1988	9,112,210	X X X	9,112,210	X X X	
0200047.1983 A 9.64%/20/6.50% IMMED & DEFERRED 1986	10,111,030	X X X	10,111,030	X X X	
0200048.1983 A 11.39%/20/7.50% IMMED & DEFERRED 1985	17,862,798	X X X	17,862,798	X X X	
0200049.1983 A 11.72%/20/7.50% IMMED & DEFERRED 1984	31,851,922	X X X	31,851,922	X X X	
0200050.1983 GAM 5 % DEFERRED 1994	668,380	X X X		X X X	668,380

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
0200051.1983 GAM 5 1/4 % DEFERRED 1993	61,854	X X X		X X X	61,854
0200052.1983 GAM 6 % DEFERRED 1987 1994	7,027,973	X X X		X X X	7,027,973
0200053.1983 GAM 6 1/4 % DEFERRED 1993	178,240	X X X		X X X	178,240
0200054.1983 GAM 6 1/2 % DEFERRED 1986 1994 1995	22,201,052	X X X		X X X	22,201,052
0200055.1983 GAM 6 3/4 % DEFERRED 1993	205,305	X X X		X X X	205,305
0200056.1983 GAM 7 % IMMED & DEFERRED 1993 1995	1,656,144	X X X		X X X	1,656,144
0200057.1983 GAM 7 1/4 % IMMED & DEFERRED 1987 1995	6,430,828	X X X		X X X	6,430,828
0200058.1983 GAM 7 1/2 % DEFERRED 1985	27,595,038	X X X		X X X	27,595,038
0200059.1983 GAM 7 3/4 % DEFERRED 1987	2,586,108	X X X		X X X	2,586,108
0200060.1983 GAM 8 % IMMED & DEFERRED 1986-1987	20,224,824	X X X		X X X	20,224,824
0200061.1983 GAM 8 1/4 % IMMEDIATE 1990 1991	191,799	X X X		X X X	191,799
0200062.1983 GAM 8 3/4 % DEFERRED 1986	8,455,102	X X X		X X X	8,455,102
0200063.1983 GAM 9 1/4 % IMMED & DEFER 1986	12,154,010	X X X		X X X	12,154,010
0200064.1983 GAM 9 1/2 % DEFERRED 1985	32,141,221	X X X		X X X	32,141,221
0200065.1983 GAM 9 3/4 % DEFERRED 1985	12,939	X X X		X X X	12,939
0200066.1983 GAM 10 1/2 % DEFERRED 1985	14,285,313	X X X		X X X	14,285,313
0200067.1983 GAM 11 % IMMED & DEFER 1985	25,626,513	X X X		X X X	25,626,513
0200068.ANNUITY 2000 4.00 % IMMEDIATE	79,948	X X X		X X X	79,948
0200069.ANNUITY 2000 5.00 % DEFERRED	1,565,636	X X X		X X X	1,565,636
0200070.ANNUITY 2000 5.25 % IMMEDIATE 2005	1,053,434	X X X	1,053,434	X X X	
0200071.ANNUITY 2000 5.50 % IMMEDIATE 2004	822,425	X X X	822,425	X X X	
0200072.ANNUITY 2000 6.00 % IMMEDIATE 2003	635,335	X X X	635,335	X X X	
0200073.ANNUITY 2000 6 1/4 % IMMEDIATE 1998 1999	477,575	X X X	477,575	X X X	
0200074.ANNUITY 2000 6 1/2 % IMMEDIATE 2002	802,533	X X X	802,533	X X X	
0200075.ANNUITY 2000 6 3/4 % IMMEDIATE 2001	792,157	X X X	792,157	X X X	
0200076.ANNUITY 2000 7.0% IMMEDIATE 2000	469,772	X X X	469,772	X X X	
0200077.ANNUITY 2000 5.20%/20/4.75% IMMEDIATE 2003	5,260,561	X X X	5,260,561	X X X	
0200078.ANNUITY 2000 5.33%/20/4.50% IMMEDIATE 2004	6,314,773	X X X	6,314,773	X X X	
0200079.ANNUITY 2000 5.3749%/20/4.25% IMMEDIATE 2005	68,130,134	X X X	68,130,134	X X X	
0200080.ANNUITY 2000 6.47%/20/5.00% IMMEDIATE 2002	1,147,884	X X X	1,147,884	X X X	
0200081.ANNUITY 2000 7.0173%/20/5.00% IMMEDIATE 2001	9,410,450	X X X	9,410,450	X X X	
0200082.ANNUITY 2000 7.2586%/20/5.25% IMMEDIATE 2000	20,711,704	X X X	20,711,704	X X X	
0200083.GUARANTEED MINIMUM DEATH BENEFIT	182,060	X X X	26,681	X X X	155,379
0299997. Totals (Gross)	1,997,215,924	X X X	1,724,194,098	X X X	273,021,826
0299998. Reinsurance ceded	32,652,461	X X X	32,652,461	X X X	
0299999. Totals (Net)	1,964,563,463	X X X	1,691,541,637	X X X	273,021,826
SUPPLEMENTARY CONTRACTS WITH LIFE CONTINGENCIES:					
0300001.1937 SA % NL-SET BACK 3 YEARS	5,886		5,886		
0300002.1971 IAM 7 1/2%	4,924		4,924		
0300003.1983A 6 1/2%	78,935		78,935		
0300004.1983A 6 3/4%	327,776		327,776		
0300005.1983A 7%	54,858		54,858		
0300006.1983A 7 1/4%	153,499		153,499		
0300007.1983A 7 3/4%	79,702		79,702		
0300008.1983A 8%	61,882		61,882		
0300009.1983A 8 1/4%	97,354		97,354		
0300010.1983A 8 3/4%	150,474		150,474		
0300011.1983A 9 1/4%	14,989		14,989		
0300012.1983A 11%	32,036		32,036		
0300013.1983A 11 1/4%	16,503		16,503		
0300014.ANNUITY 2000 6 1/4%	585,549		585,549		
0300015.ANNUITY 2000 6.5%	130,375		130,375		
0300016.ANNUITY 2000 7%	173,485		173,485		
0399997. Totals (Gross)	1,968,227		1,968,227		
0399998. Reinsurance ceded					
0399999. Totals (Net)	1,968,227		1,968,227		
ACCIDENTAL DEATH BENEFITS:					
0400001.1959 ADB WITH 1958 CSO 2 1/2% NL	333,387		333,387		
0499997. Totals (Gross)	333,387		333,387		
0499998. Reinsurance ceded	138,399		138,399		
0499999. Totals (Net)	194,988		194,988		
DISABILITY - ACTIVE LIVES:					
0500001.1952 DISABILITY STUDY PERIOD 2 BENEFIT 5					
0500002.WITH 1958 CSO 2 1/2% NL	4,569,870		4,569,870		
0599997. Totals (Gross)	4,569,870		4,569,870		
0599998. Reinsurance ceded					
0599999. Totals (Net)	4,569,870		4,569,870		
DISABILITY - DISABLED LIVES:					
0600001.1952 DISABILITY STUDY - BENEFIT 2 1/2%	2,392,388		2,392,388		
0600002.1970 INTER-CO DISABILITY 3.5%	11,569				11,569
0600003.1970 INTER-CO DISABILITY 4.0%	48,719				48,719
0600004.1970 INTER-CO DISABILITY 4.2%	12,207,657				12,207,657
0600005.1970 INTER-CO DISABILITY 4.5%	3,606,602				3,606,602
0600006.1970 INTER-CO DISABILITY 5.0%	27,607,157				27,607,157
0600007.1970 INTER-CO DISABILITY 5.5%	305,018				305,018
0699997. Totals (Gross)	46,179,110		2,392,388		43,786,722

EXHIBIT 5 - INTERROGATORIES

1.1

Has the reporting entity ever issued both participating and non-participating contracts?

YES [X] NO []

1.2

If not, state which kind is issued

2.1

Does the reporting entity at present issue both participating and non-participating contracts?

YES [X] NO []

2.2

If not, state which kind is issued

3.

Does the reporting entity at present issue or have in force contracts that contain non-guaranteed elements?

YES [X] NO []

If so, attach a statement that contains the determination procedures, answers to the interrogatories and an actuarial opinion as described in the instructions.

4.

Has the reporting entity any assessment or stipulated premium contracts in force?

YES [] NO [X]

If so, state:

4.1

Amount of insurance?

\$

4.2

Amount of reserve?

\$

4.3

Basis of reserve

4.4

Basis of regular assessments

4.5

Basis of special assessments

4.6

Assessments collected during the year:

\$

5.

If the contract loan interest rate guaranteed in any one or more of its currently issued contracts is less than 5%, not in advance, state the contract loan rate guarantees on any such contracts.

6.

Does the reporting entity hold reserves for any annuity contracts that are less than the reserves that would be held on a standard basis?

YES [X] NO []

6.1

If so, state the amount of reserve on such contracts on the basis actually held:

\$ 915,478,859

6.2

That would have been held (on an exact or approximate basis) using the actual ages of the annuitants; the interest rate(s) used in 6.1; and the same mortality basis used by the reporting entity for the valuation of comparable annuity benefits issued to standard lives. If the reporting entity has no comparable annuity benefits for standard lives to be valued, the mortality basis shall be the table most recently approved by the state of domicile for valuing individual annuity benefits:
Attach statement of methods employed in their valuation.

\$ 1,182,317,003

7.

Does the reporting entity have any Synthetic GIC contracts or agreements in effect as of December 31 of the current year?

YES [] NO [X]

7.1

If yes, state the total dollar amount of assets covered by these contracts or agreements:

\$

7.2

Specify the basis (fair value, amortized cost, etc.) for determining the amount

7.3

State the amount of reserves established for this business:

\$

7.4

Identify where the reserves are reported in the blank

EXHIBIT 5A-CHANGES IN BASES OF VALUATION DURING THE YEAR

1 Description of Valuation Class	Valuation Basis		4 Increase in Actuarial Reserve Due to Change
	2 Changed From	3 Changed To	
LIFE CONTRACTS (Including supplementary contracts set upon a basis other than that used to determine benefits)(Exhibit 5)			
0199999 Subtotal (Page 7, Line 6)	X X X	X X X	
ACCIDENT AND HEALTH CONTRACTS (Exhibit 6)			
0299999 Subtotal	X X X	X X X	
DEPOSIT-TYPE CONTRACTS (Exhibit 7)			
0399999 Subtotal	X X X	X X X	
9999999 TOTAL (Column 4 only)			

EXHIBIT 6 - AGGREGATE RESERVES FOR ACCIDENT AND HEALTH CONTRACTS

	1	2	3	4	Other Individual Contracts				
					5	6	7	8	9
	Total	Group Accident and Health	Credit Accident and Health (Group and Individual)	Collectively Renewable	Non- Cancelable	Guaranteed Renewable	Non-Renewable for Stated Reasons Only	Other Accident Only	All Other
ACTIVE LIFE RESERVE									
1. Unearned premium reserves	831,928	826,483			5,445				
2. Additional contract reserves (a)	142,175				142,175				
3. Additional actuarial reserves - Asset/Liability analysis									
4. Reserve for future contingent benefits									
5. Reserve for rate credits	2,663,128	2,663,128							
6. Aggregate write-ins for reserves									
7. Totals (Gross)	3,637,231	3,489,611			147,620				
8. Reinsurance ceded	8,311				8,311				
9. Totals (Net)	3,628,920	3,489,611			139,309				
CLAIM RESERVE									
10. Present value of amounts not yet due on claims	783,150,803	780,983,138			2,167,665				
11. Additional actuarial reserves - Asset/Liability analysis									
12. Reserve for future contingent benefits	10,324,061	9,737,259			586,802				
13. Aggregate write-ins for reserves									
14. Totals (Gross)	793,474,864	790,720,397			2,754,467				
15. Reinsurance ceded	31,303,949	28,783,950			2,519,999				
16. Totals (Net)	762,170,915	761,936,447			234,468				
17. TOTAL (Net)	765,799,835	765,426,058			373,777				
18. TABULAR FUND INTEREST	38,062,453	38,052,911			9,542				

DETAILS OF WRITE-INS									
0601.									
0602.									
0603.									
0698. Summary of remaining write-ins for Line 6 from overflow page									
0699. Totals (Lines 0601 through 0603 plus 0698) (Line 6 above)									
1301.									
1302.									
1303.									
1398. Summary of remaining write-ins for Line 13 from overflow page									
1399. Totals (Lines 1301 through 1303 plus 1398) (Line 13 above)									

(a) Attach statement as to valuation standard used in calculating this reserve, specifying reserve bases, interest rates and methods.

EXHIBIT 7 - DEPOSIT TYPE CONTRACTS

	1	2	3	4	5	6
	Total	Guaranteed Interest Contracts	Annuities Certain	Supplemental Contracts	Dividend Accumulations or Refunds	Premium and Other Deposit Funds
1. Balance at the beginning of the year before reinsurance	877,381,706		830,560,363	1,522,899	9,042,617	36,255,827
2. Deposits received during the year	77,785,426		56,982,983	46,499	316,529	20,439,415
3. Investment earnings credited to the account	51,023,649		48,690,652	125,269	425,797	1,781,931
4. Other net change in reserves	46,126					46,126
5. Fees and other charges assessed						
6. Surrender charges						
7. Net surrender or withdrawal payments	126,081,471		104,106,466	498,188	701,611	20,775,206
8. Other net transfers to or (from) Separate Accounts						
9. Balance at the end of current year before reinsurance (Lines 1 + 2 + 3 + 4 - 5 - 6 - 7 - 8)	880,155,436		832,127,532	1,196,479	9,083,332	37,748,093
10. Reinsurance balance at the beginning of the year	749,918		749,918			
11. Net change in reinsurance assumed	(58,255)		(58,255)			
12. Net change in reinsurance ceded						
13. Reinsurance balance at the end of the year (Lines 10 + 11 - 12)	691,663		691,663			
14. Net balance at the end of current year after reinsurance (Lines 9 + 13)	880,847,099		832,819,195	1,196,479	9,083,332	37,748,093

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS
PART 1 - Liability End of Current Year

		1	2	Ordinary			6	Group		Accident and Health		
				3	4	5		7	8	9	10	11
		Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other
1. Due and unpaid:												
	1.1 Direct	2,638,474			2,638,474							
	1.2 Reinsurance assumed											
	1.3 Reinsurance ceded											
	1.4 Net	2,638,474			2,638,474							
2. In course of settlement:												
2.1 Resisted	2.11 Direct											
	2.12 Reinsurance assumed											
	2.13 Reinsurance ceded											
	2.14 Net			(b)	(b)		(b)	(b)				
2.2 Other	2.21 Direct	23,912,653		8,532,797	53,628	8,199		13,225,458		2,086,556		6,015
	2.22 Reinsurance assumed											
	2.23 Reinsurance ceded	7,680,817		3,396,749	580,195			3,703,498				375
	2.24 Net	16,231,836		(b) 5,136,048	(b) (526,567)	8,199	(b)	(b) 9,521,960		(b) 2,086,556	(b)	(b) 5,640
3. Incurred but unreported:												
	3.1 Direct	24,885,412		1,175,000				12,310,084		11,325,743		74,585
	3.2 Reinsurance assumed	101,456						101,456				
	3.3 Reinsurance ceded	4,095,478						1,780,850		2,240,043		74,585
	3.4 Net	20,891,390		(b) 1,175,000	(b)		(b)	(b) 10,630,690		(b) 9,085,700	(b)	(b)
4. TOTALS	4.1 Direct	51,436,539		9,707,797	2,692,102	8,199		25,535,542		13,412,299		80,600
	4.2 Reinsurance assumed	101,456						101,456				
	4.3 Reinsurance ceded	11,776,295		3,396,749	580,195			5,484,348		2,240,043		74,960
	4.4 Net	39,761,700	(a)	(a) 6,311,048	2,111,907	8,199		(a) 20,152,650		11,172,256		5,640

(a) Including matured endowments (but not guaranteed annual pure endowments) unpaid amounting to \$ 0 in Column 2, \$ 0 in Column 3 and \$ 0 in Column 7.

(b) Include only portion of disability and accident and health claim liabilities applicable to assumed "accrued" benefits. Reserves (including reinsurance assumed and net of reinsurance ceded) for unaccrued benefits for Ordinary Life Insurance \$ 2,391,231 Individual Annuities \$ 1,157 , Credit Life (Group and Individual) \$ 0 , and Group Life \$ 38,458,397 , are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health \$ 761,936,447 , Credit (Group and Individual) Accident and Health \$ 0 and Other Accident and Health \$ 234,468 are included in Page 3, Line 2, (See Exhibit 6, Claim Reserve).

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS
PART 2 - Incurred During the Year

	1	2	Ordinary			6	Group		Accident and Health		
			3	4	5		7	8	9	10	11
	Total	Industrial Life (a)	Life Insurance (b)	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance (c)	Annuities	Group	Credit (Group and Individual)	Other
1. Settlements during the year:											
1.1 Direct	462,187,494		36,147,480	103,437,262	278,503		79,595,831	30,843,609	211,794,856		89,953
1.2 Reinsurance assumed	2,055,769		149,279	1,580,793					325,697		
1.3 Reinsurance ceded	27,494,926		9,533,887	2,261,277			10,599,374		5,067,275		33,113
1.4 Net	(d) 436,748,337		26,762,872	102,756,778	278,503		68,996,457	30,843,609	207,053,278		56,840
2. Liability December 31, current year from Part 1:											
2.1 Direct	51,436,539		9,707,797	2,692,102	8,199		25,535,542		13,412,299		80,600
2.2 Reinsurance assumed	101,456						101,456				
2.3 Reinsurance ceded	11,776,295		3,396,749	580,195			5,484,348		2,240,043		74,960
2.4 Net	39,761,700		6,311,048	2,111,907	8,199		20,152,650		11,172,256		5,640
3. Amounts recoverable from reinsurers December 31, current year	2,559,556		584,154				885,031		1,088,971		1,400
4. Liability December 31, prior year:											
4.1 Direct	44,006,062		9,156,065	2,278,125	15,754		18,991,452		13,492,134		72,532
4.2 Reinsurance assumed	313,360						313,360				
4.3 Reinsurance ceded	7,159,300		2,224,770	472,010			2,139,239		2,253,046		70,235
4.4 Net	37,160,122		6,931,295	1,806,115	15,754		17,165,573		11,239,088		2,297
5. Amounts recoverable from reinsurers December 31, prior year	5,217,987		2,629,218				1,477,000		1,109,769		2,000
6. Incurred benefits:											
6.1 Direct	469,617,971		36,699,212	103,851,239	270,948		86,139,921	30,843,609	211,715,021		98,021
6.2 Reinsurance assumed	1,843,865		149,279	1,580,793			(211,904)		325,697		
6.3 Reinsurance ceded	29,453,491		8,660,802	2,369,462			13,352,514		5,033,474		37,238
6.4 Net	442,008,346		28,187,688	103,062,570	270,948		72,575,503	30,843,609	207,007,244		60,783

(a) Including matured endowments (but not guaranteed annual pure endowments) amounting to

\$

in Line 1.1,

\$

in Line 1.4.

(b) Including matured endowments (but not guaranteed annual pure endowments) amounting to

\$

in Line 6.1 and

\$

in Line 6.4.

(c) Including matured endowments (but not guaranteed annual pure endowments) amounting to

\$

in Line 1.1,

\$

in Line 1.4.

(d) Includes \$ 0 premiums waived under total and permanent disability benefits.

\$

in Line 6.1 and

\$

in Line 6.4.

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. Other invested assets (Schedule BA)			
8. Receivables for securities			
9. Aggregate write-ins for invested assets			
10. Subtotals, cash and invested assets (Lines 1 to 9)			
11. Title plants (for Title insurers only)			
12. Investment income due and accrued			
13. Premiums and considerations:			
13.1 Uncollected premiums and agents' balances in the course of collection	840,878	461,232	(379,646)
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due			
13.3 Accrued retrospective premiums			
14. Reinsurance:			
14.1 Amounts recoverable from reinsurers			
14.2 Funds held by or deposited with reinsured companies			
14.3 Other amounts receivable under reinsurance contracts			
15. Amounts receivable relating to uninsured plans			
16.1 Current federal and foreign income tax recoverable and interest thereon			
16.2 Net deferred tax asset	71,837,500	62,054,300	(9,783,200)
17. Guaranty funds receivable or on deposit			
18. Electronic data processing equipment and software			
19. Furniture and equipment, including health care delivery assets			
20. Net adjustment in assets and liabilities due to foreign exchange rates			
21. Receivable from parent, subsidiaries and affiliates			
22. Health care and other amounts receivable			
23. Aggregate write-ins for other than invested assets	3,203,520	2,939,504	(264,016)
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23)	75,881,898	65,455,036	(10,426,862)
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
26. Total (Lines 24 and 25)	75,881,898	65,455,036	(10,426,862)

DETAILS OF WRITE-INS			
0901.			
0902.			
0903.			
0998. Summary of remaining write-ins for Line 09 from overflow page			
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 09 above)			
2301. Fixed assets	3,203,520	2,939,504	(264,016)
2302. Accounts receivable			
2303.			
2398. Summary of remaining write-ins for Line 23 from overflow page			
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)	3,203,520	2,939,504	(264,016)

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

- A. The financial statements of Liberty Life Assurance Company of Boston (the Company) are presented on the basis of accounting policies prescribed or permitted by the Massachusetts Insurance Department. The Massachusetts Insurance Department Recognizes only statutory accounting practices prescribed by the state for determining and reporting the financial conditions and results of operation of an insurance company. Massachusetts has adopted the prescribed practices set forth in the January 1, 2005 National Association of Insurance Commissioners' Accounting Practices and Procedures manual.
- B. 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. The accounting policies of the Company do not deviate materially from those Prescribed in the National Association of Insurance Commissioners' Accounting Practices and Procedures manual.

The Company uses the following accounting policies with regards to investments:

- 1. Investment grade short-term investments are carried at cost adjusted where appropriate for amortization of premium or discount, or markets as specified by the Purposes and Procedures Manual of the NAIC Securities Valuation Office (SVO Manual).
- 2. Investment grade bonds are carried at cost adjusted where appropriate for amortization of premium or discount, or market as specified by the SVO Manual.
- 3. Common stocks are carried at market value except that investments in stocks of subsidiaries and affiliates are carried on the equity basis.
- 4. Preferred stocks are carried at cost or market in accordance with the SVO Manual.
- 5. Mortgage-backed/asset backed securities are stated at amortized value. Prepayment assumptions for single class mortgage-backed/asset backed securities and multi-class securities were obtained from internal estimates. These assumptions are consistent with the current interest rate and economic environment. The retrospective adjustment method is used to value all single class mortgage-backed/asset-backed securities and multi-class securities. Non-investment grade mortgage-backed/asset-backed securities are stated at the lower of amortized value or fair value.
- 6. The Company carries its investments in subsidiaries, controlled, and affiliated (SCA) companies in accordance with SSAP No. 46 and the SVO Manual. Schedule D, Part 6-Section 1 illustrates the valuation method used for each SCA company.
- 7. Investments in joint ventures, partnerships, and limited liability companies are carried at the underlying audited GAAP equity value, when available.

2. Accounting Changes and Corrections of Errors

- A. There were no material or significant corrections of errors since year ended December 31, 2005.
- B. There were no changes in accounting principles as a result of implementation of Codification in 2005.

3. Business Combinations and Goodwill

- A. The Company neither purchased nor combined with any companies in 2005.

NOTES TO FINANCIAL STATEMENTS

4. Discontinued Operations

- A. Liberty Life Assurance Company of Boston reported no discontinued operations in 2005.

5. Investments

- A. The Company does not have any mortgage loans or Mezzanine Real Estate Loans.
- B. The Company does not have any restructured debt for which the Company is a creditor.
- C. Liberty Life Assurance Company of Boston does not have any Reverse Mortgages.
- D. Loan - Backed Securities
1. The company has elected to use the book value as of January 1, 1994 as the cost for applying the retrospective adjustment method to securities purchased prior to that date where historical cash flows are not readily available.
2. Prepayment assumptions for single class and multi-class mortgage-backed securities were based upon 1-month historical constant prepayment rates.
3. The Company used IDSI, Bloomberg and Lehman Index data in determining the market value of the vast majority of its loan-backed securities. A small number of securities are priced in other ways, such as contacting brokers.
4. The Company had no negative yield situations requiring a change from the retrospective to prospective method.
- E. The Company has no outstanding Repurchase Agreements as of December 31, 2005.
- F. Liberty Life Assurance Company of Boston had no real estate investments as of December 31, 2005.

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 invests in various limited partnerships that are reported in accordance with SSAP No. 48. The partnerships are valued using traditional private equity metrics. Interim poor performance with the partnerships may lead to impairment losses being recognized by management. The Company realized limited partnership impairment losses of \$ 3.0 million in 2005.

7. Investment Income

- A. All investment income due and accrued over 90 days past due is excluded from investment income.
- B. The amount excluded in 2005 was \$ 0.

8. Derivative Instruments

- A. Liberty Life Assurance Company of Boston holds no derivative instruments.

9. Income Taxes

- A. The components of the net deferred tax asset/(liability) are as follows:

	December 31, 2005	December 31, 2004	Change
Total of all deferred tax assets	\$ 100.2 mil	\$ 89.9 mil	\$ 10.3mil
Total of all deferred tax liabilities	(15.2) mil	(13.3)mil	(1.9)mil
Total nonadmitted tax assets	71.8 mil	62.0 mil	9.8mil
Deferred Tax Assets Admitted	\$ 13.2 mil	\$ 14.6 mil	\$ (1.4) mil

NOTES TO FINANCIAL STATEMENTS

- B. The Company has no deferred tax liabilities not recognized for amounts described in SSAP No. 10, paragraph 6(b).
- C. Current income taxes incurred consist of the following major components:

	December 31, 2005	December 31, 2004
Federal Income Tax on operations	\$ 20.5mil	\$ (10.4) mil
Net operating loss benefit	0 mil	0 mil
Federal Income Tax before capital gains	20.5mil	(10.4)mil
Federal Income Tax on net capital gains	9.1 mil	8.7 mil
Utilization of capital losses	0mil	0mil
Federal Income Taxes incurred	\$ 29.6 mil	\$ (1.7) mil

The Company's deferred tax assets and liabilities result primarily from differences in Statutory and Tax policy reserves, amortization of acquisition expenses, reversal of discount accretion on bonds, deferred and uncollected premium and recognition of impairment losses.

- D. Effective tax rates differ from the current statutory rate of 35%, principally due to effects of tax-exempt interest, dividends received deductions, interest maintenance reserve capitalization and amortization and revisions to prior year's estimates.
- E. The Company had no tax attribute carryovers which will expire if not used in the future. The Company had no federal income taxes available for recoupment in the event of future losses
- F. The Company's federal income tax return is consolidated with the following companies of the Liberty Mutual Group:

Access Insurance Services, Co.	Liberty International Holdings, Inc.
ALM Services, Inc.	Liberty Life Assurance Company of Boston
Ambco Capital Corporation	Liberty Life Holdings, Inc.
America First Insurance Company	Liberty Lloyds of Texas Insurance Company
America First Lloyds Insurance Company	Liberty Management Services, Inc.
American Ambassador Casualty Company	Liberty Massachusetts Trust
Berkeley Holdings Company Associates, Inc.	Liberty Mexico Holdings, Inc.
Berkeley Management Corporation	Liberty Mutual Capital Corporation (Boston)
Bridgefield Casualty Insurance Company	Liberty Mutual Fire Insurance Company
Bridgefield Employers Insurance Company	Liberty Mutual Group Inc.
Capitol Agency, Inc. (Arizona corporation)	Liberty Mutual Holding Company, Inc.
Capitol Agency, Inc. (Ohio corporation)	Liberty Mutual Insurance Company
Capitol Agency, Inc. (Tennessee corporation)	Liberty Mutual Managed Care, Inc.
Cascade Disability Management, Inc.	Liberty Northwest Insurance Corporation
Colorado Casualty Insurance Company	Liberty Personal Insurance Company
Companies Agency Ins. Services of California	Liberty RE (Bermuda) Limited
Companies Agency of Alabama, Inc.	Liberty Real Estate Corporation
Companies Agency of Georgia, Inc.	Liberty Surplus Insurance Corporation
Companies Agency of Kentucky, Inc.	Liberty-USA Corporation
Companies Agency of Massachusetts, Inc.	LIH-Re of America Corporation
Companies Agency of Michigan, Inc.	LIH U.S. P&C Corporation
Companies Agency of New York, Inc.	LIIA Insurance Agency, Inc.
Companies Agency of Pennsylvania, Inc.	LIU Specialty Agency, Inc.
Companies Agency of Phoenix, Inc.	LLS Insurance Agency of Nevada, Inc.
Companies Agency, Inc.	LM Insurance Corporation
Companies Annuity Agency of Texas, Inc.	LMHC Massachusetts Holding, Inc.
Consolidated Insurance Company	LRE Properties, Inc.
Copley Venture Capital, Inc.	Mid-American Agency, Inc.
Countrywide Services Corporation	Mid-American Fire and Casualty Company
Diversified Settlements, Inc.	Missouri Agency, Inc.
Employers Insurance Company of Wausau	North Pacific Insurance Company
Excelsior Insurance Company	Oregon Automobile Insurance Company
First State Agency, Inc.	Peerless Indemnity Insurance Company
Florida State Agency, Inc.	Peerless Insurance Company
Globe American Casualty Company	LM Personal Insurance Company
Golden Eagle Insurance Corporation	LM General Insurance Company
Gulf States AIF, Inc.	LM Property and Casualty Insurance Company
Hawkeye-Security Insurance Company	San Diego Insurance Company
Helmsman Insurance Agency of Illinois, Inc.	State Agency, Inc. (Indiana corporation)
Helmsman Insurance Agency of Texas, Inc.	State Agency, Inc. (Wisconsin corporation)
Heritage-Summit Healthcare of Florida, Inc.	St. James Insurance Company

NOTES TO FINANCIAL STATEMENTS

Indiana Insurance Company	Summit Consulting, Inc.
LEXCO Limited	Summit Consulting, Inc. of Louisiana
Liberty Assignment Corporation	Summit Holding Southeast, Inc.
Liberty Corporate Services, Inc.	The First Liberty Insurance Corporation
Liberty Energy Corporation	The Midwestern Indemnity Company
Liberty Financial Services, Inc.	The National Corporation
Liberty Hospitality Group, Inc.	The Netherlands Insurance Company
Liberty Insurance Company of America	Wausau (Bermuda) Ltd.
Liberty Insurance Corporation	Wausau Business Insurance Company
Liberty Insurance Holdings, Inc.	Wausau General Insurance Company
Liberty Insurance Underwriters, Inc.	Wausau Holdings, Inc.
Liberty International Aberdeen, Inc.	Wausau Service Corporation
Liberty International Asia Pacific Holdings, Inc.	Wausau Underwriters Insurance Company

The method of federal income tax allocation is subject to a written agreement. Allocation is based upon separate return calculation with credit applied for losses as appropriate.

10. Information Concerning Parent, Subsidiaries and Affiliates

- A. The Company is directly owned 90% by Liberty Mutual Insurance Company and 10% by Liberty Mutual Fire Insurance Company. Both companies are domiciled in the Commonwealth of Massachusetts.
- B. All of the non-insurance transactions which the Company had with its parent company involved less than 1/2 of 1% of the admitted assets of the reporting entity.
- C. In 2005 the Company received a capital contributions in the total of \$ 100 million from our parent.
- D. As of December 31, 2005 the Company reported a \$ 4.1 million receivable from the parent company and affiliates. The terms of the settlement require that these amounts are settled within 30 days.
- E. The Company has no guarantees or undertakings, written or otherwise, for the benefit of an affiliate or related party that result in a material contingent exposure of the reporting entity's or any related party's assets or liabilities.
- F. There is a service agreement between the Company and Liberty Mutual Insurance Group under which the latter provides the former with services of personnel, equipment, telephone, wire service, computers and similar machines to the extent necessary and appropriate. The Company reimburses the parent for the cost of all services provided under this agreement and for any other services that shall be supplied at the request of the Company.
- G. All outstanding shares of the Company are owned by the Liberty Mutual Insurance Company (90%) and the Liberty Mutual Fire Insurance Company (10%) both domiciled in the Commonwealth of Massachusetts.
- H. The Company does not own any shares of an upstream intermediate or ultimate parent, either directly or indirectly.
- I. The Company has no investments in subsidiaries, controlled or affiliated entities which exceed 10% of the admitted assets of the Company.
- J. The Company did not recognize any impairment write down for its investments in subsidiary, controlled or affiliated companies during the statement period.

11. Debt

- A. As of December 31, 2005 the Company had no outstanding capital notes or other debt obligations not already addressed in other notes as described in Statement of Statutory Accounting Principles number 15.
- B. The Company has no outstanding reverse repurchase agreements as of December 31, 2005.

NOTES TO FINANCIAL STATEMENTS

12. Deferred Compensation and Retirement Plans

A-E. The Company does not have any direct employees and therefore, does not have any direct obligations for a defined benefit plan, deferred compensation arrangements, compensated absences or other post retirement benefit plans. Services for the operation of the Company are provided under provision of an intercompany cost-sharing arrangement as described in note 10(f).

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

- A. The Company has 8,000 shares authorized, 8,000 shares issued and outstanding. All shares are Class A shares.

B. The Company has no preferred stock outstanding.

C. Without prior approval of its domiciliary commissioner, dividends to shareholders are limited by the laws of the state of Massachusetts.

D. According to a resolution voted by the Board of Directors, not more than the larger of 10% of the statutory profits on participating business or 50 cents per \$ 1,000 of participating business in force may accrue to the shareholders' surplus account.

E. Restricted surplus for Participating shareholders is \$ (34,924,018).

F. There are no advances to surplus held by the Company.

G. The Company holds no stock for special purposes.

H. There were no changes in the amount of special surplus funds held in 2005.

I. The portion of unassigned surplus represented or reduced by each item below is as follows:

1. unrealized gains and losses	\$ (7,135,301)
2. non admitted asset values	\$ 75,881,898
3. separate account business	\$ 750,000
4. asset valuation reserves	\$ 52,181,597
5. reinsurance in unauthorized companies	\$ 0

J. As of December 31, 2005 the Company has not issued any surplus debentures.

K. The Company has not undertaken any quasi-reorganizations in 2005.

14. Contingencies

- A. The Company is not aware of any material contingent liabilities as of December 31, 2005.

B. The Company is not aware of any impending assessments which may have a material financial impact on its financial position.

C. The Company is not aware of any material gain contingencies per SSAP No. 5.

D. In the normal course of its business operations, The Company is involved in litigation from time to time with claimants, beneficiaries and others, and several lawsuits were pending on December 31, 2005. In the opinion of the Company, the ultimate liability, if any, would not have a material adverse financial effect upon the Company.

15. Leases

- A. The Company does not have any lease obligations.

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

- A. The Company owns no Financial Instruments with Off-Balance Sheet Risk or Financial Instruments with Concentrations of Credit Risk.

NOTES TO FINANCIAL STATEMENTS

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

- A. The Company did not have any transfers of receivables reported as sales during the year.
- B. The Company did not have any transfers and servicing of financial asset changes during the year.
- C. The Company's wash sales during the year are as follows:

Bonds:	Number of Transactions	BV of Securities Sold	Cost of Securities Repurchased	Gain (Loss)
a.NAIC 3	7	\$ 868,402	\$ 808,338	\$ 60,064

18. Gain or (Loss) to the Reporting Entity from Uninsured A&H Plans and the Uninsured Portion of Partially Insured Plans

	Uninsured Plans	Uninsured Portion Partially Insured Plans	Total
Net reimbursement or administrative expenses over (under) actual expenses	\$(2.5)mil	\$0	\$(2.5)mil
Other income or (expense)	\$0	\$0	\$0
Net gain or loss from operations	\$(2.5)mil	\$0	\$(2.5)mil
Claim Payment Volume	\$79.0mil	\$0	\$79.0mil

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

- A. The Company does not have any direct premium written by managing general agents/third party administrators.

20. September 11 Events

- A. The events of September 11, 2001 did not materially impact the 2005 financial statements of the Company.

21. Other Items

- A. The Company has no reporting requirements referred to in Statement of Statutory Accounting Principles number 24 "Discontinued Operations and Extraordinary Items".
- B. The Company has no reporting requirements referred to in Statement of Statutory Accounting Principles number 36 "Trouble Debt Restructuring".
- C. At this time the Company is not aware of any other disclosures which have a material financial impact.
- D. The Company routinely assesses the collectibility of receivables on its balance sheet and based on Company experience, less than 1% of the balance may become uncollectible and the potential loss is not material to the Company's financial condition.
- E. Not applicable
- F. Not applicable

22. Events Subsequent

- A. The Company is not aware of any events occurring subsequent to the close of the books for this statement which may have a material effect on its financial condition.

NOTES TO FINANCIAL STATEMENTS

23. Reinsurance

A. Ceded Reinsurance Report

Section 1 - General Interrogatories

1. Are any of the reinsurers, listed in schedule S as non affiliated, owned in excess of 10% or controlled, either directly or indirectly, by the company or by any representative, officer, trustee, or director of the of the Company? Yes () No (X) If yes, give full details.
2. Have any policies issued by the Company been reinsured with a company chartered in a country other than the United States (excluding U.S. Branches of such companies) which is owned in excess of 10% or controlled directly or indirectly, by an insured, a beneficiary, a creditor or an insured or any other person not primarily engaged in the insurance business? Yes () No (X) If yes, give full details.

Section 2 - Ceded Reinsurance Report - Part A

1. Does the Company have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credits? Yes () No (X)
2. Does the Company have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts which, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsured policies? Yes () No (X) If yes, give full details.

Section 3 - Ceded Reinsurance Report - Part B

1. What is the estimated amount of the aggregate reduction in surplus, for agreements not reflected in Section 2 above, of termination of all reinsurance agreements, by either party, as of the date of this statement? Where necessary, the Company may consider the current or anticipated experience of the business reinsured in making this estimate. \$0
2. Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts which were in-force or which had existing reserves established by the Company as of the effective date of the agreement? Yes () No (X) If yes, what is the amount of reinsurance credits, whether as asset or a reduction of liability, taken for such no agreements or amendments.

B. Uncollectible Reinsurance

1. The Company had no uncollectible reinsurance balances written off through income and expenses in the current year.

C. Commutation of Ceded Reinsurance

1. The Company had no Reinsurance Treaty Commutations in 2005.

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

- A. The Company estimates accrued retrospective premium adjustments for its Group Life and Group Disability contracts. The estimate for each case is derived from actual policy year-to-date premiums and paid claims, along with estimates for unpaid claims reserves and expenses.
- B. Annual Premiums Subject to Retrospective Ratings in 2005 were \$ 81.2 million. This represented approximately 23% of total written premium for group policies. The Company has a reinsurance agreement in place for these policies with our parent company.

NOTES TO FINANCIAL STATEMENTS

25. Change in Incurred Losses and Loss Adjustment Expenses

- A. Reserves are calculated on a tabular basis. There are no material changes in the provision of incurred loss and loss adjustment expenses as a result of additional information becoming available on an individual claim from prior year insured events.

26. Intercompany Pooling Arrangements

- A. Liberty Life Assurance Company of Boston is not a part of any intercompany pooling arrangements.

27. Structured Settlements

- A. The Company did not purchase any structured settlements in 2005.

28. Health Care Receivables

- A. The Company has no Health Care Receivables in accordance with SSAP No. 84.

29. Participating Policies

- A. For the year ending December 31, 2005 premiums collected under participating Policies were \$ 54.2 million, or 6.7% of total premium collected by our Company. The Company holds a liability for any dividends that will be declared at the end of the current policy year for all of our participating policies. We also hold a liability for all unpaid but declared dividends. The Company paid dividends of \$ 10.8 million in 2005 and did not allocate any additional income to such policyholders.

30. Premium Deficiency Reserves

- A. The Company has no premium deficiency reserves for its accident and health business.

31. Reserves for Life Contracts and Deposit-Type Contracts

- A. The Company waives deductions of deferred fractional premiums upon death of the Insured on all policies and returns any portion of the final premium beyond the date of death for all policies issued on the Extra Value Life form, and for all policies issued in Massachusetts since July 1, 1976, and for all policies issued since February 1, 1981. The Company holds a net level premium reserve on mortality and interest bases consistent with the basic policy. Surrender values are not promised in excess of the legally computed reserves.
- B. Additional premiums are charged for policies issued on Sub-standard lives according to underwriting classification. Mean reserves are determined by computing the regular mean reserve for the plan at the issue age and duration and holding an additional one-half of the extra premium for the year.
- C. As of December 31, 2005 the Company had \$ 2,600,340,819 of insurance in force for for which gross premiums are less than the net premiums according to the standard of valuation set by the Commonwealth of Massachusetts.
- D. The Tabular Interest (Page 7, Part A, Line 4), Tabular less Actuarial Reserves Released (Page 7, Part A, Line 5) and Tabular Cost (Page 7, Part A, Line 9) have been determined by the formula as described for these lines in the instructions for Page 7.
- E. The Tabular Interest (Page 7, Part B, Line 3) has been determined by the formula as described for these lines in the instructions for Page 7.
- F. There were no other reserve changes for 2005.

NOTES TO FINANCIAL STATEMENTS

32. Analysis of Annuity Actuarial Reserves and Deposit Liabilities by Withdrawal Characteristics

1. Subject to discretionary withdrawal:	Amount	% of Total
1.1 - With Market Value Adjustment	0	
1.2 - at Book Value less Surrender Chg	\$ 71,498,073	1%
1.3 - at Market Value	<u>2,376,227,090</u>	<u>44%</u>
1.4 - Total with adjustment or at Mkt Value	2,447,725,163	45%
1.5 - at Book Value with adjustment	46,831,422	1%
2. Not Subject to Discretionary Withdrawal	<u>2,932,531,708</u>	<u>54%</u>
3. Total (gross)	5,427,088,293	100%
4. Reinsurance Ceded	<u>32,652,461</u>	
5. Total Net (3-4)	<u>\$ 5,394,435,832</u>	

Reconciliation of total annuity actuarial reserves, deposit liabilities and other liabilities

Life and Accident and Health Annual Statement:

6. Exhibit 5, Section B, Net	\$ 1,964,563,463
7. Exhibit 5, Section C, Net	1,968,227
8. Exhibit 7, Column 1, Line 14	<u>880,847,099</u>
9. Subtotal	\$ 2,847,378,789

Separate Account Annual Statement

10. Exhibit 6, Line 0299999, Column 2	0
11. Exhibit 6, Line 0399999, Column 2	0
12. Page 3, Lines 1 + 2	\$ <u>2,547,057,043</u>
13. Subtotal	\$ 2,547,057,043
14. Total	\$ <u>5,394,435,832</u>

33. Premium and Annuity Considerations Deferred and Uncollected

A. Deferred and uncollected life insurance premiums and annuity considerations as of December 31, 2005 were as follows:

	Gross	Net of Loading
Ordinary New Business	\$ 4,915,346	\$ 2,794,630
Ordinary Renewal Business	30,479,465	27,467,239
Individual Annuity	144	120
Group Life	5,003,637	4,760,509
Group Annuity	<u>0</u>	<u>0</u>
Total	\$ <u>40,398,592</u>	\$ <u>35,022,498</u>

NOTES TO FINANCIAL STATEMENTS

34. Separate Accounts

A. Separate Accounts assets and liabilities represent designated funds held and invested by the Company for the benefit of contractholders. Separate Accounts invested assets are carried at market value. Investment income and changes in asset values do not affect the operating results of the Company. Separate Accounts business is maintained independently from the general account of the Company. The Company provides administrative services for these contracts. All Separate Accounts of the Company are nonguaranteed.

		Nonguaranteed Separate Accounts
1.	Premiums, considerations or deposits for year	\$ 265,755,511
2.	Market Value invested assets at 12/31/2005	2,542,722,771
3.	Assets Categorized by Withdrawal Characteristics:	
	a. Subject to Discretionary Withdrawal	0
	b. With Market Value adjust	0
	c. At book value without MV adjustment and with current surrender charge 5% or more	0
	d. At Market Value	2,371,994,643
	e. At book value without MV adjustment and with current surrender charge less than 5%	0
	f. Subtotal	\$ 2,371,994,643
	g. Not subject to discretionary withdrawal	170,728,128
	h. Total withdrawal	<u>0</u>
	Total Market Value	<u>\$ 2,542,722,771</u>

B. Reconciliation of Net Transfers to (from) Separate Accounts

1. Tranfers as reported in the Separate Accounts Statement;	
a. Transfers to Separate Accounts (Page 4 Line 1.4)	\$ 4,486,470
b. Transfers from Separate Accounts (Page 4, Line 10)	<u>14,773,369</u>
c. Net transfers	(10,286,899)
2. Reconciling Adjustments:	
a. Net transfer of reserves from (to) Separate Accounts	(526,258)
b. Other transfers to Separate Accounts	(593,859)
3. Transfers as reported in the Summary of Operations of the Life, Accident & Health Annual Statement	\$ <u>(11,407,016)</u>

35. Loss/Claim Adjustment Expenses

- A. The balance in the liability for unpaid accident and health claim adjustment expenses as of 2005 and 2004 was \$ 16.5 million and \$ 16.8 million, respectively.
- B. The Company incurred \$ 7.8 million and paid \$ 8.0 million of claim adjustment expenses in the current year, of which \$ 5.4 million of the paid amount is attributable to insured or covered events of prior years.
- C. The Company does not have any anticipated salvage or subrogation in its loss adjustment expense reserves.

NOTES TO FINANCIAL STATEMENTS

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement	
	1 Amount	2 Percentage	3 Amount	4 Percentage
1. Bonds:				
1.1 U.S. treasury securities	145,878,170	2.311	145,878,170	2.311
1.2 U.S. government agency obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies	16,631,383	0.264	16,631,383	0.264
1.22 Issued by U.S. government sponsored agencies	232,274,443	3.680	232,274,443	3.680
1.3 Foreign government (including Canada, excluding mortgage-backed securities)	20,733,996	0.329	20,733,996	0.329
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:				
1.41 States, territories and possessions general obligations				
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations	3,000,000	0.048	3,000,000	0.048
1.43 Revenue and assessment obligations	94,836,291	1.503	94,836,291	1.503
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	89,178,610	1.413	89,178,610	1.413
1.512 Issued or guaranteed by FNMA and FHLMC	135,940,479	2.154	135,940,479	2.154
1.513 All other	5,000,000	0.079	5,000,000	0.079
1.52 CMOs and REMICs:				
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA	1,179,770,576	18.693	1,179,770,576	18.693
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	118,587,574	1.879	118,587,574	1.879
1.523 All other	90,183,745	1.429	90,183,745	1.429
2. Other debt and other fixed income securities (excluding short term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans rated by the SVO)	3,482,983,006	55.187	3,482,983,006	55.187
2.2 Unaffiliated foreign securities	6,304,054	0.100	6,304,054	0.100
2.3 Affiliated securities				
3. Equity interests:				
3.1 Investments in mutual funds				
3.2 Preferred stocks:				
3.21 Affiliated				
3.22 Unaffiliated	1,000,000	0.016	1,000,000	0.016
3.3 Publicly traded equity securities (excluding preferred stocks):				
3.31 Affiliated				
3.32 Unaffiliated	36,827	0.001	36,827	0.001
3.4 Other equity securities:				
3.41 Affiliated	437,331	0.007	437,331	0.007
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	81,303,846	1.288	81,303,846	1.288
7. Receivables for securities	10,316,982	0.163	10,316,982	0.163
8. Cash, cash equivalents and short-term investments	369,233,816	5.850	369,233,816	5.850
9. Other invested assets	227,564,929	3.606	227,564,929	3.606
10. Total invested assets	6,311,196,058	100.000	6,311,196,058	100.000

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?

Yes ☒ 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 ☒ No ☐ N/A ☐

1.3

State Regulating?

Massachusetts

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 ☒

2.2

If yes, date of change:
If not previously filed, furnish herewith a certified copy of the instrument as amended.

3.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2004

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.

12/31/1999

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).

05/01/2001

3.4

By what department or departments? Massachusetts

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 ☐

4.12

renewals?

Yes ☐ No ☒

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 ☒

4.22

renewals?

Yes ☐ No ☒

5.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes ☐ No ☒

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	2	3
Name of Entity	NAIC Company Code	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? (You need not report an action either formal or informal, if a confidentiality clause is part of the agreement.)

Yes ☐ No ☒

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 ☒

7.2

If yes,

7.21

State the percentage of foreign control

0 %

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	2
Nationality	Type of Entity

8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes ☐ No ☒

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 ☒

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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 Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1	2	3	4	5	6	7
Affiliate Name	Location (City, State)	FRB	OCC	OTS	FDIC	SEC

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Ernst & Young LLP
200 Clarendon Street Boston, MA 02116

10. 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? Mary Madden
100 Liberty Way Dover, NH 03820
Employee

11.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly?

11.11 Name of real estate holding company

11.12 Number of parcels involved

11.13 Total book/adjusted carrying value

Yes [] No [X]

\$

11.2 If yes, provide explanation

12. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:

12.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?

12.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located?

12.3 Have there been any changes made to any of the trust indentures during the year?

12.4 If answer to (12.3) is yes, has the domiciliary or entry state approved the changes?

Yes [] No [X]

Yes [] No [X]

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

BOARD OF DIRECTORS

13. 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?

14. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof?

15. 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 []

Yes [X] No []

Yes [X] No []

FINANCIAL

16.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):

16.11 To directors or other officers

16.12 To stockholders not officers

16.13 Trustees, supreme or grand (Fraternal only)

16.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):

16.21 To directors or other officers

16.22 To stockholders not officers

16.23 Trustees, supreme or grand (Fraternal only)

17.1 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?

17.2 If yes, state the amount thereof at December 31 of the current year:

17.21 Rented from others

17.22 Borrowed from others

17.23 Leased from others

17.24 Other

\$

\$

\$

\$

\$

\$

\$

\$

\$

\$

18.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments?

18.2 If answer is yes:

18.21 Amount paid as losses or risk adjustment

Yes [] No [X]

\$

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

18.22 Amount paid as expenses

18.23 Other amounts paid

\$

\$

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

Yes [X] No []

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

\$4,134,249

INVESTMENT

20.1 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, except as shown by Schedule E - Part 3 - Special Deposits?

Yes [X] No []

20.2 If no, give full and complete information, relating thereto

21.1 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, except as shown on Schedule E - Part 3 - Special Deposits, 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 17.1).

Yes [] No [X]

21.2 If yes, state the amount thereof at December 31 of the current year:

21.21 Loaned to others

21.22 Subject to repurchase agreements

21.23 Subject to reverse repurchase agreements

21.24 Subject to dollar repurchase agreements

21.25 Subject to reverse dollar repurchase agreements

21.26 Pledged as collateral

21.27 Placed under option agreements

21.28 Letter stock or securities restricted as to sale

21.29 Other

\$

\$

\$

\$

\$

\$

\$

\$

\$

21.3 For category (21.28) provide the following:

1	2	3
Nature of Restriction	Description	Amount

22.1 Does the reporting entity have any hedging transactions reported on Schedule DB?

Yes [] No [X]

22.2 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.

23.1 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]

23.2 If yes, state the amount thereof at December 31 of the current year.

\$

24. Excluding items in Schedule E, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Part 1-General, Section IV.H-Custodial or Safekeeping agreements of the NAIC Financial Condition Examiners Handbook?

Yes [X] No []

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

1	2
Name of Custodian(s)	Custodian's Address
JP MORGAN CHASE	3 Metro Tech Center, Brooklyn, NY 11245
ROYAL TRUST/RBC	77 King Street West, Toronto, ONT 1PQ

24.02 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	2	3
Name(s)	Location(s)	Complete Explanation(s)

24.03 Have there been any changes, including name changes, in the custodian(s) identified in 24.01 during the current year?

Yes [] No [X]

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

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

21.2

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

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

1 Central Registration Depository Number(s)	2 Name	3 Address

25.1 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]

25.2 If yes, complete the following schedule:

1 CUSIP#	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
25.2999	Total	

25.3 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

26. 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 (+)
26.1 Bonds	5,658,697,177	6,036,980,724	378,283,547
26.2 Preferred stocks	1,000,003	1,000,003	
26.3 Totals	5,659,697,180	6,037,980,727	378,283,547

26.4 Describe the sources or methods utilized in determining the fair values:

27.1 Have all the filing requirements of the Purposes and Procedures manual of the NAIC Securitties Valuation Office been followed? Yes [X] No []

27.2 If no, list exceptions:

OTHER

28.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$ 535,841

28.2 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
	\$
	\$
	\$
	\$

29.1 Amount of payments for legal expenses, if any? \$ 595,800

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

1 Name	2 Amount Paid
Drinker, Biddle and Reath LLP	\$ 168,514
	\$

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

1	2
Name	Amount Paid
	\$

- 30.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any?
- \$2,315,891
- 30.2 List the name of the 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	2
Name	Amount Paid
Ropers, Majeski, Cohn and Bentley	\$1,470,915
	\$
	\$
	\$

GENERAL INTERROGATORIES

PART 2 - LIFE 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.

\$

1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit?

\$

1.31 Reason for excluding:

1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above.

\$

1.5 Indicate total incurred claims on all Medicare Supplement insurance.

\$

1.6 Individual policies:

Most current three years:

1.61 Total premium earned

\$

1.62 Total incurred claims

\$

1.63 Number of covered lives

\$

All years prior to most current three years:

1.64 Total premium earned

\$

1.65 Total incurred claims

\$

1.66 Number of covered lives

\$

1.7 Group policies:

Most current three years:

1.71 Total premium earned

\$

1.72 Total incurred claims

\$

1.73 Number of covered lives

\$

All years prior to most current three years:

1.74 Total premium earned

\$

1.75 Total incurred claims

\$

1.76 Number of covered lives

\$

2. Health Test:

1

2

Current Year

Prior Year

2.1 Premium Numerator

\$

\$

2.2 Premium Denominator

\$

\$

2.3 Premium Ratio (2.1/2.2)

2.4 Reserve Numerator

\$

\$

2.5 Reserve Denominator

\$

\$

2.6 Reserve Ratio (2.4/2.5)

3.1 Does this reporting entity have Separate Accounts?

YES [X] NO []

3.2 If yes, has a Separate Accounts statement been filed with this Department?

YES [X] NO [] N/A []

3.3 What portion of capital and surplus funds of the reporting entity covered by assets in the Separate Accounts statement, is not currently distributable from the Separate Accounts to the general account for use by the general account?

\$

3.4 State the authority under which Separate Accounts are maintained:

Massachusetts General Law and Resolution by th Board of Directors

3.5 Was any of the reporting entity's Separate Accounts business reinsured as of December 31?

YES [] NO [X]

3.6 Has the reporting entity assumed by reinsurance any Separate Accounts business as of December 31?

YES [] NO [X]

3.7 If the reporting entity has assumed Separate Accounts business, how much, if any, reinsurance assumed receivable for reinsurance of Separate Accounts reserve expense allowances is included as a negative amount in the liability for "Transfers to Separate Accounts due or accrued (net)?"

\$

4.1 Are personnel or facilities of this reporting entity used by another entity or entities or are personnel or facilities of another entity or entities used by this reporting entity (except for activities such as administration of jointly underwritten group contracts and joint mortality or morbidity studies)?

YES [X] NO []

4.2 Net reimbursement of such expenses between reporting entities:

4.21 Paid

\$ 295,422,488

4.22 Received

\$

5.1 Does the reporting entity write any guaranteed interest contracts?

YES [] NO [X]

5.2 If yes, what amount pertaining to these items is included in:

5.21 Page 3, Line 1

\$

5.22 Page 4, Line 1

\$

6. For stock reporting entities only:

6.1 Total amount paid in by stockholders as surplus funds since organization of the reporting entity:

\$ 416,500,000

7. Total dividends paid stockholders since organization of the reporting entity:

7.11 Cash

\$ 4,800,000

7.12 Stock

\$

GENERAL INTERROGATORIES

(Continued)

PART 2 - LIFE INTERROGATORIES

- 8.1 Does the company reinsure any Workers' Compensation Carve-Out business defined as:

Reinsurance (including retrocessional reinsurance) assumed by life and health insurers of medical, wage loss and death benefits of the occupational illness and accident exposures, but not the employers liability exposures, of business originally written as workers' compensation insurance.

YES [] NO [X]
- 8.2 If yes, has the reporting entity completed the Workers' Compensation Carve-Out Supplement to the Annual Statement?YES [] NO [X]
- 8.3 If 8.1 is yes, the amounts of earned premiums and claims incurred in this statement are:

	1	2	3
	Reinsurance Assumed	Reinsurance Ceded	Net Retained
8.31 Earned premium			
8.32 Paid claims			
8.33 Claim liability and reserve (beginning of year)			
8.34 Claim liability and reserve (end of year)			
8.35 Incurred claims			

- 8.4 If reinsurance assumed included amounts with attachment points below \$1,000,000, the distribution of the amounts reported in Lines 8.31 and 8.34 for Column (1) are:

	Attachment Point	1 Earned Premium	2 Claim Liability and Reserve
8.41	<\$25,000		
8.42	\$25,000-99,999		
8.43	\$100,000-249,999		
8.44	\$250,000-999,999		
8.45	\$1,000,000 or more		

- 8.5 What portion of earned premium reported in 8.31, Column 1 was assumed from pools?\$

- 9.1 Does the company have variable annuities with guaranteed benefits?YES [X] NO []
- 9.2 If 9.1 is yes, complete the following table for each type of guaranteed benefit.

Type		3	4	5	6	7	8	9
1 Guaranteed Death Benefit	2 Guaranteed Living Benefit	Waiting Period Remaining	Account Value Related to Col. 3	Total Related Account Values	Gross Amount of Reserve	Location of Reserve	Portion Reinsured	Reinsurance Reserve Credit
Greater of Prem a	None	N/A	N/A	9,481,952	26,681	Exhibit 5B		
Greater of Prem a	None	N/A	N/A	24,468,749	155,379	Exhibit 5B		

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e., 17.6.
Show amounts of life insurance in this exhibit in thousands (omit \$000)

	1 2005	2 2004	3 2003	4 2002	5 2001
<u>Life Insurance in Force</u> (Exhibit of Life Insurance)					
1. Ordinary-whole life and endowment (Line 34, Col. 4)	7,608,843	7,153,544	6,723,703	6,432,990	6,304,482
2. Ordinary-term (Line 21, Col. 4, less Line 34, Col. 4)	17,098,242	15,070,642	13,021,730	11,287,256	9,773,211
3. Credit life (Line 21, Col. 6)					
4. Group, excluding FEGLI/SGLI (Line 21, Col. 9 less Lines 43 & 44, Col. 4)	37,081,193	34,415,081	29,141,785	45,564,122	43,013,524
5. Industrial (Line 21, Col. 2)					
6. FEGLI/SGLI (Lines 43 & 44, Col. 4)					
7. Total (Line 21, Col. 10)	61,788,278	56,639,267	48,887,218	63,284,368	59,091,217
<u>New Business Issued</u> (Exhibit of Life Insurance)					
8. Ordinary-whole life and endowment (Line 34, Col. 2)	788,732	699,038	611,873	551,793	760,642
9. Ordinary-term (Line 2, Col. 4, less Line 34, Col. 2)	3,661,745	3,230,509	2,987,791	2,825,280	2,313,568
10. Credit life (Line 2, Col. 6)					
11. Group (Line 2, Col. 9)	2,487,089	7,769,388	4,085,599	9,506,579	9,392,749
12. Industrial (Line 2, Col. 2)					
13. Total (Line 2, Col. 10)	6,937,566	11,698,935	7,685,263	12,883,652	12,466,959
<u>Premium Income-Lines of Business</u> (Exhibit 1 - Part 1)					
14. Industrial life (Line 20.4, Col. 2)					
15.1 Ordinary life insurance (Line 20.4, Col. 3)	227,162,273	211,905,659	162,115,303	143,636,105	144,841,578
15.2 Ordinary individual annuities (Line 20.4, Col. 4)	202,803,271	110,976,725	161,701,453	234,453,983	189,117,388
16. Credit life, (group and individual) (Line 20.4, Col. 5)					
17.1 Group life insurance (Line 20.4, Col. 6)	109,191,689	117,464,540	181,111,017	77,531,843	76,755,610
17.2 Group annuities (Line 20.4, Col. 7)	30,250	10,500	273,551		
18.1 A & H-group (Line 20.4, Col. 8)	266,749,544	26,943	(11,966,998)	13,203,315	342,337
18.2 A & H-credit (group and individual) (Line 20.4, Col. 9)					
18.3 A & H-other (Line 20.4, Col. 10)	(525,753)	(483,038)	(301,951)	174,892	162,136
19. Aggregate of all other lines of business (Line 20.4, Col. 11)					
20. Total	805,411,274	439,901,329	492,932,375	469,000,138	411,219,049
<u>Balance Sheet</u> (Pages 2 and 3)					
21. Total admitted assets excluding Separate Accounts business (Page 2, Line 24, Col. 3)	6,456,053,755	5,865,440,254	5,251,750,769	4,838,543,586	4,460,972,208
22. Total liabilities excluding Separate Accounts business (Page 3, Line 26)	6,024,369,193	5,562,820,827	5,106,704,658	4,713,698,119	4,329,940,731
23. Aggregate life reserves (Page 3, Line 1)	4,030,776,843	3,638,995,234	3,342,782,570	2,622,375,697	2,209,811,375
24. Aggregate A & H reserves (Page 3, Line 2)	765,799,835	722,672,776	1,340,216	14,040,769	11,759,591
25. Deposit-type contract funds (Page 3, Line 3)	880,847,099	878,131,625	872,423,541	851,815,779	806,889,373
26. Asset valuation reserve (Page 3, Line 24.1)	52,181,597	40,918,585	28,563,666	20,111,866	17,826,987
27. Capital (Page 3, Lines 29 & 30)	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000
28. Surplus (Page 3, Line 37)	429,184,562	300,119,427	142,546,111	122,345,467	128,531,477
<u>Risk-Based Capital Analysis</u>					
29. Total adjusted capital	489,439,685	349,230,402	179,622,695	151,791,694	155,474,354
30. Authorized control level risk-based capital	69,444,202	55,904,694	44,879,693	34,764,374	30,676,946
<u>Percentage Distribution of Cash, Cash Equivalents and Invested Assets</u> (Page 2, Col. 3)(Line No./Page 2, Line 10, Col. 3) x 100.0					
31. Bonds (Line 1)	89.1	89.5	93.0	92.0	88.3
32. Stocks (Lines 2.1 and 2.2)				0.2	0.1
33. Mortgage loans on real estate (Lines 3.1 and 3.2)					
34. Real estate (Lines 4.1, 4.2 and 4.3)					
35. Cash, cash equivalents and short-term investments (Line 5)	6.0	5.8	3.0	5.0	8.2
36. Premium notes	X X X	X X X	X X X		
37. Contract loans (Line 6)	1.3	1.4	1.0		
38. Other invested assets (Line 7)	3.6	3.3	3.0	1.4	1.7
39. Receivables for securities (Line 8)					0.2
40. Aggregate write-ins for invested assets (Line 9)					
41. Cash, cash equivalents and invested assets (Line 10)	100.0	100.0	100.0	100.0	100.0

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2005	2 2004	3 2003	4 2002	5 2001
<u>Investments in Parent, Subsidiaries and Affiliates</u>					
42. Affiliated bonds (Sch. D Summary, Line 25, Col. 1)					
43. Affiliated preferred stocks (Sch. D Summary, Line 39, Col. 1)					
44. Affiliated common stocks (Sch. D Summary, Line 53, Col. 2)	437,330	641,579	765,807	1,049,588	1,285,637
45. Affiliated short-term investments (subtotal included in Schedule DA, Part 2, Col. 5, Line 11)					
46. Affiliated mortgage loans on real estate					
47. All other affiliated					
48. Total of above Lines 42 to 47	437,330	641,579	765,807	1,049,588	1,285,637
<u>Total Nonadmitted and Admitted Assets</u>					
49. Total nonadmitted assets (Page 2, Line 26, Col. 2)	75,881,898	65,455,036	63,645,908	67,539,146	74,423,997
50. Total admitted assets (Page 2, Line 26, Col. 3)	9,026,133,072	8,228,430,361	7,376,859,779	6,725,357,484	6,659,206,073
<u>Investment Data</u>					
51. Net investment income (Exhibit of Net Investment Income)	373,448,046	348,468,019	287,248,832	235,014,541	206,781,196
52. Realized capital gains (losses)	26,370,763	25,254,560	(179,410)	(25,559,924)	(5,732,848)
53. Unrealized capital gains (losses)	3,386,976	2,281,189	10,568,547	(5,612,154)	(29,801,326)
54. Total of above Lines 51, 52 and 53	403,205,785	376,003,768	297,637,969	203,842,463	171,247,022
<u>Benefits and Reserve Increase (Page 6)</u>					
55. Total contract benefits-life (Lines 10, 11, 12, 13, 14 and 15, Col. 1 minus Lines 10, 11, 12, 13, 14 and 15, Cols. 9, 10 and 11)	290,961,955	268,580,333	266,950,524	125,720,705	201,514,890
56. Total contract benefits-A & H (Lines 13 & 14, Cols. 9, 10 & 11)	207,068,027	11,686,148	699,917	4,241,994	5,217,900
57. Increase in life reserves-other than group and annuities (Line 19, Cols. 2 & 3)	193,557,173	178,358,135	134,625,873	103,532,966	111,815,739
58. Increase in A & H reserves (Line 19, Cols. 9, 10 & 11)	43,127,059	48,409,611	(14,002,125)	6,305,530	(4,948,128)
59. Dividends to policyholders (Line 30, Col. 1)	10,839,452	11,103,596	11,891,062	13,099,894	12,610,167
<u>Operating Percentages</u>					
60. Insurance expense percent (Page 6, Col. 1, Lines 21, 22 & 23 less Line 6)/ (Page 6, Col. 1, Line 1 plus Exhibit 7, Col. 2, Line 2) x 100.00	15.4	28.1	15.6	15.9	16.8
61. Lapse percent (ordinary only) [Exhibit of Life Insurance, Col. 4, Lines 14 & 15) / 1/2 (Exhibit of Life Insurance, Col. 4, Lines 1 & 21)] X 100	7.5	7.3	7.8	8.3	8.4
62. A & H loss percent (Schedule H, Part 1, Lines 5 & 6, Col. 2)	94.7	(157030.0)	96.3	48.2	2383.4
63. A & H cost containment percent (Schedule H, Part 1, Line 4, Col. 2)	0.7	(401.2)	X X X	X X X	X X X
64. A & H expense percent excluding cost containment expenses (Schedule H, Part 1, Line 10, Col. 2)	17.9	(12199.9)	(27.7)	106.0	3008.3
<u>A & H Claim Reserve Adequacy</u>					
65. Incurred losses on prior years' claims-group health (Sch. H, Part 3, Line 3.1, Col. 2)	676,515,833	535,130,036	2,574,888	10,989,223	10,365,087
66. Prior years' claim liability and reserve-group health (Sch. H, Part 3, Line 3.2, Col. 2)	729,904,388		15,173,683	12,419,745	9,593,958
67. Incurred losses on prior years' claims-health other than group (Sch. H, Part 3, Line 3.1, Col. 1 less Col. 2)	271,169	307,779	391,572	291,468	295,999
68. Prior years' claim liability and reserve-health other than group (Sch. H, Part 3, Line 3.2, Col. 1 less Col. 2)	244,105	291,938	310,136	305,640	311,180
<u>Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)</u>					
69. Industrial life (Col. 2)					
70. Ordinary-life (Col. 3)	(819,644)	(7,066,722)	1,496,374	1,255,271	194,084
71. Ordinary-individual annuities (Col. 4)	8,155,369	11,515,850	4,304,109	2,303,932	3,169,434
72. Ordinary-supplementary contracts (Col. 5)	(44,110)	(42,695)	(84,445)	(93,980)	19,017
73. Credit life (Col. 6)					
74. Group life (Col. 7)	8,660,725	17,713,263	753,321	(3,414,668)	(8,589,527)
75. Group annuities (Col. 8)	4,697,067	887,441	2,244,637	1,985,055	102,728
76. A & H-group (Col. 9)	12,427,503	(46,010,068)	(1,762,312)	(5,960,543)	(3,921,502)
77. A & H-credit (Col. 10)					
78. A & H-other (Col. 11)	(538,834)	(478,746)	(524,665)	(413,067)	(323,787)
79. Aggregate of all other lines of business (Col. 12)					
80. Total (Col. 1)	32,538,076	(23,481,677)	6,427,019	(4,338,000)	(9,349,553)

EXHIBIT OF LIFE INSURANCE

	Industrial		Ordinary		Credit Life (Group and Individual)		Group		10 Total Amount of Insurance (a)
	1	2	3	4	5	6	Number of		9
	Number of Policies	Amount of Insurance (a)	Number of Policies	Amount of Insurance (a)	Number of Individual Policies and Group Certificates	Amount of Insurance (a)	7 Policies	8 Certificates	Amount of Insurance (a)
1. In force end of prior year			118,329	3,616,713					3,616,713
2. Issued during year			9,105	403,275					403,275
3. Reinsurance assumed									
4. Revived during year			257	33,732					33,732
5. Increased during year (net)									
6. Subtotals, Lines 2 to 5			9,362	437,007					437,007
7. Additions by dividends during year	X X X		X X X	9,706	X X X		X X X	X X X	9,706
8. Aggregate write-ins for increases									
9. Totals (Lines 1 and 6 to 8)			127,691	4,063,426					4,063,426
Deductions during year:									
10. Death			505	10,468			X X X		10,468
11. Maturity			5	57			X X X		57
12. Disability							X X X		
13. Expiry			1,016	27,701					27,701
14. Surrender			3,502	108,697					108,697
15. Lapse			2,317	92,963					92,963
16. Conversion							X X X	X X X	X X X
17. Decreased (net)			154	45,222					45,222
18. Reinsurance									
19. Aggregate write-ins for decreases									
20. Totals (Lines 10 to 19)			7,499	285,108					285,108
21. In force end of year (Line 9 minus Line 20)			120,192	3,778,318					3,778,318
22. Reinsurance ceded end of year	X X X		X X X	2,099,688	X X X		X X X	X X X	2,099,688
23. Line 21 minus Line 22	X X X		X X X	1,678,630	X X X	(b)	X X X	X X X	1,678,630
DETAILS OF WRITE-INS									
0801.									
0802.									
0803.									
0898. Summary of remaining write-ins for Line 8 from overflow page									
0899. Totals (Lines 0801 through 0803 + 0898) (Line 8 above)									
1901.									
1902.									
1903.									
1998. Summary of remaining write-ins for Line 19 from overflow page									
1999. Totals (Lines 1901 through 1903 + 1998) (Line 19 above)									

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000)

(b) Group \$ 0 ; Individual \$ 0

EXHIBIT OF LIFE INSURANCE (Continued)

ADDITIONAL INFORMATION ON INSURANCE IN FORCE END OF YEAR

	Industrial		Ordinary	
	1 Number of Policies	2 Amount of Insurance(a)	3 Number of Policies	4 Amount of Insurance(a)
24. Additions by dividends	X X X		X X X	262,627
25. Other paid-up insurance			7,594	76,564
26. Debit ordinary insurance	X X X	X X X		

ADDITIONAL INFORMATION ON ORDINARY INSURANCE

Term Insurance Excluding Extended Term Insurance	Issued During Year (included in Line 2)		In Force End of Year (included in Line 21)	
	1 Number of Policies	2 Amount of Insurance(a)	3 Number of Policies	4 Amount of Insurance(a)
27. Term policies-decreasing	232	19,957	5,897	391,109
28. Term policies-other	13,409	3,542,717	72,655	15,071,384
29. Other term insurance-decreasing	X X X		X X X	35,668
30. Other term insurance	X X X	99,071	X X X	1,181,669
31. Totals, (Lines 27 to 30)	13,641	3,661,745	78,552	16,679,830
Reconciliation to Lines 2 and 21:				
32. Term additions	X X X		X X X	372,258
33. Totals, extended term insurance	X X X	X X X	3,365	46,154
34. Totals, whole life and endowment	13,995	788,732	157,352	7,608,843
35. Totals, Lines (31 to 34)	27,636	4,450,477	239,269	24,707,085

CLASSIFICATION OF AMOUNT OF INSURANCE (a) BY PARTICIPATING STATUS

	Issued During Year (included in Line 2)		In Force End of Year (included in Line 21)	
	1 Non-Participating	2 Participating	3 Non-Participating	4 Participating
36. Industrial				
37. Ordinary	4,047,201	403,275	20,928,767	3,778,318
38. Credit Life (Group and Individual)				
39. Group	2,487,089		37,081,193	
40. Totals (Lines 36 to 39)	6,534,290	403,275	58,009,960	3,778,318

ADDITIONAL INFORMATION ON CREDIT LIFE AND GROUP INSURANCE

	Credit Life		Group	
	1 Number of Individual Policies and Group Certificates	2 Amount of Insurance(a)	3 Number of Certificates	4 Amount of Insurance(a)
41. Amount of insurance included in Line 2 ceded to other companies	X X X		X X X	77,875
42. Number in force end of year if the number under shared groups is counted on a pro-rata basis		X X X		X X X
43. Federal Employees' Group Life Insurance included in Line 21				
44. Servicemen's Group Life Insurance included in Line 21				
45. Group Permanent Insurance included in Line 21				

ADDITIONAL ACCIDENTAL DEATH BENEFITS

46. Amount of additional accidental death benefits in force end of year under ordinary policies (a)	236,043
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BASIS OF CALCULATION OF ORDINARY TERM INSURANCE

47. State basis of calculation of (47.1) decreasing term insurance contained in Family Income, Mortgage Protection, etc., policies and riders and of (47.2) term insurance on wife and children under Family, Parent and Children, etc., policies and riders included above.
47.1 Current commuted value or scheduled amount, except mortgage protection on policies issued 1/31/81 and prior which is 1.1 times the scheduled amount.
47.2 Family Protection at \$5,000 per unit. Children's Protection at \$2,500 per unit.

POLICIES WITH DISABILITY PROVISIONS

Disability Provision	Industrial		Ordinary		Credit		Group	
	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)	5 Number of Policies	6 Amount of Insurance (a)	7 Number of Certificates	8 Amount of Insurance (a)
48. Waiver of Premium			72,858	5,430,535			406,038	32,845,208
49. Disability Income								
50. Extended Benefits			X X X	X X X				
51. Other								
52. Total		(b)	72,858	(b) 5,430,535		(b)	406,038	(b) 32,845,208

(a) Amounts of life insurance in this exhibit shall be shown in thousands (omit 000)
(b) See Paragraph 9 of the Annual Audited Financial Reports in the General section of the annual statement instructions.

EXHIBIT OF NUMBER OF POLICIES, CONTRACTS, CERTIFICATES, INCOME PAYABLE AND ACCOUNT VALUES IN
FORCE FOR SUPPLEMENTARY CONTRACTS, ANNUITIES, ACCIDENT & HEALTH AND OTHER POLICIES

SUPPLEMENTARY CONTRACTS

	Ordinary		Group	
	1 Involving Life Contingencies	2 Not Involving Life Contingencies	3 Involving Life Contingencies	4 Not Involving Life Contingencies
1. In force end of prior year	132	164	4	6
2. Issued during year		1		
3. Reinsurance assumed	974			
4. Increased during year (net)				
5. Total (Lines 1 to 4)	1,106	165	4	6
Deductions during year:				
6. Decreased (net)	5	56	1	4
7. Reinsurance ceded				
8. Totals (Lines 6 and 7)	5	56	1	4
9. In force end of year	1,101	109	3	2
10. Amount on deposit	(a)	897,794	(a)	158,453
11. Income now payable	1,101	109	3	2
12. Amount of income payable	(a) 241,399	(a) 334,320	(a) 5,173	(a) 186,177

ANNUITIES

	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year	13,900	14,908	83	22,373
2. Issued during year	1,459	1,116		
3. Reinsurance assumed	41			
4. Increased during year (net)				
5. Totals (Lines 1 to 4)	15,400	16,024	83	22,373
Deductions during year:				
6. Decreased (net)	1,196	324		595
7. Reinsurance ceded				
8. Totals (Lines 6 and 7)	1,196	324		595
9. In force end of year	14,204	15,700	83	21,778
Income now payable:				
10. Amount of income payable	(a) 173,370,541	X X X	X X X	(a) 29,417,830
Deferred fully paid:				
11. Account balance	X X X	(a) 573,315,832	X X X	(a) 13,034
Deferred not fully paid:				
12. Account balance	X X X	(a) 71,226	X X X	(a)

ACCIDENT AND HEALTH INSURANCE

	Ordinary		Group		Credit	
	1	2	3	4	5	6
	Policies	Premiums in Force	Policies	Premiums in Force	Policies	Premiums in Force
1. In force end of prior year	223	29,349	929	253,975,000		
2. Issued during year			114	38,538,000		
3. Reinsurance assumed						
4. Increased during year (net)		X X X		X X X		X X X
5. Totals (Lines 1 to 4)	223	X X X	1,043	X X X		X X X
Deductions during year:						
6. Conversions	X X X	X X X		X X X	X X X	X X X
7. Decreased (net)	23	X X X	144	X X X		X X X
8. Reinsurance ceded		X X X		X X X		X X X
9. Totals (Lines 6 to 8)	23	X X X	144	X X X		X X X
10. In force end of year	200	(a) 26,129	899	(a) 281,604,000		(a)

DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS

	1 Deposit Funds	2 Dividend Accumulations
	Contracts	Contracts
1. In force end of prior year	33,234	6,437
2. Issued during year	1,379	
3. Reinsurance assumed		
4. Increased during year (net)		
5. Totals (Lines 1 to 4)	34,613	6,437
Deductions during year:		
6. Decreased (net)	1,220	264
7. Reinsurance ceded		
8. Totals (Lines 6 and 7)	1,220	264
9. In force end of year	33,393	6,173
10. Amount of account balance	(a) 37,748,091	(a) 9,083,331

(a) See Paragraph 9 of the Annual Audited Financial Reports in the General section of the annual statement instructions.

SCHEDULE D - SUMMARY BY COUNTRY
Long-Term Bonds and Stocks OWNED December 31 of Current Year

Description		1	2	3	4
		Book/Adjusted Carrying Value	Fair Value	Actual Cost	Par Value of Bonds
BONDS Governments (Including all obligations guaranteed by governments)	1. United States	468,439,889	593,240,666	300,448,477	889,496,659
	2. Canada	10,217,165	10,469,870	9,072,693	9,982,357
	3. Other Countries	11,015,560	16,108,690	5,603,099	35,400,000
	4. Totals	489,672,614	619,819,226	315,124,269	934,879,016
States, Territories and Possessions (Direct and guaranteed)	5. United States				
	6. Canada				
	7. Other Countries				
	8. Totals				
Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	9. United States	25,029,668	26,949,793	25,057,000	26,036,679
	10. Canada				
	11. Other Countries				
	12. Totals	25,029,668	26,949,793	25,057,000	26,036,679
Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	13. United States	1,413,654,718	1,448,138,785	1,408,508,897	1,488,694,743
	14. Canada	3,110	3,152	2,645	3,120
	15. Other Countries				
	16. Totals	1,413,657,828	1,448,141,937	1,408,511,542	1,488,697,863
Public Utilities (unaffiliated)	17. United States	265,707,397	266,637,432	266,771,155	262,164,000
	18. Canada	6,304,054	6,585,000	6,334,500	5,700,000
	19. Other Countries				
	20. Totals	272,011,451	273,222,432	273,105,655	267,864,000
Industrial and Miscellaneous and Credit Tenant Loans (unaffiliated)	21. United States	3,120,354,995	3,296,214,948	3,121,614,103	3,054,779,677
	22. Canada	113,923,055	124,540,655	114,350,723	106,637,000
	23. Other Countries	186,652,714	195,922,398	185,571,794	180,431,000
	24. Totals	3,420,930,764	3,616,678,001	3,421,536,620	3,341,847,677
Parent, Subsidiaries and Affiliates	25. Totals				
	26. Total Bonds	5,621,302,325	5,984,811,389	5,443,335,086	6,059,325,235
PREFERRED STOCKS Public Utilities (unaffiliated)	27. United States				
	28. Canada				
	29. Other Countries				
	30. Totals				
Banks, Trust and Insurance Companies (unaffiliated)	31. United States				
	32. Canada				
	33. Other Countries				
	34. Totals				
Industrial and Miscellaneous (unaffiliated)	35. United States	1,000,003	1,002,000	1,000,003	
	36. Canada				
	37. Other Countries				
	38. Totals	1,000,003	1,002,000	1,000,003	
Parent, Subsidiaries and Affiliates	39. Totals				
	40. Total Preferred Stocks	1,000,003	1,002,000	1,000,003	
COMMON STOCKS Public Utilities (unaffiliated)	41. United States				
	42. Canada				
	43. Other Countries				
	44. Totals				
Banks, Trust and Insurance Companies (unaffiliated)	45. United States				
	46. Canada				
	47. Other Countries				
	48. Totals				
Industrial and Miscellaneous (unaffiliated)	49. United States	36,826	36,826	31,867	
	50. Canada				
	51. Other Countries				
	52. Totals	36,826	36,826	31,867	
Parent, Subsidiaries and Affiliates	53. Totals	437,330	437,330	1,285,637	
	54. Total Common Stocks	474,156	474,156	1,317,504	
	55. Total Stocks	1,474,159	1,476,156	2,317,507	
	56. Total Bonds and Stocks	5,622,776,484	5,986,287,545	5,445,652,593	

SCHEDULE D - VERIFICATION BETWEEN YEARS
Bonds and Stocks

1. Book/adjusted carrying value of bonds and stocks, prior year	<u>5,117,727,342</u>	7. Amortization of premium	<u>7,225,417</u>
2. Cost of bonds and stocks acquired, Column 7, Part 3	<u>1,114,453,037</u>	8. Foreign Exchange Adjustment:	
3. Accrual of discount	<u>37,002,749</u>	8.1 Column 15, Part 1	<u>407,325</u>
4. Increase (decrease) by adjustment:		8.2 Column 19, Part 2 Section 1	
4.1 Columns 12 - 14, Part 1	<u>(2,528,253)</u>	8.3 Column 16, Part 2, Section 2	
4.2 Column 15 - 17, Part 2, Section 1	<u>(41,107)</u>	8.4 Column 15, Part 4	<u>213,299</u>
4.3 Column 15, Part 2, Section 2	<u>(199,278)</u>		620,624
4.4 Column 11 - 13, Part 4	<u>(2,768,638)</u>	9. Book/adjusted carrying value at end of current period	<u>5,622,776,484</u>
5. Total gain (loss), Column 19, Part 4	<u>11,821,634</u>	10. Total valuation allowance	
6. Deduct consideration for bonds and stocks disposed of Column 7, Part 4	<u>648,854,847</u>	11. Subtotal (Lines 9 plus 10)	<u>5,622,776,484</u>
		12. Total nonadmitted amounts	
		13. Statement value of bonds and stocks, current period	<u>5,622,776,484</u>

SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS
Allocated by States and Territories

States, Etc.		1 Is Insurer Licensed? (Yes or No)	Direct Business Only				
			Life Contracts		4 Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	5 Deposit-Type Contract Funds	6 Other Considerations
			2 Life Insurance Premiums	3 Annuity Considerations			
1. Alabama	AL	YES	2,896,032	1,189,094	3,628,392		
2. Alaska	AK	YES	623,180	475	66,431		
3. Arizona	AZ	YES	2,849,975	531,191	759,196		
4. Arkansas	AR	YES	1,909,828		950,839		
5. California	CA	YES	35,209,873	5,456,088	79,673,814	85,894	
6. Colorado	CO	YES	3,884,359	37,037	4,157,931		
7. Connecticut	CT	YES	7,954,344	1,672,498	2,345,224		
8. Delaware	DE	YES	1,783,812	117,442,587	114,881	47,811,662	
9. District of Columbia	DC	YES	187,260		(127,449)		
10. Florida	FL	YES	11,406,452	14,421,062	12,094,118		
11. Georgia	GA	YES	5,491,900	201,265	7,446,874		
12. Hawaii	HI	YES	1,078,695	6,872	812,716		
13. Idaho	ID	YES	1,436,068	2,250	4,320		
14. Illinois	IL	YES	11,569,833	261,518	9,173,801		
15. Indiana	IN	YES	1,865,699	(169,379)	1,251,440	1,109,009	
16. Iowa	IA	YES	828,961	50,000	1,120,745		
17. Kansas	KS	YES	350,957	153,469	465,448		
18. Kentucky	KY	YES	1,850,837	110,885	1,532,971		
19. Louisiana	LA	YES	1,055,966	132,562	356,529		
20. Maine	ME	YES	1,621,376	105,153	4,201		
21. Maryland	MD	YES	5,533,411	454,415	1,779,207	84,524	
22. Massachusetts	MA	YES	19,508,545	8,425,641	25,429,662	1,406,421	
23. Michigan	MI	YES	9,691,622	12,082	7,520,630		
24. Minnesota	MN	YES	3,898,840	161,336	2,755,994		
25. Mississippi	MS	YES	418,382	996,348	96,166		
26. Missouri	MO	YES	2,087,577	40,712	187,352		
27. Montana	MT	YES	79,053		111		
28. Nebraska	NE	YES	1,626,343	8,257	119,266		
29. Nevada	NV	YES	3,303,126	74,934	592,660		
30. New Hampshire	NH	YES	5,073,207	1,181,190	1,905,634		
31. New Jersey	NJ	YES	12,608,618	454,871	4,422,832		
32. New Mexico	NM	YES	709,849		3,717,095		
33. New York	NY	YES	91,938,927	5,828,011	16,318,193	30,978	
34. North Carolina	NC	YES	2,886,512	105,691	17,253,347	83,761	
35. North Dakota	ND	YES	9,371		96,369		
36. Ohio	OH	YES	19,688,142	1,412,433	12,757,060	161,894	
37. Oklahoma	OK	YES	1,536,441	18,274	2,551,839		
38. Oregon	OR	YES	4,404,710	15,631	359,972		
39. Pennsylvania	PA	YES	17,193,431	6,478,520	8,745,065		
40. Rhode Island	RI	YES	1,733,235	106,615	6,178,387	15,625	
41. South Carolina	SC	YES	970,892	61,133	2,758,104		
42. South Dakota	SD	YES	254,465		20,038		
43. Tennessee	TN	YES	4,015,483	6,120	5,158,339		
44. Texas	TX	YES	16,223,855	826,472	13,401,330		
45. Utah	UT	YES	1,624,410	120	114,591		
46. Vermont	VT	YES	1,052,177		605,815		
47. Virginia	VA	YES	4,770,248	4,623,390	8,432,261		
48. Washington	WA	YES	3,228,396	164,420	258,550		
49. West Virginia	WV	YES	377,614	4,200	14,297		
50. Wisconsin	WI	YES	4,456,281	6,477,429	1,618,061	796,296	
51. Wyoming	WY	YES	203,047				
52. American Samoa	AS	NO					
53. Guam	GU	NO	594				
54. Puerto Rico	PR	NO	5,141				
55. US Virgin Islands	VI	NO					
56. Canada	CN	YES	91,355		94,483		
57. Aggregate Other Alien	OT	X X X	660	31,025,419		5,396,919	
58. Subtotal	(a)	51	337,059,367	210,568,291	271,095,132	56,982,983	
90. Reporting entity contributions for employee benefits plans	X X X		35,757,354				
91. Dividends or refunds applied to purchase paid-up additions and annuities	X X X		7,179,731				
92. Dividends or refunds applied to shorten endowment or premium paying period	X X X						
93. Premium or annuity considerations waived under disability or other contract provisions	X X X		357,079		2,325		
94. Aggregate other amounts not allocable by State	X X X						
95. Totals (Direct Business)	X X X		380,353,531	210,568,291	271,097,457	56,982,983	
96. Plus Reinsurance Assumed	X X X		127,766				
97. Totals (All Business)	X X X		380,481,297	210,568,291	271,097,457	56,982,983	
98. Less Reinsurance Ceded	X X X		39,341,507	7,734,745	4,961,057		
99. Totals (All Business) less Reinsurance Ceded	X X X		341,139,790	202,833,546	(b) 266,136,400	56,982,983	
5701. Other alien	X X X		660	31,025,419		5,396,919	
5702.	X X X						
5703.	X X X						
5798. Summary of remaining write-ins for Line 57 from overflow page	X X X						
5799. Total (Lines 5701 thru 5703 + 5798) (Line 57 above)	X X X		660	31,025,419		5,396,919	
9401.	X X X						
9402.	X X X						
9403.	X X X						
9498. Summary of remaining write-ins for Line 94 from overflow page	X X X						
9499. Total (Lines 9401 thru 9403 + 9498) (Line 94 above)	X X X						

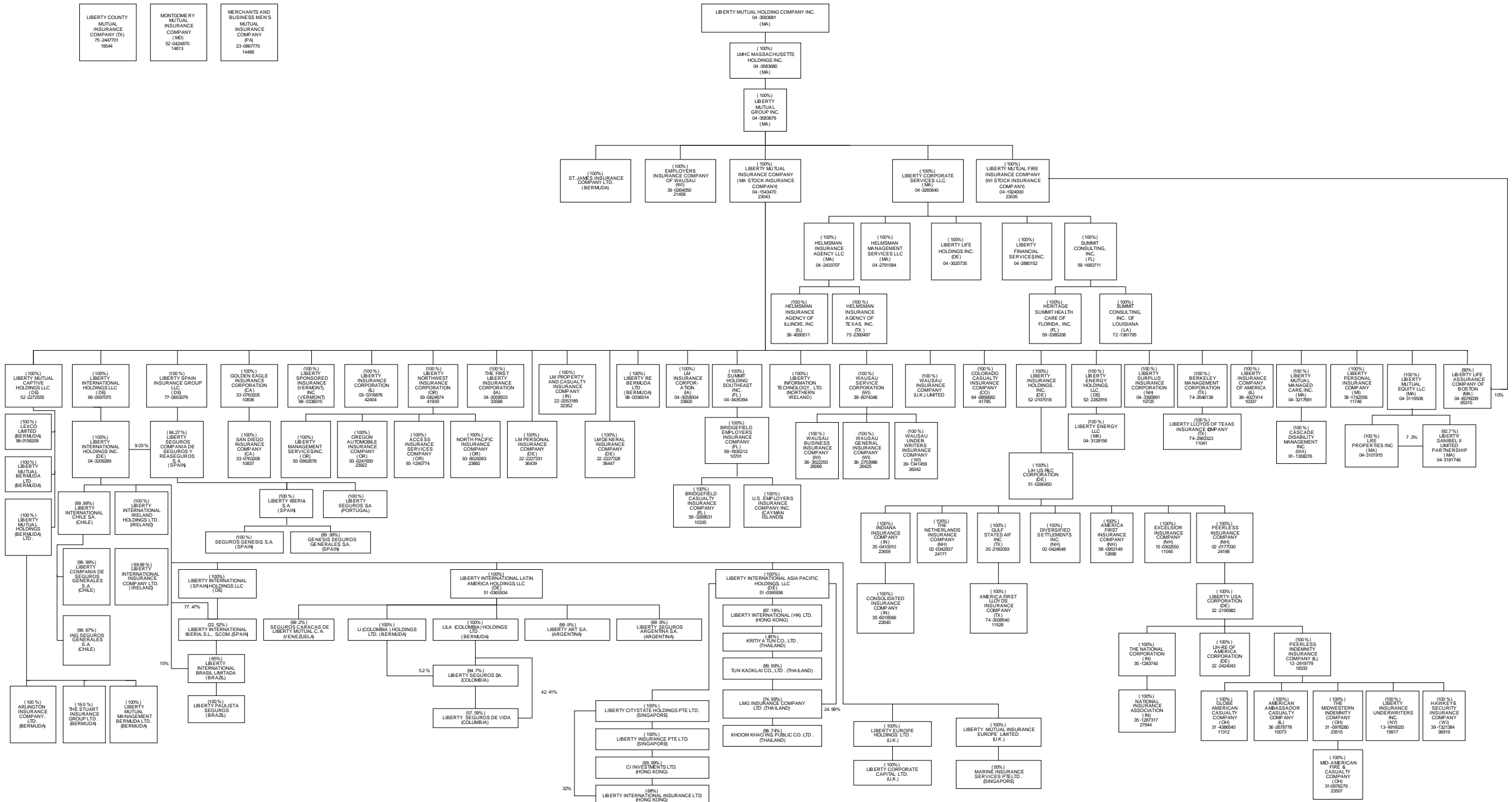
Explanation of basis of allocation by states, etc., of premiums and annuity considerations

Group Life, Health and Annuity premiums covering 500 lives or less are allocated to the states in which the largest number of lives are allocated. Premium for policies covering more than 500 lives are allocated to states in accordance with the location of employees except that no allocation is made to states having fewer than 5% of the total lives insured in which case premiums are allocated to the state of the principal location. However, no premium allocation other than to the state of the principal location is made where there are less than 100 lives. Premiums for Ordinary Life, Personal Health and Individual Annuity are distributed by state based on the last know address of the policyholder.

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

(b) Column 4 should balance with Exhibit 1, Lines 6.4, 10.4 and 16.4, Cols. 8, 9 and 10, or with Schedule H, Part 1, Column 1, Line 1 indicate which; Exhibit 1

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



OVERFLOW PAGE FOR WRITE-INS

OVERFLOW PAGE FOR WRITE-INS

Page 3 - Continuation
LIABILITIES, SURPLUS AND OTHER FUNDS

	1	2
	Current Year	Prior Year
REMAINING WRITE-INS AGGREGATED AT LINE 25 FOR LIABILITIES		
2504. Deposit suspense - group life	9,353,730	10,743,581
2505. Branch liability due to foreign exchange rate	1,009,669	1,009,669
2506.		
2507.		
2508.		
2509.		
2510.		
2511.		
2512.		
2513.		
2514.		
2515.		
2516.		
2517.		
2518.		
2519.		
2520.		
2521.		
2522.		
2523.		
2524.		
2525.		
2597. Totals (Lines 2504 through 2525) (Page 3, Line 2598)	10,363,399	11,753,250
REMAINING WRITE-INS AGGREGATED AT LINE 31 FOR OTHER THAN SPECIAL SURPLUS FUNDS		
3104.		
3105.		
3106.		
3107.		
3108.		
3109.		
3110.		
3111.		
3112.		
3113.		
3114.		
3115.		
3116.		
3117.		
3118.		
3119.		
3120.		
3121.		
3122.		
3123.		
3124.		
3125.		
3197. Totals (Lines 3104 through 3125) (Page 3, Line 3198)		
REMAINING WRITE-INS AGGREGATED AT LINE 34 FOR SPECIAL SURPLUS FUNDS		
3404.		
3405.		
3406.		
3407.		
3408.		
3409.		
3410.		
3411.		
3412.		
3413.		
3414.		
3415.		
3416.		
3417.		
3418.		
3419.		
3420.		
3421.		
3422.		
3423.		
3424.		
3425.		
3497. Totals (Lines 3404 through 3425) (Page 3, Line 3498)		

OVERFLOW PAGE FOR WRITE-INS

Page 4 - Continuation
SUMMARY OF OPERATIONS

	1	2
	Current Year	Prior Year
REMAINING WRITE-INS AGGREGATED AT LINE 08.3 FOR MISCELLANEOUS INCOME		
08.304. Commission income	(17,395)	(74,258)
08.305.		
08.306.		
08.307.		
08.308.		
08.309.		
08.310.		
08.311.		
08.312.		
08.313.		
08.314.		
08.315.		
08.316.		
08.317.		
08.318.		
08.319.		
08.320.		
08.321.		
08.322.		
08.323.		
08.324.		
08.325.		
08.397. Totals (Lines 08.304 through 08.325) (Page 4, Line 08.398)	(17,395)	(74,258)
REMAINING WRITE-INS AGGREGATED AT LINE 27 FOR DEDUCTIONS		
2704.		
2705.		
2706.		
2707.		
2708.		
2709.		
2710.		
2711.		
2712.		
2713.		
2714.		
2715.		
2716.		
2717.		
2718.		
2719.		
2720.		
2721.		
2722.		
2723.		
2724.		
2725.		
2797. Totals (Lines 2704 through 2725) (Page 4, Line 2798)		
REMAINING WRITE-INS AGGREGATED AT LINE 53 FOR GAINS AND LOSSES IN SURPLUS		
5304.		
5305.		
5306.		
5307.		
5308.		
5309.		
5310.		
5311.		
5312.		
5313.		
5314.		
5315.		
5316.		
5317.		
5318.		
5319.		
5320.		
5321.		
5322.		
5323.		
5324.		
5325.		
5397. Totals (Lines 5304 through 5325) (Page 4, Line 5398)		

OVERFLOW PAGE FOR WRITE-INS

Page 6 - Continuation

ANALYSIS OF OPERATIONS BY LINES OF BUSINESS

(Gain and Loss Exhibit) (Excluding Capital Gains and Losses)

	1	2	Ordinary			6	Group		Accident and Health			12
			3	4	5		7	8	9	10	11	
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance (a)	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business
REMAINING WRITE-INS AGGREGATED AT LINE 08.3 FOR MISCELLANEOUS INCOME												
08.304. Commission income.....	(17,395)		(17,395)									
08.305.....												
08.306.....												
08.307.....												
08.308.....												
08.309.....												
08.310.....												
08.311.....												
08.312.....												
08.313.....												
08.314.....												
08.315.....												
08.316.....												
08.317.....												
08.318.....												
08.319.....												
08.320.....												
08.321.....												
08.322.....												
08.323.....												
08.324.....												
08.325.....												
08.397. Totals (Lines 08.304 through 08.325) (Page 6, Line 08.398)	(17,395)		(17,395)									
REMAINING WRITE-INS AGGREGATED AT LINE 27 FOR DEDUCTIONS												
2704.....												
2705.....												
2706.....												
2707.....												
2708.....												
2709.....												
2710.....												
2711.....												
2712.....												
2713.....												
2714.....												
2715.....												
2716.....												
2717.....												
2718.....												
2719.....												
2720.....												
2721.....												
2722.....												
2723.....												
2724.....												
2725.....												
2797. Totals (Lines 2704 through 2725) (Page 6, Line 2798)												

OVERFLOW PAGE FOR WRITE-INS

Page 11 - Continuation

EXHIBIT 2 - GENERAL EXPENSES

	Insurance				5 Investment	6 Total
	1 Life	Accident and Health		4 All Other Lines of Business		
		2 Cost Containment	3 All Other			
REMAINING WRITE-INS AGGREGATED AT LINE 09.3 FOR EXPENSES						
09.304. Administrative service expenses	139,667		170,705			310,372
09.305. Other expenses	(93,218)		(113,933)			(207,151)
09.306.						
09.307.						
09.308.						
09.309.						
09.310.						
09.311.						
09.312.						
09.313.						
09.314.						
09.315.						
09.316.						
09.317.						
09.318.						
09.319.						
09.320.						
09.321.						
09.322.						
09.323.						
09.324.						
09.325.						
09.397. Totals (Lines 09.304 through 09.325) (Page 11, Line 09.398)	46,449		56,772			103,221

EXHIBIT 4 - DIVIDENDS OR REFUNDS

	1 Life	2 Accident and Health
REMAINING WRITE-INS AGGREGATED AT LINE 08 FOR DIVIDEND OR REFUNDS		
0804.		
0805.		
0806.		
0807.		
0808.		
0809.		
0810.		
0811.		
0812.		
0813.		
0814.		
0815.		
0816.		
0817.		
0818.		
0819.		
0820.		
0821.		
0822.		
0823.		
0824.		
0825.		
0897. Totals (Lines 0804 through 0825) (Page 11, Line 0898)		