LIFE AND ACCIDENT AND HEALTH COMPANIES - ASSOCIATION EDITION

ANNUAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2015
OF THE CONDITION AND AFFAIRS OF THE

UNUM LIFE INSURANCE COMPANY OF AMERICA

NAIC Group Code 0565 (Current) 0565 (Prior) NAIC Company Code 62235 Employer's ID Number 01-0278678

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

Country of Domicile UNITED STATES OF AMERICA

Incorporated/Organized 08/24/1966 Commenced Business 09/03/1966

Statutory Home Office 2211 CONGRESS STREET (Street and Number), PORTLAND, ME, US 04122 (City or Town, State, Country and Zip Code)

Main Administrative Office 2211 CONGRESS STREET (Street and Number)
PORTLAND, ME, US 04122 (City or Town, State, Country and Zip Code), 207-575-2211 (Area Code) (Telephone Number)

Mail Address 2211 CONGRESS STREET (Street and Number or P.O. Box), PORTLAND, ME, US 04122 (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 2211 CONGRESS STREET (Street and Number)
PORTLAND, ME, US 04122 (City or Town, State, Country and Zip Code), 207-575-2211 (Area Code) (Telephone Number)

Internet Website Address www.unum.com

Statutory Statement Contact WALTER LYNN RICE JR. (Name), 423-294-1882 (Area Code) (Telephone Number)
lrice@unum.com (E-mail Address), 423-287-8597 (FAX Number)

OFFICERS

Chairman	RICHARD PAUL MCKENNEY	President and Chief Executive Officer	MICHAEL QUINN SIMONDS
Executive Vice President, Finance	JOHN FRANCIS MCGARRY #	Executive Vice President, General Counsel	LISA GONZALEZ IGLESIAS #
Executive Vice President, Global Services	CHRISTOPHER JOSEPH JEROME	Senior Vice President, Corporate Marketing and Public Relations	JOSEPH RICHARD FOLEY
Senior Vice President, Treasurer	KEVIN AMBROSE MCMAHON	Senior Vice President, Chief Financial Officer	STEPHEN JOSEPH MITCHELL #
Senior Vice President, Controller	VICKI WRIGHT CORBETT	Vice President, Managing Counsel and Corporate Secretary	JEAN PAUL JULLIENNE #
Senior Vice President, Chief Actuary and Appointed Actuary	ALBERT ANGELO RIGGIERI, JR.		

DIRECTORS OR TRUSTEES

LISA GONZALEZ IGLESIAS #	CHRISTOPHER JOSEPH JEROME	MICHAEL QUINN SIMONDS
JOSEPH RICHARD FOLEY	RICHARD PAUL MCKENNEY	STEPHEN JOSEPH MITCHELL #
	JOHN FRANCIS MCGARRY #	

State of TENNESSEE
County of HAMILTON
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.

MICHAEL QUINN SIMONDS President and Chief Executive Officer	JEAN PAUL JULLIENNE Vice President, Managing Counsel and Corporate Secretary	KEVIN AMBROSE MCMAHON Senior Vice President, Treasurer

Subscribed and sworn to before me this
18 day of February, 2016

Darlene Stone
Darlene Stone
My commission expires September 10, 2016.

DARLENE STONE STATE OF TENNESSEE NOTARY PUBLIC HAMILTON COUNTY

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

ASSETS

		Current Year			Prior Year
		1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1.	Bonds (Schedule D)	17,972,314,389		17,972,314,389	17,224,975,980
2.	Stocks (Schedule D):				
	2.1 Preferred stocks	24,000,000		24,000,000	24,000,000
	2.2 Common stocks	46,814,324		46,814,324	30,189,292
3.	Mortgage loans on real estate (Schedule B):				
	3.1 First liens	822,264,802		822,264,802	793,344,178
	3.2 Other than first liens				
4.	Real estate (Schedule A):				
	4.1 Properties occupied by the company (less $ 0 encumbrances)	61,163,267		61,163,267	60,855,773
	4.2 Properties held for the production of income (less $ 0 encumbrances)	3,779,892		3,779,892	4,020,212
	4.3 Properties held for sale (less $ 0 encumbrances)	5,998,500		5,998,500	13,705,838
5.	Cash ($ (50,875,759) , Schedule E - Part 1), cash equivalents ($ 168,998,423 , Schedule E - Part 2) and short-term investments ($ 684,400 , Schedule DA)	118,807,064		118,807,064	172,918,252
6.	Contract loans (including $ 0 premium notes)	54,460,945		54,460,945	55,445,093
7.	Derivatives (Schedule DB)	20,031,650		20,031,650	4,983,645
8.	Other invested assets (Schedule BA)	382,687,822		382,687,822	352,475,658
9.	Receivables for securities	50,798		50,798	159,798
10.	Securities lending reinvested collateral assets (Schedule DL)	16,277,860		16,277,860	18,711,800
11.	Aggregate write-ins for invested assets				
12.	Subtotals, cash and invested assets (Lines 1 to 11)	19,528,651,314		19,528,651,314	18,755,785,520
13.	Title plants less $ charged off (for Title insurers only)				
14.	Investment income due and accrued	258,505,795		258,505,795	250,417,138
15.	Premiums and considerations:				
	15.1 Uncollected premiums and agents' balances in the course of collection	246,041,684	13,890,534	232,151,150	196,083,148
	15.2 Deferred premiums and agents' balances and installments booked but deferred and not yet due (including $ earned but unbilled premiums)	390,346		390,346	393,029
	15.3 Accrued retrospective premiums ($ 408,165) and contracts subject to redetermination ($ 0)	408,165		408,165	0
16.	Reinsurance:				
	16.1 Amounts recoverable from reinsurers	66,014,487	29,168	65,985,319	64,478,970
	16.2 Funds held by or deposited with reinsured companies				
	16.3 Other amounts receivable under reinsurance contracts	36,742,315		36,742,315	38,422,600
17.	Amounts receivable relating to uninsured plans	9,694,806	1,281,695	8,413,111	8,746,844
18.1	Current federal and foreign income tax recoverable and interest thereon	2,705,940		2,705,940	9,194,846
18.2	Net deferred tax asset	385,936,441	207,908,518	178,027,923	173,342,009
19.	Guaranty funds receivable or on deposit	7,103,258		7,103,258	6,008,585
20.	Electronic data processing equipment and software				
21.	Furniture and equipment, including health care delivery assets ($)	4,427,674	4,427,674	0	0
22.	Net adjustment in assets and liabilities due to foreign exchange rates				
23.	Receivables from parent, subsidiaries and affiliates				
24.	Health care ($) and other amounts receivable	8,920,101	8,920,101	0	0
25.	Aggregate write-ins for other than invested assets	227,852,490	2,952,893	224,899,597	226,488,868
26.	Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	20,783,394,816	239,410,583	20,543,984,233	19,729,361,557
27.	From Separate Accounts, Segregated Accounts and Protected Cell Accounts	8,339,254		8,339,254	8,931,929
28.	Total (Lines 26 and 27)	20,791,734,069	239,410,583	20,552,323,486	19,738,293,486
	DETAILS OF WRITE-INS				
1101.					
1102.					
1103.					
1198.	Summary of remaining write-ins for Line 11 from overflow page				
1199.	Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)				
2501.	Corporate owned life insurance	197,267,525		197,267,525	192,214,035
2502.	State premium tax credits	20,513,432		20,513,432	26,735,155
2503.	Other miscellaneous assets	5,756,430	2,952,893	2,803,536	2,559,921
2598.	Summary of remaining write-ins for Line 25 from overflow page	4,315,103		4,315,103	4,979,757
2599.	Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	227,852,490	2,952,893	224,899,597	226,488,868

Prior year amounts have been restated due to merger. See Note 3B.

LIABILITIES, SURPLUS AND OTHER FUNDS

		1 Current Year	2 Prior Year
1.	Aggregate reserve for life contracts $ 999,102,035 (Exh. 5, Line 9999999) less $ included in Line 6.3 (including $ 0 Modco Reserve)	999,102,035	994,080,810
2.	Aggregate reserve for accident and health contracts (including $ 4,782,410,957 Modco Reserve)	7,910,381,976	8,043,204,146
3.	Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including $ 0 Modco Reserve)	955,241,668	667,086,771
4.	Contract claims:		
	4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11)	243,792,950	245,280,819
	4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11)	534,136,182	545,595,052
5.	Policyholders' dividends $ and coupons $ due and unpaid (Exhibit 4, Line 10)		
6.	Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
	6.1 Dividends apportioned for payment (including $ 0 Modco)	10,280,000	11,080,000
	6.2 Dividends not yet apportioned (including $ Modco)		
	6.3 Coupons and similar benefits (including $ 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 $ 25,124,919 accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of lines 4 and 14)	38,577,216	37,039,079
9.	Contract liabilities not included elsewhere:		
	9.1 Surrender values on canceled contracts		
	9.2 Provision for experience rating refunds, including the liability of $ accident and health experience rating refunds of which $ 0 is for medical loss ratio rebate per the Public Health Service Act	537,939	1,816,556
	9.3 Other amounts payable on reinsurance, including $ 3,661,398 assumed and $ 81,020,603 ceded	84,682,001	94,224,884
	9.4 Interest maintenance reserve (IMR, Line 6)	15,883,786	15,038,543
10.	Commissions to agents due or accrued-life and annuity contracts $ 9,303,665 accident and health $ 32,501,636 and deposit-type contract funds $ 0	41,805,301	42,076,383
11.	Commissions and expense allowances payable on reinsurance assumed	101,426	94,322
12.	General expenses due or accrued (Exhibit 2, Line 12, Col. 6)	8,647,907	566,939
13.	Transfers to Separate Accounts due or accrued (net) (including $ accrued for expense allowances recognized in reserves, net of reinsured allowances)		
14.	Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5)	18,013,021	11,625,540
15.1	Current federal and foreign income taxes, including $ on realized capital gains (losses)		
15.2	Net deferred tax liability		
16.	Unearned investment income	1,085,948	1,158,456
17.	Amounts withheld or retained by company as agent or trustee	1,371,849	1,494,453
18.	Amounts held for agents' account, including $ agents' credit balances		
19.	Remittances and items not allocated	76,394,369	52,440,140
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 $ and interest thereon $	0	4,380,028
23.	Dividends to stockholders declared and unpaid		
24.	Miscellaneous liabilities:		
	24.01 Asset valuation reserve (AVR, Line 16, Col. 7)	229,647,864	211,945,245
	24.02 Reinsurance in unauthorized and certified ($) companies	3,600,981	1,285,248
	24.03 Funds held under reinsurance treaties with unauthorized and certified ($) reinsurers	7,646,991,660	7,004,700,576
	24.04 Payable to parent, subsidiaries and affiliates	46,206,437	33,661,597
	24.05 Drafts outstanding		
	24.06 Liability for amounts held under uninsured plans	762,672	1,445,782
	24.07 Funds held under coinsurance		
	24.08 Derivatives	15,773,070	31,402,838
	24.09 Payable for securities		
	24.10 Payable for securities lending	16,277,860	18,711,800
	24.11 Capital notes $ and interest thereon $		
25.	Aggregate write-ins for liabilities	77,396,015	67,438,036
26.	Total liabilities excluding Separate Accounts business (Lines 1 to 25)	18,976,692,132	18,138,874,043
27.	From Separate Accounts Statement	8,339,254	8,931,929
28.	Total liabilities (Lines 26 and 27)	18,985,031,386	18,147,805,972
29.	Common capital stock	5,000,000	5,000,000
30.	Preferred capital stock		
31.	Aggregate write-ins for other than special surplus funds	27,734,358	35,118,489
32.	Surplus notes		
33.	Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1)	1,097,211,213	1,097,211,213
34.	Aggregate write-ins for special surplus funds		
35.	Unassigned funds (surplus)	437,346,529	453,157,813
36.	Less treasury stock, at cost:		
	36.1 shares common (value included in Line 29 $)		
	36.2 shares preferred (value included in Line 30 $)		
37.	Surplus (Total Lines 31+32+33+34+35-36) (including $ in Separate Accounts Statement)	1,562,292,100	1,585,487,514
38.	Totals of Lines 29, 30 and 37 (Page 4, Line 55)	1,567,292,100	1,590,487,514
39.	Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3)	20,552,323,486	19,738,293,486
	DETAILS OF WRITE-INS		
2501.	Unfunded commitments	12,786,058	16,298,796
2502.	Policy claims and miscellaneous liabilities - other lines	25,464,509	24,041,165
2503.	Other miscellaneous liabilities	12,018,489	11,779,470
2598.	Summary of remaining write-ins for Line 25 from overflow page	27,126,958	15,318,606
2599.	Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	77,396,015	67,438,036
3101.	Deferred gain on reinsurance transactions	27,734,358	35,118,489
3102.			
3103.			
3198.	Summary of remaining write-ins for Line 31 from overflow page		
3199.	Totals (Lines 3101 thru 3103 plus 3198)(Line 31 above)	27,734,358	35,118,489
3401.			
3402.			
3403.			
3498.	Summary of remaining write-ins for Line 34 from overflow page		
3499.	Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)		

Prior year amounts have been restated due to merger. See Note 3B.

SUMMARY OF OPERATIONS

		1 Current Year	2 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)	3,168,082,272	2,914,646,835
2.	Considerations for supplementary contracts with life contingencies		
3.	Net investment income (Exhibit of Net Investment Income, Line 17)	1,092,734,791	1,068,984,971
4.	Amortization of Interest Maintenance Reserve (IMR, Line 5)	3,613,228	3,227,852
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)	224,106,055	228,635,803
7.	Reserve adjustments on reinsurance ceded	(443,742,934)	(400,774,982)
8.	Miscellaneous Income:		
	8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts	106,538	106,774
	8.2 Charges and fees for deposit-type contracts		
	8.3 Aggregate write-ins for miscellaneous income	73,011,481	71,262,702
9.	Total (Lines 1 to 8.3)	4,117,911,431	3,886,089,955
10.	Death benefits	435,641,386	423,423,725
11.	Matured endowments (excluding guaranteed annual pure endowments)	1,137,496	777,912
12.	Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8)	13,892,868	15,164,713
13.	Disability benefits and benefits under accident and health contracts	1,437,795,702	1,413,608,604
14.	Coupons, guaranteed annual pure endowments and similar benefits		
15.	Surrender benefits and withdrawals for life contracts	7,863,961	7,506,656
16.	Group conversions	10,204	193,715
17.	Interest and adjustments on contract or deposit-type contract funds	11,323,105	11,197,778
18.	Payments on supplementary contracts with life contingencies	862,297	811,590
19.	Increase in aggregate reserves for life and accident and health contracts	(121,184,386)	(126,723,731)
20.	Totals (Lines 10 to 19)	1,787,342,633	1,745,960,962
21.	Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1)	429,000,865	394,981,159
22.	Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1)	17,148,300	15,842,080
23.	General insurance expenses (Exhibit 2, Line 10, Cols. 1, 2, 3 and 4)	777,020,302	734,184,959
24.	Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3)	112,716,297	100,923,639
25.	Increase in loading on deferred and uncollected premiums	28,361	54,600
26.	Net transfers to or (from) Separate Accounts net of reinsurance	(667,677)	(385,366)
27.	Aggregate write-ins for deductions	664,488,528	632,129,893
28.	Totals (Lines 20 to 27)	3,787,077,610	3,623,691,927
29.	Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	330,833,821	262,398,028
30.	Dividends to policyholders	10,543,596	11,277,300
31.	Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	320,290,225	251,120,728
32.	Federal and foreign income taxes incurred (excluding tax on capital gains)	94,195,234	48,311,321
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)	226,094,991	202,809,407
34.	Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of $ (13,967,637) (excluding taxes of $ 2,400,715 transferred to the IMR)	(22,638,208)	(2,019,492)
35.	Net income (Line 33 plus Line 34)	203,456,783	200,789,915
	CAPITAL AND SURPLUS ACCOUNT		
36.	Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2)	1,590,487,514	1,609,220,065
37.	Net income (Line 35)	203,456,783	200,789,915
38.	Change in net unrealized capital gains (losses) less capital gains tax of $ (488,223)	(599,976)	667,331
39.	Change in net unrealized foreign exchange capital gain (loss)	11,542,685	1,212,124
40.	Change in net deferred income tax	12,569,043	(8,904,799)
41.	Change in nonadmitted assets	(21,993,699)	3,427,498
42.	Change in liability for reinsurance in unauthorized and certified companies	(2,315,733)	(699,318)
43.	Change in reserve on account of change in valuation basis, (increase) or decrease		
44.	Change in asset valuation reserve	(17,702,619)	(9,334,339)
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	0	9,790,657
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		
	51.2 Transferred to capital (Stock Dividend)		
	51.3 Transferred from capital		
	51.4 Change in surplus as a result of reinsurance	(7,384,131)	(8,510,351)
52.	Dividends to stockholders	(200,767,767)	(207,763,875)
53.	Aggregate write-ins for gains and losses in surplus	0	592,606
54.	Net change in capital and surplus for the year (Lines 37 through 53)	(23,195,415)	(18,732,551)
55.	Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38)	1,567,292,100	1,590,487,514
	DETAILS OF WRITE-INS		
08.301.	Income from assumed modco agreements	29,493,328	30,302,054
08.302.	Income from Family Medical Leave Act administration	28,488,796	24,594,146
08.303.	Miscellaneous income	9,932,284	10,661,234
08.398.	Summary of remaining write-ins for Line 8.3 from overflow page	5,097,073	5,705,268
08.399.	Totals (Lines 08.301 thru 08.303 plus 08.398)(Line 8.3 above)	73,011,481	71,262,702
2701.	Loss from ceded modco agreements	219,942,764	241,608,239
2702.	Loss from transfer under funds held reinsurance	449,066,335	399,534,486
2703.	Reserve adjustment on assumed modco agreements	(6,994,512)	(8,439,002)
2798.	Summary of remaining write-ins for Line 27 from overflow page	2,473,941	(573,831)
2799.	Totals (Lines 2701 thru 2703 plus 2798)(Line 27 above)	664,488,528	632,129,893
5301.	Change in liability for unauthorized reinsurance (P&C)	0	592,606
5302.			
5303.			
5398.	Summary of remaining write-ins for Line 53 from overflow page		
5399.	Totals (Lines 5301 thru 5303 plus 5398)(Line 53 above)	0	592,606

Prior year amounts have been restated due to merger. See Note 3B.

CASH FLOW

		1 Current Year	2 Prior Year
	Cash from Operations		
1.	Premiums collected net of reinsurance	3,126,185,580	2,879,305,221
2.	Net investment income	1,059,072,800	1,041,028,780
3.	Miscellaneous income	281,029,475	285,615,255
4.	Total (Lines 1 through 3)	4,466,287,855	4,205,949,256
5.	Benefit and loss related payments	2,354,372,449	2,221,528,993
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	(667,677)	(385,366)
7.	Commissions, expenses paid and aggregate write-ins for deductions	1,988,576,124	1,874,863,154
8.	Dividends paid to policyholders	11,343,596	11,677,300
9.	Federal and foreign income taxes paid (recovered) net of $ (2,788,338) tax on capital gains (losses)	76,139,406	14,930,561
10.	Total (Lines 5 through 9)	4,429,763,898	4,122,614,643
11.	Net cash from operations (Line 4 minus Line 10)	36,523,957	83,334,613
	Cash from Investments		
12.	Proceeds from investments sold, matured or repaid:		
	12.1 Bonds	1,511,986,431	1,093,326,138
	12.2 Stocks		
	12.3 Mortgage loans	144,943,307	114,232,013
	12.4 Real estate	7,205,597	0
	12.5 Other invested assets	24,122,858	12,627,293
	12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	(1,047)	0
	12.7 Miscellaneous proceeds	10,942,595	23,918,556
	12.8 Total investment proceeds (Lines 12.1 to 12.7)	1,699,199,741	1,244,104,000
13.	Cost of investments acquired (long-term only):		
	13.1 Bonds	2,260,247,475	1,714,550,280
	13.2 Stocks	16,332,200	11,000,000
	13.3 Mortgage loans	173,863,931	90,728,279
	13.4 Real estate	4,257,338	994,433
	13.5 Other invested assets	76,930,198	64,890,784
	13.6 Miscellaneous applications	12,789	5,035,447
	13.7 Total investments acquired (Lines 13.1 to 13.6)	2,531,643,931	1,887,199,224
14.	Net increase (decrease) in contract loans and premium notes	(984,148)	(2,245,409)
15.	Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(831,460,042)	(640,849,815)
	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		
	16.3 Borrowed funds	(4,380,000)	4,380,000
	16.4 Net deposits on deposit-type contracts and other insurance liabilities	279,030,920	44,435,437
	16.5 Dividends to stockholders	200,767,767	207,763,875
	16.6 Other cash provided (applied)	666,941,744	645,020,542
17.	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	740,824,898	486,072,105
	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)	(54,111,188)	(71,443,097)
19.	Cash, cash equivalents and short-term investments:		
	19.1 Beginning of year	172,918,252	244,361,349
	19.2 End of year (Line 18 plus Line 19.1)	118,807,064	172,918,252

Prior year amounts have been restated due to merger. See Note 3B.

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

20.0001.	Schedule D bonds exchanged	76,776,906	17,347,173
20.0002.	Schedule B mortgage loans exchanged	26,110,969	8,874,146
20.0003.	Bond principal received in the form of premium tax credits	1,813,686	382,935
20.0004.	Schedule BA LIHTC funding exchange	2,053,197	0
20.0005.	Other financing adjustment on contract claim reserves ceded in a funds withheld reinsurance agreement	6,824,230	0
20.0006.	Schedule D investment in credit tenant loan transferred to Schedule BA	0	10,372,214
20.0007.	Bond principal accrued on Z-tranche CMO securities	0	560,244

ANALYSIS OF OPERATIONS BY LINES OF BUSINESS

	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	3,168,082,272		11,218,241			9,147	710,329,910		2,443,046,999		3,477,974	
2. Considerations for supplementary contracts with life contingencies												
3. Net investment income	1,092,734,791		15,136,659	15,249	23,785,853		76,396,523	6,698,015	614,582,212		354,797,373	1,322,908
4. Amortization of Interest Maintenance Reserve (IMR)	3,613,228		49,963	50	78,512		252,168	22,109	2,034,951		1,171,108	4,367
5. Separate Accounts net gain from operations excluding unrealized gains or losses												
6. Commissions and expense allowances on reinsurance ceded	224,106,055		172,588				70,747,611		73,784,047		79,401,810	
7. Reserve adjustments on reinsurance ceded	(443,742,934)								(359,402,284)		(84,340,650)	
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from Separate Accounts	106,538							106,538				
8.2 Charges and fees for deposit-type contracts												
8.3 Aggregate write-ins for miscellaneous income	73,011,481		9,642	7	10,252		1,569,845	6,392	41,843,028		29,528,162	44,154
9. Totals (Lines 1 to 8.3)	4,117,911,431		26,587,092	15,306	23,874,617	9,147	859,296,057	6,833,054	2,815,888,953		384,035,777	1,371,428
10. Death benefits	435,641,386		23,588,073			4,716	412,048,597					
11. Matured endowments (excluding guaranteed annual pure endowments)	1,137,496		1,137,496									
12. Annuity benefits	13,892,868							13,892,868				
13. Disability benefits and benefits under accident and health contracts	1,437,795,702		79,649				479,407		1,433,725,244		3,511,402	
14. Coupons, guaranteed annual pure endowments and similar benefits												
15. Surrender benefits and withdrawals for life contracts	7,863,961		7,266,538				597,423					
16. Group conversions	10,204		(12,330,375)				12,199,241		(4,118)		145,456	
17. Interest and adjustments on contract or deposit-type contract funds	11,323,105		2,180,184	11	5,823,971		1,582,414	672,304	793,746		269,562	914
18. Payments on supplementary contracts with life contingencies	862,297				99,692		762,605					
19. Increase in aggregate reserves for life and accident and health contracts	(121,184,386)		(4,302,345)	(1,075)	(66,223)		18,004,761	(8,613,893)	(46,462,488)		(79,743,123)	
20. Totals (Lines 10 to 19)	1,787,342,633		17,619,220	(1,064)	5,857,440	4,716	445,674,448	5,951,279	1,388,052,384		(75,816,704)	914
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)	429,000,865		813,690				105,076,676		303,792,966		19,317,534	
22. Commissions and expense allowances on reinsurance assumed	17,148,300						32,694		4,898,349		12,217,258	
23. General insurance expenses	777,020,302		38,030		129,200		160,750,987	231,620	581,318,251		34,552,215	
24. Insurance taxes, licenses and fees, excluding federal income taxes	112,716,297		231,878			160	33,565,802	14,831	73,608,794		5,294,831	
25. Increase in loading on deferred and uncollected premiums	28,361		28,361									
26. Net transfers to or (from) Separate Accounts net of reinsurance	(667,677)							(667,677)				
27. Aggregate write-ins for deductions	664,488,528		8				946	2	286,471,980		375,544,835	2,470,757
28. Totals (Lines 20 to 27)	3,787,077,610		18,731,187	(1,064)	5,986,640	4,876	745,101,553	5,530,055	2,638,142,724		371,109,969	2,471,671
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	330,833,821		7,855,905	16,370	17,887,977	4,271	114,194,504	1,302,999	177,746,229		12,925,808	(1,100,242)
30. Dividends to policyholders	10,543,596		10,543,596									
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	320,290,225		(2,687,691)	16,370	17,887,977	4,271	114,194,504	1,302,999	177,746,229		12,925,808	(1,100,242)
32. Federal income taxes incurred (excluding tax on capital gains)	94,195,234		(1,528,554)	6,041	6,108,109	1,495	40,587,195	254,638	52,040,372		(2,880,485)	(393,577)
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)	226,094,991		(1,159,137)	10,329	11,779,868	2,776	73,607,309	1,048,361	125,705,857		15,806,293	(706,665)
DETAILS OF WRITE-INS												
08.301. Income from assumed modco agreements	29,493,328										29,493,328	
08.302. Income from Family Medical Leave Act administration	28,488,796								28,488,796			
08.303. Miscellaneous income	9,932,284		9,642	7	10,252		1,569,845	6,392	8,300,743		34,834	570
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	5,097,073								5,053,490			43,584
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)	73,011,481		9,642	7	10,252		1,569,845	6,392	41,843,028		29,528,162	44,154
2701. Loss from ceded modco agreements	219,942,764								81,757,809		138,184,955	
2702. Loss from transfer under funds held reinsurance	449,066,335								204,712,189		244,354,146	
2703. Reserve adjustment on assumed modco agreements	(6,994,512)										(6,994,512)	
2798. Summary of remaining write-ins for Line 27 from overflow page	2,473,941		8				946	2	1,982		246	2,470,757
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	664,488,528		8				946	2	286,471,980		375,544,835	2,470,757

(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	994,080,809		225,149,781	30,885	374,026		677,925,652	90,600,465
2. Tabular net premiums or considerations	13,932,578		12,613,435				1,319,143	
3. Present value of disability claims incurred	175,724,590				XXX		175,724,590	
4. Tabular interest	41,986,002		6,200,468	965	25,569		29,374,452	6,384,548
5. Tabular less actual reserve released	(187,692,334)		(14,913)		7,900		(186,601,024)	(1,084,297)
6. Increase in reserve on account of change in valuation basis								
7. Other increases (net)	2,525,637		1,376,746				1,148,891	
8. Totals (Lines 1 to 7)	1,040,557,282		245,325,517	31,850	407,495		698,891,704	95,900,716
9. Tabular cost	7,076,944		6,109,131		XXX		967,813	
10. Reserves released by death	7,207,384		7,150,106	XXX	XXX		57,278	XXX
11. Reserves released by other terminations (net)	11,856,699		11,139,194	2,040			694,188	21,277
12. Annuity, supplementary contract and disability payments involving life contingencies	15,314,221		79,649		99,692		1,242,012	13,892,868
13. Net transfers to or (from) Separate Accounts								
14. Total Deductions (Lines 9 to 13)	41,455,248		24,478,080	2,040	99,692		2,961,291	13,914,145
15. Reserve December 31, current year	999,102,034		220,847,437	29,810	307,803		695,930,413	81,986,571

EXHIBIT OF NET INVESTMENT INCOME

			1 Collected During Year	2 Earned During Year
1.	U.S. Government bonds	(a)	25,159,621	26,104,788
1.1	Bonds exempt from U.S. tax	(a)		
1.2	Other bonds (unaffiliated)	(a)	1,032,441,564	1,039,866,357
1.3	Bonds of affiliates	(a)		
2.1	Preferred stocks (unaffiliated)	(b)	1,141,100	1,141,100
2.11	Preferred stocks of affiliates	(b)		
2.2	Common stocks (unaffiliated)		215,646	215,646
2.21	Common stocks of affiliates		7,360,000	7,360,000
3.	Mortgage loans	(c)	48,014,225	47,748,281
4.	Real estate	(d)	13,833,313	13,833,313
5	Contract loans		2,649,563	2,736,174
6	Cash, cash equivalents and short-term investments	(e)	741,304	750,691
7	Derivative instruments	(f)	(486,009)	(522,196)
8.	Other invested assets		8,495,178	8,493,339
9.	Aggregate write-ins for investment income		2,070,495	2,070,495
10.	Total gross investment income		1,141,636,000	1,149,797,987
11.	Investment expenses			(g) 48,887,923
12.	Investment taxes, licenses and fees, excluding federal income taxes			(g) 3,921,254
13.	Interest expense			(h) 32,216
14.	Depreciation on real estate and other invested assets			(i) 4,179,479
15.	Aggregate write-ins for deductions from investment income			42,324
16.	Total deductions (Lines 11 through 15)			57,063,197
17.	Net investment income (Line 10 minus Line 16)			1,092,734,791
	DETAILS OF WRITE-INS			
0901.	Bond Consent and Other Fees		1,879,971	1,879,971
0902.	Securities Lending		160,724	160,724
0903.	Interest on Reinsurance COLI Setllements		29,800	29,800
0998.	Summary of remaining write-ins for Line 9 from overflow page			
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)		2,070,495	2,070,495
1501.	Interest Paid on Securities Lending and Escrow Accounts			42,324
1502.				
1503.				
1598.	Summary of remaining write-ins for Line 15 from overflow page			
1599.	Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above)			42,324

(a) Includes $ 66,368,389 accrual of discount less $ 20,246,039 amortization of premium and less $ 3,900,841 paid for accrued interest on purchases.

(b) Includes $ .... accrual of discount less $ .... amortization of premium and less $ .... paid for accrued dividends on purchases.

(c) Includes $ .... accrual of discount less $ .... amortization of premium and less $ .... paid for accrued interest on purchases.

(d) Includes $ 10,619,720 for company's occupancy of its own buildings; and excludes $ .... interest on encumbrances.

(e) Includes $ .... accrual of discount less $ .... amortization of premium and less $ .... paid for accrued interest on purchases.

(f) Includes $ .... accrual of discount less $ .... amortization of premium.

(g) Includes $ .... investment expenses and $ .... investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.

(h) Includes $ .... interest on surplus notes and $ .... interest on capital notes.

(i) Includes $ 4,179,479 depreciation on real estate and $ .... depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1 Realized Gain (Loss) On Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. Government bonds					
1.1	Bonds exempt from U.S. tax					
1.2	Other bonds (unaffiliated)	4,048,217	(30,211,183)	(26,162,966)	(50,803)	(19,017,530)
1.3	Bonds of affiliates					
2.1	Preferred stocks (unaffiliated)					
2.11	Preferred stocks of affiliates					
2.2	Common stocks (unaffiliated)				(13,891)	
2.21	Common stocks of affiliates				306,723	
3.	Mortgage loans					
4.	Real estate	652,768	(1,154,509)	(501,742)		
5.	Contract loans					
6.	Cash, cash equivalents and short-term investments		(1,047)	(1,047)		(70,943)
7.	Derivative instruments	120,045		120,045	(82,208)	30,639,317
8.	Other invested assets		(3,197,815)	(3,197,815)	(1,248,021)	
9.	Aggregate write-ins for capital gains (losses)		(3,134)	(3,134)		(8,159)
10.	Total capital gains (losses)	4,821,030	(34,567,688)	(29,746,659)	(1,088,200)	11,542,685
	DETAILS OF WRITE-INS					
0901.	Proceeds from Securities Litigation		9,655	9,655		
0902.	Reinsurance - Non-Affiliates		(12,789)	(12,789)		(7,338)
0903.	Miscellaneous					(821)
0998.	Summary of remaining write-ins for Line 9 from overflow page					
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)		(3,134)	(3,134)		(8,159)

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	21,507		21,507								
2. Deferred and accrued	235,506		235,506								
3. Deferred , accrued and uncollected:											
3.1 Direct	257,013		257,013								
3.2 Reinsurance assumed											
3.3 Reinsurance ceded											
3.4 Net (Line 1 + Line 2)	257,013		257,013								
4. Advance	3,690		3,690								
5. Line 3.4 - Line 4	253,322		253,322								
6. Collected during year:											
6.1 Direct	1,132,414		1,132,414								
6.2 Reinsurance assumed											
6.3 Reinsurance ceded											
6.4 Net	1,132,414		1,132,414								
7. Line 5 + Line 6.4	1,385,736		1,385,736								
8. Prior year (uncollected + deferred and accrued - advance)	219,680		219,680								
9. First year premiums and considerations:											
9.1 Direct	1,166,056		1,166,056								
9.2 Reinsurance assumed											
9.3 Reinsurance ceded											
9.4 Net (Line 7 - Line 8)	1,166,056		1,166,056								
SINGLE											
10. Single premiums and considerations:											
10.1 Direct	7,113,177		7,113,177								
10.2 Reinsurance assumed											
10.3 Reinsurance ceded											
10.4 Net	7,113,177		7,113,177								
RENEWAL											
11. Uncollected	246,070,751		143,754	1,777		79,998,835		164,184,812		1,741,573	
12. Deferred and accrued	16,235,385		480,751	730		808,797		16,354,300		(1,696,688)	287,494
13. Deferred, accrued and uncollected:											
13.1 Direct	257,605,285		2,242,710	2,507		79,644,988		170,303,047		5,412,033	
13.2 Reinsurance assumed	21,849,175							17,761,623		1,951,820	2,135,732
13.3 Reinsurance ceded	17,148,324		1,618,205			(1,162,644)		7,525,557		7,318,968	1,848,238
13.4 Net (Line 11 + Line 12)	262,306,136		624,505	2,507		80,807,632		180,539,112		44,885	287,494
14. Advance	38,573,526		74,020			13,374,586		21,359,042		3,765,877	
15. Line 13.4 - Line 14	223,732,610		550,485	2,507		67,433,046		159,180,070		(3,720,992)	287,494
16. Collected during year:											
16.1 Direct	4,345,914,430		11,856,676	69,464	9,147	1,291,876,340		2,725,030,507		317,072,297	
16.2 Reinsurance assumed	83,423,857					72,375		36,888,176		46,379,595	83,711
16.3 Reinsurance ceded	1,311,398,299		8,903,264	69,464		595,268,836		347,676,887		359,396,137	83,711
16.4 Net	3,117,939,989		2,953,412		9,147	696,679,879		2,414,241,796		4,055,755	
17. Line 15 + Line 16.4	3,341,672,599		3,503,897	2,507	9,147	764,112,925		2,573,421,866		334,763	287,494
18. Prior year (uncollected + deferred and accrued - advance)	181,953,287		564,889	2,507		53,783,014		130,374,867		(3,143,211)	371,221
19. Renewal premiums and considerations:											
19.1 Direct	4,385,465,503		11,849,313	69,464	9,147	1,305,578,279		2,752,313,568		315,645,733	
19.2 Reinsurance assumed	83,449,827					72,375		37,422,543		46,141,835	(186,927)
19.3 Reinsurance ceded	1,309,196,018		8,910,305	69,464		595,320,743		346,689,112		358,309,594	(103,200)
19.4 Net (Line 17 - Line 18)	3,159,719,312		2,939,008		9,147	710,329,910		2,443,046,999		3,477,974	(83,727)
TOTAL											
20. Total premiums and annuity considerations:											
20.1 Direct	4,393,744,736		20,128,546	69,464	9,147	1,305,578,279		2,752,313,568		315,645,733	
20.2 Reinsurance assumed	83,449,827					72,375		37,422,543		46,141,835	(186,927)
20.3 Reinsurance ceded	1,309,196,018		8,910,305	69,464		595,320,743		346,689,112		358,309,594	(103,200)
20.4 Net (Lines 9.4 + 10.4 + 19.4)	3,167,998,545		11,218,241		9,147	710,329,910		2,443,046,999		3,477,974	(83,727)

Prior year balance in line 18, columns 1 and 8 decreased $752 due to foreign currency translation.

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	1,446,754		1,446,754								
22. All other	6,166,439		6,166,439								
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	224,106,055		172,588			70,747,611		73,784,047		79,401,810	
25.2 Reinsurance assumed	17,148,300					32,694		4,898,349		12,217,258	
25.3 Net ceded less assumed	206,957,755		172,588			70,714,917		68,885,698		67,184,552	
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6)	224,106,055		172,588			70,747,611		73,784,047		79,401,810	
26.2 Reinsurance assumed (Page 6, Line 22)	17,148,300					32,694		4,898,349		12,217,258	
26.3 Net ceded less assumed	206,957,755		172,588			70,714,917		68,885,698		67,184,552	
COMMISSIONS INCURRED (direct business only)											
27. First year (other than single)	6,434		6,434								
28. Single	723,183		723,183								
29. Renewal	428,271,248		84,073			105,076,676		303,792,966		19,317,534	
30. Deposit-type contract funds											
31. Totals (to agree with Page 6, Line 21)	429,000,865		813,690			105,076,676		303,792,966		19,317,534	

EXHIBIT 2 - GENERAL EXPENSES

	Insurance				5	6
	1	Accident and Health		4		
	Life	2 Cost Containment	3 All Other	All Other Lines of Business	Investment	Total
1. Rent	7,388,603		30,236,524		894,271	38,519,398
2. Salaries and wages	93,995,644	49,869,041	334,791,144		25,713,109	504,368,938
3.11 Contributions for benefit plans for employees	19,301,575	8,159,899	70,828,307		4,096,045	102,385,826
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	365,600	852	1,495,300		45,651	1,907,404
3.32 Other agent welfare						
4.1 Legal fees and expenses	1,364,591	37,620	5,557,717		561,339	7,521,266
4.2 Medical examination fees	217,815		891,369			1,109,184
4.3 Inspection report fees						
4.4 Fees of public accountants and consulting actuaries	895,627		3,665,193		174,794	4,735,614
4.5 Expense of investigation and settlement of policy claims	2,108,994	12,795,054				14,904,048
5.1 Traveling expenses	2,931,760	213,640	11,784,056		763,213	15,692,669
5.2 Advertising	647,542	17	2,649,932		22,586	3,320,076
5.3 Postage, express, telegraph and telephone	2,534,356	126,965	10,244,430		172,021	13,077,772
5.4 Printing and stationery	789,022	2,060	3,226,871		87,887	4,105,839
5.5 Cost or depreciation of furniture and equipment	1,129,630		4,622,807		220,531	5,972,968
5.6 Rental of equipment	1,656,529		6,779,045		364,337	8,799,911
5.7 Cost or depreciation of EDP equipment and software	6,518,116		26,674,210		463,454	33,655,779
6.1 Books and periodicals	333,124	20,447	1,342,804		2,619,631	4,316,007
6.2 Bureau and association fees	293,590	64,557	1,136,906		172,566	1,667,619
6.3 Insurance, except on real estate	759,055		3,106,296		122,020	3,987,371
6.4 Miscellaneous losses	785,523	107	3,214,503		1,035	4,001,167
6.5 Collection and bank service charges	956,206		3,913,099		846,402	5,715,707
6.6 Sundry general expenses	2,067,642	95,313	8,366,138		871,495	11,400,588
6.7 Group service and administration fees	219,557		898,497			1,118,054
6.8 Reimbursements by uninsured plans			(47,779,818)			(47,779,818)
7.1 Agency expense allowance						
7.2 Agents' balances charged off (less $ .... recovered)	5,494		819			6,313
7.3 Agency conferences other than local meetings	18,801		76,940		142,948	238,689
9.1 Real estate expenses					4,977,691	4,977,691
9.2 Investment expenses not included elsewhere						
9.3 Aggregate write-ins for expenses	13,865,440	3,537,366	53,224,441		5,554,899	76,182,146
10. General expenses incurred	161,149,836	74,922,935	540,947,530		48,887,923	(a) 825,908,225
11. General expenses unpaid December 31, prior year	3,556		563,383			566,939
12. General expenses unpaid December 31, current year	1,679,462		6,968,445			8,647,907
13. Amounts receivable relating to uninsured plans, prior year			9,001,270			9,001,270
14. Amounts receivable relating to uninsured plans, current year			9,694,806			9,694,806
15. General expenses paid during year (Lines 10+11-12-13+14)	159,473,930	74,922,935	535,236,005		48,887,923	818,520,794
DETAILS OF WRITE-INS						
09.301. Repairs & Maintenance	5,849,352		23,937,415		3,990,452	33,777,218
09.302. Fees for Outsourcing Services	8,016,088	3,537,366	29,287,026		1,564,448	42,404,928
09.303.						
09.398. Summary of remaining write-ins for Line 9.3 from overflow page						
09.399. Totals (Lines 09.301 thru 09.303 plus 09.398) (Line 9.3 above)	13,865,440	3,537,366	53,224,441		5,554,899	76,182,146

(a) Includes management fees of $ 817,624,032 to affiliates and $ .... to non-affiliates.

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

	Insurance			4	5
	1 Life	2 Accident and Health	3 All Other Lines of Business	Investment	Total
1. Real estate taxes				2,399,176	2,399,176
2. State insurance department licenses and fees	1,593,195	5,091,315			6,684,510
3. State taxes on premiums	24,402,108	44,063,286			68,465,394
4. Other state taxes, including $ .... for employee benefits	114,184	436,119			550,304
5. U.S. Social Security taxes	6,386,003	26,269,694		1,522,078	34,177,775
6. All other taxes	1,317,182	3,043,212			4,360,394
7. Taxes, licenses and fees incurred	33,812,672	78,903,626		3,921,254	116,637,552
8. Taxes, licenses and fees unpaid December 31, prior year	3,473,398	8,152,143			11,625,540
9. Taxes, licenses and fees unpaid December 31, current year	5,384,960	12,628,061			18,013,021
10. Taxes, licenses and fees paid during year (Lines 7 + 8 - 9)	31,901,109	74,427,708		3,921,254	110,250,072

EXHIBIT 4 - DIVIDENDS OR REFUNDS

	1 Life	2 Accident and Health
1. Applied to pay renewal premiums	1,446,754	
2. Applied to shorten the endowment or premium-paying period		
3. Applied to provide paid-up additions	6,166,439	
4. Applied to provide paid-up annuities		
5. Total Lines 1 through 4	7,613,193	
6. Paid in cash	2,082,568	
7. Left on deposit	1,647,835	
8. Aggregate write-ins for dividend or refund options		
9. Total Lines 5 through 8	11,343,596	
10. Amount due and unpaid		
11. Provision for dividends or refunds payable in the following calendar year	10,280,000	
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	10,280,000	
16. Total from prior year	11,080,000	
17. Total dividends or refunds (Lines 9 + 15 - 16)	10,543,596	
DETAILS OF WRITE-INS		
0801.		
0802.		
0803.		
0898. Summary of remaining write-ins for Line 8 from overflow page		
0899. Totals (Lines 0801 thru 0803 plus 0898) (Line 8 above)		

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1 Valuation Standard	2 Total	3 Industrial	4 Ordinary	5 Credit (Group and Individual)	6 Group
LIFE INSURANCE:					
0100001. AE 3% NLP ANB 24-97	2,493,082		2,493,082		
0100002. AE 3-1/2% NLP ANB 30-41	75,152		75,152		
0100003. 1941 CSO 2-1/2% NLP 48-77	35,122,799		35,122,799		
0100004. 1958 CET 2-1/2% NLP 64-79	14,771		14,771		
0100005. 1958 CET 3% NLP ANB 67	17		17		
0100006. 1958 CET 3-1/2% NLP ALB 70-89	193,449		193,449		
0100007. 1958 CET 3-1/2% NLP ANB 75-88	2,230		2,230		
0100008. 1958 CET 4% NLP ANB 76-88	122,884		122,884		
0100009. 1958 CSO 2-1/2% NLP 56-85	123,113,327		123,113,327		
0100010. 1958 CSO 3% CRVM ANB 66-89	127,351		127,351		
0100011. 1958 CSO 3% NLP ANB 67-88	59,707		59,707		
0100012. 1958 CSO 3-1/2% CRVM ALB 72-88	1,531,581		1,531,581		
0100013. 1958 CSO 3-1/2% CRVM ANB 74-91	115,402		115,402		
0100014. 1958 CSO 3-1/2% NLP ALB 70-89	6,331,381		6,331,381		
0100015. 1958 CSO 3-1/2% NLP ANB 74-95	1,375,016		1,375,016		
0100016. 1958 CSO 3-1/2%/20/2-1/2% NLP 68-81	25,720,857		25,720,857		
0100017. 1958 CSO 4% CRVM ALB 77	3,172,551				3,172,551
0100018. 1958 CSO 4% CRVM ANB 76-88	372,718		372,718		
0100019. 1958 CSO 4% NLP 71-83	4,120		4,120		
0100020. 1958 CSO 4% NLP ANB 76-88	5,571		5,571		
0100021. 1958 CSO 4-1/2% CRVM ALB 79-91	36,536,277		36,536,277		
0100022. 1958 CSO 4-1/2% CRVM ANB	1,059		1,059		
0100023. 1958 CSO 4-1/2% NLP ANB 83-88	3		3		
0100024. 1958 CSO 4-1/2%/20/3 1/2% NLP 81-82	229,846		229,846		
0100025. 1958 CSO 5-1/2% CRVM ALB 87-93	590,578		590,578		
0100026. 1958 CSO 6% CRVM ALB 83-94	35,062,930		35,062,930		
0100027. 1960 CSG 5% CRVM ALB	975,955				975,955
0100028. 1980 CET 4% NL ALB 88-05	10,211,286		29,277		10,182,009
0100029. 1980 CET 4-1/2% NLP ALB 79-05	470,460		470,460		
0100030. 1980 CET 4-1/2% NLP ANB 95-96	41,412		41,412		
0100031. 1980 CET 5% NLP ANB 93-94	17,189		17,189		
0100032. 1980 CET 5-1/2% NLP ANB 89-92	51,941		51,941		
0100033. 1980 CSO 3% CRVM ALB 62-90	490,944				490,944
0100034. 1980 CSO 6% CRVM ALB 85-86	57,240		57,240		
0100035. 1980 CSO 5-1/2% CRVM ALB 87-92	1,182,854		1,182,854		
0100036. 1980 CSO 5-1/2% CRVM ANB 87-92	2,020,580		2,020,580		
0100037. 1980 CSO 5-1/2% NLP ANB 89-92	54,740		54,740		
0100038. 1980 CSO 4-1/2% CRVM ALB 87-2002	35,069,191		33,552,204		1,516,987
0100039. 1980 CSO 4-1/2% CRVM ANB 89-96	1,880,737		1,880,737		
0100040. 1980 CSO 4-1/2% NLP ALB 86-02	600,566		600,566		
0100041. 1980 CSO 4-1/2% NLP ANB 95-96	15,395		15,395		
0100042. 1980 CSO 5% CRVM ALB 91-02	1,895,853		286,128		1,609,725
0100043. 1980 CSO 5% CRVM ANB 93-94	2,151,034		2,151,034		
0100044. 1980 CSO 5% NLP ANB 93	36,101		36,101		
0100045. 1980 CSO 4% CRVM ALB 98-08	4,191,677		4,191,677		
0100046. 1980 CSO 4% NLP ALB 06-08	68,412		68,412		
0100047. 2001 CSO 4% CRVM ALB 08-12	3,387,370		3,387,370		
0100048. 2001 CSO 4% NLP ALB 08-12	61,267		61,267		
0100049. 2001 CSO 3-1/2% CRVM ALB NB	1,081,504		1,081,504		
0100050. Excess Mortality Reserve	10,458,170		10,458,170		
0100051. Unearned Premium	6,397,137		20,049		6,377,088
0100052. Unearned Premium MAT	6,574				6,574
0100053. Substandard Extra Reserve	2,092		2,092		
0199997. Totals (Gross)	355,252,340		330,920,507		24,331,833
0199998. Reinsurance ceded	110,595,993		110,589,419		6,574
0199999. Life Insurance: Totals (Net)	244,656,347		220,331,088		24,325,259
ANNUITIES (excluding supplementary contracts with life contingencies):					
0200001. FPDA 3.50%	386,409	XXX	386,409	XXX	
0200002. FPDA 4.00%	7,910,866	XXX	7,910,866	XXX	
0200003. FPDA 4.50%	955,610	XXX	955,610	XXX	
0200004. FPDA 5.25%	4,223	XXX	4,223	XXX	
0200005. SPDA 3.50%	9,433,613	XXX	9,433,613	XXX	
0200006. SPDA 4.00%	224,297	XXX	224,297	XXX	
0200007. 1971 IAM 6.00%	2,477	XXX	2,477	XXX	
0200008. 1971 IAM 6.50%	56,195	XXX	56,195	XXX	
0200009. 1971 IAM 7.25%	27,306	XXX	27,306	XXX	
0200010. 1971 IAM 7.50%	7,977	XXX	7,977	XXX	
0200011. 1971 IAM 7.75%	74,224	XXX	74,224	XXX	
0200012. 1971 IAM 8.25%	27,668	XXX	27,668	XXX	
0200013. 1983 -a 11.00%	1,089	XXX	1,089	XXX	
0200014. 1983 -a 6.63%	104,312	XXX	104,312	XXX	
0200015. 1983 -a 6.25%	28,655	XXX	28,655	XXX	
0200016. 1983 -a 8.25%	76,472	XXX	76,472	XXX	
0200017. 1983 -a 8.75%	6,104	XXX	6,104	XXX	
0200018. 1951 GAM 3.00%; Imm	279,291	XXX	1,155	XXX	278,136
0200019. 1971 GAM 6.65%; Imm & Def	9,074,423	XXX		XXX	9,074,423
0200020. 1971 GAM 6.90%; Imm & Def	907,507	XXX		XXX	907,507
0200021. 1971 GAM 8.90%; Imm & Def	5,302,632	XXX		XXX	5,302,632
0200022. 1971 GAM 9.90%; Imm	2,317,586	XXX		XXX	2,317,586
0200023. 1971 GAM 10.40%; Imm	3,166,821	XXX		XXX	3,166,821
0200024. 1983 GAM 4.90%; Imm & Def	100,174	XXX		XXX	100,174
0200025. 1983 GAM 5.15%; Imm & Def	680,094	XXX		XXX	680,094
0200026. 1983 GAM 5.40%; Imm & Def	776,190	XXX		XXX	776,190
0200027. 1983 GAM 5.65%; Imm & Def	5,781,499	XXX		XXX	5,781,499
0200028. 1983 GAM 5.90%; Imm & Def	5,384,111	XXX		XXX	5,384,111
0200029. 1983 GAM 6.15%; Def	4,877,151	XXX		XXX	4,877,151
0200030. 1983 GAM 6.40%; Imm & Def	9,644,637	XXX		XXX	9,644,637
0200031. 1983 GAM 6.65%; Imm & Def	3,082,869	XXX		XXX	3,082,869
0200032. 1983 GAM 6.90%; Imm	6,591,860	XXX		XXX	6,591,860
0200033. 1983 GAM 7.15%; Imm	3,580,035	XXX		XXX	3,580,035

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1 Valuation Standard	2 Total	3 Industrial	4 Ordinary	5 Credit (Group and Individual)	6 Group
0200034. 1983 GAM 7.40%; Imm	6,625,131	XXX		XXX	6,625,131
0200035. 1983 GAM 7.65%; Imm	323,933	XXX		XXX	323,933
0200036. 1983 GAM 7.90%; Imm	5,059,460	XXX		XXX	5,059,460
0200037. 1983 GAM 8.40%; Imm	1,844,963	XXX		XXX	1,844,963
0200038. 1983 GAM 8.65%; Imm & Def	3,466,910	XXX		XXX	3,466,910
0200039. 1983 GAM 9.65%; Imm	796,783	XXX		XXX	796,783
0200040. 1983 GAM 10.15%; Imm	2,323,666	XXX		XXX	2,323,666
0299997. Totals (Gross)	101,315,223	XXX	19,328,652	XXX	81,986,571
0299998. Reinsurance ceded	19,298,842	XXX	19,298,842	XXX	
0299999. Annuities: Totals (Net)	82,016,381	XXX	29,810	XXX	81,986,571
SUPPLEMENTARY CONTRACTS WITH LIFE CONTINGENCIES:					
0300001. a- 1949 6.00%	18,725		18,725		
0300002. 71 IAM 6.00%	45,218		45,218		
0300003. 71 IAM 6.50%	42,067		42,067		
0300004. 71 IAM 6.63%	9,075		9,075		
0300005. 71 IAM 6.99%	6,637		6,637		
0300006. 71 IAM 7.50%	2,022		2,022		
0300007. 71 IAM 8.25%	18,852		18,852		
0300008. 71 IAM 8.75%	16,703		16,703		
0300009. 71 IAM 9.25%	3,508		3,508		
0300010. 71 IAM 11.00%	47,075		47,075		
0300011. 83a 11.25%	706		706		
0300012. 83a 11.00%	16,744		16,744		
0300013. 83a 9.25%	3,741		3,741		
0300014. 83a 8.75%	13,663		13,663		
0300015. 83a 8.25%	54,254		54,254		
0300016. 83a 8.00%	568		568		
0300017. 83a 7.75%	30,951		30,951		
0300018. 83a 7.25%	32,827		32,827		
0300019. 83a 7.00%	17,222		17,222		
0300020. 83a 6.75%	24,556		24,556		
0300021. 83a 6.25%	221,205		221,205		
0300022. 2000a 4.25%	225,306		225,306		
0300023. 2000a 4.50%	112,804		112,804		
0300024. 2000a 5.25%	90,487		90,487		
0300025. 2000a 5.50%	404,964		404,964		
0300026. 2000a 6.00%	122,045		122,045		
0300027. 2000a 6.50%	121,288		121,288		
0300028. 2000a 6.75%	25,814		25,814		
0300029. 2000a 7.00%	211,889		211,889		
0300030. 51 GAM 3.50%	45,620				45,620
0300031. 83 GAM 3.50%	1,904,627				1,904,627
0300032. RP 2000 3.50%	901,547				901,547
0300033. 2012a 4.00%	702,552		702,552		
0399997. Totals (Gross)	5,495,262		2,643,468		2,851,794
0399998. Reinsurance ceded	2,335,665		2,335,665		
0399999. SCWLC: Totals (Net)	3,159,597		307,803		2,851,794
ACCIDENTAL DEATH BENEFITS:					
0400001. 1959 ADB TABLE 3% WITH 1958 CSO	4,169		4,169		
0400002. 1959 ADB TABLE 4-1/2% WITH 1958 CSO	144		144		
0400003. INTERCO DISABILITY 2-1/2%	6,922		6,922		
0400004. 52 INTERCO DISABILITY 2-1/2%	29,982		29,982		
0499997. Totals (Gross)	41,217		41,217		
0499998. Reinsurance ceded	4,313		4,313		
0499999. Accidental Death Benefits: Totals (Net)	36,904		36,904		
DISABILITY-ACTIVE LIVES:					
0500001. 26 CLASS (3) 2 1/2 % 48-54	35		35		
0500002. 52 INTERCO DISA 41 CSO 2 1/2% 55-64	1,410		1,410		
0500003. 52 INTERCO DISA 58 CSO 2 1/2% 64-80	51,894		51,894		
0500004. 52 INTERCO DI PERIOD 2 BEN 5 1958 CSO 3-1/2%	2,311		2,311		
0500005. 52 INTERCO DI PERIOD 2 BEN 5 1980 CSO 3-1/2%	288		288		
0500006. 1952 DISABILITY STUDY 3% WITH 1958 CSO	8,249		8,249		
0599997. Totals (Gross)	64,187		64,187		
0599998. Reinsurance ceded	10,848		10,848		
0599999. Disability-Active Lives: Totals (Net)	53,339		53,339		
DISABILITY-DISABLED LIVES:					
0600001. 52 INTERCO DISABILITY 3 1/2%	306,258		306,258		
0600002. 52 INTERCO DISABILITY 3 %	41,304		41,304		
0600003. 52 INTERCO DISABILITY - 58 CSO 3%	1,813,883		1,813,883		
0600004. 2005 GTLW 4.0% MODIFIED FOR CO EXPERIENCE	216,451,270				216,451,270
0600005. 2005 GTLW 4.5% MODIFIED FOR CO EXPERIENCE	106,428,641		72,804		106,355,837
0600006. 2005 GTLW 3.5% MODIFIED FOR CO EXPERIENCE	347,150,527				347,150,527
0699997. Totals (Gross)	672,191,883		2,234,249		669,957,634
0699998. Reinsurance ceded	3,059,460		1,855,187		1,204,273
0699999. Disability-Disabled Lives: Totals (Net)	669,132,423		379,062		668,753,361
MISCELLANEOUS RESERVES:					
0700001. For excess of valuation net premiums over corresponding gross premiums on respective policies, computed according to the standard of valuation required by this state.	436,912		436,912		
0700002. For non-deduction of deferred fractional premiums or return of premiums at the death of the insured.	245,611		245,611		
0799997. Totals (Gross)	682,523		682,523		
0799998. Reinsurance ceded	635,478		635,478		
0799999. Miscellaneous Reserves: Totals (Net)	47,045		47,045		
9999999. Totals (Net) - Page 3, Line 1	999,102,036		221,185,051		777,916,985

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 [ ] No [X]
2.2 If not, state which kind is issued.
Non-participating

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 [ ] No [X]
6.1 If so, state the amount of reserve on such contracts on the basis actually held: $
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.

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:

8. Does the reporting entity have any Contingent Deferred Annuity contracts or agreements in effect as of December 31 of the current year? Yes [ ] No [X]
8.1 If yes, state the total dollar amount of account value covered by these contracts or agreements: $
8.2 State the amount of reserves established for this business: $
8.3 Identify where the reserves are reported in the blank:

9. Does the reporting entity have any Guaranteed Lifetime Income Benefit contracts, agreements or riders in effect as of December 31 of the current year? Yes [ ] No [X]
9.1 If yes, state the total dollar amount of any account value associated with these contracts, agreements or riders: $
9.2 State the amount of reserves established for this business: $
9.3 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 2 Changed From	 3 Changed To	4 Increase in Actuarial Reserve Due to Change
9999999 - Total (Column 4, only)			

NONE

EXHIBIT 6 - AGGREGATE RESERVES FOR ACCIDENT AND HEALTH CONTRACTS

	1	2	3	4	Other Individual Contracts				
	Total	Group Accident and Health	Credit Accident and Health (Group and Individual)	Collectively Renewable	5 Non-Cancelable	6 Guaranteed Renewable	7 Non-Renewable for Stated Reasons Only	8 Other Accident Only	9 All Other
ACTIVE LIFE RESERVE									
1. Unearned premium reserves	75,403,825	17,896,688		257,810	8,820,331	48,282,168	146,191	530	108
2. Additional contract reserves (a)	6,500,334,062	2,978,825,541			121,739,541	3,397,130,724	2,635,119		3,137
3. Additional actuarial reserves-Asset/Liability analysis									
4. Reserve for future contingent benefits									
5. Reserve for rate credits									
6. Aggregate write-ins for reserves									
7. Totals (Gross)	6,575,737,887	2,996,722,229		257,810	130,559,872	3,445,412,892	2,781,310	530	3,245
8. Reinsurance ceded	6,365,391,046	2,956,928,829		257,809	1,100,893	3,406,945,417	154,323	530	3,245
9. Totals (Net)	210,346,842	39,793,400		1	129,458,979	38,467,475	2,626,987		
CLAIM RESERVE									
10. Present value of amounts not yet due on claims	9,225,139,986	6,388,553,677		36,459,942	1,772,179,986	1,026,896,007	1,050,373		
11. Additional actuarial reserves-Asset/Liability analysis									
12. Reserve for future contingent benefits									
13. Aggregate write-ins for reserves	190,678,961	155,443,060		126,316	21,060,745	14,020,915	27,925		
14. Totals (Gross)	9,415,818,947	6,543,996,737		36,586,258	1,793,240,731	1,040,916,922	1,078,298		
15. Reinsurance ceded	1,715,783,812	633,432,738		30,442,615	82,718,667	969,154,787	35,004		
16. Totals (Net)	7,700,035,135	5,910,563,999		6,143,643	1,710,522,064	71,762,135	1,043,294		
17. TOTAL (Net)	7,910,381,976	5,950,357,399		6,143,644	1,839,981,043	110,229,610	3,670,281		
18. TABULAR FUND INTEREST	345,010,968	239,378,987		404,205	99,973,885	5,072,798	181,092		
DETAILS OF WRITE-INS									
0601.									
0602.									
0603.									
0698. Summary of remaining write-ins for Line 6 from overflow page									
0699. TOTALS (Lines 0601 thru 0603 plus 0698) (Line 6 above)									
1301. Unpaid Loss Adjustment Expense	190,678,961	155,443,060		126,316	21,060,745	14,020,915	27,925		
1302.									
1303.									
1398. Summary of remaining write-ins for Line 13 from overflow page									
1399. TOTALS (Lines 1301 thru 1303 plus 1398) (Line 13 above)	190,678,961	155,443,060		126,316	21,060,745	14,020,915	27,925		

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

EXHIBIT 6 – ATTACHMENT

(a) RESERVE BASIS, INTEREST RATES AND METHODS – EXHIBIT 6, LINE 2

1) Long-Term Care Benefits

Method
One year preliminary term method. All additional reserves are mid-terminal.

The assumptions are based on the Company's experience with the exceptions of

a) the interest rate assumption is based on the effective date of coverage and is equal to the whole life rate as specified in the Standard Valuation Law

(2) Loss of Time Benefits

Method
Two year preliminary term method. All additional reserves are mid-terminal.

Basis
Reserves for 1988 and prior issues are based on claim costs taken from the 1964 Commissioners Disability Table (CDT) combined with the 1958 CSO Mortality Table. Reserves for 1989 through 2008 issues are based upon claim costs taken from the 1985 Commissioners Disability Table A (CIDA) combined with the 1980 CSO Mortality Table. Reserves for 2009 and later issues are based upon claim costs taken from the 1985 Commissioners Disability Table A (CIDA) combined with the 2001 CSO Mortality Table. All issue years use NAIC Model Standard Valuation Law minimum standard valuation interest rates. Rates range from 3-1/2% to 6% depending on the year of issue.

(3) Critical Illness Policies

Method
Two year preliminary term method. All additional reserves are mid-terminal.

Basis
Morbidity and lapse rates are based on pricing assumptions. The interest rate is the whole life rate for the issue year determined according to the Standard Valuation Law. Mortality rates are based on the 1980 CSO Mortality Table for policies issued prior to 2008 and the 2001 CSO Mortality Table for policies issued 2008 and later.

(4) Accident Policies

Method
Two year preliminary term method. All additional reserves are mid-terminal.

Basis
Additional reserves for the hospital confinement sickness and wellness rider benefits are calculated using claim costs based on experience. Statutory maximum valuation interest rates are determined by year of issue. Mortality rates are based on the 2001 CSO Mortality Table.

(5) Hospital Indemnity Policies

Method
Two year preliminary term method. All additional reserves are mid-terminal.

Basis
Morbidity and lapse rates are based on pricing assumptions. The interest rate is the whole life rate for the issue year determined according to the Standard Valuation Law. Mortality rates are based on the 2001 CSO Mortality Table.

(b) RESERVE BASIS, INTEREST RATES AND METHODS – EXHIBIT 6, LINE 10

(1) Long-Term Care Benefits

The morbidity assumptions are based on the Company's experience, supplemented by data from the 2000-2011 Society of Actuaries Intercompany Experience Study.

(i) the interest rate assumption is based on the date of disability and is equal to the whole life rate as specified in the Standard Valuation Law

(2) Loss of Time Benefits

(i) Group Policies:
LTD reserves are calculated on a seriatim basis. For each claim the reserve is equal to the present value of the future gross monthly benefits less any current or prospective offsets from other sources. Reserves are based on assumptions reflecting the Company's experience. For claims incurred after 1998, reserves are discounted using the single premium immediate annuity discount rate less 100 basis points varying by claim incurred year. For claims incurred before 1999, reserves are discounted using various interest rates by claim incurred year.

(ii) Individual Policies:
Reserves are calculated using the 1985 CIDA table (after modification to recognize company experience by duration and the existence of certain riders/provisions) combined with interest rates that range from 4.44% to 8.42% depending on year of incurral.

EXHIBIT 7 - DEPOSIT TYPE CONTRACTS

	1 Total	2 Guaranteed Interest Contracts	3 Annuities Certain	4 Supplemental Contracts	5 Dividend Accumulations or Refunds	6 Premium and Other Deposit Funds
1. Balance at the beginning of the year before reinsurance	810,641,538			557,971,920	72,366,835	180,302,782
2. Deposits received during the year	812,785,045			548,526,586	1,644,488	262,613,972
3. Investment earnings credited to the account	14,044,029			5,818,917	2,072,493	6,152,620
4. Other net change in reserves	305,822			284,620		21,202
5. Fees and other charges assessed						
6. Surrender charges						
7. Net surrender or withdrawal payments	544,398,800			514,487,394	5,821,864	24,089,543
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)	1,093,377,634			598,114,649	70,261,952	425,001,033
10. Reinsurance balance at the beginning of the year	(143,554,767)			(2,293,479)		(141,261,288)
11. Net change in reinsurance assumed						
12. Net change in reinsurance ceded	(5,418,801)			(97,196)		(5,321,604)
13. Reinsurance balance at the end of the year (Lines 10+11-12)	(138,135,966)			(2,196,282)		(135,939,684)
14. Net balance at the end of current year after reinsurance (Lines 9 + 13)	955,241,668			595,918,367	70,261,952	289,061,349

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											
	1.2 Reinsurance assumed	6,976,621								6,976,621		
	1.3 Reinsurance ceded	348,386								348,386		
	1.4 Net	6,628,235								6,628,235		
2. In course of settlement:												
2.1 Resisted	2.11 Direct	2,768,924						2,768,924				
	2.12 Reinsurance assumed											
	2.13 Reinsurance ceded											
	2.14 Net	2,768,924		(b)	(b)		(b)	(b) 2,768,924				
2.2 Other	2.21 Direct	499,377,430		4,760,754		9,140		53,880,199		432,227,476		8,499,861
	2.22 Reinsurance assumed	33,987,426						12,000		22,484,585		11,490,841
	2.23 Reinsurance ceded	52,009,827		1,274,241		9,140		1,724,930		37,737,709		11,263,806
	2.24 Net	481,355,030		(b) 3,486,513	(b)		(b)	(b) 52,167,269		(b) 416,974,352	(b)	(b) 8,726,896
3. Incurred but unreported:												
	3.1 Direct	294,763,666		1,359,152				186,376,089		96,561,832		10,466,593
	3.2 Reinsurance assumed	10,300,065						4,639		8,677,398		1,618,027
	3.3 Reinsurance ceded	17,886,787		816,152				1,553,484		6,561,003		8,956,148
	3.4 Net	287,176,943		(b) 543,000	(b)		(b)	(b) 184,827,244		(b) 98,678,228	(b)	(b) 3,128,472
4. TOTALS	4.1 Direct	796,910,020		6,119,906		9,140		243,025,212		528,789,308		18,966,454
	4.2 Reinsurance assumed	51,264,112						16,639		38,138,605		13,108,869
	4.3 Reinsurance ceded	70,245,000		2,090,393		9,140		3,278,414		44,647,098		20,219,955
	4.4 Net	777,929,132	(a)	(a) 4,029,513				(a) 239,763,437		522,280,815		11,855,367

(a) Including matured endowments (but not guaranteed annual pure endowments) unpaid amounting to $ .... in Column 2, $ .... in Column 3 and $ .... 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 $ ....
Individual Annuities $ 379,062 , Credit Life (Group and Individual) $ .... , and Group Life $ 668,753,361 , are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health $ 5,910,563,999
Credit (Group and Individual) Accident and Health $ .... , and Other Accident and Health $ 1,789,471,136 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	3,466,088,030		37,132,042	1,560,665	501,855	4,716	928,921,781	13,892,868	1,969,994,439		514,079,665
1.2 Reinsurance assumed	203,277,451						364,637		95,221,725		107,691,089
1.3 Reinsurance ceded	1,765,825,955		12,926,140	1,560,665	402,163		512,880,026		621,200,906		616,856,055
1.4 Net	(d) 1,903,539,527		24,205,902		99,692	4,716	416,406,393	13,892,868	1,444,015,257		4,914,699
2. Liability December 31, current year from Part 1:											
2.1 Direct	796,910,020		6,119,906		9,140		243,025,212		528,789,308		18,966,454
2.2 Reinsurance assumed	51,264,112						16,639		38,138,605		13,108,869
2.3 Reinsurance ceded	70,245,000		2,090,393		9,140		3,278,414		44,647,098		20,219,955
2.4 Net	777,929,132		4,029,513				239,763,437		522,280,815		11,855,367
3. Amounts recoverable from reinsurers December 31, current year	66,014,487						1,979,940		12,784,712		51,249,835
4. Liability December 31, prior year:											
4.1 Direct	812,825,798		5,994,094		6,323		244,743,690		543,264,558		18,817,134
4.2 Reinsurance assumed	51,979,698						1,870		40,141,902		11,835,926
4.3 Reinsurance ceded	74,172,934		2,563,897		6,323		2,894,938		50,618,858		18,088,919
4.4 Net	790,632,562		3,430,197				241,850,622		532,787,602		12,564,140
5. Amounts recoverable from reinsurers December 31, prior year	64,508,138						951,341		13,001,486		50,555,312
6. Incurred Benefits											
6.1 Direct	3,450,172,253		37,257,854	1,560,665	504,672	4,716	927,203,304	13,892,868	1,955,519,189		514,228,985
6.2 Reinsurance assumed	202,561,866						379,406		93,218,427		108,964,032
6.3 Reinsurance ceded	1,763,404,369		12,452,636	1,560,665	404,980		514,292,101		615,012,372		619,681,615
6.4 Net	1,889,329,750		24,805,218		99,692	4,716	413,290,609	13,892,868	1,433,725,244		3,511,402

(a) Including matured endowments (but not guaranteed annual pure endowments) amounting to $ .... in Line 1.1, $ .... in Line 1.4.
$ .... in Line 6.1, and $ .... in Line 6.4.

(b) Including matured endowments (but not guaranteed annual pure endowments) amounting to $ 1,146,945 in Line 1.1, $ 1,137,496 in Line 1.4.
$ 1,146,945 in Line 6.1, and $ 1,137,496 in Line 6.4.

(c) Including matured endowments (but not guaranteed annual pure endowments) amounting to $ .... in Line 1.1, $ .... in Line 1.4.
$ .... in Line 6.1, and $ .... in Line 6.4.

(d) Includes $ 517,768 premiums waived under total and permanent disability benefits.

Prior year balances in line 4.2, columns 1 and 9 decreased $62,250 due to foreign currency translation.

Prior year balances in line 4.3, columns 1 and 9 decreased $26,612 due to foreign currency translation and increased $207,671 due to a ceded reinsurance agreement.

Prior year balances in line 5, columns 1 and 9 decreased $7,060,115 due to merger discussed in Note 3B.

EXHIBIT OF NON-ADMITTED ASSETS

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)			
2. Stocks (Schedule D):			
2.1 Preferred stocks			
2.2 Common stocks			
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens			
3.2 Other than first liens			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income			
4.3 Properties held for sale			
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA)			
6. Contract loans			
7. Derivatives (Schedule DB)			
8. Other invested assets (Schedule BA)			
9. Receivables for securities			
10. Securities lending reinvested collateral assets (Schedule DL)			
11. Aggregate write-ins for invested assets			
12. Subtotals, cash and invested assets (Lines 1 to 11)			
13. Title plants (for Title insurers only)			
14. Investment income due and accrued			
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection	13,890,534	8,236,918	(5,653,616)
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due			
15.3 Accrued retrospective premiums and contracts subject to redetermination			
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers	29,168	29,168	0
16.2 Funds held by or deposited with reinsured companies			
16.3 Other amounts receivable under reinsurance contracts			
17. Amounts receivable relating to uninsured plans	1,281,695	254,426	(1,027,269)
18.1 Current federal and foreign income tax recoverable and interest thereon			
18.2 Net deferred tax asset	207,908,518	199,537,166	(8,371,352)
19. Guaranty funds receivable or on deposit			
20. Electronic data processing equipment and software			
21. Furniture and equipment, including health care delivery assets	4,427,674	3,744,829	(682,845)
22. Net adjustment in assets and liabilities due to foreign exchange rates			
23. Receivables from parent, subsidiaries and affiliates			
24. Health care and other amounts receivable	8,920,101	2,974,858	(5,945,243)
25. Aggregate write-ins for other than invested assets	2,952,893	2,639,519	(313,374)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	239,410,583	217,416,884	(21,993,699)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
28. Total (Lines 26 and 27)	239,410,583	217,416,884	(21,993,699)
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page			
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)			
2501. Other miscellaneous assets	2,952,893	2,639,519	(313,374)
2502.			
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page			
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	2,952,893	2,639,519	(313,374)

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices

The financial statements of Unum Life Insurance Company of America (the Company) have been completed in accordance with Statutory Accounting Principles (SAP) prescribed in the National Association of Insurance Commissioners' (NAIC) *Accounting Practices and Procedures* manual. The Maine Bureau of Insurance (the Bureau) has adopted no accounting practices that differ materially from SAP.

Effective August 31, 2015, Tailwind Reinsurance Company (Tailwind Re) merged with the Company. Tailwind Re was a wholly-owned subsidiary of Tailwind Holdings, LLC, a wholly-owned subsidiary of Unum Group, the parent of the Company. Prior year amounts have been restated to reflect comparative merged company financial information. See Note 3B for additional information.

		State of Domicile	12/31/2015	12/31/2014
NET INCOME				
(1) The Company's state basis (Page 4, Line 35, columns 1 & 2)		Maine	$ 203,456,783	$ 200,789,915
(2) State Prescribed Practices that increase/(decrease) NAIC SAP			—	—
(3) State Permitted Practices that increase/(decrease) NAIC SAP			—	—
(4) NAIC SAP	(1-2-3=4)	Maine	$ 203,456,783	$ 200,789,915
SURPLUS				
(5) The Company's state basis (Page 3, Line 38, Columns 1 & 2)		Maine	$ 1,567,292,100	$ 1,590,487,514
(6) State Prescribed Practices that increase/(decrease) NAIC SAP			—	—
(7) State Permitted Practices that increase/(decrease) NAIC SAP			—	—
(8) NAIC SAP	(5-6-7=8)	Maine	$ 1,567,292,100	$ 1,590,487,514

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

The preparation of financial statements in conformity with SAP requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Such estimates and assumptions could change in the future as more information becomes known, which could impact the amounts reported and disclosed herein.

C. Accounting Policy

Life and accident and health premiums are recognized as revenue when due from policyholders. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred.

Real estate other than properties held for sale is carried at cost less accumulated depreciation and less encumbrances. Real estate held for sale is carried at the lower of book value or fair value less selling costs.

Contract loans are stated at the aggregate unpaid balance.

Surplus debentures are carried at amortized cost.

In addition, the Company uses the following accounting policies:

(1) Short-term investments and cash equivalents are carried at cost.

(2) Long-term bonds classified as issuer obligations are generally carried at amortized cost unless they have a NAIC designation of 6, in which case they are stated at the lower of amortized cost or fair value. Issuer obligations are amortized using the interest method.

(3) Common stock of unaffiliated companies is stated at fair value. Common stock of the Federal Home Loan Bank (FHLB) is carried at cost, which approximates fair value.

(4) Redeemable and perpetual preferred stocks are generally stated at cost unless they have a NAIC designation of 4-6, in which case they are stated at the lower of cost, amortized cost, or fair value.

NOTES TO FINANCIAL STATEMENTS

(5) Mortgage loans are stated at the aggregate unpaid principal balance, less an allowance for credit losses.

(6) Loan-backed and structured securities are stated at either amortized cost or the lower of amortized cost or fair value. Amortization of mortgage-backed and loan-backed securities considers the estimated timing and amount of prepayments of the underlying loans at the date of purchase. Actual prepayment experience is periodically reviewed with significant changes in estimated cash flows from the original purchase assumptions accounted for using the retrospective method.

(7) The Company's investment in Provident Life and Accident Insurance Company, an affiliate, is carried at the Company's equity ownership in the underlying statutory-basis net assets of Provident Life and Accident Insurance Company. The change in the carrying value is recorded as a change in net unrealized gains (losses), a component of unassigned surplus.

(8) Investments in joint ventures, partnerships, and limited liability entities, excluding limited liability companies invested in low income housing tax credit (LIHTC) properties, are accounted for using the equity method and are carried at values based on the underlying audited GAAP equity of the investee. Investments in limited liability companies that invest in LIHTC properties are accounted for in accordance with SSAP No. 93, *Low Income Housing Tax Credit Property Investments*.

(9) Derivatives hedging items carried at cost are generally carried at amortized cost. Derivatives hedging items carried at fair value are carried at fair value. Derivatives hedging foreign currency exposure on long-term bonds denominated in a foreign currency are generally carried at cost plus the cumulative unrealized foreign currency gain or loss. Derivatives that do not qualify for hedge accounting or cease to be effective hedges are carried at fair value.

(10) The Company considers anticipated investment income in its review of reserves for potential premium deficiencies.

(11) Liabilities for losses and loss/claim adjustment expenses for accident and health contracts are estimated using statistical claim development models and tabular reserves employing assumptions concerning mortality, morbidity, and social security as well as appropriate discount rates for accident and health business.

(12) The Company's fixed asset capitalization policy has not changed from the prior period.

(13) Not applicable

D. Going Concern

Not applicable

2. Accounting Changes and Corrections of Errors

During 2014, the Company implemented a new income tax provision software system that provides the Company the administrative capability of grouping its deferred tax assets and liabilities on a gross rather than a net basis, thereby allowing the Company to consider additional deferred tax assets for admission under the provisions of Statement of Statutory Accounting Principles No. 101 (SSAP 101), *Income Taxes*. SSAP 101 permits a company to modify its groupings when there is a change in events or circumstances, one of which is a change in computer systems that allows more specificity. The impact of the change increased the Company's net admitted deferred tax asset $7,383,315 and $9,790,657 at December 31, 2014 and January 1, 2014, respectively, with a commensurate increase in capital and surplus. There was no impact on net income.

3. Business Combinations and Goodwill

A. Not applicable

B. Effective August 31, 2015, Tailwind Re, an affiliated special purpose financial captive insurance company domiciled in South Carolina, merged with the Company. The transaction was accounted for as a statutory merger. No additional shares of the Company were issued, and the common capital stock of Tailwind Re was canceled upon completion of the merger. Prior to the merger, Tailwind Re reinsured, under a modified coinsurance agreement, a 100 percent quota share of the liability with respect to certain specified group long-term disability claims of the Company incurred between January 1, 1999 and December 31, 2001 that were in payment status on January 1, 2006. Following the merger, the majority of the block of group long-term disability business previously ceded to Tailwind Re was ceded to an unaffiliated reinsurer (see Note 21). The Company's capital adequacy was not materially impacted by this transaction.

NOTES TO FINANCIAL STATEMENTS

Financial information for the Company and for Tailwind Re for the six months ended and as of June 30, 2015, the date of the last quarterly filings for the Company and Tailwind Re prior to the merger, is as follows:

	Six Months Ended June 30, 2015			
	Unum America as previously reported	Tailwind Re as previously reported	Eliminations	Unum America as Merged
Revenue	$ 2,007,562,757	$ 14,654,483	$ 17,826,845	$ 2,040,044,085
Benefits and expenses	1,862,585,255	10,611,467	18,090,938	1,891,287,660
Net income	101,401,935	2,727,496	(264,093)	103,865,338
Other surplus adjustments	(151,479,213)	(6,079,342)	327,399	(157,231,156)

	As of June 30, 2015			
	Unum America as previously reported	Tailwind Re as previously reported	Eliminations	Unum America as Merged
Capital and Surplus	$ 1,496,053,956	$ 40,898,228	$ 63,306	$ 1,537,015,490

C. Not applicable

D. Not applicable

4. Discontinued Operations

Not applicable

5. Investments

A. Mortgage Loans

(1) The maximum and minimum lending rates for commercial mortgage loans during 2015 were 8.00% and 3.57%, respectively.

(2) The maximum percentage of any one loan to the value of security at the time of the loan, exclusive of insured or guaranteed or purchase money mortgages, is 75%.

(3) Not applicable

NOTES TO FINANCIAL STATEMENTS

(4) Age Analysis of Mortgage Loans:

	Farm	Residential Insured	Residential All Other	Commercial Insured	Commercial All Other	Mezzanine	Total
a. Current Year							
1. Recorded Investment (All)							
(a) Current	$ —	$ —	$ —	$ —	$ 822,264,802	$ —	$ 822,264,802
(b) 30-59 Days Past Due	—	—	—	—	—	—	—
(c) 60-89 Days Past Due	—	—	—	—	—	—	—
(d) 90-179 Days Past Due	—	—	—	—	—	—	—
(e) 180+ Days Past Due	—	—	—	—	—	—	—
2. Accruing Interest 90-179 Days Past Due							
(a) Recorded Investment	$ —	$ —	$ —	$ —	$ —	$ —	$ —
(b) Interest Accrued	—	—	—	—	—	—	—
3. Accruing Interest 180+ Days Past Due							
(a) Recorded Investment	$ —	$ —	$ —	$ —	$ —	$ —	$ —
(b) Interest Accrued	—	—	—	—	—	—	—
4. Interest Reduced							
(a) Recorded Investment	$ —	$ —	$ —	$ —	$ —	$ —	$ —
(b) Number of Loans	—	—	—	—	—	—	—
(c) Percent Reduced	0%	0%	0%	0%	0%	0%	0%
b. Prior Year							
1. Recorded Investment (All)							
(a) Current	$ —	$ —	$ —	$ —	$ 793,344,178	$ —	$ 793,344,178
(b) 30-59 Days Past Due	—	—	—	—	—	—	—
(c) 60-89 Days Past Due	—	—	—	—	—	—	—
(d) 90-179 Days Past Due	—	—	—	—	—	—	—
(e) 180+ Days Past Due	—	—	—	—	—	—	—
2. Accruing Interest 90-179 Days Past Due							
(a) Recorded Investment	$ —	$ —	$ —	$ —	$ —	$ —	$ —
(b) Interest Accrued	—	—	—	—	—	—	—
3. Accruing Interest 180+ Days Past Due							
(a) Recorded Investment	$ —	$ —	$ —	$ —	$ —	$ —	$ —
(b) Interest Accrued	—	—	—	—	—	—	—
4. Interest Reduced							
(a) Recorded Investment	$ —	$ —	$ —	$ —	$ —	$ —	$ —
(b) Number of Loans	—	—	—	—	—	—	—
(c) Percent Reduced	0%	0%	0%	0%	0%	0%	0%

(5) Not applicable

(6) Not applicable

(7) Not applicable

(8) Not applicable

(9) The Company recognizes interest income on impaired loans when the income is received or deemed collectible.

B. Not applicable

C. Not applicable

D. Loan-Backed Securities

(1) Prepayment assumptions for loan-backed/mortgage-backed and structured securities were obtained from broker dealer survey values and internal estimates.

(2) Not applicable

NOTES TO FINANCIAL STATEMENTS

(3) Not applicable

(4) At December 31, 2015, impaired securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment had not been recognized in earnings as a realized loss (including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains) were as follows:

a. The aggregate amount of unrealized losses:

1.	Less than 12 months	$ 2,123,218
2.	12 months or longer	$ 4,106,956

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

1.	Less than 12 months	$ 228,103,888
2.	12 months or longer	$ 14,043,864

(5) In determining when a decline in fair value below amortized cost of a security is other than temporary, the Company evaluates the following factors:

- Whether the Company expects to recover the entire amortized cost basis of the security.
- Whether the Company intends to sell the security or will be required to sell the security before the recovery of its amortized cost basis.
- Whether the security is current as to principal and interest payments.
- The significance of the decline in value.
- The time period during which there has been a significant decline in value.
- Current and future business prospects and trends of earnings.
- The valuation of the security's underlying collateral.
- Relevant industry conditions and trends relative to their historical cycles.
- Market conditions.
- Rating agency and governmental actions.
- Bid and offering prices and the level of trading activity.
- Adverse changes in estimated cash flows for securitized investments.
- Changes in fair value subsequent to the balance sheet date.
- Any other key measures for the related security.

The Company evaluates available information, including the factors noted above, both positive and negative, in reaching its conclusions. In particular, the Company also considers the strength of the issuer's balance sheet, its debt obligations and near term funding requirements, cash flow and liquidity, the profitability of its core businesses, the availability of marketable assets which could be sold to increase liquidity, its industry fundamentals and regulatory environment, and its access to capital markets. Although available and applicable factors are considered in the analysis, the expectation of recovering the entire amortized cost basis of the security, whether the Company intends to sell the security, whether it is more likely than not the Company will be required to sell the security before recovery of its amortized cost, and whether the security is current on principal and interest payments are the most critical factors in determining whether impairments are other than temporary. The significance of the decline in value and the length of time during which there has been a significant decline are also important factors, but the Company does not record an impairment loss based solely on these two factors, since often other factors will impact the evaluation of a security.

While determining other-than-temporary impairments is a judgmental area, the Company utilizes a formal, well-defined, and disciplined process to monitor and evaluate its investments, supported by issuer specific research and documentation as of the end of each period. The process results in a thorough evaluation of problem investments and the recording of realized losses on a timely basis for investments determined to have an other-than-temporary impairment.

E. Repurchase Agreements and/or Securities Lending Agreements

(1) For repurchase agreements, the Company requires the counterparty to post a minimum cash collateral amount of 102% of the fair value of securities purchased under the repurchase agreements. For securities lending agreements, the Company requires a minimum collateral amount of 102% of the fair value of the securities loaned. Cash collateral received is invested in cash equivalents, and the offsetting collateral liability is reported as a miscellaneous liability. In the event securities are received as collateral, the Company is not permitted to sell or re-pledge them.

(2) The Company has a securities lending program whereby it had pledged securities with a statement value of $58,951,022 at December 31, 2015. These securities are reported as an asset and included in "bonds." The Company recorded a liability of $16,277,860 as of December 31, 2015 for cash collateral received from its securities lending program. The cash collateral is reported as a liability as "payable for securities lending." The liability will be satisfied when the Company returns the cash to the counterparty and the borrowed security is returned to the Company.

NOTES TO FINANCIAL STATEMENTS

(3) Collateral Received

a. Aggregate Amount Cash Collateral Received

	Fair Value
1. Repurchase Agreement	
(a) Open	$ —
(b) 30 Days or less	—
(c) 31 to 60 Days	—
(d) 61 to 90 Days	—
(e) Greater Than 90 Days	—
(f) Sub-Total	$ —
(g) Securities Received	—
(h) Total Collateral Received	$ —
2. Securities Lending	
(a) Open	$ 16,277,860
(b) 30 Days or less	—
(c) 31 to 60 Days	—
(d) 61 to 90 Days	—
(e) Greater Than 90 Days	—
(f) Sub-Total	$ 16,277,860
(g) Securities Received	46,304,426
(h) Total Collateral Received	$ 62,582,286
3. Dollar Repurchase Agreement	
(a) Open	$ —
(b) 30 Days or less	—
(c) 31 to 60 Days	—
(d) 61 to 90 Days	—
(e) Greater Than 90 Days	—
(f) Sub-Total	$ —
(g) Securities Received	—
(h) Total Collateral Received	$ —

b. As of December 31, 2015 and 2014, the aggregate fair value of cash collateral received from securities lending transactions was $16,277,860 and $18,711,800, respectively. The Company reinvests this cash collateral into cash equivalents. The Company has not sold or re-pledged any securities collateral received from securities lending transactions.

c. The Company receives cash and securities collateral in an amount in excess of the fair value of the securities loaned under its securities lending agreements and reinvests the cash into cash equivalents.

(4) Not applicable

NOTES TO FINANCIAL STATEMENTS

(5) Collateral Reinvestment

a. Aggregate Amount Cash Collateral Reinvested

	Amortized Cost	Fair Value
1. Repurchase Agreement		
(a) Open	$ —	$ —
(b) 30 Days or less	—	—
(c) 31 to 60 Days	—	—
(d) 61 to 90 Days	—	—
(e) 91 to 120 Days	—	—
(f) 121 to 180 Days	—	—
(g) 181 to 365 Days	—	—
(h) 1 to 2 Years	—	—
(i) 2 to 3 Years	—	—
(j) Greater Than 3 Years	—	—
(k) Sub-Total	$ —	$ —
(l) Securities Received	—	—
(m) Total Collateral Received	$ —	$ —
2. Securities Lending		
(a) Open	$ —	$ —
(b) 30 Days or less	16,277,860	16,277,860
(c) 31 to 60 Days	—	—
(d) 61 to 90 Days	—	—
(e) 91 to 120 Days	—	—
(f) 121 to 180 Days	—	—
(g) 181 to 365 Days	—	—
(h) 1 to 2 Years	—	—
(i) 2 to 3 Years	—	—
(j) Greater Than 3 Years	—	—
(k) Sub-Total	$ 16,277,860	$ 16,277,860
(l) Securities Received	—	—
(m) Total Collateral Received	$ 16,277,860	$ 16,277,860
3. Dollar Repurchase Agreement		
(a) Open	$ —	$ —
(b) 30 Days or less	—	—
(c) 31 to 60 Days	—	—
(d) 61 to 90 Days	—	—
(e) 91 to 120 Days	—	—
(f) 121 to 180 Days	—	—
(g) 181 to 365 Days	—	—
(h) 1 to 2 Years	—	—
(i) 2 to 3 Years	—	—
(j) Greater Than 3 Years	—	—
(k) Sub-Total	$ —	$ —
(l) Securities Received	—	—
(m) Total Collateral Received	$ —	$ —

b. The Company will generally have no more than a 30 day mismatch between the weighted average maturities of its securities lending liabilities and its reinvested collateral. If necessary, the Company may sell its reinvested cash equivalents to pay for any collateral calls that come due.

(6) At December 31, 2015, the Company held securities with a fair value of $46,304,426 as collateral under its securities lending agreements. The Company is not permitted to sell or re-pledge these securities.

(7) Not applicable

F. Real Estate

(1) During 2015, the Company recognized an impairment loss of $1,154,509 on a real estate property held for sale. The fair value was determined based on the Company's best estimate of net proceeds that could be received from the sale of the property. The impairment loss is reported as a component of net realized capital gains (losses) in the summary of operations.

(2) As of December 31, 2015 the Company owned one real estate property classified as held for sale. The Company is currently exploring potential sales opportunities for the property. As of December 31, 2015, the timing of the disposal was uncertain.

NOTES TO FINANCIAL STATEMENTS

During 2015, the Company sold two real estate properties classified as held for sale and recognized a gain of $652,768 on the sales. The gain on sale is reported as a component of net realized capital gains (losses) in the summary of operations.

(3) Not applicable

(4) Not applicable

(5) Not applicable

G. Low Income Housing Tax Credits

(1) The Company owned nine tax credit partnerships at December 31, 2015. The number of years of unexpired credits ranges from one to nine years, and the remaining required holding period ranges from seven to thirteen years.

(2) Tax credits and other tax benefits associated with the Company's LIHTC investments recognized for the years ended December 31, 2015 and 2014 were $19,624,898 and $20,621,967, respectively.

(3) As of December 31, 2015 and 2014, the statement value of LIHTC investments was $87,581,807 and $104,652,798, respectively.

(4) Not applicable

(5) Not applicable

(6) Not applicable

(7) Not applicable

H. Restricted Assets

(1) Restricted Assets (Including Pledged)

	Gross Restricted							8	Percentage	
	Current Year					6	7		9	10
	1	2	3	4	5					
Restricted Asset Category	Total General Account (G/A)	G/A Supporting S/A Activity (a)	Total Separate Account (S/A) Restricted Assets	S/A Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
a. Subject to contractual obligation for which liability is not shown	$ —	$ —	$ —	$ —	$ —	$ —	$ —	$ —	—%	—%
b. Collateral held under security lending agreements	58,951,022	—	—	—	58,951,022	17,683,808	41,267,214	58,951,022	0.3%	0.3%
c. Subject to repurchase agreements	—	—	—	—	—	—	—	—	—%	—%
d. Subject to reverse repurchase agreements	—	—	—	—	—	—	—	—	—%	—%
e. Subject to dollar repurchase agreements	—	—	—	—	—	—	—	—	—%	—%
f. Subject to dollar reverse repurchase agreements	—	—	—	—	—	—	—	—	—%	—%
g. Placed under option contracts	—	—	—	—	—	—	—	—	—%	—%
h. Letter stock or securities restricted as to sale - excluding FHLB capital stock	—	—	—	—	—	—	—	—	—%	—%
i. FHLB Capital Stock	16,332,200	—	—	—	16,332,200	—	16,332,200	16,332,200	0.1%	0.1%
j. On deposit with states	265,910,709	—	—	—	265,910,709	261,983,517	3,927,192	265,910,709	1.3%	1.3%
k. On deposit with other regulatory bodies	—	—	—	—	—	—	—	—	—%	—%
l. Pledged as collateral to FHLB (including assets backing funding agreements)	266,667,966	—	—	—	266,667,966	—	266,667,966	266,667,966	1.3%	1.3%
m. Pledged as collateral not captured in other categories	261,641,600	—	—	—	261,641,600	263,900,602	(2,259,002)	261,641,600	1.3%	1.3%
n. Other restricted assets	—	—	—	—	—	—	—	—	—%	—%
o. Total Restricted Assets	$ 869,503,497	—	—	—	$ 869,503,497	$ 543,567,927	$ 325,935,570	$ 869,503,497	4.3%	4.3%

(a) Subset of column 1

(b) Subset of column 3

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

	Gross Restricted							8	Percentage	
	Current Year					6	7		9	10
	1	2	3	4	5					
Description of Assets	Total General Account (G/A)	G/A Supporting S/A Activity (a)	Total Separate Account (S/A) Restricted Assets	S/A Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
Bonds-Pledged for Reinsurance Agreements	$ 250,864,531	—	—	—	$ 250,864,531	$ 231,441,711	$ 19,422,820	$ 250,864,531	1.2%	1.2%
Bonds-Pledged for Derivative Agreements	10,777,069	—	—	—	10,777,069	32,458,891	(21,681,822)	10,777,069	0.1%	0.1%
Total	$ 261,641,600	—	—	—	$ 261,641,600	$ 263,900,602	$ (2,259,002)	$ 261,641,600	1.3%	1.3%

(a) Subset of column 1

(b) Subset of column 3

The assets included in the preceding table have been pledged as collateral to the Company's derivative counterparties and to satisfy reinsurance trust agreements where the Company is required to hold assets equal to reserves assumed by the Company.

(3) Not applicable

I. Not applicable

J. Not applicable

K. Not applicable

6. Joint Ventures, Partnerships and Limited Liability Companies

A. The Company had no investments in joint ventures, partnerships, or limited liability companies that exceed 10% of its admitted assets.

B. The Company recognized an impairment loss on investments in joint venture partnerships of $3,197,815 during 2015 resulting from a decrease in the equity of the partnership due to a realized loss on the disposal of investments. The Company had no realized losses due to impairments as of December 31, 2014.

7. Investment Income

A. The Company does not accrue investment income on bonds and mortgage loans where collection of interest is uncertain.

B. The Company did not exclude any amounts from investment income due and accrued as of December 31, 2015.

8. Derivative Instruments

A. The basic types of risks associated with derivatives are market risk (that the value of the derivative will be adversely impacted by changes in the market, primarily the change in interest rates) and credit risk (that the counterparty will not perform according to the terms of the contract). The market risk of derivatives should generally offset the market risk associated with the hedged asset or liability. The Company is exposed to credit-related losses in the event of non-performance by counterparties to the financial instruments, but it does not expect any counterparties to fail to meet their obligations given their high credit ratings. The credit exposure of derivatives is limited to the value of those contracts in a net gain position. The Company mitigates credit risk by entering into master agreements with its counterparties whereby contracts in a gain position can be offset against contracts in a loss position. Additionally, the Company typically enters into bilateral, cross-collateralization agreements with its counterparties. These agreements require the counterparty in a loss position to submit acceptable collateral with the other counterparty in the event the net loss position meets or exceeds a certain amount. See Schedule DB Part D for details of the Company's pledged collateral and counterparty exposure.

B. The Company uses certain derivative financial instruments to hedge interest rate, foreign currency, and credit risk, and to improve the matching of its assets and liabilities. The financial instruments currently used for such purposes include forward treasury locks, foreign currency interest rate swaps, and credit default swaps.

Forward treasury locks are designated as cash flow hedges and used to reduce the Company's exposure to interest rate and duration risk. The Company has used forward treasury locks to lock in the yield on a specific U.S. Treasury bond to minimize the interest rate risk related to the proceeds to be received upon the disposal of specific long-term bonds. Because the issuers' call or tender price for the security was partially determined by the change in the yield of a specific U.S. Treasury bond, forward treasury locks allowed the Company to hedge projected cash flows associated with the proceeds of the security at disposal. The Company terminated the treasury locks, for cash, at the same time the securities were disposed.

NOTES TO FINANCIAL STATEMENTS

Foreign currency interest rate swaps are used to hedge the currency risk of certain foreign currency denominated long-term bonds owned. These derivatives are identified as cash flow hedges of the forecasted functional-currency-equivalent cash flows associated with the foreign currency denominated long-term bonds. Under these currency swaps, the Company agrees to pay, at specified intervals, fixed rate foreign currency denominated interest payments to the counterparty in exchange for fixed rate U.S. dollar (functional currency) denominated interest payments. These interest payments are calculated by reference to agreed upon notional principal amounts. The net amount received is reported as a component of investment income. At maturity date, the Company will pay the foreign currency denominated notional amount to the counterparty in exchange for the U.S. dollar denominated notional amount. By entering into this currency swap, the Company has effectively converted a foreign currency denominated asset into a U.S. dollar denominated asset. Upon termination, gains or losses will be recognized immediately in the summary of operations, in a manner consistent with the hedged item.

Credit default swaps are used as economic hedges against credit risk but do not qualify for hedge accounting. A credit default swap is a derivative contract whereby the Company agrees with another party to pay, at specified intervals, a fixed-rate fee in exchange for insurance against a credit event on a specific investment. If the credit event as defined by the contract occurs, the counterparty may either pay the Company a net cash settlement, or the Company may surrender the specific investment to the counterparty in exchange for cash equal to the full notional amount of the swap. Credit events typically include events such as bankruptcy, failure to pay, or certain types of debt restructuring.

During 2014, the Company novated certain of its foreign currency interest rate swaps with a notional amount of $49,471,052, statement value of $(8,993,954), and fair value of $(14,074,780) to a new counterparty. At the time of novation, these derivatives were effective hedges, and the Company therefore deferred the unrealized loss and will recognize the loss in earnings during the periods in which the hedged items affect earnings. Following the novation, these derivatives were de-designated as hedges and accounted for at fair value, resulting in an unrealized loss of $5,080,826 which was reported in surplus. Subsequent changes in fair value will also be reported in surplus as unrealized gains or losses.

In conjunction with the previously discussed novation and de-designation, the Company entered into $64,185,986 notional amount of foreign currency interest rate swaps wherein it agrees to pay fixed rate principal and interest payments in its functional currency in exchange for fixed rate foreign currency-denominated payments. The derivatives were not designated as hedges, and as such, changes in fair value related to these derivatives will be reported in surplus as unrealized gains or losses. The Company expects the changes in fair value of these derivatives to materially offset the changes in fair value related to the de-designated derivatives.

To establish a new effective hedging relationship with the long-term bonds previously hedged, the Company entered into $63,843,594 notional amount of foreign currency interest rate swaps during 2014 whereby the Company receives fixed rate functional currency principal and interest in exchange for fixed rate payments in foreign currency.

See Schedule DB for further details of the Company’s derivatives activity.

C. For derivatives that qualify as effective hedges, the gain or loss upon termination is used to adjust the basis of the hedged item and is recognized in income in a manner consistent with the hedged item. Derivatives that do not qualify for hedge accounting or are not effective hedges are marked-to-market, and changes in fair value are reported in surplus as unrealized gains or losses. The gain or loss upon termination of hedges that do not qualify for hedge accounting or that are ineffective hedges is reported as a capital gain or loss in the summary of operations. See Note 1.C. (9) for additional discussion of derivative accounting policies.

D. Not applicable

E. The net change in fair value of derivatives not designated as hedges was $82,208 for the year ended December 31, 2015.

F. (1) As of December 31, 2015, the Company is hedging its exposure to the variability in future cash flows for forecasted transactions through the year 2029.

(2) During 2015, the Company did not discontinue any cash flow hedges as a result of the forecasted transactions no longer being probable of occurring and did not exclude any component of the derivatives gain or loss from the assessment of hedge effectiveness.

9. Income Taxes

A. During 2014, the Company modified the grouping of its deferred tax assets and liabilities to a gross rather than a net basis. The impact of the accounting change increased the Company’s net admitted deferred tax asset $7,383,315 and $9,790,657 at December 31, 2014 and January 1, 2014, respectively, with a commensurate increase in capital and surplus. There was no impact on net income. See Note 2.

The Company did not use tax planning strategies in 2015 or 2014 to admit existing deferred tax assets.

NOTES TO FINANCIAL STATEMENTS

The components of the net deferred tax assets (liabilities) and change from the prior year are comprised of the following:

1.

	December 31, 2015			December 31, 2014			Change		
	1 Ordinary	2 Capital	3 (Col 1 + 2) Total	4 Ordinary	5 Capital	6 (Col 4 + 5) Total	7 (Col 1 - 4) Ordinary	8 (Col 2 - 5) Capital	9 (Col 7 + 8) Total
(a) Gross Deferred Tax Assets	369,340,624	24,382,522	393,723,146	359,705,138	26,916,931	386,622,069	9,635,486	(2,534,409)	7,101,077
(b) Statutory Valuation Allowance Adjustment	—	—	—	—	—	—	—	—	—
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	369,340,624	24,382,522	393,723,146	359,705,138	26,916,931	386,622,069	9,635,486	(2,534,409)	7,101,077
(d) Deferred Tax Assets Nonadmitted	205,248,812	2,659,706	207,908,518	199,537,166	—	199,537,166	5,711,646	2,659,706	8,371,352
(e) Subtotal Net Admitted Deferred Tax Assets (1c - 1d)	164,091,812	21,722,816	185,814,628	160,167,972	26,916,931	187,084,903	3,923,840	(5,194,115)	(1,270,275)
(f) Deferred Tax Liabilities	7,786,705	—	7,786,705	13,588,994	153,900	13,742,894	(5,802,289)	(153,900)	(5,956,189)
(g) Net Admitted Deferred Tax Assets (1e - 1f)	156,305,107	21,722,816	178,027,923	146,578,978	26,763,031	173,342,009	9,726,129	(5,040,215)	4,685,914

The deferred tax asset admitted under each component of SSAP 101 is shown below. Prior year amounts have been reclassified to conform to current year presentation.

2.

	December 31, 2015			December 31, 2014			Change		
	1 Ordinary	2 Capital	3 (Col 1 + 2) Total	4 Ordinary	5 Capital	6 (Col 4 + 5) Total	7 (Col 1 - 4) Ordinary	8 (Col 2 - 5) Capital	9 (Col 7 + 8) Total
Admission Calculation Components SSAP No. 101									
(a) Federal Income Taxes Paid in Prior Years Recoverable through Loss Carrybacks	116,479,407	16,907,030	133,386,437	103,211,845	26,079,926	129,291,771	13,267,562	(9,172,896)	4,094,666
(b) Adjusted Gross Deferred Tax Assets Expected to be Realized (Excluding the Amount of Deferred Tax Assets from 2(a) Above) After Application of the Threshold Limitation (the lesser of 2(b)1 and 2(b)2 below)	39,825,700	4,815,786	44,641,486	43,213,233	837,005	44,050,238	(3,387,533)	3,978,781	591,248
1. Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date	39,825,700	4,815,786	44,641,486	43,213,233	837,005	44,050,238	(3,387,533)	3,978,781	591,248
2. Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold	XXX	XXX	208,389,627	XXX	XXX	212,571,826	XXX	XXX	(4,182,199)
(c) Adjusted Gross Deferred Tax Assets (Excluding the Amount of Deferred Tax Assets from 2(a) and 2(b) Above) Offset by Gross Deferred Tax Liabilities	7,786,705	—	7,786,705	13,742,894	—	13,742,894	(5,956,189)	—	(5,956,189)
(d) Deferred Tax Assets Admitted as the Result of Application of SSAP No. 101 Total (2(a) + 2(b) + 2(c))	164,091,812	21,722,816	185,814,628	160,167,972	26,916,931	187,084,903	3,923,840	(5,194,115)	(1,270,275)

3.

	2015	2014
(a) Ratio Percentage Used to Determine Recovery Period and Threshold Limitation Amount	738.5%	710.0%
(b) Amount of Adjusted Capital and Surplus Used to Determine Recovery Period and Threshold Limitation in 2(b)2 Above	$ 1,389,264,177	$ 1,417,145,506

4. Impact of Tax Planning Strategies

(a) Not applicable

(b) Do the Company's tax-planning strategies include the use of reinsurance? Yes [ ] No [X]

B. Not applicable

NOTES TO FINANCIAL STATEMENTS

C. The components of income tax incurred and net deferred tax assets (liabilities) are shown below. Prior year amounts have been reclassified to conform to current year presentation.

	Year Ended December 31		
	2015	2014	Change
1. Current Income Tax			
(a) Federal	$ 84,489,934	$ 45,402,660	$ 39,087,274
(b) Foreign	—	—	—
(c) Subtotal	84,489,934	45,402,660	39,087,274
(d) Federal Income Tax Expense (Benefit) on Net Capital Gains (Losses)	(4,277,397)	6,498,052	(10,775,449)
(e) Utilization of Capital Loss Carryforwards	—	—	—
(f) Other	2,415,775	(3,775,203)	6,190,978
(g) Federal and Foreign Income Taxes Incurred	$ 82,628,312	$ 48,125,509	$ 34,502,803

	December 31		
	2015	2014	Change
2. Deferred Tax Assets			
(a) Ordinary			
(1) Discounting of Unpaid Losses	$ 10,994,543	$ 11,563,336	$ (568,793)
(2) Unearned Premium Reserve	1,992,636	1,843,850	148,786
(3) Policyholder Reserves	30,498,617	27,565,371	2,933,246
(4) Investments	145,470,985	145,725,964	(254,979)
(5) Deferred Acquisition Costs	130,365,785	132,227,025	(1,861,240)
(6) Policyholder Dividends Accrual	3,598,000	3,878,000	(280,000)
(7) Fixed Assets	2,555,824	1,693,136	862,688
(8) Compensation and Benefits Accrual	1,562,313	1,773,216	(210,903)
(9) Pension Accrual	—	—	—
(10) Receivables - Nonadmitted	6,352,659	1,041,496	5,311,163
(11) Net Operating Loss Carryforward	—	—	—
(12) Tax Credit Carryforward	—	—	—
(13) Other (including items <5% of total ordinary tax assets)	35,949,262	32,393,744	3,555,518
(99) Subtotal	369,340,624	359,705,138	9,635,486
(b) Statutory Valuation Allowance Adjustment	—	—	—
(c) Nonadmitted	205,248,812	199,537,166	5,711,646
(d) Admitted Ordinary Deferred Tax Assets (2a99 - 2b - 2c)	164,091,812	160,167,972	3,923,840
(e) Capital			
(1) Investments	24,382,522	26,916,931	(2,534,409)
(2) Net Capital Loss Carryforward	—	—	—
(3) Real Estate	—	—	—
(4) Other (including items <5% of total ordinary tax assets)	—	—	—
(99) Subtotal	24,382,522	26,916,931	(2,534,409)
(f) Statutory Valuation Allowance Adjustment	—	—	—
(g) Nonadmitted	2,659,706	—	2,659,706
(h) Admitted Capital Deferred Tax Assets (2e99 - 2f - 2g)	21,722,816	26,916,931	(5,194,115)
(i) Admitted Deferred Tax Assets (2d + 2h)	185,814,628	187,084,903	(1,270,275)
3. Deferred Tax Liabilities			
(a) Ordinary			
(1) Investments	—	21,754	(21,754)
(2) Fixed Assets	—	—	—
(3) Deferred and Uncollected Premium	918,960	1,111,421	(192,461)
(4) Policyholder Reserves	—	—	—
(5) Other			
(a) Reserve Reduction	3,882,925	6,924,905	(3,041,980)
(b) Guaranty Fund Assessment	2,461,830	2,070,252	391,578
(c) Agent Debit Balances	—	1,552,268	(1,552,268)
(d) Foreign Exchange	—	1,545,390	(1,545,390)
(e) Property Tax Accrual	522,990	363,004	159,986
(99) Subtotal	7,786,705	13,588,994	(5,802,289)
(b) Capital			
Investments	—	—	—
Real Estate	—	—	—
Other (including items <5% of total ordinary tax liabilities)	—	153,900	(153,900)
(99) Subtotal	—	153,900	(153,900)
(c) Deferred Tax Liabilities (3a99 + 3b99)	7,786,705	13,742,894	(5,956,189)
4. Net Deferred Tax Assets (2i - 3c)	$ 178,027,923	$ 173,342,009	$ 4,685,914

NOTES TO FINANCIAL STATEMENTS

D. The provision for federal income tax incurred differs from the amount obtained by applying the federal statutory rate of 35% to pre-tax net income, as shown below. Prior year amounts have been reclassified to conform to the current year presentation.

	Year Ended December 31			
	2015		2014	
Provision Computed at Statutory Rate	$ 100,117,893	35.0%	$ 87,120,397	35.0%
Amortization of Reinsurance Gains	—	—	—	—
Tax Exempt Income	(6,766,846)	(2.4)	(6,961,594)	(2.8)
Federal Tax Credits	(18,285,832)	(6.4)	(18,131,294)	(7.3)
Interest Maintenance Reserve	—	—	—	—
Other	(5,494,169)	(1.9)	(5,078,870)	(2.0)
Total	$ 69,571,046	24.3%	$ 56,948,639	22.9%
Federal Income Tax Incurred	$ 82,628,312	28.9%	$ 48,125,509	19.3%
Tax Effect of Unrealized Gains (Losses)	(488,223)	(0.2)	(81,669)	—
Change in Net Deferred Income Tax	(12,569,043)	(4.4)	8,904,799	3.6
Total Statutory Income Tax Expense	$ 69,571,046	24.3%	$ 56,948,639	22.9%

E. As of December 31, 2015 and 2014, the tax related balances due from Unum Group were $2,705,940 and $9,194,846, respectively. Income tax expense for 2015, 2014, and 2013 that is available for recoupment in the event of future net losses is as follows:

Year	Ordinary	Capital	Total
2015	$ 84,489,934	$ —	$ 84,489,934
2014	47,767,507	6,498,052	54,265,559
2013	—	25,368,025	25,368,025
Total	$ 132,257,441	$ 31,866,077	$ 164,123,518

F. The Company's federal income tax return is consolidated with the following entities:

Unum Group (ultimate parent company), First Unum Life Insurance Company, Northwind Reinsurance Company, Colonial Life & Accident Insurance Company, Provident Life and Accident Insurance Company, Provident Life and Casualty Insurance Company, The Paul Revere Life Insurance Company, Unum Insurance Company, Duncanson & Holt, Inc., Duncanson & Holt Services, Inc., and Fairwind Insurance Company.

The Company is party to a written tax sharing agreement with the consolidated group members listed above. The agreement provides that the portion of the consolidated tax liability allocated to the Company is based on its separate return tax liability. Under the agreement, additional tax benefits are allocated to the Company for its portion of net operating losses and tax credit carryforwards in the year they are used by the consolidated group.

The Internal Revenue Service (IRS) completed its examination of the Company's 2009 and 2010 tax years in 2015. Adjustments proposed by the IRS in the 2009-2010 audit did not materially affect the Company's operating results or financial condition. Tax years subsequent to 2010 remain subject to examination by tax authorities in the U.S.

G. The Company does not anticipate a significant increase to a loss contingency for income taxes in the next 12 months.

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

A. Nature of the Relationship: Unum Life Insurance Company of America, a wholly-owned subsidiary of Unum Group. See Schedule Y - Part 1 for a complete listing of affiliates.

B. & C.

During 2015 and 2014, the Company paid the following common stock dividends in cash to Unum Group:

2015		2014	
Date	Amount	Date	Amount
March 30	$ 65,000,000	March 17	$ 65,000,000
June 25	65,000,000	June 26	65,000,000
September 24	65,000,000	September 30	65,000,000

NOTES TO FINANCIAL STATEMENTS

During 2015 and 2014, the Company received the following common stock dividends in cash from Provident Life and Accident Insurance Company:

2015			2014		
Date	Amount		Date	Amount	
March 31	$	1,840,000	March 28	$	2,000,000
June 30		1,840,000	June 30		1,600,000
September 30		1,840,000	September 30		1,600,000
December 29		1,840,000	December 29		1,600,000

Prior to its merger with the Company, Tailwind Re paid the following common stock dividends in cash to Tailwind Holdings, LLC:

2015			2014		
Date	Amount		Date	Amount	
March 31	$	2,781,248	February 27	$	3,167,880
June 30		2,986,519	June 30		3,254,259
			September 30		2,571,134
			December 12		3,770,602

D. At December 31, 2014, borrowed money consisted of $4,380,000 due to Unum Group with an interest rate of 0.23% and a maturity date of January 2, 2015. The debt plus interest was repaid in full on January 2, 2015.

Amounts reported on pages 2 and 3 herein as receivables from or payables to parent, subsidiaries, and affiliates result from normal, ongoing business processes and are settled in full on a monthly basis.

E. Not applicable

F. The Company receives from its affiliates certain administrative, investment, and actuarial services, the cost of which was negotiated in an arm's-length transaction.

G. All outstanding shares of the Company are owned by Unum Group, a non-insurance holding company incorporated in Delaware. Various other affiliates are under the ownership of Unum Group, but all transactions between affiliates are arm's-length in nature and do not result in the operating results or financial position of the Company being significantly different from those that would have been obtained if the enterprises were autonomous.

H. Not applicable

I. Not applicable

J. Not applicable

K. Not applicable

L. Not applicable

M. Not applicable

N. Not applicable

11. Debt

A. At December 31, 2015, the Company had no outstanding liability for borrowed money.

At December 31, 2014, borrowed money consisted of $4,380,000 due to Unum Group with an interest rate of 0.23% and a maturity date of January 2, 2015, at which time the debt plus interest was repaid in full. See Note 10(D).

B. FHLB Agreements

(1) The Company is a member of the FHLB of Boston. Through its membership, the Company has outstanding funding agreements in the amount of $246,000,000 as of December 31, 2015. The Company uses these funds in an investment spread strategy, consistent with its other investment spread programs. The Company records the funds under SSAP No. 52, *Deposit Type Contracts*, consistent with its accounting for other deposit type contracts. It is not part of the Company's strategy to utilize these funds for operations, and any funds obtained from the FHLB of Boston for use in general operations would be accounted for under SSAP No. 15, *Debt and Holding Company Obligations*, as borrowed money. The Company has determined its actual maximum borrowing capacity, presented in the table below, based on the current value of collateral posted to FHLB of Boston.

NOTES TO FINANCIAL STATEMENTS

(2) FHLB Common Stock

a. Aggregate Totals

1.

		December 31, 2015		
		Total	General Account	Separate Accounts
(a)	Membership Stock - Class A	$ —	$ —	$ —
(b)	Membership Stock - Class B	5,262,142	5,262,142	—
(c)	Activity Stock	11,070,058	11,070,058	—
(d)	Excess Stock	—	—	—
(e)	Aggregate Total	$ 16,332,200	$ 16,332,200	$ —
(f)	Actual Borrowing Capacity as Determined by the Insurer	$ 248,282,941	XXX	XXX

2.

		December 31, 2014		
		Total	General Account	Separate Accounts
(a)	Membership Stock - Class A	$ —	$ —	$ —
(b)	Membership Stock - Class B	—	—	—
(c)	Activity Stock	—	—	—
(d)	Excess Stock	—	—	—
(e)	Aggregate Total	$ —	$ —	$ —
(f)	Actual Borrowing Capacity as Determined by the Insurer	$ —	XXX	XXX

b. Membership Stock (Class A and B) Eligible and Not Eligible for Redemption

			Eligible for Redemption			
Membership Stock	Balance at 12/31/2015	Not Eligible for Redemption	Less Than 6 Months	6 Months to Less Than 1 Year	1 to Less Than 3 Years	3 to 5 Years
1. Class A	$ —	$ —	$ —	$ —	$ —	$ —
2. Class B	5,262,142	5,262,142	—	—	—	—

NOTES TO FINANCIAL STATEMENTS

(3) Collateral Pledged to FHLB

a. Amount pledged as of:

Total collateral pledged	December 31, 2015 Fair Value	Carrying Value	Aggregate Total Borrowing
1. General and Separate Accounts	$ 269,847,914	$ 266,667,966	$ 246,000,000
2. General Account	$ 269,847,914	$ 266,667,966	$ 246,000,000
3. Separate Accounts	$ —	$ —	$ —
	December 31, 2014		
4. General and Separate Accounts	$ —	$ —	$ —

b. Maximum amount pledged during the period ended:

Total maximum collateral pledged	December 31, 2015 Fair Value	Carrying Value	Amount Borrowed at Time of Maximum Collateral
1. General and Separate Accounts	$ 548,547,648	$ 529,657,510	$ 104,500,000
2. General Account	$ 548,547,648	$ 529,657,510	$ 104,500,000
3. Separate Accounts	$ —	$ —	$ —
	December 31, 2014		
4. General and Separate Accounts	$ —	$ —	$ —

NOTES TO FINANCIAL STATEMENTS

(4) Borrowing from FHLB

a. Amount as of the Reporting Date

	December 31, 2015			
	Total	General Account	Separate Accounts	Funding Agreements Reserves Established
1. (a) Debt	$ —	$ —	$ —	XXX
(b) Funding Agreements	246,000,000	246,000,000	—	246,000,000
(c) Other	—	—	—	XXX
(d) Aggregate Total	$ 246,000,000	$ 246,000,000	$ —	$ 246,000,000

	December 31, 2014			
	Total	General Account	Separate Accounts	Funding Agreements Reserves Established
2. (a) Debt	$ —	$ —	$ —	XXX
(b) Funding Agreements	—	—	—	—
(c) Other	—	—	—	XXX
(d) Aggregate Total	$ —	$ —	$ —	$ —

b. Maximum Amount During Reporting Period

	December 31, 2015		
	Total	General Account	Separate Accounts
1. Debt	$ —	$ —	$ —
2. Funding Agreements	246,000,000	246,000,000	—
3. Other	—	—	—
4. Aggregate Total	$ 246,000,000	$ 246,000,000	$ —

c. FHLB - Prepayment Obligations:

	Does the company have prepayment obligations under the following arrangements (YES/NO)?
1. Debt	—
2. Funding Agreements	No
3. Other	—

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

A. Not applicable

B. Not applicable

C. Not applicable

D. Not applicable

E. Not applicable

F. Not applicable

G. The Company purchases services from its affiliates in accordance with an intercompany cost sharing arrangement. There is no material obligation on the part of the Company beyond the amounts paid as part of the cost of services purchased.

H. Not applicable

I. Not applicable

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

(1) The Company has 1,000,000 shares authorized and 500,000 shares issued and outstanding. Par value is $10 per share.

NOTES TO FINANCIAL STATEMENTS

(2) The Company has no preferred stock outstanding.

(3) Maine domiciled insurance companies are required to notify the superintendent within five days after the declaration of any dividend or distribution. If the dividend or distribution is not disapproved pursuant to paragraph A below and is not an extraordinary dividend as defined in paragraph B below, the insurer may pay the dividend or distribution once the superintendent has approved the payment or ten days have elapsed after the superintendent's receipt of notice.

A. The superintendent shall issue an order restricting or disallowing the payment of dividends and distributions if the superintendent determines that the insurer's surplus would not be reasonable in relation to the insurance company's outstanding liabilities, that the insurer's surplus would be inadequate to that company's financial needs or that the insurer's financial condition would constitute a condition hazardous to policyholders, claimants or the public.

B. An extraordinary dividend may not be paid until affirmatively approved by the superintendent or until at least sixty days after the superintendent has received a request to pay an extraordinary dividend.

1. For purposes of this subsection, "extraordinary dividend" means any dividend or distribution, other than a pro rata distribution of a class of the insurer's own securities, that:

a) Exceeds 10% of the insurer's surplus to policyholders as of December 31 of the preceding year or the net gain from operations for the preceding calendar year, whichever is greater;

b) Is declared within five years after any acquisition of control of a domestic insurer or of any person controlling that insurer, unless it has been approved by a number of continuing directors equal to a majority of the directors in office immediately preceding that acquisition of control; or

c) Is not paid entirely from unassigned funds. For purposes of this division, 50% of the net of unrealized capital gains and unrealized capital losses, reduced, but not to less than zero, by that portion of the asset valuation reserve attributable to equity investments, must be excluded from the calculation of unassigned funds.

2. An insurer may declare an extraordinary dividend on a conditional basis, subject to the superintendent's approval. A declaration pursuant to this subparagraph does not confer any rights upon stockholders until the superintendent has approved the payment or the sixty day review period has elapsed.

(4) During 2015 and 2014, the Company paid the following ordinary common stock dividends:

2015			2014		
Date		Amount	Date		Amount
March 30	$	65,000,000	March 17	$	65,000,000
June 25		65,000,000	June 26		65,000,000
September 24		65,000,000	September 30		65,000,000

Prior to its merger with the Company, Tailwind Re paid the following ordinary common stock dividends to Tailwind Holdings, LLC:

2015			2014		
Date		Amount	Date		Amount
March 31	$	2,781,248	February 27	$	3,167,880
June 30		2,986,519	June 30		3,254,259
			September 30		2,571,134
			December 12		3,770,602

(5) The portion of the Company's profits that may be payable as ordinary dividends to its stockholders is a function of the dividend restriction previously noted.

(6) Not applicable

(7) Not applicable

(8) Not applicable

(9) Not applicable

(10) The portion of unassigned funds (surplus) represented by cumulative unrealized gains was $10,078,637 as of December 31, 2015.

(11) Not applicable

(12) Not applicable

(13) Not applicable

NOTES TO FINANCIAL STATEMENTS

14. Liabilities, Contingencies and Assessments

A. Contingent Commitments

(1) At December 31, 2015, the Company had non-binding commitments of $150,277,144 to provide additional capital contributions to certain private equity partnerships. The funds are due upon satisfaction of contractual notice from the partnership. These amounts may or may not be funded.

In addition to the commitments discussed above, at December 31, 2015, the Company had $1,531,714 in commitments related to LIHTC partnerships. These commitments are legally binding and are reported as liabilities on the balance sheet. The Company expects to fund these commitments as follows:

		Amount
1 Year or Less	$	1,151,311
Over 1 Year through 5 Years		360,262
Over 5 Years through 10 Years		20,141
Total	$	1,531,714

The Company had commitments of $11,254,344 at December 31, 2015 to provide additional funding for transferable state tax credits. These commitments are legally binding and are reported as liabilities on the balance sheet. The Company expects to fund these commitments as follows:

		Amount
1 Year or Less	$	1,409,424
Over 1 Year through 5 Years		4,375,520
Over 5 Years through 10 Years		5,469,400
Total	$	11,254,344

(2) Not applicable

(3) Not applicable

B. Assessments

(1) The Company accrues in its financial statements estimates of guaranty fund assessments based on known insolvencies and historical Company state participation levels. A corresponding receivable is recorded for amounts estimated to be recoverable through future state premium tax offsets. Based on notifications the Company has received regarding the insolvency of various external companies, the Company recognized a liability in previous years, the balance of which is $4,248,988 at December 31, 2015. The Company cannot determine the periods over which the assessments are expected to be paid.

(2) The change in the guaranty asset balance summarized below reflects estimated premium tax offsets of new insolvencies accrued for during 2015, revised estimated premium tax offsets for existing insolvencies based on revised estimated cost information provided by the National Organization of Life and Health Guaranty Associations, and an adjustment for premium tax offsets used.

Rollforward of Related Asset		December 31, 2015
a. Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year-end	$	6,008,585
b. Decreases current year: Premium tax offset applied		709,771
c. Increases current year: Change in cost estimate		1,804,444
d. Assets recognized from paid and accrued premium tax offsets and policy surcharges current year-end	$	7,103,258

C. Not applicable

D. The Company paid the following amounts in 2015 to settle claims related to extra contractual obligations (ECO) or bad faith claims stemming from lawsuits.

	Direct
Claims related ECO and bad faith losses paid during the reporting period	$ 773,077

NOTES TO FINANCIAL STATEMENTS

The number of claims where amounts were paid to settle claims related to ECO or bad faith claims resulting from lawsuits during the reported period were as follows:

(a) 0-25	(b) 26-50	(c) 51-100	(d) 101-500	(e) More than 500 Claims
7	—	—	—	—

Indicate whether claim count information is disclosed per claim or per claimant.

(f) Per Claim [ ] (g) Per Claimant [X]

E. Not applicable

F. Unum Group is a defendant in a number of litigation matters. In some of these matters, no specified amount is sought. In others, very large or indeterminate amounts, including punitive and treble damages, are asserted. There is a wide variation of pleading practice permitted in the United States courts with respect to requests for monetary damages, including some courts in which no specified amount is required and others which allow the plaintiff to state only that the amount sought is sufficient to invoke the jurisdiction of that court. Further, some jurisdictions permit plaintiffs to allege damages well in excess of reasonably possible verdicts. Based on extensive experience and that of others in the industry with respect to litigating or resolving claims through settlement over an extended period of time, Unum Group believes that the monetary damages asserted in a lawsuit or claim bear little relation to the merits of the case, or the likely disposition value. Therefore, the specific monetary relief sought is not stated.

Unless indicated otherwise in the descriptions below, reserves have not been established for litigation and contingencies. An estimated loss is accrued when it is both probable that a liability has been incurred and the amount of the loss can be reasonably estimated.

Claims Handling Matters

Unum Group and its insurance subsidiaries, including the Company, as part of the normal operations in managing disability claims, are engaged in claim litigation where disputes arise as a result of a denial or termination of benefits. Most typically these lawsuits are filed on behalf of a single claimant or policyholder, and in some of these individual actions punitive damages are sought, such as claims alleging bad faith in the handling of insurance claims. For its general claim litigation, Unum Group and its insurance company subsidiaries, including the Company, maintain reserves based on experience to satisfy judgments and settlements in the normal course. Management expects that the ultimate liability, if any, with respect to general claim litigation, after consideration of the reserves maintained, will not be material to the financial condition of the Company. Nevertheless, given the inherent unpredictability of litigation, it is possible that an adverse outcome in certain claim litigation involving punitive damages could, from time to time, have a material adverse effect on the Company’s results of operations in a period, depending on the results of operations of the Company for the particular period. The Company is unable to estimate the range of reasonably possible punitive losses.

From time to time class action allegations are pursued where the claimant or policyholder purports to represent a larger number of individuals who are similarly situated. Since each insurance claim is evaluated based on its own merits, there is rarely a single act or series of actions, which can properly be addressed by a class action. Nevertheless, Unum Group monitors these cases closely and defends itself appropriately where these allegations are made.

Miscellaneous Matters

Beginning in 2011, a number of state regulators began requiring insurers to cross-check specified insurance policies with the Social Security Administration’s Death Master File to identify potential matches. If a potential match was identified, insurers were requested to determine if benefits were due, locate beneficiaries, and make payments where appropriate. Unum Group initiated this process where requested, and in 2012 it began implementing this process in all states on a forward-looking basis. In addition to implementing this on a forward-looking basis, in 2013 Unum Group began an initiative to search for potential claims from previous years. During 2013, the Company completed its assessment of benefits which it estimates will be paid under this initiative, and as such, established additional reserves for payment of these benefits.

Similar to other insurers, Unum Group is undergoing an examination by a third party acting on behalf of a number of state treasurers concerning its compliance with the unclaimed property laws of the participating states. Unum Group is cooperating fully with this examination as well as with a Delaware Market Conduct examination and a Voluntary Disclosure Agreement process with the state of Minnesota. The legal and regulatory environment around unclaimed death benefits continues to evolve. It is possible that the current examination and/or similar investigations by other state jurisdictions may result in additional payments to beneficiaries, the payment of abandoned funds under state law, and/or administrative penalties, the total of which may be in excess of the reserves established.

In May 2013, a purported class action complaint was filed in the Superior Court of California, County of Los Angeles. The plaintiff sought to represent a class of California insureds who were issued long-term care policies containing an inflation protection feature. The plaintiff alleged the Company incorrectly administered the inflation protection feature, resulting in an underpayment of benefits. The complaint made allegations against the Company for breach of contract, bad faith, fraud, violation of Business and Professions Code 17200, and injunctive relief. The Company removed the case to the United States District Court for the Central District of California and plaintiff filed an amended complaint on behalf of a nationwide class of insureds who were issued long-term care policies containing an inflation protection feature. After the Company answered the complaint,

NOTES TO FINANCIAL STATEMENTS

the court permitted the plaintiff to file another amended complaint entitled Michael Don, Executor of The Estate of Ruben Don, Leroy Little, by and through his Guardian ad Litem Tamara Pelham, and Carolyn Little v. Unum Group, and Unum Life Insurance Company of America containing similar allegations. In April 2015, the Company again answered the complaint. The plaintiffs filed a motion seeking certification of five subclasses, and the Company filed its opposition. In February 2016, the plaintiffs filed a motion for preliminary approval of settlement for a class of certain insureds issued long-term care policies containing an inflation protection feature as well as certain insureds who requested copies of their long-term care policies. The court has not yet ruled on this motion. The Company accrued an estimated loss contingency in 2015, the amount of which was immaterial to its financial position and results of operations.

Summary

Various lawsuits against Unum Group and/or its subsidiaries, including the Company, in addition to those discussed above, have arisen in the normal course of business. Further, state insurance regulatory authorities and other federal and state authorities regularly make inquiries and conduct investigations concerning Unum Group's compliance with applicable insurance and other laws and regulations.

Given the complexity and scope of Unum Group's litigation and regulatory matters, it is not possible to predict the ultimate outcome of all pending investigations or legal proceedings or provide reasonable estimates of potential losses, except where noted in connection with specific matters. It is possible that the Company's results of operations or cash flows in a particular period could be materially affected by an ultimate unfavorable outcome of pending litigation or regulatory matters depending, in part, on the Company's results of operations or cash flows for the particular period. Unum Group believes, however, that the ultimate outcome of all pending litigation and regulatory matters, after consideration of applicable reserves and rights to indemnification, should not have a material adverse effect on the Company's financial position.

15. Leases

A. Lessee Leasing Arrangements

(1) The Company leases office space under various noncancelable operating leases under terms that expire through 2022. For most leases, the Company has the option to renew the lease at the end of the lease term at the then fair rental value for a period of five to ten years. Rent expense in 2015 and 2014 was $4,399,048 and $4,209,167, respectively. Sublease rental income was $14,523 in 2015. The Company had no sublease rental income in 2014. The Company had no contingent rentals or liability for early lease terminations as of December 31, 2015.

(2) At January 1, 2016, the minimum aggregate rental commitments are as follows:

	Year Ending December 31	Operating Leases
1.	2016	$ 3,949,587
2.	2017	$ 4,544,605
3.	2018	$ 4,233,795
4.	2019	$ 3,732,165
5.	2020	$ 2,981,034
6.	Total	$ 21,431,683

(3) Not applicable

B. Lessor Leases

Not applicable

NOTES TO FINANCIAL STATEMENTS

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

(1) The table below summarizes the notional amounts of the Company's financial instruments with off-balance sheet risk:

	Assets		Liabilities	
	December 31, 2015	December 31, 2014	December 31, 2015	December 31, 2014
a. Swaps	$ 202,197,875	$ 84,040,994	$ 139,778,251	$ 272,935,130
b. Futures	—	—	—	—
c. Options	—	—	—	—
d. Total	$ 202,197,875	$ 84,040,994	$ 139,778,251	$ 272,935,130

See Schedule DB for additional detail.

(2) See Note 8 for discussion of the terms of these instruments.

(3) The Company is exposed to credit-related losses in the event of nonperformance by counterparties to financial instruments, but it does not expect any counterparties to fail to meet their obligations given their high credit ratings. The credit exposure of derivatives is limited to the fair value of those contracts in a net gain position. The Company mitigates credit risk by entering into master agreements with its counterparties whereby contracts in a gain position can be offset against contracts in a loss position. See Schedule DB Part D for detail of the Company's counterparty exposures.

(4) Credit risk is managed by only entering into transactions with investment-grade counterparties and obtaining collateral where appropriate and customary. The Company typically enters into bilateral, cross-collateralization agreements with its counterparties. These agreements require the counterparty in a loss position to submit acceptable collateral with the other counterparty in the event the net loss position meets or exceeds an agreed upon amount.

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

A. Not applicable

B. Transfer and Servicing of Financial Assets

(1) Securities are loaned to brokers on a short-term basis during the normal course of business. For loaned securities, Company policies require that a minimum of 102% of the fair value of the securities loaned be maintained as collateral. Generally, cash is received as collateral under these agreements. In the event that securities are received as collateral, they are restricted from general use by the Company. At December 31, 2015, securities loaned to third parties had a fair value of $60,349,542. The Company is provided a degree of access to the assets permitting admission under SSAP No. 4.

(2) Not applicable

(3) Not applicable

(4) Not applicable

(5) The Company has a securities lending program whereby it has pledged securities with a statement value of $58,951,022 and $17,683,808 as of December 31, 2015 and 2014, respectively. These securities are reported as an asset and are included in "bonds". The Company recorded a liability of $16,277,860 and $18,711,800 as of December 31, 2015 and 2014, respectively, for cash collateral received from its securities lending program. The cash collateral is reported as a liability as "payable for securities lending". The liability will be satisfied when the Company returns the cash to the counterparty and the borrowed security is returned to the Company.

The Company does not record a liability for securities received as collateral from its securities lending program because it is not permitted to sell or re-pledge those securities. See Note 5 for further detail of the Company's securities lending transactions.

(6) Not applicable

(7) Not applicable

C. Wash Sales

(1) In certain situations, securities may be sold and reacquired within 30 days of the sale date. Wash sale transactions are not a common strategy employed by the Company.

NOTES TO FINANCIAL STATEMENTS

(2) Securities that were unrated or with the NAIC designation 3 or below that were sold during the year ended December 31, 2015 and subsequently reacquired within 30 days of the sale date are as follows:

Description	NAIC Designation	Number of Transactions	Book Value of Securities Sold	Cost of Securities Repurchased	Gain (Loss)
914906AS1 Univision Communications Inc.	4	1	$ 1,500,000	$ 1,506,250	$ 7,500

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

A. The loss from operations from Administrative Services Only (ASO) uninsured plans and the uninsured portion of partially insured plans were as follows during 2015:

	ASO Uninsured Plans	Uninsured Portion of Partially Insured Plans	Total ASO
a. Net reimbursement for administrative expenses (including administrative fees) in excess of actual expenses	$ (9,187,341)	$ —	$ (9,187,341)
b Total net other income or expenses (including interest paid to or received from plans)	—	—	—
c. Total net loss from operations	$ (9,187,341)	$ —	$ (9,187,341)
d Total claim payment volume	$ 202,569,258	$ —	$ 202,569,258

B. Not applicable

C. Not applicable

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

There were no direct premiums written through managing general agents and third party administrators for the year ending December 31, 2015.

20. Fair Value Measurements

The fair values of the Company's financial instruments are categorized into a three-level classification. The lowest level input that is significant to the fair value measurement of a financial instrument is used to categorize the instrument and reflects the judgment of management. The valuation criterion for each level is summarized as follows:

- Level 1 - Inputs are unadjusted and represent quoted prices in active markets for identical assets or liabilities at the measurement date.

- Level 2 - Inputs (other than quoted prices included in Level 1) are either directly or indirectly observable for the asset or liability through correlation with market data at the measurement date and for the duration of the instrument's anticipated life. Level 2 inputs include, for example, indicative prices obtained from brokers or pricing services validated to other observable market data and quoted prices for similar assets or liabilities.

- Level 3 - Inputs reflect the Company's best estimate of what market participants would use in pricing the asset or liability at the measurement date. Financial assets and liabilities categorized as Level 3 are generally based on prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement. The inputs reflect the Company's estimates about the assumptions that market participants would use in pricing the instrument in a current period transaction.

See section C for further discussion of the Company's valuation methods and techniques.

NOTES TO FINANCIAL STATEMENTS

A.

(1) Fair value measurements at December 31, 2015 are as follows:

	(Level 1)	(Level 2)	(Level 3)	Total
a. Assets at Fair Value				
Separate account assets	$ 8,339,254	$ —	$ —	$ 8,339,254
Common stock	—	—	1,058,101	1,058,101
Total assets at fair value	$ 8,339,254	$ —	$ 1,058,101	$ 9,397,355
b. Liabilities at fair value				
Derivatives	$ —	$ 15,018,187	$ —	$ 15,018,187

There were no transfers between levels during the year ended December 31, 2015.

(2) Fair value measurements in Level 3 of the fair value hierarchy are as follows:

	Beginning Balance at 1/1/2015	Transfers into Level 3	Transfers out of Level 3	Total gains and (losses) included in Net Income	Total gains and (losses) included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance at 12/31/2015
Common stock	$ 1,071,992	$ —	$ —	$ —	$ (13,891)	$ —	$ —	$ —	$ —	$ 1,058,101

(3) For fair value measurements of financial instruments that are transferred between levels, the Company reflects the transfers using the fair value at the beginning of the reporting period.

(4) See Section C below for derivatives valuation description. The common stock held by the Company is a private equity investment. Inputs utilized in determining the price of the security are primarily based on assumptions generated from the investee's financial statements. This results in the usage of significant unobservable inputs and requires the asset to be classified as a Level 3 holding. During 2015, the Company has applied valuation techniques on a consistent basis to similar assets and consistent with those techniques used at year end 2014.

(5) All derivatives positions are presented on a gross basis.

B. Not applicable

NOTES TO FINANCIAL STATEMENTS

C. Presented as follows are the fair values, admitted values and categorization by input level of financial instruments held at the reporting date. The admitted values of financial instruments such as short-term investments, cash and cash equivalents, accounts and premiums receivable, accrued investment income, payable for securities lending, and short-term payables approximate fair value due to the short-term nature of the instruments. As such, these financial instruments are not included in the following charts.

December 31, 2015

Type of Financial Instrument	Aggregate Fair Value	Admitted Values	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Admitted Assets						
Bonds	$ 19,857,801,392	$ 17,972,314,389	$ 1,644,198,093	$ 17,353,846,416	$ 859,756,883	$ —
Preferred Stocks	23,419,618	24,000,000	—	23,419,618	—	—
Common Stocks (Unaffiliated)	17,390,301	17,390,301	—	16,332,200	1,058,101	—
Mortgage Loans	873,184,868	822,264,802	—	873,184,868	—	—
Contract Loans	69,331,755	54,460,945	—	—	69,331,755	—
Derivatives	17,012,725	20,031,650	—	17,012,725	—	—
Other Invested Assets	407,278,281	382,687,822	—	131,490,314	275,787,967	
Separate Accounts	8,339,254	8,339,254	8,339,254	—	—	—
Liabilities						
Deposit-Type Contracts	$ 955,241,668	$ 955,241,668	$ —	$ 246,147,854	$ 709,093,814	$ —
Derivatives	19,500,713	15,773,070	—	19,500,713	—	—
Unfunded Commitments to Investment Partnerships	1,531,714	1,531,714	—	1,531,714	—	—

December 31, 2014

Type of Financial Instrument	Aggregate Fair Value	Admitted Values	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Admitted Assets						
Bonds	$ 20,341,731,083	$ 17,224,975,980	$ 1,673,858,601	$ 17,799,589,657	$ 868,282,825	$ —
Preferred Stocks	25,013,711	24,000,000	—	25,013,711	—	—
Common Stocks (Unaffiliated)	1,071,992	1,071,992	—	—	1,071,992	—
Mortgage Loans	860,061,624	793,344,178	—	860,061,624	—	—
Contract Loans	71,250,715	55,445,093	—	—	71,250,715	—
Derivatives	4,865,549	4,983,645	—	4,865,549	—	—
Other Invested Assets	398,163,638	352,475,658	—	142,514,785	255,648,853	
Separate Accounts	8,931,929	8,931,929	8,931,929	—	—	—
Liabilities						
Deposit-Type Contracts	$ 667,086,771	$ 667,086,771	$ —	$ —	$ 667,086,771	$ —
Derivatives	41,416,580	31,402,838	—	41,416,580	—	—
Unfunded Commitments to Investment Partnerships	4,527,496	4,527,496	—	4,527,496	—	—

The following methods and assumptions were used in estimating the fair values of the Company's financial instruments.

Bonds and Preferred Stocks: Fair values are based on quoted market prices, where available. For bonds and preferred stocks not actively traded, fair values are estimated using values obtained from independent pricing services. For private placements, fair values are estimated using internally prepared valuations combining matrix pricing with vendor purchased software programs, including valuations based on estimates of future profitability. Additionally, the Company obtains prices from independent third-party brokers to establish valuations for certain of these securities.

Common Stocks (Unaffiliated): Fair values are based on internally prepared valuations derived from the issuer's financial statements. FHLB common stock is carried at cost, which approximates fair value.

Mortgage Loans: Fair values are estimated using discounted cash flow analyses and interest rates currently being offered for similar loans to borrowers with similar credit ratings and maturities. Loans with similar characteristics are aggregated for purposes of the calculations.

Contract Loans: Fair values are estimated using discounted cash flow analyses and interest rates currently being offered to policyholders with similar policies.

Derivatives: Fair values for derivatives are based on market quotes and represent the net amount of cash the Company would have paid or received if the contracts had been settled or closed as of the last day of the period. The Company analyzes credit default swap spreads relative to the average credit spread embedded within the London Interbank Offered Rate (LIBOR) setting syndicate in determining the effect of credit risk on its derivatives' fair values. If net counterparty credit risk for a derivative asset

NOTES TO FINANCIAL STATEMENTS

is determined to be material and is not adequately reflected in the LIBOR-based fair value obtained from the Company's pricing sources, it adjusts the valuations obtained from its pricing sources. For purposes of valuing net counterparty risk, the Company measures the fair value of a group of financial assets and financial liabilities on the basis of the price that would be received to sell a net long position or transfer a net short position for a particular risk exposure in an orderly transaction between market participants at the measurement date under current market conditions.

Other Invested Assets: Carrying amounts for tax credit partnerships equal the unamortized balance of contractual commitments to the partnerships and approximate fair value. Fair values for private equity partnerships are primarily derived from partnership financial statement valuations provided by the general partner. Fair values for surplus notes are based on prices obtained from independent pricing services or quoted market prices.

Separate Accounts: The Company's separate account investments consist of publicly traded mutual funds with fair values published by the respective investment companies.

Deposit-Type Contracts: Deposit-type contracts represent customer deposits plus interest credited at contract rates. Deposits and withdrawals are recorded using deposit accounting and are credited directly to an appropriate policy reserve account. Admitted values approximate fair values.

Unfunded Commitments to Investment Partnerships: Unfunded equity commitments represent legally binding amounts that the Company has committed to certain investment partnerships subject to the partnerships meeting specified conditions. When these conditions are met, the Company is obligated to invest these amounts in the partnerships. Admitted values approximate fair values.

Fair values for the Company's insurance contracts other than investment contracts are not required to be disclosed. However, the fair values of liabilities under all insurance contracts are taken into consideration in the Company's overall management of interest rate risk, which minimizes exposure to changing interest rates through the matching of investment maturities with amounts due under insurance contracts.

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date and, therefore, represents an exit price, not an entry price. The exit price objective applies regardless of a reporting entity's intent and/or ability to sell the asset or transfer the liability at the measurement date.

The degree of judgment utilized in measuring the fair value of financial instruments generally correlates to the level of pricing observability. Financial instruments with readily available active quoted prices or for which fair value can be measured from actively quoted prices in active markets generally have more pricing observability and less judgment utilized in measuring fair value. An active market for a financial instrument is a market in which transactions for an asset or a similar asset occur with sufficient frequency and volume to provide pricing information on an ongoing basis. A quoted price in an active market provides the most reliable evidence of fair value and should be used to measure fair value whenever available. Conversely, financial instruments rarely traded or not quoted have less observability and are measured at fair value using valuation techniques that require more judgment. Pricing observability is generally impacted by a number of factors, including the type of financial instrument, whether the financial instrument is new to the market and not yet established, the characteristics specific to the transaction, and overall market conditions.

Valuation techniques used for assets and liabilities accounted for at fair value are generally categorized into three types. The market approach uses prices and other relevant information from market transactions involving identical or comparable assets or liabilities. The income approach converts future amounts, such as cash flows or earnings, to a single present amount, or a discounted amount. The cost approach is based upon the amount that currently would be required to replace the service capacity of an asset, or the current replacement cost.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available that can be obtained without undue cost and effort. In some cases, a single valuation technique will be appropriate (for example, when valuing an asset or liability using quoted prices in an active market for identical assets or liabilities). In other cases, multiple valuation techniques will be appropriate. If the Company uses multiple valuation techniques to measure fair value, it evaluates and weighs the results, as appropriate, considering the reasonableness of the range indicated by those results. A fair value measurement is the point within that range that is most representative of fair value in the circumstances.

The selection of the valuation method(s) to apply considers the definition of an exit price and depends on the nature of the asset or liability being valued. The Company generally uses valuation techniques consistent with the market approach, and to a lesser extent, the income approach. The Company believes the market approach valuation technique provides more observable data than the income approach, considering the type of investments the Company holds. The Company's fair value measurements could differ significantly based on the valuation technique and available inputs. When using a pricing service, the Company obtains the vendor's pricing documentation to ensure the Company understands their methodologies. The Company periodically reviews and approves the selection of its pricing vendors to ensure the Company is in agreement with their current methodologies. When markets are less active, brokers may rely more on models with inputs based on the information available only to the broker. The Company's internal investment management professionals, which include portfolio managers and analysts, monitor securities priced by brokers and evaluate their prices for reasonableness based on benchmarking to available primary and secondary market information. In weighing a broker quote as an input to fair value, the Company places less reliance on quotes that do not reflect the result of market transactions. The Company also considers the nature of the quote, particularly whether the quote is a binding offer. If prices in an inactive market do not reflect current prices for the same or similar assets, adjustments may be necessary to

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arrive at fair value. When relevant market data is unavailable, which may be the case during periods of market uncertainty, the income approach can, in suitable circumstances, provide a more appropriate fair value. During 2015, the Company has applied valuation techniques on a consistent basis to similar assets and liabilities and consistent with those techniques used at year end 2014.

The Company uses observable and unobservable inputs in measuring the fair value of its financial instruments. Inputs that may be used include the following:

- Broker market maker prices and price levels
- Trade Reporting and Compliance Engine (TRACE) pricing
- Prices obtained from external pricing services
- Benchmark yields (Treasury and interest rate swap curves)
- Transactional data for new issuance and secondary trades
- Security cash flows and structures
- Recent issuance/supply
- Sector and issuer level spreads
- Security credit ratings/maturity/capital structure/optionality
- Corporate actions
- Underlying collateral
- Prepayment speeds/loan performance/delinquencies/weighted average life/seasoning
- Public covenants
- Comparative bond analysis
- Derivative spreads
- Relevant reports issued by analysts and rating agencies
- Audited financial statements

The management of the Company’s investment portfolio includes establishing pricing policy and reviewing the reasonableness of sources and inputs used in developing pricing. The Company reviews all prices obtained to ensure they are consistent with a variety of observable market inputs and to verify the validity of a security’s price. In the event the Company receives a vendor's market price that does not appear reasonable based on its market analysis, the Company may challenge the price and request further information about the assumptions and methodologies used by the vendor to price the security. The Company may change the vendor price based on a better data source such as an actual trade. The Company also reviews all price changes from the prior month which fall outside a predetermined corridor. The overall valuation process for determining fair values may include adjustments to valuations obtained from the Company’s pricing sources when they do not represent a valid exit price. These adjustments may be made when, in the Company’s judgment and considering its knowledge of the financial conditions and industry in which the issuer operates, certain features of the financial instrument require that an adjustment be made to the value originally obtained from the Company’s pricing sources. These features may include the complexity of the financial instrument, the market in which the financial instrument is traded, counterparty credit risk, credit structure, concentration, or liquidity. Additionally, an adjustment to the price derived from a model typically reflects the Company’s judgment of the inputs that other participants in the market for the financial instrument being measured at fair value would consider in pricing that same financial instrument. In the event an asset is sold, the Company tests the validity of the fair value determined by its valuation techniques by comparing the selling price to the fair value determined for the asset in the immediately preceding month end reporting period closest to the transaction date.

The parameters and inputs used to validate a price on a security may be adjusted for assumptions about risk and current market conditions on a quarter to quarter basis, as certain features may be more significant drivers of valuation at the time of pricing. Changes to inputs in valuations are not changes to valuation methodologies; rather, the inputs are modified to reflect direct or indirect impacts on asset classes from changes in market conditions.

Certain of the Company’s investments do not have readily determinable market prices and/or observable inputs or may at times be affected by the lack of market liquidity. For these securities, the Company uses internally prepared valuations combining matrix pricing with vendor purchased software programs, including valuations based on estimates of future profitability, to estimate the fair value. Additionally, the Company may obtain prices from independent third-party brokers to aid in establishing valuations for certain of these securities. Key assumptions used to determine fair value for these securities include risk free interest rates, risk premiums, performance of underlying collateral (if any), and other factors involving significant assumptions which may or may not reflect those of an active market.

The Company considers transactions in inactive or disorderly markets to be less representative of fair value. The Company uses all available observable inputs when measuring fair value, but when significant other unobservable inputs and adjustments are necessary, it classifies these assets or liabilities as Level 3.

D. Not applicable

21. Other Items

A. Not applicable

B. Not applicable

C. Other Disclosures and Unusual Items

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Effective April 1, 2014, the Company entered into a yearly renewable term, 5 percent quota share reinsurance agreement with Munich American Reassurance Company. Under the terms of the agreement, the quota share percentage increased to 10 percent effective October 1, 2014, and the Company cedes 10 percent of the net retained portion of its group life policies. At December 31, 2015, the Company reported ceded premium and ceded claims related to this agreement of $92,365,849 and $91,529,462, respectively. At December 31, 2014, the Company reported ceded premium and ceded claims related to this agreement of $42,374,731 and $41,981,450, respectively.

During 2009, the Company entered into a quota share reinsurance agreement with RGA Americas Reinsurance Company, Ltd. under which the Company cedes specified blocks of group long-term disability claims. The agreement is on a combination coinsurance with funds withheld and modified coinsurance basis and provides 80 percent quota share reinsurance on the blocks of ceded business. The Company ceded additional funds withheld reserves and modified coinsurance reserves of $6,824,230 and $675,598,771, respectively, effective September 1, 2015 and $3,366,970 and $333,330,011, respectively, effective September 1, 2014. Included within the 2015 transaction were 80 percent of reserves for a block of group long-term disability claims previously ceded to Tailwind Re (see Note 3B).

Purchase obligations at December 31, 2015 include commitments of $81,750,000 to fund certain privately placed investments and commercial mortgage loans.

D. Not applicable

E. State Transferable and Non-transferable Tax Credits

As of December 31, 2015, the Company had the following related to state tax credits:

(1) Carrying Value of Transferable and Non-transferable State Tax Credits Gross of any Related Tax Liabilities and Total Unused Transferable and Non-transferable State Tax Credits by State and in Total

Description of State Transferable and Non-transferable Tax Credits	State	Carrying Value	Unused Amount
Old Colony, LIHTC	MA	$ 5,359,000	$ 6,990,000
Hadley, LIHTC	MA	290,675	930,154
Royal Wine, Grow Credit	NJ	9,844,920	10,701,000
Historic Tax Credit	OK	315,544	315,544
INVESTCO	TN	4,703,293	6,519,633
Totals		$ 20,513,432	$ 25,456,331

(2) Method of Estimating Utilization of Remaining Transferable and Non-transferable State Tax Credits

All of the Company's state tax credits are transferable, and the method of estimating utilization of those remaining is based on historical premium tax incurred.

(3) Impairment Loss

Not applicable

(4) State Tax Credits Admitted and Nonadmitted

	Total Admitted	Total Nonadmitted
a. Transferable	$ 20,513,432	$ —
b. Non-transferable	—	—

F. Subprime Mortgage Related Risk Exposure

(1) At December 31, 2015, the Company held no investments with subprime mortgage risk exposure. The Company's definition of subprime mortgages is based primarily on the underlying credit scores of the loans, specifically the FICO score. To ensure proper mitigation of subprime mortgage risk, the Company's investment strategy is to avoid purchasing any investments with subprime exposure. Risk assessment is performed and analyzed prior to the purchase of any mortgage-backed securities to ensure the transaction is in compliance with the Company's policy to avoid subprime mortgage risk exposure.

(2) Not applicable

(3) Not applicable

(4) Not applicable

G. Retained Assets

(1) The Company's retained asset accounts represent payments of life insurance proceeds which are retained by the Company within the general account. These accounts are reported in the annual statement as cash and supplemental contracts without life contingencies. The accountholder has the full and unfettered right to withdraw funds in whole or in part at any time,

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except that, in the event that the amount in the account falls below $250, a payment is made to the accountholder for the current balance in the account, and the account is closed. During 2015, accountholders were credited interest equal to 1% annual interest compounded on a monthly basis from the date on which the account was created. As required by the majority of the Company's group life policy contracts, the retained asset account is the method for paying benefits exceeding $10,000, unless the beneficiary requests other settlement options. Retained asset accounts are also used to pay life insurance proceeds to minor beneficiaries.

(2) Aging of retained asset accounts is as follows:

	In Force			
	December 31, 2015		December 31, 2014	
Aging	Number	Balance	Number	Balance
a. Up to and including 12 Months	3,823	$ 201,687,628	3,951	$ 190,063,023
b. 13 to 24 Months	2,524	103,767,577	2,357	100,852,499
c. 25 to 36 Months	1,795	71,848,437	1,614	63,455,941
d. 37 to 48 Months	1,311	49,720,090	1,308	44,312,609
e. 49 to 60 Months	1,093	37,015,436	1,263	40,974,264
f. Over 60 Months	5,059	131,106,278	4,646	115,257,340
g. Total Inforce	15,605	$ 595,145,446	15,139	$ 554,915,676

(3) Changes in retained asset accounts for the year ended December 31, 2015 are as follows:

	Individual		Group	
	Number	Balance/Amount	Number	Balance/Amount
a. Number/balance of retained asset accounts at the beginning of the year	1	$ 16,836	15,138	$ 554,898,840
b. Number/amount of retained asset accounts issued/added during the year	—	—	8,511	548,199,301
c. Investment earnings credited to retained asset accounts during the year	NA	168	NA	5,775,670
d. Fees and other charges assessed to retained asset accounts during the year	NA	—	NA	9,430
e. Number/amount of retained asset accounts transferred to state unclaimed property funds during the year	—	—	54	600,771
f. Number/amount of retained asset accounts closed/withdrawn during the year	—	—	7,991	513,135,168
g. Number/balance of retained asset accounts at the end of the year	1	$ 17,004	15,604	$ 595,128,442

H. Not applicable

22. Events Subsequent

Subsequent events were evaluated through the time at which the financial statements were issued on February 19, 2016. The Company is not aware of any events subsequent to December 31, 2015 that could have a material effect on its financial condition.

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 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) that 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)

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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)

   a. If yes, what is the estimated amount of the aggregate reduction in surplus of a unilateral cancellation by the reinsurer as of the date of this statement, for those agreements in which cancellation results in a net obligation of the company to the reinsurer, and for which such obligation is not presently accrued? Where necessary, the company may consider the current or anticipated experience of the business reinsured in making this estimate. $______________

   b. What is the total amount of reinsurance credits taken, whether as an asset or as a reduction of liability, for these agreements in this statement? $______________

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 that, 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 other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits that are 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.

   $ None

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 that were in force or which had existing reserves established by the company as of the effective date of the agreement?

   Yes (X) No ( )

   If yes, what is the amount of reinsurance credits, whether an asset or a reduction of liability, taken for such new agreements or amendments? An initial modified coinsurance reserve of $675,598,771 and an initial funds withheld reserve of $6,824,230.

B. Uncollectible Reinsurance:

   Not applicable

C. Commutation of Ceded Reinsurance:

   Not applicable

D. Certified Reinsurer Rating Downgrade or Status Subject to Revocation

   Not applicable

E. Not applicable

F. Not applicable

G. Not applicable

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

A. The Company estimates accrued retrospective premium adjustments for its group life and group health insurance business based on the financial experience of the policyholder. The experience is calculated by netting the actual claim experience, expenses, and agreed upon profit margin against the contract premium.

B. The Company records accrued retrospective premium as an adjustment to earned premium.

C. The amount of net premiums written by the Company at December 31, 2015 that are subject to retrospective rating features was $22,345,091 for group life, representing 3.2% of the total net premiums written for group life business, and $24,305,196 for group

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health, representing 1.0% of the total net premiums written for group health business. No other net premiums written by the Company are subject to retrospective rating features.

D. Not applicable

E. Not applicable

25. Change in Incurred Losses and Loss Adjustment Expenses

As of December 31, 2014, reserves for unpaid claim and claim adjustment expenses attributable to claims incurred on or before that date were $8,356,092,201. For the twelve months ended December 31, 2015, $1,672,290,718 had been paid for incurred claims and claim adjustment expenses, attributable to claims incurred in prior years. As of December 31, 2015, reserves remaining for prior years were $6,853,604,009 as a result of re-estimation of unpaid claims and claim adjustment expenses, principally on accident and health policies. Therefore, there has been a $169,802,526 cost related to prior year development for the period December 31, 2014 to December 31, 2015, excluding net investment income of $431,363,895 earned on invested assets supporting these reserves during the same period. The majority of the reserve balance is related to disability claims with long-tail payouts on which interest earned on assets backing the liabilities is an integral part of reserving, and this should be considered in understanding the development of prior year claims.

26. Intercompany Pooling Arrangements

Not applicable

27. Structured Settlements

Not applicable

28. Health Care Receivables

Not applicable

29. Participating Policies

For the year ended December 31, 2015, the amount of participating business constitutes 40.4% of the total insurance in force face amount. The participating policies have the following dividend options: a) cash dividends, b) applied to reduce premium, c) applied to purchase paid-up additions, d) left to accumulate interest, and e) applied to purchase one year term insurance. The Company accounts for its policyholder dividends based upon the dividend option elected by the policyholder. The Company paid dividends in the amount of $11,343,596 to policyholders and did not allocate any additional income to such policyholders.

30. Premium Deficiency Reserves

1.	Liability Carried for Premium Deficiency Reserves	$0
2.	Date of the Most Recent Evaluation of this Liability	12/31/2015
3.	Was Anticipated Investment Income Utilized in the Calculation?	Yes

31. Reserves for Life Contracts and Annuity Contracts

(1) Principally, the Company waives deduction of deferred fractional premiums upon death of the insured and returns any portion of the final premium beyond the date of death. Surrender values are not promised in excess of legally computed reserves.

(2) The extra reserve on annual premium policies subject to an extra premium is one-half the extra annual gross premium. The extra reserve for single premium policies subject to an extra premium is one-half the extra gross single premium. The rating-up in age method and liens are not used by the Company.

(3) As of December 31, 2015, the Company had $4,417,284 of insurance in force for which the gross premiums are less than the net premiums according to the standard valuation required by the State of Maine. Reserves to cover the above insurance totaled $12,152 at year-end and are reported in Exhibit 5, Life Insurance and Annuities sections.

(4) The tabular interest, tabular less actual reserve released, and tabular cost have each been determined by formula as described in the instructions.

(5) For the determination of tabular interest on supplemental contracts and dividend accumulations not involving life contingencies, the tabular interest is determined by formula as described in the instructions. Tabular interest on deposit funds other than supplemental contracts and dividend accumulations is determined using actual interest credited and/or accrued to the funds.

(6) There were no other material reserve changes.

NOTES TO FINANCIAL STATEMENTS

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

	General Account	Separate Account with Guarantees	Separate Account Nonguaranteed	Total	Percent of Total
A. Subject to discretionary withdrawal:					
(1) With market value adjustment	$ —	$ —	$ —	$ —	—%
(2) At book value less current surrender charge of 5% or more	616,505	—	—	616,505	0.1
(3) At market value	—	—	8,337,263	8,337,263	0.6
(4) Total with market value adjustment or at fair value	616,505	—	8,337,263	8,953,768	0.7
(5) At book value without adjustment (minimal or no charge or adjustment)	863,728,640	—	—	863,728,640	71.5
B. Not subject to discretionary withdrawal	335,842,974	—	—	335,842,974	27.8
C. Total (gross: direct + assumed)	1,200,188,119	—	8,337,263	1,208,525,382	100.0%
D. Reinsurance ceded	159,770,473	—	—	159,770,473	
E. Total (net) * (C) – (D)	$ 1,040,417,646	$ —	$ 8,337,263	$ 1,048,754,909	

**Reconciliation of total annuity reserves and deposit fund liabilities*

F. *Life & Accident & Health Annual Statement:*	Amount
1. Exhibit 5, Annuities Section, Total (net)	$ 82,016,381
2. Exhibit 5, Supplementary Contracts with Life Contingencies Section, Total (net)	3,159,597
3. Exhibit 7, Deposit-Type Contracts, Line 14, Column 1	955,241,668
4. Subtotal	1,040,417,646
Separate Accounts Annual Statement:	
5. Exhibit 3, Line 0299999, Column 2	—
6. Exhibit 3, Line 0399999, Column 2	—
7. Policyholder Dividend and Coupon Accumulations	8,337,263
8. Policyholder Premiums	—
9. Guaranteed Interest Contracts	—
10. Other Contract Deposit Funds	—
11. Subtotal	8,337,263
12. Combined Total	$ 1,048,754,909

33. Premium & Annuity Considerations Deferred and Uncollected

Deferred and uncollected life insurance premiums as of December 31, 2015 were as follows:

Type	Gross	Net of Loading
(1) Industrial	$ —	$ —
(2) Ordinary new business	257,013	42,837
(3) Ordinary renewal	624,505	461,153
(4) Credit Life	—	—
(5) Group Life	78,441,021	78,441,021
(6) Group Annuity	—	—
(7) Total	$ 79,322,539	$ 78,945,011

34. Separate Accounts

A. Separate Account Activity:

(1) Separate accounts held by the Company represent variable annuity contract funds which the Company invests in pooled investment securities on behalf of the accounts' contractholders.

In accordance with the domiciliary state procedures for approving items within the separate account, the separate account classification of the variable annuity contract funds are supported by Maine Insurance Code 24-A s 2537.

NOTES TO FINANCIAL STATEMENTS

(2) All assets within the separate account are legally insulated from the general account. The legal insulation of the separate account assets prevents such assets from being generally available to satisfy claims resulting from the general account.

(3) As discussed in section B below, there are certain guarantees associated with the separate account. As of December 31, 2015, the general account of the Company had a maximum guarantee for separate account liabilities of $169. To compensate the general account for the risk taken, the separate account paid risk charges as follows for the past five years.

a.	2015	$	106,538
b.	2014	$	106,774
c.	2013	$	100,336
d.	2012	$	94,495
e.	2011	$	100,891

The general account of the Company did not pay any amounts to contractholders due to separate account guarantees during the years 2011 through 2015.

(4) Not applicable

B. General Nature and Characteristics of Separate Accounts Business:

The variable annuity contract funds held in the separate accounts do not have a guaranteed return. The net investment experience of the separate accounts is credited directly to the contractholder and can be positive or negative. These variable annuities generally provide an incidental death benefit of the greater of account value or premium paid. The separate account also provides a mortality guarantee, such that contractholders that have annuitized are guaranteed they will continue to receive annuity benefits if they live longer than actuarially projected.

NOTES TO FINANCIAL STATEMENTS

Information regarding the separate accounts of the Company is as follows:

	Indexed	Nonindexed Guarantee Less than/equal to 4%	Nonindexed Guarantee More than 4%	Nonguarantee Separate Accounts	Total
(1) Premiums, Considerations or deposits for the year ended 12/31/15				$ 35,439	$ 35,439
Reserves at 12/31/15					
(2) For accounts with assets at:					
a. Fair value				$ 8,337,263	$ 8,337,263
b. Amortized cost				—	—
c. Total Reserves*				$ 8,337,263	$ 8,337,263
(3) By withdrawal characteristics:					
a. Subject to discretionary withdrawal				$ —	$ —
1. With market value adjustment				—	—
2. At book value without market value adjustment and with current surrender charge of 5% or more				—	—
3. At fair value				8,337,263	8,337,263
4. At book value without market value adjustment and with current surrender charge less than 5%				—	—
5. Subtotal				8,337,263	8,337,263
b. Not subject to discretionary withdrawal				—	—
c. Total				$ 8,337,263	$ 8,337,263

* Line 2(c) should equal Line 3(c).

(4) Reserves for Asset Default Risk in Lieu of AVR:	$ —	$ —

C. Reconciliation of Net Transfers To or (From) Separate Accounts:

(1) Transfers as reported in the Summary of Operations of the Separate Accounts Statement:	
a. Transfers to Separate Accounts (Page 4, Line 1.4)	$ 35,439
b. Transfers from Separate Accounts (Page 4, Line 10)	703,116
c. Net transfers to or (From) Separate Accounts (a) – (b)	$ (667,677)
(2) Reconciling Adjustments:	—
(3) Transfers as Reported in the Summary of Operations of the Life, Accident & Health Annual Statement (1c) + (2) = (Page 4, Line 26)	$ (667,677)

35. Loss/Claim Adjustment Expenses

The liability for unpaid accident and health claim adjustment expenses as of December 31, 2015 and 2014 was $175,500,079 and $178,924,932, respectively.

The Company incurred $194,629,495 and paid $198,054,349 of claim adjustment expenses during 2015, of which $152,865,544 of the paid amount was attributable to insured or covered events of prior years. The Company did not increase or decrease the provision for insured events of prior years.

The Company took into account estimated anticipated salvage and subrogation in its determination of the liability for unpaid claims/losses. There was no material value to the estimated salvage and subrogation.

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 [X] No [ ]
If yes, complete Schedule Y, Parts 1, 1A and 2

1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes [X] No [ ] N/A [ ]

1.3 State Regulating? Maine

2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [ ] No [X]

2.2 If yes, date of change:

3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2013

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. 12/31/2013

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). 06/18/2015

3.4 By what department or departments?
Maine

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

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

4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
4.11 sales of new business? Yes [ ] No [X]
4.12 renewals? Yes [ ] No [X]

4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
4.21 sales of new business? Yes [ ] No [X]
4.22 renewals? Yes [ ] No [X]

5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [X] 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 Name of Entity	2 NAIC Company Code	3 State of Domicile
Tailwind Reinsurance Company	12835	SC

6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [ ] No [X]

6.2 If yes, give full information:

7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes [ ] No [X]

7.2 If yes,
7.21 State the percentage of foreign control; %
7.22 State the nationality(s) of the foreign person(s) or entity(s) or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact; and identify the type of entity(s) (e.g., individual, corporation or government, manager or attorney in fact).

1 Nationality	2 Type of Entity

GENERAL INTERROGATORIES

8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [ ] No [X]

8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [ ] No [X]

8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

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

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
Republic Centre, Suite 1500
633 Chestnut Street
Chattanooga, TN 37450-1501

10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes [ ] No [X]

10.2 If the response to 10.1 is yes, provide information related to this exemption:

10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation? Yes [ ] No [X]

10.4 If the response to 10.3 is yes, provide information related to this exemption:

10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] No [ ] N/A [ ]

10.6 If the response to 10.5 is no or n/a, please explain

11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
Albert A. Riggieri, FSA, MAAA
Senior Vice President, Chief Actuary & Appointed Actuary
1 Fountain Square
Chattanooga, TN 37402

12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [ ] No [X]

12.11 Name of real estate holding company

12.12 Number of parcels involved

12.13 Total book/adjusted carrying value $

12.2 If, yes provide explanation:

13. **FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:**

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

13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [ ] No [ ]

13.3 Have there been any changes made to any of the trust indentures during the year? Yes [ ] No [ ]

13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [ ] No [ ] N/A [ ]

14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No [ ]
(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
(c) Compliance with applicable governmental laws, rules and regulations;
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
(e) Accountability for adherence to the code.

14.11 If the response to 14.1 is No, please explain:

14.2 Has the code of ethics for senior managers been amended? Yes [ ] No [X]

14.21 If the response to 14.2 is yes, provide information related to amendment(s).

14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [ ] No [X]

14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).

GENERAL INTERROGATORIES

15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes [ ] No [X]

15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

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

BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? Yes [X] No [ ]

17. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? Yes [X] No [ ]

18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict with the official duties of such person? Yes [X] No [ ]

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [ ] No [X]

20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.11 To directors or other officers $
- 20.12 To stockholders not officers $
- 20.13 Trustees, supreme or grand (Fraternal Only) $

20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.21 To directors or other officers $
- 20.22 To stockholders not officers $
- 20.23 Trustees, supreme or grand (Fraternal Only) $

21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes [ ] No [X]

21.2 If yes, state the amount thereof at December 31 of the current year:
- 21.21 Rented from others $
- 21.22 Borrowed from others $
- 21.23 Leased from others $
- 21.24 Other $

22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes [X] No [ ]

22.2 If answer is yes:
- 22.21 Amount paid as losses or risk adjustment $ 1,015,473
- 22.22 Amount paid as expenses $
- 22.23 Other amounts paid $

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

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

INVESTMENT

24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03) Yes [ ] No [X]

24.02 If no, give full and complete information relating thereto
All other stocks and bonds are held in the Company's custodial accounts at JP Morgan Chase Bank, New York, NY and The Bank of New York Mellon, New York, NY

24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)
See Note 17 for a discussion of the Company's Securities Lending Program.

24.04 Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes [X] No [ ] N/A [ ]

24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. $ 62,582,286

24.06 If answer to 24.04 is no, report amount of collateral for other programs. $

24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes [X] No [ ] N/A [ ]

24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [X] No [ ] N/A [ ]

24.09 Does the reporting entity or the reporting entity 's securities lending agent utilize the Master Securities lending Agreement (MSLA) to conduct securities lending? Yes [X] No [ ] N/A [ ]

GENERAL INTERROGATORIES

24.10 For the reporting entity's security lending program state the amount of the following as December 31 of the current year:

24.101 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. $ 16,277,860
24.102 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 $ 16,277,860
24.103 Total payable for securities lending reported on the liability page. $ 16,277,860

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

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

25.21 Subject to repurchase agreements $
25.22 Subject to reverse repurchase agreements $
25.23 Subject to dollar repurchase agreements $
25.24 Subject to reverse dollar repurchase agreements $
25.25 Placed under option agreements $
25.26 Letter stock or securities restricted as to sale - excluding FHLB Capital Stock $
25.27 FHLB Capital Stock $ 16,332,200
25.28 On deposit with states $ 265,910,709
25.29 On deposit with other regulatory bodies $
25.30 Pledged as collateral - excluding collateral pledged to an FHLB $ 261,641,599
25.31 Pledged as collateral to FHLB - including assets backing funding agreements $ 266,667,966
25.32 Other $

25.3 For category (25.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount

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

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

27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes [ ] No [X]

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

28. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [X] No [ ]

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

1 Name of Custodian(s)	2 Custodian's Address
JPMorgan Chase Bank, N.A.	New York, NY

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

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

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

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

28.05 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
	Provident Investment Management, LLC	Chattanooga, TN
	JPMorgan Chase Bank, N.A.	New York, NY

GENERAL INTERROGATORIES

29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D, Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5(b)(1)])? Yes [ ] No [X]

29.2 If yes, complete the following schedule:

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

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

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

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

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds	18,141,997,212	20,027,484,215	1,885,487,003
30.2 Preferred stocks	24,000,000	23,419,618	(580,382)
30.3 Totals	18,165,997,212	20,050,903,833	1,884,906,621

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

Bonds: Barclays Capital Pricing, Interactive Data Pricing, TRACE, and Various Brokers. For private placement securities, internal estimates may be used based on discounting cash flows at the current market applicable to the yield, credit quality, and maturity of the bonds. Preferred Stocks: Various Brokers. See Note 20 for further discussion.

31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? Yes [X] No [ ]

31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? Yes [ ] No [X]

31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:

The Company generally obtains a copy of the pricing policy of those brokers used as pricing sources. However, the written pricing policies of all brokers may not be made available for the Company's use. For those securities in which a broker is used as a pricing source, the Company's policy is to analyze and confirm each price to determine whether it is appropriate based on other observable market data. If the price cannot be validated by observable market data, the Company will not use the broker's price to value the security.

32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed? Yes [X] No [ ]

32.2 If no, list exceptions:

GENERAL INTERROGATORIES

OTHER

33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? $ 1,492,915

33.2 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
None	

34.1 Amount of payments for legal expenses, if any? $ 1,400,292

34.2 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
None	

35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? $ 52,689

35.2 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 Name	2 Amount Paid
Life Insurance Council of New York	33,735

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 Current Year	2 Prior Year
2.1	Premium Numerator	27,534,924	10,226,073
2.2	Premium Denominator	3,168,082,272	2,914,646,835
2.3	Premium Ratio (2.1/2.2)	0.009	0.004
2.4	Reserve Numerator	609,540,008	622,727,719
2.5	Reserve Denominator	9,687,366,099	9,828,093,167
2.6	Reserve Ratio (2.4/2.5)	0.063	0.063

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? $ 0

3.4 State the authority under which Separate Accounts are maintained:
Maine Law

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)"? 0

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 $ 817,624,032
- 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 lines 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: $ 1,645,711,213

7. Total dividends paid stockholders since organization of the reporting entity:
- 7.11 Cash $ 3,045,271,197
- 7.12 Stock $ 203,939,371

GENERAL INTERROGATORIES

8.1 Does the company reinsure any Workers' Compensation Carve-Out business defined as: Yes [X] No [ ]
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.

8.2 If yes, has the reporting entity completed the Workers' Compensation Carve-Out Supplement to the Annual Statement? Yes [X] No [ ]

8.3 If 8.1 is yes, the amounts of earned premiums and claims incurred in this statement are:

		1 Reinsurance Assumed	2 Reinsurance Ceded	3 Net Retained
8.31	Earned premium	103,200	103,200	
8.32	Paid claims	10,659,665	9,848,811	810,854
8.33	Claim liability and reserve (beginning of year)	95,524,288	87,890,937	7,633,351
8.34	Claim liability and reserve (end of year)	89,223,944	82,377,148	6,846,796
8.35	Incurred claims	4,359,320	4,335,022	24,298

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	103,200	89,223,944

8.5 What portion of earned premium reported in 8.31, Column 1 was assumed from pools? $ 103,200

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
Return of Premium	None	NA	NA	8,337,263	0	Exhibit 7	100%	0

10. For reporting entities having sold annuities to another insurer where the insurer purchasing the annuities has obtained a release of liability from the claimant (payee) as the result of the purchase of an annuity from the reporting entity only:
10.1 Amount of loss reserves established by these annuities during the current year: $ 0
10.2 List the name and location of the insurance company purchasing the annuities and the statement value on the purchase date of the annuities.

1 P&C Insurance Company And Location	2 Statement Value on Purchase Date of Annuities (i.e., Present Value)

11.1 Do you act as a custodian for health savings accounts? Yes [ ] No [X]

11.2 If yes, please provide the amount of custodial funds held as of the reporting date. $

11.3 Do you act as an administrator for health savings accounts? Yes [ ] No [X]

11.4 If yes, please provide the balance of funds administered as of the reporting date. $

GENERAL INTERROGATORIES

12.1 Are any of the captive affiliates reported on Schedule S, Part 3, authorized reinsurers? Yes [ ] No [X] N/A [ ]

12.2 If the answer to 12.1 is yes, please provide the following:

1 Company Name	2 NAIC Company Code	3 Domiciliary Jurisdiction	4 Reserve Credit	Assets Supporting Reserve Credit 5 Letters of Credit	6 Trust Agreements	7 Other

13. Provide the following for individual ordinary life insurance* policies (U.S. business only) for the current year (prior to reinsurance assumed or ceded):

13.1 Direct Premium Written $ 0

13.2 Total Incurred Claims $ 0

13.3 Number of Covered Lives

*Ordinary Life Insurance Includes
Term (whether full underwriting,limited underwriting,jet issue,"short form app")
Whole Life (whether full underwriting,limited underwriting,jet issue,"short form app")
Variable Life (with or without secondary gurarantee)
Universal Life (with or without secondary gurarantee)
Variable Universal Life (with or without secondary gurarantee)

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 2015	2 2014	3 2013	4 2012	5 2011
	Life Insurance in Force					
	(Exhibit of Life Insurance)					
1.	Ordinary - whole life and endowment (Line 34, Col. 4)	790,140	819,504	845,906	889,546	924,093
2.	Ordinary - term (Line 21, Col. 4, less Line 34, Col. 4)	21,766	22,414	24,718	33,240	67,440
3.	Credit life (Line 21, Col. 6)	60	0	0	0	0
4.	Group, excluding FEGLI/SGLI (Line 21, Col. 9 less Lines 43 & 44, Col. 4)	583,197,506	545,434,404	503,627,556	490,956,839	460,838,281
5.	Industrial (Line 21, Col. 2)					
6.	FEGLI/SGLI (Lines 43 & 44, Col. 4)					
7.	Total (Line 21, Col. 10)	584,009,471	546,276,322	504,498,180	491,879,625	461,829,814
	New Business Issued					
	(Exhibit of Life Insurance)					
8.	Ordinary - whole life and endowment (Line 34, Col. 2)	46,246	50,186	34,285	38,741	50,266
9.	Ordinary - term (Line 2, Col. 4, less Line 34, Col. 2)					
10.	Credit life (Line 2, Col. 6)	65	0	0	0	0
11.	Group (Line 2, Col. 9)	89,563,314	78,731,764	63,394,752	81,436,870	65,213,333
12.	Industrial (Line 2, Col. 2)					
13.	Total (Line 2, Col. 10)	89,609,625	78,781,950	63,429,037	81,475,611	65,263,599
	Premium Income - Lines of Business					
	(Exhibit 1 - Part 1)					
14.	Industrial life (Line 20.4, Col. 2)					
15.1	Ordinary-life insurance (Line 20.4, Col. 3)	11,218,241	10,713,451	11,140,954	11,506,819	12,113,317
15.2	Ordinary-individual annuities (Line 20.4, Col. 4)					
16	Credit life (group and individual) (Line 20.4, Col. 5)	9,147	0	0	0	0
17.1	Group life insurance (Line 20.4, Col. 6)	710,329,910	664,869,375	648,940,850	640,502,728	600,705,254
17.2	Group annuities (Line 20.4, Col. 7)					
18.1	A & H-group (Line 20.4, Col. 8)	2,443,046,999	2,235,208,094	2,129,853,054	2,045,125,454	1,984,866,800
18.2	A & H-credit (group and individual) (Line 20.4, Col. 9)					
18.3	A & H-other (Line 20.4, Col. 10)	3,477,974	3,855,914	4,282,328	4,865,364	5,371,589
19.	Aggregate of all other lines of business (Line 20.4,Col. 11)	(83,727)	35,381	166,842	571,357	(655,891)
20.	Total	3,167,998,545	2,914,682,216	2,794,384,029	2,702,571,722	2,602,401,069
	Balance Sheet (Pages 2 & 3)					
21.	Total admitted assets excluding Separate Accounts business (Page 2, Line 26, Col. 3)	20,543,984,233	19,729,361,557	19,069,868,981	18,872,091,611	18,295,865,637
22.	Total liabilities excluding Separate Accounts business (Page 3, Line 26)	18,976,692,132	18,138,874,043	17,512,001,934	17,298,558,940	16,747,081,210
23.	Aggregate life reserves (Page 3, Line 1)	999,102,035	994,080,810	986,336,799	997,443,973	969,078,624
24.	Aggregate A & H reserves (Page 3, Line 2)	7,910,381,976	8,043,204,146	8,180,937,849	8,364,249,400	8,423,555,361
25.	Deposit-type contract funds (Page 3, Line 3)	955,241,668	667,086,771	614,403,253	587,781,733	557,035,039
26.	Asset valuation reserve (Page 3, Line 24.01)	229,647,864	211,945,245	202,440,064	190,657,022	199,543,100
27.	Capital (Page 3, Lines 29 and 30)	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
28.	Surplus (Page 3, Line 37)	1,562,292,100	1,585,487,514	1,552,867,048	1,568,532,672	1,543,784,427
	Cash Flow (Page 5)					
29.	Net Cash from Operations (Line 11)	36,523,957	83,334,613	(91,143,788)	133,502,613	62,494,533
	Risk-Based Capital Analysis					
30.	Total adjusted capital	1,805,295,136	1,811,247,857	1,769,451,698	1,773,316,869	1,758,455,552
31.	Authorized control level risk - based capital	230,999,747	230,698,742	224,247,861	223,210,543	222,546,813
	Percentage Distribution of Cash, Cash Equivalents and Invested Assets					
	(Page 2, Col. 3) (Line No. /Page 2, Line 12, Col. 3) x 100.0					
32.	Bonds (Line 1)	92.0	91.9	91.2	90.4	90.9
33.	Stocks (Lines 2.1 and 2.2)	0.4	0.3	0.2	0.2	0.3
34.	Mortgage loans on real estate(Lines 3.1 and 3.2)	4.2	4.2	4.5	4.7	4.5
35.	Real estate (Lines 4.1, 4.2 and 4.3)	0.4	0.4	0.5	0.5	0.6
36.	Cash, cash equivalents and short-term investments (Line 5)	0.6	0.9	1.3	1.3	1.3
37.	Contract loans (Line 6)	0.3	0.3	0.3	0.3	0.4
38.	Derivatives (Page 2, Line 7)	0.1	0.0	0.0		
39.	Other invested assets (Line 8)	1.9	1.9	1.7	1.7	1.2
40.	Receivables for securities (Line 9)	0.0	0.0	0.0	0.0	0.0
41.	Securities lending reinvested collateral assets (Line 10)	0.1	0.1	0.2	0.9	0.8
42.	Aggregate write-ins for invested assets (Line 11)					
43.	Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0

FIVE-YEAR HISTORICAL DATA

(Continued)

		1 2015	2 2014	3 2013	4 2012	5 2011
	Investments in Parent, Subsidiaries and Affiliates					
44.	Affiliated bonds (Schedule D Summary, Line 12, Col. 1)					
45.	Affiliated preferred stocks (Schedule D Summary, Line 18, Col. 1)					
46.	Affiliated common stocks (Schedule D Summary Line 24, Col. 1),	29,424,023	29,117,300	28,298,299	25,995,018	26,407,639
47.	Affiliated short-term investments (subtotal included in Schedule DA Verification, Col. 5, Line 10)					
48.	Affiliated mortgage loans on real estate					
49.	All other affiliated					
50.	Total of above Lines 44 to 49	29,424,023	29,117,300	28,298,299	25,995,018	26,407,639
51.	Total Investment in Parent included in Lines 44 to 49 above					
	Total Nonadmitted and Admitted Assets					
52.	Total nonadmitted assets (Page 2, Line 28, Col. 2)	239,410,583	217,416,884	230,635,039	214,593,268	231,956,869
53.	Total admitted assets (Page 2, Line 28, Col. 3)	20,552,323,486	19,738,293,486	19,078,536,320	18,879,795,078	18,303,506,089
	Investment Data					
54.	Net investment income (Exhibit of Net Investment Income)	1,092,734,791	1,068,984,971	1,080,937,340	1,092,563,655	1,082,620,086
55.	Realized capital gains (losses) (Page 4, Line 34, Column 1)	(22,638,208)	(2,019,492)	(19,870,699)	(22,374,950)	(28,630,746)
56.	Unrealized capital gains (losses) (Page 4, Line 38, Column 1)	(599,976)	667,331	2,730,727	1,048,937	(977,659)
57.	Total of above Lines 54, 55 and 56	1,069,496,606	1,067,632,810	1,063,797,368	1,071,237,642	1,053,011,681
	Benefits and Reserve Increases (Page 6)					
58.	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)	459,094,768	447,755,132	473,275,811	444,877,877	409,558,678
59.	Total contract benefits - A & H (Lines 13 & 14, Cols. 9, 10 & 11)	1,437,236,646	1,412,726,479	1,237,991,186	1,200,359,666	1,161,903,419
60.	Increase in life reserves - other than group and annuities (Line 19, Cols. 2 and 3)	(4,302,345)	(6,080,840)	(4,238,036)	(3,471,930)	(3,499,628)
61.	Increase in A & H reserves (Line 19, Cols. 9, 10 & 11)	(126,205,611)	(134,467,742)	(172,459,078)	(55,804,996)	(109,195,313)
62.	Dividends to policyholders (Line 30, Col. 1)	10,543,596	11,277,300	12,204,098	10,635,427	13,520,960
	Operating Percentages					
63.	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 100.0	31.5	31.4	33.4	29.1	29.5
64.	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 100.0	5.7	5.6	5.9	5.3	6.1
65.	A & H loss percent (Schedule H, Part 1, Lines 5 and 6, Col. 2)	56.7	60.6	53.7	59.7	57.1
66.	A & H cost containment percent (Schedule H, Pt. 1, Line 4, Col. 2)	3.1	3.4	3.8	3.9	4.2
67.	A & H expense percent excluding cost containment expenses (Schedule H, Pt. 1, Line 10, Col. 2)	33.3	32.9	35.6	30.1	30.1
	A & H Claim Reserve Adequacy					
68.	Incurred losses on prior years' claims - group health (Schedule H, Part 3, Line 3.1 Col. 2)	6,558,969,147	6,635,120,833	6,704,426,374	6,716,853,517	6,840,915,320
69.	Prior years' claim liability and reserve - group health (Schedule H, Part 3, Line 3.2 Col. 2)	6,501,145,759	6,561,802,515	6,671,210,258	6,752,218,109	6,825,447,020
70.	Incurred losses on prior years' claims-health other than group (Schedule H, Part 3, Line 3.1 Col. 1 less Col. 2)	1,966,925,580	2,016,188,322	2,061,961,422	2,106,421,798	2,083,220,212
71.	Prior years' claim liability and reserve-health other than group (Schedule H, Part 3, Line 3.2 Col. 1 less Col. 2)	1,854,946,442	1,904,445,917	1,950,072,063	1,916,578,465	1,942,458,191
	Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)					
72.	Industrial life (Col. 2)					
73.	Ordinary - life (Col. 3)	(1,159,137)	(944,352)	(993,815)	468,460	(747,128)
74.	Ordinary - individual annuities (Col. 4)	10,329	16,502	12,708	11,425	23,121
75.	Ordinary-supplementary contracts (Col. 5)	11,779,868	12,243,374	12,838,892	10,689,167	8,697,731
76.	Credit life (Col. 6)	2,776				
77.	Group life (Col. 7)	73,607,309	59,535,531	52,594,863	59,246,148	69,602,084
78.	Group annuities (Col. 8)	1,048,361	2,025,219	3,739,312	2,643,690	1,832,657
79.	A & H-group (Col. 9)	125,705,857	98,952,265	87,092,174	100,318,195	104,620,056
80.	A & H-credit (Col. 10)					
81.	A & H-other (Col. 11)	15,806,293	29,459,140	36,891,162	46,994,386	42,831,646
82.	Aggregate of all other lines of business (Col. 12)	(706,665)	1,521,730	3,880,169	4,855,793	808,469
83.	Total (Col. 1)	226,094,991	202,809,407	196,055,466	225,227,263	227,668,637

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

If no, please explain:

EXHIBIT OF LIFE INSURANCE

	Industrial		Ordinary		Credit Life (Group and Individual)		Group			10
	1	2	3	4	5	6	Number of		9	
							7	8		
	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)	Policies	Certificates	Amount of Insurance (a)	Total Amount of Insurance (a)
1. In force end of prior year			30,030	841,918			50,911	8,079,203	545,434,404	546,276,322
2. Issued during year			779	46,246	70	65	8,460	1,368,611	89,563,314	89,609,625
3. Reinsurance assumed										
4. Revived during year			1	149						149
5. Increased during year (net)			21	10,321				61,211	14,021,151	14,031,472
6. Subtotals, Lines 2 to 5			801	56,716	70	65	8,460	1,429,822	103,584,465	103,641,246
7. Additions by dividends during year	XXX		XXX		XXX		XXX	XXX		
8. Aggregate write-ins for increases										
9. Totals (Lines 1 and 6 to 8)			30,831	898,634	70	65	59,371	9,509,025	649,018,869	649,917,568
Deductions during year:										
10. Death			1,089	26,756	5	5	XXX	22,226	927,684	954,445
11. Maturity			121	1,182			XXX			1,182
12. Disability							XXX			
13. Expiry			160	11,669						11,669
14. Surrender			540	24,008				273	597	24,605
15. Lapse			349	23,121			6,047	928,475	64,893,082	64,916,203
16. Conversion				(7)			XXX	XXX	XXX	(7)
17. Decreased (net)							170			
18. Reinsurance										
19. Aggregate write-ins for decreases										
20. Totals (Lines 10 to 19)			2,259	86,729	5	5	6,217	950,974	65,821,363	65,908,097
21. In force end of year (Line 9 minus Line 20)			28,572	811,905	65	60	53,154	8,558,051	583,197,506	584,009,471
22. Reinsurance ceded end of year	XXX		XXX	424,628	XXX		XXX	XXX	323,628,304	324,052,932
23. Line 21 minus Line 22	XXX		XXX	387,278	XXX	(b) 60	XXX	XXX	259,569,202	259,956,539
DETAILS OF WRITE-INS										
0801.										
0802.										
0803.										
0898. Summary of remaining write-ins for Line 8 from overflow page.										
0899. TOTALS (Lines 0801 thru 0803 plus 0898) (Line 8 above)										
1901.										
1902.										
1903.										
1998. Summary of remaining write-ins for Line 19 from overflow page.										
1999. TOTALS (Lines 1901 thru 1903 plus 1998) (Line 19 above)										

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

(b) Group $; Individual $

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	XXX		XXX	149,830
25. Other paid-up insurance			8,480	40,719
26. Debit ordinary insurance	XXX	XXX		

ADDITIONAL INFORMATION ON ORDINARY INSURANCE

	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
Term Insurance Excluding Extended Term Insurance	1 Number of Policies	2 Amount of Insurance (a)	3 Number of Policies	4 Amount of Insurance (a)
27. Term policies - decreasing			21	6,520
28. Term policies - other			240	5,071
29. Other term insurance - decreasing	XXX		XXX	115
30. Other term insurance	XXX		XXX	286
31. Totals (Lines 27 to 30)			261	11,992
Reconciliation to Lines 2 and 21:				
32. Term additions	XXX		XXX	
33. Totals, extended term insurance	XXX	XXX	620	9,773
34. Totals, whole life and endowment	779	46,246	27,691	790,140
35. Totals (Lines 31 to 34)	779	46,246	28,572	811,905

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	46,246		486,595	325,310
38. Credit Life (Group and Individual)	65		60	
39. Group	89,563,314		583,197,506	
40. Totals (Lines 36 to 39)	89,609,625		583,684,161	325,310

ADDITIONAL INFORMATION ON CREDIT LIFE AND GROUP INSURANCE

NONE

	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	XXX		XXX	
42. Number in force end of year if the number under shared groups is counted on a pro-rata basis		XXX		XXX
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)	16,742

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 Decreasing Term is the actual amount or amount is reduced annually depending on the product.

47.2 Family Policy Term = $3,000 or $5,000 per unit based on the product; Family and Children's Rider = $2,000 per unit

POLICIES WITH DISABILITY PROVISIONS

	Industrial		Ordinary		Credit		Group	
Disability Provisions	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			1,941	23,678			6,160,044	419,145,317
49. Disability Income								
50. Extended Benefits			XXX	XXX				
51. Other								
52. Total		(b)	1,941	(b) 23,678		(b)	6,160,044	(b) 419,145,317

(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	61	70	12	15,138
2. Issued during year				8,511
3. Reinsurance assumed				
4. Increased during year (net)				
5. Total (Lines 1 to 4)	61	70	12	23,649
Deductions during year:				
6. Decreased (net)	14	6	5	8,045
7. Reinsurance ceded				
8. Totals (Lines 6 and 7)	14	6	5	8,045
9. In force end of year	47	64	7	15,604
10. Amount on deposit	307,803	(a) 789,925	2,851,794	(a) 595,128,442
11. Income now payable	47	64	7	
12. Amount of income payable	(a) 56,545	(a) 43,147	(a) 762,605	(a)

ANNUITIES

	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year		1	466	4,375
2. Issued during year				
3. Reinsurance assumed				
4. Increased during year (net)				
5. Totals (Lines 1 to 4)		1	466	4,375
Deductions during year:				
6. Decreased (net)				356
7. Reinsurance ceded				
8. Totals (Lines 6 and 7)				356
9. In force end of year		1	466	4,019
Income now payable:				
10. Amount of income payable	(a)	XXX	XXX	(a) 13,853,168
Deferred fully paid:				
11. Account balance	XXX	(a) 29,810	XXX	(a) 81,986,571
Deferred not fully paid:				
12. Account balance	XXX	(a)	XXX	(a)

ACCIDENT AND HEALTH INSURANCE

	Group		Credit		Other	
	1 Certificates	2 Premiums in Force	3 Policies	4 Premiums in Force	5 Policies	6 Premiums in Force
1. In force end of prior year	14,206,383	2,611,236,230			207,938	376,894,003
2. Issued during year	2,628,734	441,985,586			12	35,124
3. Reinsurance assumed						
4. Increased during year (net)		XXX		XXX		XXX
5. Totals (Lines 1 to 4)	16,835,117	XXX		XXX	207,950	XXX
Deductions during year:						
6. Conversions		XXX	XXX	XXX	XXX	XXX
7. Decreased (net)	1,698,913	XXX		XXX	12,667	XXX
8. Reinsurance ceded		XXX		XXX		XXX
9. Totals (Lines 6 to 8)	1,698,913	XXX		XXX	12,667	XXX
10. In force end of year	15,136,204	(a) 2,807,041,382		(a)	195,283	(a) 356,467,756

DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS

	1 Deposit Funds Contracts	2 Dividend Accumulations Contracts
1. In force end of prior year		8,876
2. Issued during year		
3. Reinsurance assumed		
4. Increased during year (net)		
5. Totals (Lines 1 to 4)		8,876
Deductions During Year:		
6. Decreased (net)		533
7. Reinsurance ceded		
8. Totals (Lines 6 and 7)		533
9. In force end of year		8,343
10. Amount of account balance	(a)	(a) 70,261,952

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

SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Allocated by States and Territories

			Direct Business Only					
		1	Life Contracts		4	5	6	7
			2	3				
	States, Etc.	Active Status	Life Insurance Premiums	Annuity Considerations	Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	Other Considerations	Total Columns 2 through 5	Deposit-Type Contracts
1.	Alabama AL	L	26,317,213		46,188,707		72,505,920	
2.	Alaska AK	L	9,548,659		11,112,194		20,660,853	
3.	Arizona AZ	L	13,991,876		48,502,737		62,494,614	
4.	Arkansas AR	L	12,265,422		37,906,979		50,172,400	
5.	California CA	L	115,026,519	7,154	309,307,569		424,341,242	90,377
6.	Colorado CO	L	38,938,800		58,352,699		97,291,499	
7.	Connecticut CT	L	15,142,985	1,525	42,938,292		58,082,802	
8.	Delaware DE	L	4,311,171		9,212,456		13,523,627	
9.	District of Columbia DC	L	11,699,399		29,423,828		41,123,227	
10.	Florida FL	L	54,816,212		147,449,359		202,265,571	207
11.	Georgia GA	L	40,090,028		114,575,398		154,665,427	
12.	Hawaii HI	L	4,113,423		23,719,036		27,832,460	
13.	Idaho ID	L	2,996,010		6,161,604		9,157,615	
14.	Illinois IL	L	66,089,003		130,313,617		196,402,620	
15.	Indiana IN	L	20,372,383		44,443,352		64,815,735	
16.	Iowa IA	L	12,486,267		19,916,378		32,402,645	
17.	Kansas KS	L	9,023,028	540	19,992,283		29,015,852	313
18.	Kentucky KY	L	10,565,546		27,612,039		38,177,585	
19.	Louisiana LA	L	9,994,909		35,604,326		45,599,235	
20.	Maine ME	L	16,721,933	1,270	35,495,744		52,218,947	18,001
21.	Maryland MD	L	29,286,742		74,105,044		103,391,787	
22.	Massachusetts MA	L	42,402,611	6,500	154,546,177		196,955,288	194,156
23.	Michigan MI	L	56,038,781		108,297,515		164,336,296	
24.	Minnesota MN	L	38,450,294		65,998,058		104,448,352	
25.	Mississippi MS	L	15,790,564		19,452,618		35,243,181	5,133
26.	Missouri MO	L	29,416,116	16,240	59,577,653		89,010,009	
27.	Montana MT	L	7,800,169		10,530,047		18,330,217	
28.	Nebraska NE	L	8,403,300		19,006,188		27,409,488	
29.	Nevada NV	L	7,014,949		11,815,922		18,830,871	
30.	New Hampshire NH	L	5,730,241		14,750,273		20,480,513	
31.	New Jersey NJ	L	24,805,235		83,765,781		108,571,015	
32.	New Mexico NM	L	5,052,188		13,895,853		18,948,041	
33.	New York NY	Q	8,418,552		19,699,638		28,118,190	1,354,506
34.	North Carolina NC	L	38,573,893	265	88,590,810		127,164,968	
35.	North Dakota ND	L	10,184,501		11,144,843		21,329,344	
36.	Ohio OH	L	42,443,095		110,256,960		152,700,055	
37.	Oklahoma OK	L	15,654,973		28,357,424		44,012,397	
38.	Oregon OR	L	18,990,107	11,250	45,644,203		64,645,560	
39.	Pennsylvania PA	L	47,265,470		144,665,308		191,930,779	24,094
40.	Rhode Island RI	L	3,943,575	16,000	8,979,078		12,938,653	
41.	South Carolina SC	L	11,288,026		30,561,881		41,849,906	
42.	South Dakota SD	L	5,194,338		12,464,569		17,658,907	
43.	Tennessee TN	L	36,179,959		97,080,907		133,260,866	
44.	Texas TX	L	181,180,883	6,980	290,416,082		471,603,945	41,660
45.	Utah UT	L	10,110,212		16,873,245		26,983,457	
46.	Vermont VT	L	6,662,252	1,500	13,832,187		20,495,940	
47.	Virginia VA	L	30,770,954	240	86,878,480		117,649,674	
48.	Washington WA	L	32,320,603		77,561,630		109,882,233	159,180
49.	West Virginia WV	L	5,624,694		12,188,252		17,812,947	
50.	Wisconsin WI	L	29,568,306		72,543,723		102,112,029	
51.	Wyoming WY	L	2,085,097		4,341,418		6,426,515	
52.	American Samoa AS	N						
53.	Guam GU	L	2,713		11,501		14,214	
54.	Puerto Rico PR	L	330,160		1,284,679		1,614,839	
55.	U.S. Virgin Islands VI	N	8,223		36,517		44,740	
56.	Northern Mariana Islands MP	N	56		2,343		2,398	
57.	Canada CAN	N	354,216		5,231,878		5,586,094	
58.	Aggregate Other Alien OT	XXX	2,654,366		4,504,982		7,159,348	
59.	Subtotal	(a) 52	1,304,511,200	69,464	3,017,122,264		4,321,702,928	1,887,627
90.	Reporting entity contributions for employee benefits plans	XXX						
91.	Dividends or refunds applied to purchase paid-up additions and annuities	XXX	7,113,177				7,113,177	
92.	Dividends or refunds applied to shorten endowment or premium paying period	XXX						
93.	Premium or annuity considerations waived under disability or other contract provisions	XXX	363,377		24,980,539		25,343,916	
94.	Aggregate or other amounts not allocable by State	XXX						
95.	Totals (Direct Business)	XXX	1,311,987,754	69,464	3,042,102,804		4,354,160,021	1,887,627
96.	Plus reinsurance assumed	XXX	72,375		83,267,772		83,340,147	
97	Totals (All Business)	XXX	1,312,060,129	69,464	3,125,370,575		4,437,500,168	1,887,627
98.	Less reinsurance ceded	XXX	604,172,101	69,464	707,073,024		1,311,314,588	1,887,552
99.	Totals (All Business) less Reinsurance Ceded	XXX	707,888,028		(b) 2,418,297,551		3,126,185,580	75
	DETAILS OF WRITE-INS							
58001.	ARE UNITED ARAB EMIRATES	XXX	86,637		102,484		189,122	
58002.	ARG ARGENTINA	XXX	105,516		116,451		221,967	
58003.	AUS AUSTRALIA	XXX	162,961		141,900		304,861	
58998.	Summary of remaining write-ins for Line 58 from overflow page	XXX	2,299,252		4,144,146		6,443,398	
58999.	Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)	XXX	2,654,366		4,504,982		7,159,348	
9401.		XXX						
9402.		XXX						
9403.		XXX						
9498.	Summary of remaining write-ins for Line 94 from overflow page	XXX						
9499.	Totals (Lines 9401 through 9403 plus 9498)(Line 94 above)	XXX						

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

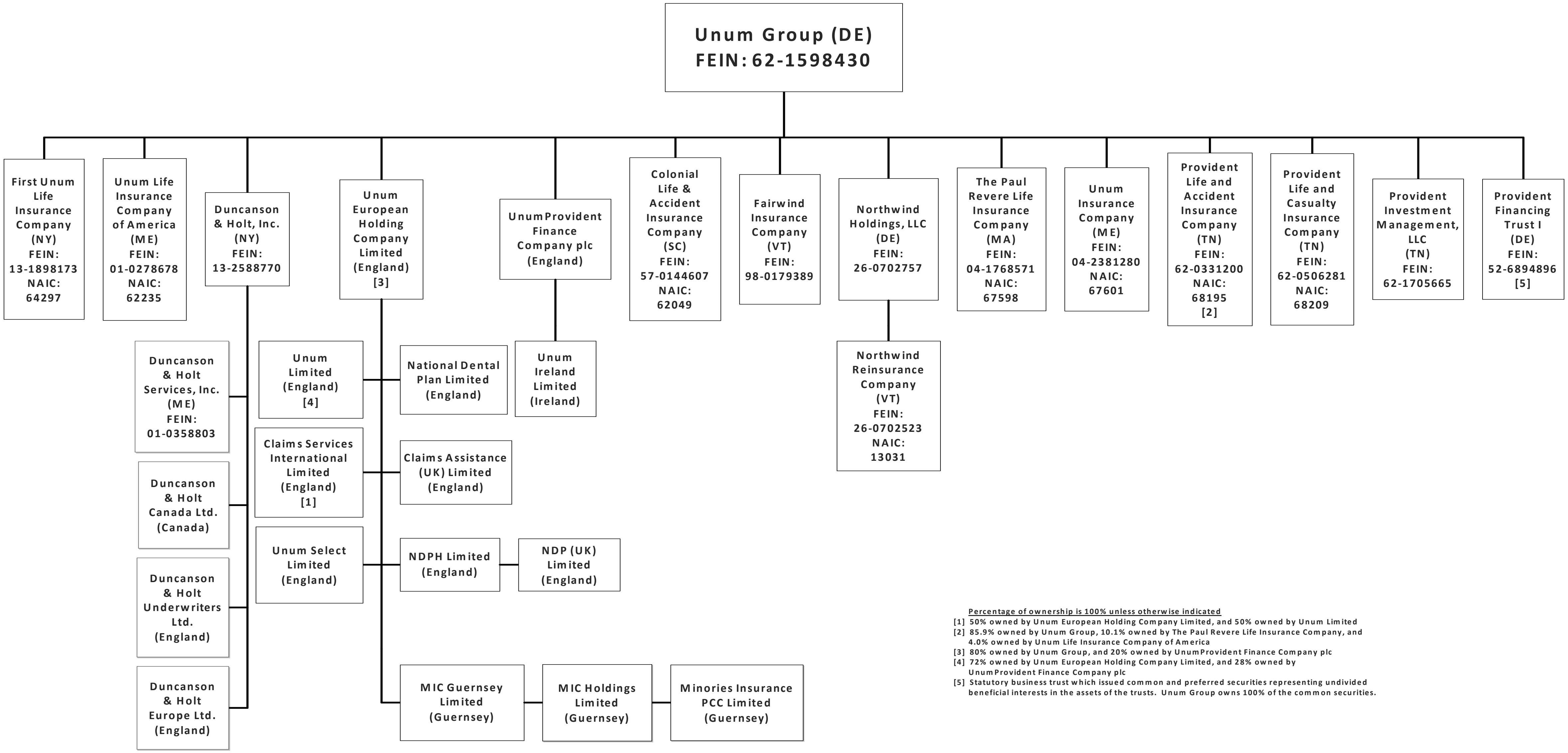
Explanation of basis of allocation by states, etc., of premiums and annuity considerations

Individual premiums are allocated according to the policyholder’s state of residence based on the mailing address used for billing. Group policyholders with less than 500 covered lives are allocated according to physical location of insured, if available, or the billing address, if physical location is not provided. Group policyholders with 500 or more lives are allocated to the state where each member resides or is employed based on a policyholder’s census if available or if unavailable is based on physical location of insured or the billing address, if physical location is not provided.

(a) Insert the number of L 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, 10, or with Schedule H, Part 1, Line 1, indicate which: Exhibit 1, Lines 6.4, 10.4, and 16.4, Cols. 8, 9, 10

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



Percentage of ownership is 100% unless otherwise indicated

[1] 50% owned by Unum European Holding Company Limited, and 50% owned by Unum Limited
[2] 85.9% owned by Unum Group, 10.1% owned by The Paul Revere Life Insurance Company, and 4.0% owned by Unum Life Insurance Company of America
[3] 80% owned by Unum Group, and 20% owned by UnumProvident Finance Company plc
[4] 72% owned by Unum European Holding Company Limited, and 28% owned by UnumProvident Finance Company plc
[5] Statutory business trust which issued common and preferred securities representing undivided beneficial interests in the assets of the trusts. Unum Group owns 100% of the common securities.

OVERFLOW PAGE FOR WRITE-INS

Additional Write-ins for Assets Line 25

	Current Year 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	Prior Year 4 Net Admitted Assets
2504. Receivable for investment income	276,163		276,163	869,537
2505. Premiums receivable - other lines	4,038,941		4,038,941	4,110,220
2597. Summary of remaining write-ins for Line 25 from overflow page	4,315,103		4,315,103	4,979,757

Additional Write-ins for Liabilities Line 25

	1 Current Year	2 Prior Year
2504. Missing claimants liability	14,115,000	10,696,648
2505. Cash collateral on derivatives	12,640,000	4,250,000
2506. Liability for unauthorized reinsurance (P&C)	371,958	371,958
2597. Summary of remaining write-ins for Line 25 from overflow page	27,126,958	15,318,606

Additional Write-ins for Summary of Operations Line 8.3

	1 Current Year	2 Prior Year
08.304. Income from corporate owned life insurance	5,053,490	5,045,725
08.305. Premium income - other lines	(83,727)	35,381
08.306. Other income from other lines	127,311	119,490
08.307. Interest on federal income tax refund	0	504,672
08.397. Summary of remaining write-ins for Line 8.3 from overflow page	5,097,073	5,705,268

Additional Write-ins for Summary of Operations Line 27

	1 Current Year	2 Prior Year
2704. Benefits and expenses from other lines	2,470,757	(633,133)
2705. Fines and penalties paid to regulatory authorities	3,184	59,303
2797. Summary of remaining write-ins for Line 27 from overflow page	2,473,941	(573,831)

Additional Write-ins for Schedule T Line 58

States, Etc.	1 Active Status	Direct Business Only: Life Contracts 2 Life Insurance Premiums	3 Annuity Considerations	4 Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	5 Other Considerations	6 Total Columns 2 through 5	7 Deposit-Type Contracts
58004. BEL BELGIUM	XXX	120,883		134,755		255,638	
58005. BHR BAHRAIN	XXX	328		816		1,144	
58006. BLR BELARUS	XXX			328		328	
58007. BMU BERMUDA	XXX	17,783		1,637,575		1,655,359	
58008. BRA BRAZIL	XXX	151,781		144,684		296,465	
58009. BRB BARBADOS	XXX	195				195	
58010. CHE SWITZERLAND	XXX	4,216		3,382		7,598	
58011. CHL CHILE	XXX	128,135		137,862		265,997	
58012. CHN CHINA	XXX	88,739		100,750		189,489	
58013. CRI COSTA RICA	XXX			250		250	
58014. CYM CAYMAN ISLANDS	XXX	164		408		572	
58015. CYP CYPRUS	XXX	3,557		104		3,660	
58016. CZE CZECH REPUBLIC	XXX	127,523		137,862		265,385	
58017. DEU GERMANY	XXX	129,904		142,927		272,831	
58018. DNK DENMARK	XXX	492		1,691		2,183	
58019. EGY EGYPT	XXX	328		816		1,144	
58020. ESP SPAIN	XXX	126,800		117,702		244,502	
58021. FIN FINLAND	XXX			1,161		1,161	
58022. FRA FRANCE	XXX	1,777		19,177		20,954	
58023. GBR UNITED KINGDOM	XXX	162,355		191,673		354,028	
58024. GRC GREECE	XXX	553		1,990		2,543	
58025. HKG HONG KONG	XXX	33,396		26,184		59,580	
58026. HRV CROATIA	XXX	2,460		6,122		8,582	
58027. IDN INDONESIA	XXX	3,405		816		4,221	
58028. IND INDIA	XXX	5,659		9,437		15,096	
58029. IRL IRELAND	XXX	8,922		10,101		19,023	
58030. ISR ISRAEL	XXX	2,458		13,195		15,652	
58031. ITA ITALY	XXX	119,854		128,901		248,755	
58032. JPN JAPAN	XXX	19,518		32,261		51,779	
58033. KOR KOREA, REPUBLIC OF	XXX	2,924		3,683		6,607	
58034. LBN LEBANON	XXX	795				795	
58035. LTU LITHUANIA	XXX	820		2,041		2,861	
58036. LUX LUXEMBOURG	XXX	117,714		127,257		244,971	
58037. MAR MOROCCO	XXX	89,124		92,316		181,440	
58038. MEX MEXICO	XXX	128,851		140,806		269,657	
58039. MHL MARSHALL ISLANDS	XXX	1,033				1,033	
58040. MLT MALTA	XXX	2,952		7,346		10,298	
58041. MOZ MOZAMBIQUE	XXX			704		704	
58042. MYS MALAYSIA	XXX	2,337		3,883		6,220	
58043. NIC NICARAGUA	XXX	891		408		1,299	
58044. NLD NETHERLANDS	XXX	121,650		139,523		261,173	
58045. NOR NORWAY	XXX	3,829		408		4,237	
58046. NPL NEPAL	XXX	693				693	
58047. NZL NEW ZEALAND	XXX	1,859		9,870		11,729	
58048. PAK PAKISTAN	XXX	328		816		1,144	
58049. PER PERU	XXX	85,015		95,328		180,344	
58050. PHL PHILIPPINES	XXX	12,736		7,210		19,946	
58051. POL POLAND	XXX	656		1,633		2,289	
58052. PRK KOREA, D.P.R.O.	XXX	1,476		3,673		5,149	
58053. PRT PORTUGAL	XXX	1,968		4,898		6,866	
58054. QAT QATAR	XXX	85,507		93,132		178,640	
58055. ROM ROMANIA	XXX	328		816		1,144	
58056. RUS RUSSIAN FEDERATION	XXX	164		408		572	

OVERFLOW PAGE FOR WRITE-INS

Additional Write-ins for Schedule T Line 58

	1	Direct Business Only					7
		Life Contracts		4	5	6	
		2	3				
States, Etc.	Active Status	Life Insurance Premiums	Annuity Considerations	Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	Other Considerations	Total Columns 2 through 5	Deposit-Type Contracts
58057. SAU SAUDI ARABIA	XXX	164		408		572	
58058. SGP SINGAPORE	XXX	7,228		8,449		15,677	
58059. SWE SWEDEN	XXX	1,160				1,160	
58060. THA THAILAND	XXX	1,412		846		2,258	
58061. TTO TRINIDAD AND TOBAGO	XXX	939				939	
58062. TUR TURKEY	XXX	85,015		91,908		176,923	
58063. TWN TAIWAN, PROVINCE OF CHINA	XXX	105,452		114,001		219,453	
58064. UGA UGANDA	XXX	202		50		252	
58065. UKR UKRAINE	XXX	328		816		1,144	
58066. VEN VENEZUELA	XXX	85,179		92,316		177,495	
58067. VNM VIET NAM	XXX	85,015		91,908		176,923	
58068. ZAF SOUTH AFRICA	XXX	2,323		4,353		6,676	
58997. Summary of remaining write-ins for Line 58 from overflow page	XXX	2,299,252		4,144,146		6,443,398	

Additional Write-ins for Schedule E - Part 3 Line 58

	1	2	Deposits For the Benefit of All Policyholders		All Other Special Deposits	
			3	4	5	6
States, Etc.	Type of Deposit	Purpose of Deposit	Book/Adjusted Carrying Value	Fair Value	Book/Adjusted Carrying Value	Fair Value
5804. ARIZONA ST HLTH FACS	B	RD FOR REINSURANCE AGREEMENT			5,000,000	4,915,050
5805. CENTERPOINT ENER HOUSTON	B	RD FOR REINSURANCE AGREEMENT			11,672,401	13,808,832
5806. COMMONWEALTH EDISON CO	B	RD FOR REINSURANCE AGREEMENT			5,424,649	5,899,000
5807. CORNING INC.	B	RD FOR REINSURANCE AGREEMENT			1,113,708	1,210,807
5808. CORNING INC.	B	RD FOR REINSURANCE AGREEMENT			3,341,124	3,632,420
5809. CORNING INC.	B	RD FOR REINSURANCE AGREEMENT			5,336,649	6,057,048
5810. CREDIT SUISSE NEW YORK	B	RD FOR REINSURANCE AGREEMENT			15,077,448	16,111,500
5811. ENTERGY LOUISIANA LLC	B	RD FOR REINSURANCE AGREEMENT			9,976,429	11,250,000
5812. ENTERGY GULF STATES LA LLC	B	RD FOR REINSURANCE AGREEMENT			9,987,150	10,865,000
5813. GLAXOSMITHKLINE CAP INC	B	RD FOR REINSURANCE AGREEMENT			6,556,623	7,316,400
5814. GLAXOSMITHKLINE CAP INC	B	RD FOR REINSURANCE AGREEMENT			8,574,046	9,567,600
5815. JOHNSON & JOHNSON	B	RD FOR REINSURANCE AGREEMENT			19,121,656	22,547,850
5816. SC JOHNSON & SON INC	B	RD FOR REINSURANCE AGREEMENT			9,929,435	11,665,781
5817. METLIFE INC SR	B	RD FOR REINSURANCE AGREEMENT			10,040,310	10,801,300
5818. NATIONAL CITY BANK	B	RD FOR REINSURANCE AGREEMENT			9,981,998	10,440,000
5819. NORTHERN STATES PWW-WISC	B	RD FOR REINSURANCE AGREEMENT			9,985,859	10,875,890
5820. PARKER-HANNIFIN CORPORATION	B	RD FOR REINSURANCE AGREEMENT			19,979,381	20,152,000
5821. ROCHE HOLDINGS	B	RD FOR REINSURANCE AGREEMENT			4,382,410	4,926,930
5822. STATE STREET BANK & TRST	B	RD FOR REINSURANCE AGREEMENT			9,991,311	10,847,000
5823. THOMAS & BETTS	B	RD FOR REINSURANCE AGREEMENT			5,045,740	5,658,500
5824. THOMAS & BETTS	B	RD FOR REINSURANCE AGREEMENT			15,137,220	16,975,500
5825. UNION ELECTRIC CO	B	RD FOR REINSURANCE AGREEMENT			9,901,820	10,609,068
5826. UNIV OF CALIFORNIA	B	RD FOR REINSURANCE AGREEMENT			1,506,850	1,511,940
5897. Summary of remaining write-ins for Line 58 from overflow page	XXX	XXX			207,064,217	227,645,416

OVERFLOW PAGE FOR WRITE-INS

Additional Write-ins for Analysis of Operations Line 8.3

	1 Total	2 Industrial Life	Ordinary: 3 Life Insurance	Ordinary: 4 Individual Annuities	Ordinary: 5 Supplementary Contracts	6 Credit Life (Group and Individual)	Group: 7 Life Insurance (a)	Group: 8 Annuities	Accident and Health: 9 Group	Accident and Health: 10 Credit (Group and Individual)	Accident and Health: 11 Other	12 Aggregate of All Other Lines of Business
08.304. Income from corporate owned life insurance	5,053,490								5,053,490			
08.305. Premium income - from other lines	(83,727)											(83,727)
08.306. Other income - from other lines	127,311											127,311
08.397. Summary of remaining write-ins for Line 8.3 from overflow page	5,097,073								5,053,490			43,584

Additional Write-ins for Analysis of Operations Line 27

	1 Total	2 Industrial Life	Ordinary: 3 Life Insurance	Ordinary: 4 Individual Annuities	Ordinary: 5 Supplementary Contracts	6 Credit Life (Group and Individual)	Group: 7 Life Insurance (a)	Group: 8 Annuities	Accident and Health: 9 Group	Accident and Health: 10 Credit (Group and Individual)	Accident and Health: 11 Other	12 Aggregate of All Other Lines of Business
2704. Benefits and expenses from other lines	2,470,757											2,470,757
2705. Fines and penalties paid to regulatory authorities	3,184		8				946	2	1,982		246	
2797. Summary of remaining write-ins for Line 27 from overflow page	2,473,941		8				946	2	1,982		246	2,470,757

Additional Write-ins for Schedule H Part 1 Line 11

	Total		Group Accident and Health		Credit Accident and Health (Group and Individual)		Collectively Renewable		Other Individual Contracts: Non-Cancelable		Guaranteed Renewable		Non-Renewable for Stated Reasons Only		Other Accident Only		All Other	
	1 Amount	2 %	3 Amount	4 %	5 Amount	6 %	7 Amount	8 %	9 Amount	10 %	11 Amount	12 %	13 Amount	14 %	15 Amount	16 %	17 Amount	18 %
1104. Miscellaneous (income) loss	(9,135,321)	(0.4)	(8,041,451)	(0.3)			243		(1,175,551)	(37.5)	82,065	5.3	(627)	(1.5)				
1105. Reserve adjustment on assumed modco agreements	(6,994,512)	(0.3)							(6,979,002)	(222.7)	(846)	(0.1)	(14,664)	(35.2)				
1106. Transfers on account of group package policies	131,806	0.0	(13,650)	0.0							145,456	9.4						
1107. Fines and penalties paid to regulatory authorities	2,228	0.0	1,982	0.0					75	0.0	171	0.0						
1197. Summary of remaining write-ins for Line 11 from overflow page	(15,995,800)	(0.7)	(8,053,119)	(0.3)			243		(8,154,478)	(260.2)	226,845	14.6	(15,291)	(36.7)				

ALPHABETICAL INDEX

ANNUAL STATEMENT BLANK

ANNUAL STATEMENT BLANK (Continued)